

**SAMUNNATI FOUNDATION**

**CIN: U85300TN2020NPL134814**

**Annual Report  
FY 2022-23**

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# Samunnati

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## NOTICE OF THE THIRD ANNUAL GENERAL MEETING OF THE MEMBERS OF SAMUNNATI FOUNDATION

NOTICE is hereby given that the Third Annual General Meeting (“AGM”) of Samunnati Foundation (the “Company”) will be held on Monday, September 18, 2023 at 11:00 A.M. IST through Video Conferencing (“VC”) / Other Audio-Visual Means (“OAVM”) in compliance with the applicable provisions of the Companies Act, 2013 and Rules made thereunder read with General Circular No. 14/2020 dated April 08, 2020, General Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 05, 2020, General Circular No. 02/2021 dated January 13, 2021, General Circular No. 21/2021 dated December 14, 2021, General Circular No. 02/2022 dated May 05, 2022 and General Circular No. 10/2022 dated December 28, 2022 and other applicable circulars issued by the Ministry of Corporate Affairs (“MCA”) (hereinafter collectively referred to as “Circulars”), to transact the businesses set out below. Members participating through the VC / OAVM facility shall be reckoned for the purpose of quorum under Section 103 of the Companies Act, 2013. The proceedings of the AGM will be recorded at the Registered Office of the Company situated at Baid Hi Tech Park, 7<sup>th</sup> Floor, No 129B, East Coast Road, Thiruvanniyur, Chennai - 600 041.

In compliance with the Circulars issued by the MCA, the Notice of the AGM and the Audited Financial Statements for the Financial Year 2022-23 along with the Reports of the Board of Directors and Auditors thereon and other documents required to be attached thereon are being circulated to the Members of the Company through electronic mode.

### ORDINARY BUSINESS:

#### ITEM NO. 1 - TO CONSIDER AND ADOPT THE AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE FINANCIAL YEAR ENDED MARCH 31, 2023 ALONG WITH THE REPORTS OF THE BOARD OF DIRECTORS AND AUDITORS THEREON

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary resolution:

“RESOLVED THAT the Audited Financial Statements of the Company along with the Reports of the Board of Directors and Auditors thereon for the Financial Year ended March 31, 2023, as circulated to the Members and laid before the Meeting, be and are hereby approved and adopted.”

### SPECIAL BUSINESS:

#### ITEM NO. 2 - TO CONSIDER AND APPROVE THE RE-APPOINTMENT OF MR. SRIDHAR EASWARAN AS A WHOLE-TIME DIRECTOR OF THE COMPANY:

To consider and if thought fit, to pass with or without modifications, the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 196, 203 and other applicable provisions of the Companies Act, 2013 (“the Act”) and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modifications or re-enactment(s) thereof, for the time being in force) read with Articles of Association of the Company, the consent of the Members of the Company be and is hereby accorded for re-appointment of Mr. Sridhar Easwaran (DIN: 09667310) as a Samunnati Foundation

Regd. Office:  
Baid Hi-Tech Park, 7th floor, No. 129-B,  
ECR Road, Thiruvanniyur, Chennai – 600041.

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CIN - U85300TN2020NPL134814



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Whole-time Director of the Company for a period of one year with effect from September 02, 2023, on such remuneration as may be fixed by the Board of Directors of the Company or the Nomination & Remuneration Committee of the Holding Company, Samunnati Financial Intermediation & Services Private Limited, from time to time.

RESOLVED FURTHER THAT the Board of Directors of the Company or the Nomination & Remuneration Committee of the Holding Company, Samunnati Financial Intermediation & Services Private Limited, be and is hereby authorized to approve the terms and conditions of appointment including remuneration and to alter such terms and conditions from time to time as it may deem appropriate and in compliance with the applicable provisions of the Companies Act, 2013 and other applicable laws and to settle any question or clarifications that may arise in giving effect to this resolution and to do all such acts, deeds and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution.”

By Order of the Board of Directors

A handwritten signature in blue ink, appearing to read "P. Pushkala", with a horizontal line extending to the right.

Poorna Pushkala Chandrasekaran  
Director  
DIN: 08719704

Place: Chennai  
Date: August 08, 2023

**Samunnati Foundation**

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## NOTE:

- 1) A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF AND SUCH A PROXY NEED NOT BE A MEMBER OF THE COMPANY SUBJECT TO PROVISIONS OF THE ARTICLES OF ASSOCIATION. However, as per the Circulars issued by MCA, the entitlement for appointment of proxy has been dispensed with for the General Meetings conducted through VC / OAVM. Accordingly, the Attendance Slip, Proxy Form and Route Map have not been annexed to this Notice of AGM.
- 2) Corporate Members intending to nominate their authorised representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting.
- 3) The explanatory statement as required under Section 102 of the Companies Act, 2013 is annexed hereto and forms an integral part of the Notice.
- 4) Members may kindly note that since the Annual General Meeting of the Company is scheduled to be held through VC / OAVM, the login credentials shall be shared with the Members along with the instructions for logging in, to their registered mail ids. In case of any clarifications in this regard, Members can reach out to us at [secretarial@samunnati.com](mailto:secretarial@samunnati.com) or 044-66762400.
- 5) The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 and Register of Contracts or Arrangements in which directors are interested, maintained under Section 189 of the Companies Act, 2013 read with rules issued thereunder shall be available electronically for inspection.

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ANNEXURE TO THE NOTICE

A. EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

**ITEM NO. 2 - TO CONSIDER AND APPROVE RE-APPOINTMENT OF MR. SRIDHAR EASWARAN AS A WHOLE TIME DIRECTOR OF THE COMPANY**

Mr. Sridhar Easwaran (DIN: 09667310) was appointed as a Whole-time Director of the Company for a period of one year at the Meeting of Board of Directors of the Company held on September 02, 2022, which was approved by Shareholders at the 2<sup>nd</sup> Annual General Meeting held on September 20, 2022. Accordingly, Mr. Sridhar Easwaran's tenure as Whole-time Director was until September 02, 2023.

Considering his experience, skills, knowledge and performance evaluation, the Board at its Meeting held on August 8, 2023 re-appointed him as the Whole-time Director of the Company for a period of 1 (one) year, with effect from September 02, 2023, subject to approval of Shareholders of the Company.

As per the provisions of Section 196, 203 and other applicable provisions of the Companies Act, 2013 (including any statutory modifications or re-enactment(s) thereof, for the time being in force), the re-appointment of Mr. Sridhar Easwaran (DIN: 09667310) as the Whole-time Director of the Company is being placed before the Members for their approval.

The Board recommends passing of the resolution at Item No. 2 of the Notice as a Special Resolution.

A brief profile and other information as required under the Secretarial Standards are disclosed under Para - B of this statement.

Except Mr. Sridhar Easwaran, none of the Directors or Key Managerial Personnel of the Company or their relatives are concerned or interested in the said resolution as set out in Item no.2.

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**B. DISCLOSURE UNDER SECRETARIAL STANDARDS 2 ON GENERAL MEETINGS**

Name of the Director	Mr. Sridhar Easwaran
DIN	09667310
Date of Birth	05/09/1968
Age	55 years
Qualification(s)	Bachelor of Commerce and Economics and Master of Business Administration
Date of Appointment (Initial Appointment)	September 02, 2022
Nature of his expertise in specific functional areas	He has more than 38 years of experience in the banking industry, managing operations, systems, project and risk management. Prior to joining Samunnati, Mr. Sridhar Easwaran has worked at PricewaterhouseCoopers, HDFC Bank and as Chief Operating Officer (COO) of Aditya Birla Finance.
Number of Board Meeting attended during FY22-23	2
Inter-se relationship with any other directors and KMPs of the Company	None
Directorships in other Companies	Nil
Number of shares held in the Company	Nil

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## DIRECTORS' REPORT

Dear Members,

Your Directors are pleased to present the Third Annual Report, together with the Audited Financial Statements of Samunnati Foundation (“the Company”) for the year ended March 31, 2023.

### A. FINANCIAL HIGHLIGHTS

The summarised Income and Expenditure statement of your Company is given in the table below:

Particulars	(INR MN)	
	Year ended March 31, 2023	Year ended March 31, 2022*
Grants - (A)	5.53	-
Other Income - (B)	0.02	0.01
<b>Total Income (A+B)</b>	<b>5.55</b>	<b>0.01</b>
Project & Other Expenses	29.67	2.14
<b>Excess of Income over expenditure before Tax</b>	<b>(24.12)</b>	<b>(2.13)</b>
Less: Tax expenses	-	-
<b>Excess of Income over expenditure after Tax</b>	<b>(24.12)</b>	<b>(2.13)</b>

\* previous year figures have been regrouped/rearranged wherever necessary

### B. SUMMARY OF OPERATIONS

During the year ended March 31, 2023, your Company has received Grants of INR 5.53 MN and has incurred project related and other expenditure amounting to INR 29.67 MN resulting in an excess of expenditure over income of INR 24.12 MN.

### C. COMPANY OVERVIEW

Samunnati Foundation, a not-for-profit Company registered under Section 8 of the Companies Act 2013, was established to enable inclusive growth, and create opportunities for the unserved/underserved communities.

The Company strives to make a tangible difference to the livelihoods of unserved/underserved communities in the agricultural ecosystem. The communities include smallholder farmers highly prone to risks of agriculture, aspirational youth from farming community lacking resources for skill development and potential Agri entrepreneurs lacking resources, support and exposure to the industry. Samunnati Foundation through various initiatives as detailed below has made a significant impact on the Agri ecosystem during FY 2022-23.

### D. MAJOR INITIATIVES

Major Initiatives undertaken by Samunnati Foundation during FY 2022-23 are as follows:

- Development of Hadoti AgroFarm Producer FPC to be sustainable asset class entity



- Promotion of ten CLF instituted Block Level all women Farmer Producer Organization in the states of Madhya Pradesh and Jharkhand
- Fellowship Program: Nurture change agents to transform Agri ecosystem by empowering rural youth.
- Leadership Excellence Academy for FPOs (LEAF): Capacity building training program for FPO CEO and BOD
- Samunnati SEWA: Supporting Entrepreneurial Women in Agriculture
- FPO Academy: Online repository of capacity building material for the development of Farmer collectives

Sr. No.	Project Activity	Focus area
1.	Development of Hadoti Agrofarm Producer FPC	FPO institutional development and Capacity building, Climate smart agriculture
2.	Promotion of 10 all women FPC	FPO institutional development and Capacity building, Women empowerment
3.	Fellowship program	Vocational training, Exposure to industry, Facilitate job creation
4.	Leadership Excellence Academy for FPOs (LEAF)	Training to FPO CEOs and Board of Directors
5.	Support for Women Entrepreneurs in Agriculture (SEWA)	Women empowerment, Facilitate job creation
6.	FPO Academy	Online repository of capacity building material for the development of Farmer collectives

## 1. Development of Hadoti Agrofarm Producer FPC

The Company enabled development of Hadoti Agrofarm Producer Company Limited with grant support from DCM Shriram Foundation. This project is a two-year program and was started in August 2022.

### 1.1 Program Objective:

The Key objective of the development program is to enable Hadoti Agrofarm FPC to be sustainable, asset class entity. This program will benefit shareholder farmers across twelve villages of Ladpura Block, Kota, Rajasthan.

### 1.2 Key Engagements

#### 1.2.1 Governance and Compliances:

FPC has conducted eight Board Meetings with an impressive 80% attendance and has completed the annual legal compliance requirement by holding the Annual General Meeting. The FPC has diligently ensured regular GST filings. The FPC has also obtained approval for an increase in authorised capital from INR 1,00,000/- to INR 15,00,000/-.

### **1.2.2 Training and Capacity Building:**

With an objective to enhance the capabilities of FPC team, the Company provided comprehensive training to the Board of Directors and FPC staff. The training modules covered crucial topics such as FPC management, business planning, compliances and governance, market linkage and output quality testing. Moreover, an exposure visit was organized, enabling the team to gain valuable insights at the Agri-Mela Kota. The Company also improved the FPC staff's digital proficiency by training them on the FPO gateway portal.

### **1.2.3 Member Engagement:**

The FPC has added 107 new shareholders including 28 female shareholders, raising a total equity capital to INR 1,27,500/-. Community engagement meetings were conducted, fostering meaningful interactions with 347 farmers. Moreover, FPC provided training on green fodder cultivation techniques, benefiting 19 farmers. FPC also scouted for purchase opportunities of wheat and mustard from 51 farmers in eight intervention villages.

### **1.2.4 Market Linkages:**

The Company has made a substantial progress in establishing market linkages for FPC agricultural outputs. Meetings were held with seven buyers and successful onboarding was achieved with three prominent buyers viz., ITC Limited, Samunnati Agro Solutions Private Limited and Agribazaar. These vendor connections open up opportunities for wheat, mustard and soybean trade, benefiting FPC shareholders and expanding FPC market reach.

FPC Agri-input business witnessed significant activity with substantial purchases and sales of seeds, fertilizers and agrochemicals. As for the Agri-output business, FPC procured and sold soybean, mustard and wheat, engaging a total of six farmers. These transactions contributed to both revenue generation and the growth of FPC shareholder base.

## **2. Promotion of 10 All-Women FPC**

The Company, in collaboration with Corteva Agrisciences, is implementing a project in Madhya Pradesh and Jharkhand to enhance agriculture and livelihoods for smallholder Self-Help Group (SHG) members. The project focuses on leveraging community-based organizations and developing the institutional capacity of Farmer Producer Companies (FPCs) through capacity building, market access and access to finance.

The project operates in Palamu district of Jharkhand and Jhabua, Gwalior, Bhind and Umariya districts of Madhya Pradesh. The project targets smallholder women farmers, particularly those from marginal, tribal and socially backward communities. The Company partnered with NAFPO and TRIF for FPO registration and member mobilization.

## **2.1 Program Objective**

- The project focuses on creating women-governed and professionally managed FPCs in partnership with the private sector.
- The project provides support for asset creation, such as land and water resource development, introduction of livestock and construction of sheds.

## **2.2 Key Engagements**

### **2.2.1 Community Engagement and FPC Registration:**

- Mobilization meetings were conducted to sensitize and build trust among community members and introduce the FPC concept and benefits.
- 10 FPCs got registered under the program.
- As of March 31, 2023, the women led FPCs have reached 1,483 shareholders in Jharkhand and Madhya Pradesh.

### **2.2.2 Compliance, Governance and System Strengthening:**

- Post registration of FPCs, first Board Meetings and Annual General Meetings were conducted for all FPCs. Thereafter, monthly Board Meetings and discussions were held at each FPC level.
- Bank accounts were opened for all FPCs and compliance with statutory requirements was ensured.

### **2.2.3 Capacity Building Programs**

- Training programs were conducted for FPC directors and CEOs on various aspects of FPC management, financial management and record keeping.
- Initiated village-wise commodity surplus estimation and market analysis for business plan preparation.

## **3. Samunnati Fellowship Program**

As there are inadequate opportunities and support systems for entrepreneurship and employment in the agricultural sector in rural India, the Company initiated an intervention to support eligible rural youth through vocational, academic and handheld training programs and nurture them as change agents for the Agri ecosystem.

### **3.1 Objectives of the Fellowship Program:**

The objectives of the Fellowship Program are:

- To create a pool of professionally trained rural youth for the FPO ecosystem.
- To strengthen the FPO ecosystem by empowering youth through skill development.
- To facilitate job creation in the local community.
- To bridge the gap between academic knowledge and practical skills needed to lead FPOs effectively.
- To provide Agri-graduates with training, mentorship and experiential learning opportunities needed to become skilled and competent FPO CEOs.

- To improve smallholder farmers' income and living standards by working closely with FPOs.

### 3.2 Key Engagements

The Company and Sagar Group of Institutions (SGI) have joined hands to launch the Samunnati Fellowships for Agri Diploma Holders. The one-year program was launched in December 2021 in Andhra Pradesh and Telangana, with the first cohort consisting of 25 students who completed their agriculture diploma course. This group comprised of eighteen girls and seven boys from Andhra Pradesh and Telangana States. During the year-long fellowship program, the students received training on the basics of FPO (Farmer Producer Organization) business for the first 15 days. Subsequently, the students were associated with various FPOs identified in their local area. After completing the first phase of 6 months, the students were then provided with another 15 days of advanced training on operational efficiency and critical success factors for FPOs, which took place in June 2022. After the advanced training, the students again worked, with the FPOs with which they were initially involved, for the next six months to implement their learnings and takeaways. The year-long program was completed in December 2022 and during the program, the students received a nominal monthly stipend. Post completion of the program, the students were placed in various organizations.

### 4. Leadership Excellence Academy for FPOs (LEAF)

The program supports learning and application of concepts by FPO leaders from inception till maturity. The program has been built considering the age and socio-economic background of participants and it includes both offline and online training. The program also includes short videos available on mobile apps for reinforcing classroom learning. The training uses cases studies and incorporates field visits for practical learning. Further, the Company's team continuously monitors the progress of the FPOs and provides ongoing handholding and mentoring support to the FPO CEOs.

#### 4.1 Program Objectives

- To equip CEO of FPOs with relevant knowledge, skill set and network.
- To bring behavioural changes among the FPO leaders.
- To create leaders who are decisive, efficient and impact oriented.

#### 4.2 Key Engagements

Two sets of LEAF training programs were organized in Hyderabad and Bangalore.

##### 4.2.1 LEAF Program - Bangalore

The Company has partnered with Skill Green to deliver a CEO training program aimed at empowering CEOs of FPOs at different stages of development. This collaborative effort combined the expertise and resources of both organizations to provide a comprehensive training experience for the participating CEOs.

Twelve FPOs from Karnataka participated in the Program. The training covered the following Modules:

- Business Plan
- Market linkages
- Accounting and Compliance

#### 4.2.2 LEAF Program - Hyderabad

The Company along with the resources from institutions like APMAS, NI-MSME, PJTASU have delivered training to representatives of 10 FPC in Telangana.

The training covered the following Modules:

- Market linkages
- Stakeholders Management
- Book-keeping (2 sessions)

### 5. Support for Women Entrepreneurs in Agriculture (SEWA)

SEWA (Supporting Entrepreneurial Women in Agriculture) is a program specifically designed to empower women through entrepreneurship in the agricultural sector. The program aims to uplift women in rural areas by providing them with the necessary support, resources and training to start and grow their agricultural businesses.

#### 5.1 Program objective

- Equip women with necessary skills and attitudes to start small businesses.
- Enable women to become self-reliant and economically independent by harnessing their potential in agriculture.
- Provide grants and facilitate financial support to women led enterprises.
- Encourage women to take charge of their livelihoods and create sustainable businesses in the agricultural domain.

#### 5.2 Key Engagements

Two SEWA Programs were organized in Telangana and Karnataka during FY 2022-23

##### 5.2.1 SEWA Program - Telangana - Part I

The Company partnered with the School of Agri Business Management at Professor Jayashankar Telangana State Agricultural University (PJTSAU) to conduct a training program aimed at empowering women in different agri and allied value addition services.

The Program trained and empowered 54 women entrepreneurs. The Company has enabled them to start their own businesses in their respective fields by providing them with the necessary skills and support. 30 women were trained in baking products such as cakes and biscuit and the remaining 24 women were trained on primary processing unit of Chilli and Millets.

### 5.2.2 SEWA Program in Telangana - Part II

The Company collaborated with the School of Management Studies at the University of Hyderabad (UOH) to conduct a training program aimed at empowering women in various skills. As part of the training program, 20 women were trained in different skills including cotton bag making, processing of fruits, vegetables, ginger, garlic, etc.

### 5.2.3 SEWA Program in Karnataka

The Company has collaborated with buzz women to conduct a training program aimed at empowering women in various skills. As part of the training program, 114 women were trained in different skills in 6 cohorts through 5 boot camps.

## 6. FPO Academy

Samunnati Academy is a digital knowledge and training platform exclusively for stakeholders of Farmer Producer Organizations. The academy is a concrete step towards providing relevant knowledge and training to farmer collectives at various stages of growth, purpose and structures in a more effective, relevant and efficient manner than the existing systems.

The initiative would improve the revenue and profitability of Farmer collectives and entrepreneurs by bridging the knowledge and information gap enabling farmer collectives to manage themselves better. Also, an improvement in the adaption of Climate Smart Agriculture practices and increased knowledge and awareness on Agriculture and allied service will improve their standard of living in the longer run. The initiative will facilitate improved exposure to modern technology and in turn, increase income and employment opportunities.

### 6.1 Key Engagements

The Company has completed production of 65 courses in English and these are available on the portal and mobile app. Each course on an average has 12 videos of 2 minutes duration each. As a part of the project, the Company plans to add 65 more standalone informative videos on various topics relevant to FPOs. The Company has also initiated the translation of these videos in 5 languages viz., Hindi, Tamil, Telugu, Marathi and Kannada.

The Company is also working on creating 100 blogs to be hosted on the portal. These blogs will also be translated into five regional languages.

The Company would be starting capacity-building workshops based on these videos supported by a massive marketing outreach to reach all the FPOs.

The project supported by DFC has leveraged content from multiple academic and development institutions and will be available as a free resource to the FPO ecosystem. This project should go a long way in helping create trained manpower for the 10,000 FPOs envisaged by the Government of India.

**E. OUTLOOK FOR FY 2023-24**

<b>S. No.</b>	<b>Project Activity</b>	<b>Focus area</b>
1.	Development of Hadoti Agrofarm Producer FPC	Samunnati Group intends to extend support to the FPC through market linkages, credit linkages, member engagements and digitization of processes
2.	Promotion of 10 all women FPC	Samunnati Group intends to extend support to these women FPCs through market linkages, credit linkages, member engagements and digitization of processes
3.	Fellowship program	The Company intends to expand the Fellowship program to other geographies with support of grant from our likeminded institutions
4.	Leadership Excellence Academy for FPOs (LEAF)	The Company intends to expand the LEAF program to other geographies with support of grant from likeminded institutions
5.	Support for Women Entrepreneurs in Agriculture (SEWA)	<ul style="list-style-type: none"><li>• The Company intends to expand the SEWA program to other geographies with support of grant from likeminded institutions.</li><li>• The Company intends to provide Training programmes focused on Climate Smart Agricultural technologies.</li><li>• The Company intends to extend support to trained women to set up their businesses and assist through market linkages and credit linkages.</li></ul>
6.	FPO Academy	<ul style="list-style-type: none"><li>• The Company intends to translate the videos produced by FPO Academy to vernacular languages so as to widen the reach.</li><li>• The Company intends to conduct capacity building workshops based on the videos produced by the FPO Academy supported by a massive marketing outreach to reach all the FPOs.</li></ul>

**F. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY**

There has been no material change and commitment which affects the financial position of the Company that has occurred between the end of the financial year to which the financial statements relate and the date of this report.

**G. DIVIDEND**

As the Company is registered under Section 8 of the Companies Act, 2013, the Company cannot declare dividend and does not transfer any amount to its reserves.

**H. CHANGE IN THE NATURE OF BUSINESS, IF ANY**

There was no change in the nature of business of the Company during the financial year 2022-23.

I. **NON - ACCEPTANCE OF DEPOSITS**

During the year under review, your Company has neither invited nor accepted any deposits from public in terms of Section 73 of the Companies Act, 2013 and consequently, no amount on account of principal or interest on deposits from public was outstanding as on March 31, 2023.

J. **INTERNAL FINANCIAL CONTROLS**

The internal financial controls with reference to the Financial Statements are commensurate with the size and nature of the activities of the Company.

K. **SHARE CAPITAL**

The Authorised and paid-up share capital of the Company as on March 31, 2023, was INR 85,00,000/- consisting of 8,50,000 equity shares of INR 10/- each.

The details of the opening and closing Authorised and Paid-up Capital of the Company is mentioned below:

Particulars	Opening	Closing
Authorised Capital (INR)	INR 85,00,000/-	INR 85,00,000/-
Paid up Capital (INR)	INR 85,00,000/-	INR 85,00,000/-

L. **DISCLOSURE UNDER SECTION 67(3)(C) OF THE COMPANIES ACT, 2013**

The disclosure with regard to voting rights not exercised directly by the employees of the Company as required under proviso to Section 67(3)(c) of the Companies Act, 2013 read with rule 16(4) of the Companies (Share Capital and Debentures) Rules, 2014 is not applicable to the Company.

M. **DISCLOSURE REGARDING ISSUE OF EQUITY SHARES WITH DIFFERENTIAL RIGHTS**

The Company has not issued any Equity Shares with differential rights during the financial year 2022-23.

N. **DISCLOSURE REGARDING ISSUE OF EMPLOYEE STOCK OPTIONS / SWEAT EQUITY SHARES**

While the Company has not issued any Employee Stock options or Sweat Equity Shares, as part of the Holding Company's ESOP Scheme that is applicable to the employees of the subsidiaries, some employees of the Company have been issued ESOPs from the holding company in the past.

O. **EXTRACT OF THE ANNUAL RETURN**

In accordance with Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 ('the Act'), the annual return in Form MGT-7 is placed on the website of the Company and is available on <https://site.samunnati.com/annual-returns/>



**P. DETAILS OF CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL**

During FY 2022-23, there were changes in the Directors and Key Managerial Personnel of the Company.

The details of change in Directors and Key Managerial Personnel of the Company as on March 31, 2023, is given below:

Sr. No.	Name of the Director	DIN	Category	Changes during the year, if any
1.	Ms. Nukalapati Reddy Deepthi	00408809	Director	Cessation w.e.f. September 02, 2022
2.	Ms. Poorna Pushkala Chandrasekaran	08719704	Director	NIL
3.	Mr. Sridhar Easwaran	09667310	Wholetime Director	Appointed w.e.f. September 02, 2022

Mr. Sridhar Easwaran (DIN: 09667310) was appointed as a Whole-time Director of the Company for a period of one year at the Meeting of Board of Directors held on September 02, 2022, which was approved by Shareholders at the Annual General Meeting held on September 20, 2022. Accordingly, Mr. Sridhar Easwaran's tenure as Whole-time Director expires on September 02, 2023. The Board of Directors at its Meeting held on August 08, 2023, approved the re-appointment of Mr. Sridhar Easwaran (DIN: 09667310) as a Whole-time Director of the Company for a period of one year with effect from September 02, 2023 subject to approval of the Shareholders of the Company. The Board recommends the re-appointment of Mr. Sridhar Easwaran as a Whole-time Director to the shareholders. The notice convening the Annual General Meeting, sets out the details.

**Q. DETAILS OF MEETINGS OF THE BOARD**

The Directors of the Company met 3 (three) times during the financial year 2022-23, the details of which are given below:

BOARD MEETINGS		
S. No.	Date of Meeting	No. of Directors who attended the Meeting
1.	June 28, 2022	2/2
2.	September 02, 2022	3/3
3.	January 30, 2023	2/2

**S. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS**

The Company has not given loans, guarantee or provided any security in connection with loans to any person or any other body corporate.

**T. REGULATORY COMPLIANCE**

The Company has complied with all the mandatory regulatory requirements under the Companies Act, 2013 and other applicable statutes and regulations.

U. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

Your Company had no subsidiary/Joint Venture/Associate Company as of March 31, 2023.

V. RELATED PARTY TRANSACTIONS

During the year under review, the Company had undertaken transactions with the holding company, Samunnati Financial Intermediation & Services Private Limited.

Pursuant to notification G.S.R. 464(E) issued by the Ministry of Corporate Affairs dated June 5, 2015, a holding company, subsidiary company and subsidiary of a holding company which are private limited companies under the Companies Act, 2013, are not considered as "Related Parties".

As Samunnati Financial Intermediation & Services Private Limited is a private limited company, the transactions entered into with it is not considered as related party transaction for the purpose of Section 188 of the Companies Act, 2013. Also, the Company has not entered into transaction with any other related party.

However, as a matter of transparent disclosure, the disclosure in Form AOC-2, under Section 134(3)(h) of the Act, read with Rule 8(2) of the Companies (Accounts) Rules 2014, is provided in Annexure - 1.

W. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

During the year under review, there was no significant or material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

X. DETAILS OF PENALTIES / FINES / LATE FEES PAID BY THE COMPANY

No penalty, fine or late fee has been levied on the Company during the financial year 2022-23.

Y. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013, AS AMENDED

The Company has complied with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Your Company believes in providing a safe and harassment free workplace for every individual and endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment.

During the year under review, your Company has not received any complaints pertaining to sexual harassment.

Z. STATUTORY AUDITORS, THEIR REPORT AND FINANCIAL STATEMENTS

The Members at the 1<sup>st</sup> Annual General Meeting held on 30<sup>th</sup> August 2021 had appointed M/s PKF Sridhar & Santhanam LLP, Chartered Accountants (Registration No. 003990S / S200018) as Statutory Auditors of the Company for a period of three (3) consecutive years to hold office from the conclusion

of the 1<sup>st</sup> Annual General Meeting till the conclusion of 4<sup>th</sup> Annual General Meeting of the Company (i.e. FY 2021-22 to FY 2023-24).

The report of the Statutory Auditors along with the Financial Statements together with the Notes to the Financial Statement is enclosed to this report. The observations made in the Auditors' Report are self-explanatory, contain no qualification, reservations, adverse remarks and disclaimers and therefore do not call for any further comments.

**AA. DETAILS OF FRAUDS REPORTED BY THE STATUTORY AUDITORS**

During the year under review, the Statutory Auditors of the Company have examined the books as required under Section 143(12) of the Companies Act, 2013 and have not identified any fraud.

**BB. HUMAN RESOURCES**

The Company had 19 employees on payroll as on March 31, 2023. The employee relations have been cordial during the year ended March 31, 2023. The Board wishes to place on record its appreciation to all its employees for their sustained efforts and contribution to the business during the year.

**CC. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The Company took the following steps relating to conservation of energy:

- recycling and reduced usage of paper
- energy efficient lighting in its offices

There was no technology absorption during the year.

**Foreign exchange earnings and outgo**

Particulars	Inflow	Outflow
Current Year	Nil	Nil
Previous Year	Nil	Nil

**DD. COMPLIANCE WITH THE SECRETARIAL STANDARDS**

The Company has complied with all the applicable Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI).

**EE. CORPORATE SOCIAL RESPONSIBILITY**

Although the provisions of the Companies Act, 2013 on Corporate Social Responsibility do not apply to the Company, the main objects of the Company is to enable inclusive growth and create opportunities for the unserved/underserved communities of smallholder farmers. Samunnati Foundation supports programs and activities as mentioned under Schedule VII of the Companies Act, 2013.

**FF. COST AUDITOR AND COST AUDIT REPORT**

Maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 are not applicable for the business activities carried out by the Company.

**GG. DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134(3)(c) of the Companies Act 2013 ("the Act"), the Directors, based on the representations received from the operating management after due enquiry, confirm that:

1. In the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures;
2. They have, in the selection of the accounting policies, consulted the Statutory Auditors and have 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 31<sup>st</sup> March 2023 and of the Income and Expenditure of the Company for that period;
3. The Directors had taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. The Directors had prepared the annual accounts on a going concern basis;
5. The Board of Directors have laid down Internal Financial Controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
6. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**HH. ACKNOWLEDGEMENT**

Your Directors thank the Holding Company, its donors, vendors, bankers, Auditors and business partners for their continued support. Your Directors also thank the Central and State Governments and other Statutory Authorities for their continued support.

For SAMUNNATI FOUNDATION

  
SRIVIDHAR EASWARAN  
DIRECTOR  
DIN: 09667310

  
POORNA PUSHKALA CHANDRASEKARAN  
DIRECTOR  
DIN: 08719704

Place: Chennai  
Date: August 08, 2023

**Annexure 1  
Form No. AOC -2**

*(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and  
Rule 8(2) of the Companies (Accounts) Rules, 2014)*

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain Arm's Length Transactions under third provision thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis:


Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/arrangements/transactions	Justification for entering into such contracts or arrangements or transactions	Date of Approval by the Board	Amount paid as advances , if any	Date on which the special resolution was passed in General Meeting as required under first proviso to Section 188
NIL						

2. Details of material contracts or arrangement or transactions at arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the Contracts/Arrangements/Transaction	Salient terms of the contracts or arrangements or transactions including the value, if any (Amount in INR)	Date of Approval by the Board	Amount paid as advance, if any
Samunnati Financial Intermediation & Services Private Limited, Holding Company	Inter Company loans taken from Holding Company	12 months	Loan taken during the year INR 1.10 MN  Loan repaid during the year NIL  Loan outstanding at the end of the year (including accrued interest) INR 1.10 MN	N.A.	

For SAMUNNATI FOUNDATION

  
SRIVIDHAR EASWARAN  
DIRECTOR  
DIN: 09667310

  
POORNA PUSHKALA CHANDRASEKARAN  
DIRECTOR  
DIN: 08719704

Place: Chennai  
Date: August 08, 2023

# PKF SRIDHAR & SANTHANAM LLP

Chartered Accountants

## Independent Auditors' Report

To the Members of Samunnati Foundation

## Report on the Audit of the Financial Statements

### Opinion

We have audited the accompanying financial statements of Samunnati Foundation ("the Company"), which comprise the balance sheet as at 31 March 2023, and the statement of income and expenditure (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "financial statements").

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 principles generally accepted in India, of the state of affairs of the Company as at 31 March 2023, and its excess of expenditure over income and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

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

### Information Other than the Financial Statements and Auditors' Report Thereon

The Company's Management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Company's annual report but does not include the financial statements and our auditors' report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the audit or otherwise appears to be materially misstated. When we read the reports containing the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

### Responsibilities of the Management and Board of Directors for Financial Statements

The Company's Management and Board of Directors are 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 state of affairs, expenditure over income and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) 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, 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 are also responsible for overseeing the Company's financial reporting process.

#### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing our opinion under section 143(3)(i) of the Companies Act, 2013 on whether the company has adequate internal financial controls with reference to the 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 management.
- Conclude on the appropriateness of management's 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 auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

#### **Report on Other Legal and Regulatory Requirements**

1. This report does not include a statement on the matters specified in paragraph 3 of the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143 (11) of the Act, since in our opinion and according to the information and explanations given to us, the Order is not applicable.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company, in electronic mode on servers physically located in India so far as it appears from our examination of those books except that we were unable to verify the back up of books of accounts maintained in electronic mode for the period from August 5, 2022 to March 31, 2023, as necessary logs in respect of such period are not available with the Company.
  - (c) The Balance Sheet, the Statement of Income and Expenditure (including other comprehensive income), the Statement of Changes in Equity and the statement of cash flows dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on 31 March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) Pursuant to MCA notification dated June 13, 2017, reporting on adequacy of the internal financial controls with reference to the financial statements is exempted for this Company.
  - (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations as at 31 March 2023 which would impact its financial position.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended 31 March 2023; and
    - 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, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
      - (b) The management has represented, that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the





understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.

- v. Since the Company is a section 8 company, the Company cannot declare any dividend. Accordingly, reporting on compliance with the provisions of Section 123 of the Act is not applicable.
  - vi. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2023, reporting under this clause is not applicable.
3. With respect to the matter to be included in the Auditors' Report under section 197(16) of the Act:

Since the Company is a section 8 company, the provisions of Section 197 of the Act are not applicable to it. Accordingly, reporting on the compliance with the provisions of Section 197 of the Act is not applicable.

For **PKF Sridhar & Santhanam LLP**  
Chartered Accountants  
Firm's Registration No.003990S/S200018



**V Kothandaraman**  
Partner  
Membership No. 025973  
UDIN : 23025973 B G Z B Y A 9943

Place of Signature: Chennai  
Date: 08 August 2023

**Samunnati Foundation**

**Balance Sheet as at 31 March 2023**

(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)

	Notes	As at 31 March 2023	As at 31 March 2022
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3	0.03	0.03
Right of use assets	3	0.49	0.95
Financial assets			
Other financial assets	4	0.16	0.17
Non-current tax assets	5	0.05	-
<b>Total non-current assets</b>		<b>0.73</b>	<b>1.15</b>
<b>Current assets</b>			
Financial assets			
Cash and cash equivalents	6	0.90	7.62
Other financial assets	4	0.86	-
Other current assets	7	0.84	-
<b>Total current assets</b>		<b>2.60</b>	<b>7.62</b>
<b>Total Assets</b>		<b>3.33</b>	<b>8.77</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	8	8.50	8.50
Other equity	9	(26.53)	(1.00)
<b>Total equity</b>		<b>(18.03)</b>	<b>7.50</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
Lease liabilities	10	0.05	0.89
Provisions	11	1.32	-
<b>Total non-current liabilities</b>		<b>1.37</b>	<b>0.89</b>
<b>Current liabilities</b>			
Financial liabilities			
Borrowings	12	1.10	-
Lease liabilities	10	0.51	0.11
Other financial liabilities	13	17.56	0.27
Other current liabilities	14	0.51	-
Provisions	11	0.31	-
<b>Total current liabilities</b>		<b>19.99</b>	<b>0.38</b>
<b>Total liabilities</b>		<b>21.36</b>	<b>1.27</b>
<b>Total equity and liabilities</b>		<b>3.33</b>	<b>8.77</b>

Summary of significant accounting policies 2

The accompanying notes form an integral part of these financial statements

As per our report of even date attached

**For PKF Sridhar & Santhanam LLP**  
Chartered Accountants  
ICAI Firm Registration No.: 003990S/S200018



**V. Kothandaraman**  
Partner  
Membership No. 025973

Place: Chennai  
Date: 08 August 2023

**For and on behalf of the Board of Directors of  
Samunnati Foundation**



**Sridhar Easwaran**  
Wholetime Director  
DIN: 09667310

Place: Chennai  
Date: 08 August 2023



**Poorna Pushkala Chandrasekaran**  
Director  
DIN: 08719704

Place: Chennai  
Date: 08 August 2023

**Samunnati Foundation****Statement of Income and Expenditure for the year ended 31 March 2023***(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)*

	Notes	For year ended 31 March 2023	For year ended 31 March 2022
<b>Income</b>			
Grants/Donations received	15	5.53	-
Other Income		0.02	0.01
<b>Total income</b>		<b>5.55</b>	<b>0.01</b>
<b>Expenses</b>			
FPO project expenses - existing and potential women farmers	16	2.71	1.00
Employee benefit expenses	17	23.61	-
Finance costs	18	0.08	0.11
Other expenses	19	4.26	0.61
Depreciation and amortization expense	20	0.46	0.42
<b>Total expenses</b>		<b>31.12</b>	<b>2.14</b>
<b>Excess of income over expenditure before tax</b>		<b>(25.57)</b>	<b>(2.13)</b>
Tax expenses		-	-
<b>Excess of income over expenditure after tax</b>		<b>(25.57)</b>	<b>(2.13)</b>
<b>Other comprehensive income</b>			
a) Items that will not be reclassified to statement of Income and Expenditure: Remeasurement of Defined Benefit Plans		0.04	-
b) Income tax related to these items		-	-
<b>Total comprehensive income for the year</b>		<b>(25.53)</b>	<b>(2.13)</b>
<b>Earnings per equity share (face value ₹ 10/- per equity share)</b>			
Basic and Diluted (₹)	21	(30.08)	(8.70)

Summary of significant accounting policies 2

The accompanying notes form an integral part of these financial statements

As per our report of even date attached

**For PKF Sridhar & Santhanam LLP**

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018

**V. Kothandaraman**

Partner

Membership No. 025973

Place: Chennai

Date: 08 August 2023

For and behalf of the board of directors of

**Samunnati Foundation****Sridhar Easwaran**

Wholetime Director

DIN: 09667310

Place: Chennai

Date: 08 August 2023

**Poorna Pushkala Chandrasekaran**

Director

DIN: 08719704

Place: Chennai

Date: 08 August 2023

**Samunnati Foundation****Cash flow statement for the year ended 31 March 2023***(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)*

	For year ended 31 March 2023	For year ended 31 March 2022
<b>Cash flow from operating activities</b>		
Excess of income over expenditure before tax	(25.57)	(2.13)
Depreciation of property, plant and equipment	0.46	0.42
Gratuity and leave encashment expenses	0.49	-
Interest income	(0.02)	-
Interest expenses on Lease Liabilities	0.08	0.11
<b>Operating loss before working capital changes</b>	<b>(24.56)</b>	<b>(1.60)</b>
Change in operating assets and liabilities:		
(Increase) in other financial assets	(0.85)	(0.03)
(Increase) in other current assets	(0.84)	-
Increase in other financial liabilities	17.29	(0.08)
Increase in other current liabilities and provisions	1.69	-
<b>Cash used in operations</b>	<b>(7.27)</b>	<b>(1.71)</b>
Less: Income taxes refund/ (paid)	(0.05)	-
<b>Net cash from operating activities (A)</b>	<b>(7.32)</b>	<b>(1.71)</b>
<b>Cash flows from investing activities</b>		
Interest income received	0.02	-
<b>Net cash used in investing activities (B)</b>	<b>0.02</b>	<b>-</b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of equity share capital	-	8.40
Proceeds from borrowings	1.10	-
Repayment of principal portion of lease liabilities	(0.44)	(0.33)
Repayment of interest portion of lease liabilities	(0.08)	(0.11)
<b>Net cash from financing activities (C)</b>	<b>0.58</b>	<b>7.96</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(6.72)</b>	<b>6.25</b>
Cash and cash equivalents at the beginning of the period	7.62	1.37
<b>Cash and cash equivalents at end of the period</b>	<b>0.90</b>	<b>7.62</b>
<b>Notes:</b>		
Components of cash and cash equivalents (refer note 6):		
Balances with banks		
- in current accounts	0.90	7.62
	<b>0.90</b>	<b>7.62</b>

Summary of significant accounting policies (Refer note 2)

The accompanying notes form an integral part of these financial statements

As per our report of even date attached

**For PKF Sridhar & Santhanam LLP**

Chartered Accountants

ICAI Firm Registration No.: 003990S/S200018



**V. Kothandaraman**  
Partner  
Membership No. 025973

Place: Chennai  
Date: 08 August 2023

**For and behalf of the board of directors of Samunnati Foundation**


**Sridhar Easwaran**  
Wholetime Director  
DIN: 09667310

Place: Chennai  
Date: 08 August 2023



**Poorna Pushkala Chandrasekaran**  
Director  
DIN: 08719704

Place: Chennai  
Date: 08 August 2023

Samunnati Foundation  
**Statement of Changes in Equity for the year ended 31 March 2023**  
*(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)*

**A. Equity share capital**

Particulars	For the year ended March 31, 2023		For the year ended March 31, 2022	
	Number	Amount	Number	Amount
Balance at the beginning of the year	8,50,000	8.50	10,000	0.10
Changes in accounting policy or prior period errors	-	-	-	-
Restated balance at the beginning of the year	8,50,000	8.50	10,000	0.10
Issued during the year	-	-	8,40,000	8.40
<b>Balance at the end of the year</b>	<b>8,50,000</b>	<b>8.50</b>	<b>8,50,000</b>	<b>8.50</b>

**B. Other equity**

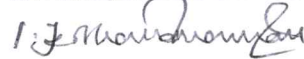
Particulars	Retained Earnings	Other Comprehensive Income	Total
Balance at the beginning of the year	1.13	-	1.13
Changes in accounting policy or prior period errors	-	-	-
Restated balance at the beginning of the year	1.13	-	1.13
Excess of income/(expenditure) over expenditure/income for the current year	(2.13)	-	(2.13)
<b>Balance as at March 31, 2022</b>	<b>(1.00)</b>	<b>-</b>	<b>(1.00)</b>
Changes in accounting policy or prior period errors	-	-	-
Restated balance as at March 31, 2022	(1.00)	-	(1.00)
Comprehensive income for the year	-	0.04	0.04
Excess of income/(expenditure) over expenditure/income for the current year	(25.57)	-	(25.57)
<b>Balance as at March 31, 2023</b>	<b>(26.57)</b>	<b>0.04</b>	<b>(26.53)</b>

Summary of significant accounting policies (Refer note 2)

The accompanying notes form an integral part of these financial statements

As per our report of even date attached

For PKF Sridhar & Santhanam LLP  
Chartered Accountants  
ICAI Firm Registration No.: 003990S/S200018



V. Kothandaraman  
Partner  
Membership No. 025973

Place: Chennai  
Date: 08 August 2023

For and behalf of the board of directors of  
Samunnati Foundation



Sridhar Easwaran  
Wholetime Director  
DIN: 09667310

Place: Chennai  
Date: 08 August 2023



Poorna Pushkala Chandrasekaran  
Director  
DIN: 08719704

Place: Chennai  
Date: 08 August 2023

**1 Company overview**

Samunnati Foundation ('the Company') was incorporated on 9 March 2020 and is registered under section 8 of the Companies Act 2013 as a company with limited liability.

The main objects of the Company are to undertake social oriented programs, activities as deemed appropriate, referred to in schedule VII to the Companies Act 2013, read with section 135 of the Act and more specifically called as Corporate Social Responsibility activities, such other activities to promote, research, design, develop, implement and sponsor charitable schemes, programmes, projects, plans and efforts for effective social and economic development, and livelihood improvement who belong to the socially and economically weaker communities and such other activities as may be prescribed under the Act from time to time.

These financial statements were authorized for issue by the Company's Board of Directors on 8 August 2023.

**2 Summary of significant accounting policies****2.01 Basis of preparation**

The financial statements of the Company have been prepared and presented in accordance with Indian Accounting Standards (Ind AS) as per Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standard) Amendment Rules, 2016 as notified under section 133 of Companies Act, 2013 (the "Act") and other relevant provisions of the Act. The financial statements have been prepared on a historical cost convention on accrual basis.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Act. Based on the nature of services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle up to twelve months for the purpose of current/ non-current classification of assets and liabilities.

**2.02 Reporting and presentation currency**

The financial statements are presented in Indian Rupees (₹) which is also the Company's functional currency. All amounts have been rounded off to the nearest millions, except share data and as otherwise stated. Amounts less than the rounding off norms adopted by the company are disclosed as Zero.

**2.03 Use of estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates, assumptions and judgements that affect the reported amounts of assets and liabilities and disclosures as at the date of the financial statements and the reported amounts of income and expense for the periods reported. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates considering different assumptions and conditions. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.

**2.04 Property, plant and equipment***Plant and equipment*

Plant and other equipment are initially recognised at acquisition cost, including any costs directly attributable to bringing the assets to the location and condition necessary for them to be capable of operating in the manner intended by the management. Plant and other equipment are subsequently measured at cost less accumulated depreciation and any impairment losses. Cost of property, plant and equipment not ready for the intended use before reporting date is disclosed as capital work in progress.

*Depreciation and amortisation*

Depreciation on property, plant and equipment is provided on straight line method and in the manner prescribed in Schedule II to the Companies Act, 2013, over its useful life specified in the Act, or based on the useful life of the assets as estimated by Management based on technical evaluation and advice. The residual value is generally assessed as 5% of the acquisition cost which is considered to be the amount recoverable at the end of the asset's useful life. The residual values, useful lives and method of depreciation of property, plant and equipment is reviewed at each financial year end.

**2.05 Revenue from donations**

Donations / Grants are recognised as income upon compliance with the significant condition, if any, and where it is reasonable to expect ultimate collection.

Donations received from individuals or companies interested in promoting the objects of Samunnati Foundation are accounted as income in the statement of income and expenditure as and when the same are received.

**2.06 Provisions and contingent liabilities**

Provisions are recognized when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Company and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company; or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Any reimbursement that the Company can be virtually certain to collect from a third party with respect to the obligation (such as from insurance) is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

Contingent assets are not recognized. However, when inflow of economic benefits is probable, the related asset is disclosed.

**2.07 Taxes on income**

The Company has been registered as a not for profit Company under the provisions of Companies Act, 2013. Further, in view of the company being registered under Section 12AA of the Income Tax Act, 1961 pursuant to which its gross receipts are not subject to tax which are dependent on fulfillment of certain conditions. Hence the Company has not provided for current and deferred tax in the financial statements.

**2.08 Earnings per share**

Basic earnings per share is calculated by dividing the excess of income over expenditure after tax for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders is divided by the summation of weighted average number of equity shares outstanding during the period, considered for deriving basic earnings per share and weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

**2.09 Cash and cash equivalents**

Cash and cash equivalents in the balance sheet comprise cash on hand, cheques and drafts on hand, balance with banks in current accounts and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

**2.10 Cash flow statement**

The above cash flow statement has been prepared under indirect method prescribed in Ind AS 7 "Statement of Cash Flows".

**2.11 Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**A. Financial Assets**

**a. Classification**

The Company classifies financial assets as subsequently measured at amortized cost, fair value through Other Comprehensive Income (FVTOCI), or Fair Value Through Statement of Profit and Loss (FVTPL) on the basis of its business model for managing the financial assets and the contractual cash flows characteristics of the financial asset.

**b. Initial Recognition and Measurement**

All financial assets are recognized initially at fair value. Transaction costs that are directly attributable to the acquisition of financial assets (other than financial assets at FVTPL) are added to the fair value measured on initial recognition of the financial assets. Transaction cost directly attributable to financial assets carried at FVTPL are expensed at the time of initial recognition. However, trade receivables that do not contain a significant financing component are measured at transaction price.

**c. Subsequent Measurement**

For purposes of subsequent measurement financial assets are classified in below categories:

- i. **Financial assets carried at amortized cost:** A financial asset other than derivatives and specific investments, is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- ii. **Financial assets at fair value through other comprehensive income:** A financial asset comprising specific investment is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
- iii. **Financial assets at fair value through Statement of Profit and Loss:** A financial asset comprising derivatives which is not classified in any of the above categories are subsequently fair valued through profit or loss. Investments in Mutual funds are measured at fair value through profit or loss (FVTPL).

**d. De-recognition**

A financial asset is primarily derecognized when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

**e Impairment of Financial Assets:**

The Company recognizes loss allowances using the Expected Credit Loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from

**f Write-off**

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines that the counterparty does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

**g Income recognition**

**Interest income:**

Interest income from financial assets at fair value through profit or loss is disclosed as interest income within other income. Interest income on financial assets at amortised cost and financial assets at FVOCI is calculated using the effective interest method is recognised in the statement of profit and loss as part of other income.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance)

**Dividends:**

Dividends are received from financial assets at fair value through profit or loss and at FVOCI. Dividends are recognised as other income in profit or loss when the right to receive payment is established. This applies even if they are paid out of pre-acquisition profits, unless the dividend clearly represents a recovery of part of the cost of the investment

**B. Financial Liabilities**

**a. Initial Recognition and Measurement**

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, and derivative financial instruments.

**b. Classification**

The Company classifies all financial liabilities as subsequently measured at amortized cost, except for financial liabilities at fair value through Statement of Profit and Loss. Such liabilities, including derivatives shall be subsequently measured at fair value.

**c. Subsequent Measurement**

**i. Financial liabilities at amortized cost**

After initial recognition, interest-bearing loans and borrowings are subsequently measured using the Effective Interest Rate (EIR) method. Gains and losses are recognized in Statement of Profit and Loss when the liabilities are derecognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

**ii. Financial liabilities at fair value through Statement of Profit and Loss**

Financial liabilities at fair value through Statement of Profit and Loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through Statement of Profit and Loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category comprises derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

**d De - recognition**

A financial liability is derecognized when the obligation under the liability is discharged or is cancelled or expires.

**e. Offsetting of Financial Instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to sell on a net basis, to realize the assets and sell the liabilities simultaneously.

**2.11 Recent Accounting and Other Pronouncements**

**New and amended standards adopted by the Company:**

The Company has applied the following amendments (wherever applicable) for the first time for their annual reporting period commencing April 1, 2022:

**Ind AS 16 – Property Plant and equipment-**

The amendment clarifies that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant, and equipment.

**Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets -**

The amendment specifies that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that related directly to a contract can either be incremental costs of fulfilling that contract (Examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract).

The above amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

**New Standards/Amendments notified but not yet effective:**

Ministry of Corporate Affairs (MCA), on March 31, 2023, through the Companies (Indian Accounting Standards (Ind AS)) Amendment Rules, 2023 amended certain existing Ind ASs on miscellaneous issues with effect from 1st April 2023. Following are few key amendments relevant to the Company:

- i) Ind AS 1 – Presentation of Financial Statements & Ind AS 34 – Interim Financial Reporting – Material accounting policy information (including focus on how an entity applied the requirements of Ind AS) shall be disclosed instead of significant accounting policies as part of financial statements.
- ii) Ind AS 107 – Financial Instruments: Disclosures – Information about the measurement basis for financial instruments shall be disclosed as part of material accounting policy information.
- iii) Ind AS 8 – Accounting policies, changes in accounting estimate and errors-Clarification on what constitutes an accounting estimate provided.
- iv) Ind AS 12 – Income Taxes – In case of a transaction which give rise to equal taxable and deductible temporary differences, the initial recognition exemption from deferred tax is no longer applicable and deferred tax liability & deferred tax asset shall be recognized on gross basis for such cases.

The Company does not expect the effect of this on the financial statements to be material, based on preliminary evaluation. However, it may be noted that we expect there would be a change in Accounting policies section of the financial statements as the standard would require presentation of 'material accounting policies' as against 'significant accounting policies' disclosed so far.

**2.12 Events after reporting date**

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.



Samunnati Foundation

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)

3 Property, plant and equipment and Right of use assets

Particulars	Property, plant and equipment	Right of use assets
	Furniture and fittings	
Gross block	0.03	1.33
Additions	-	0.04
Balance as at 31 March 2022	0.03	1.37
Additions	-	-
Balance as at 31 March 2023	0.03	1.37
Accumulated depreciation	-	-
Depreciation charge for the year	-	0.42
Balance as at 31 March 2022	-	0.42
Depreciation charge for the year	-	0.46
Balance as at 31 March 2023	-	0.88
Net block		
Balance as at 31 March 2022	0.03	0.95
Balance as at 31 March 2023	0.03	0.49

	As at 31 March 2023	As at 31 March 2022
<b>4 Other financial assets</b>		
<b>Non-current</b>		
Unsecured - considered good		
Security deposits	0.16	0.17
	<b>0.16</b>	<b>0.17</b>
<b>Current</b>		
Other receivables	0.86	-
	<b>0.86</b>	<b>-</b>
<b>5 Non-current tax assets</b>		
Advance Income Tax	0.05	-
	<b>0.05</b>	<b>-</b>
<b>6 Cash and cash equivalents</b>		
Balances with Banks		
In current accounts	0.90	7.62
	<b>0.90</b>	<b>7.62</b>
<b>7 Other current assets</b>		
Unsecured - considered good		
Employee advance	0.05	-
Other Advances	0.49	-
Prepaid expenses	0.30	-
	<b>0.84</b>	<b>-</b>
<b>8 Equity share capital</b>		
<b>Authorised share capital</b>		
850,000 (previous year: 850,000) equity shares of ₹ 10 each	8.50	8.50
	<b>8.50</b>	<b>8.50</b>
<b>Issued share capital</b>		
850,000 (previous year: 850,000) equity shares of ₹ 10 each	8.50	8.50
	<b>8.50</b>	<b>8.50</b>
<b>Subscribed and fully paid up share capital</b>		
850,000 (previous year: 850,000) equity shares of ₹ 10 each	8.50	8.50
	<b>8.50</b>	<b>8.50</b>

Notes:

a) Reconciliation of number of equity shares

Issued, subscribed and paid-up		
Balance at the beginning of the year	8,50,000	10,000
Issued during the year	-	8,40,000
Balance at the end of the year	<b>8,50,000</b>	<b>8,50,000</b>

b) Rights, preferences and restrictions in respect of equity shares issued by the Company

The Company has issued only one class of equity shares having a par value of ₹ 10 each. Each equity shareholder is eligible for one vote per share held. In the event of liquidation of the Company, the remaining assets, after the satisfaction of all the debts and liabilities shall not be distributed amongst the members of the Company but shall be given or transferred to such other company having objects similar to the objects of this Company.

c) Shares held by holding company and shareholders holding more than 5% share in the Company

Name of the share holder	As at 31 March 2023	
	No of shares	% of Holding
Samunnati Financial Intermediation & Services Private Limited (Holding Company) & Nominees	8,50,000	100%
Name of the share holder	As at 31 March 2022	
	No of shares	% of Holding
Samunnati Financial Intermediation & Services Private Limited (Holding Company) & Nominees	8,50,000	100%

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**Samunnati Foundation**

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)

**d) Details of shares held by promoters**

**As at March 31, 2023**

Name of the promoter	No of shares at the beginning of the year	Change during the year	No of shares at the end of the year	% of total shares	% change during the year
Samunnati Financial Intermediation & Services Private Limited	8,50,000	-	8,50,000	100%	0%

**As at March 31, 2022**

Name of the promoter	No of shares at the beginning of the year	Change during the year	No of shares at the end of the year	% of total shares	% change during the year
Samunnati Financial Intermediation & Services Private Limited	10,000	8,40,000	8,50,000	100%	0%

- e) As per records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.
- f) There were no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issues and has not brought back shares since incorporation of the Company.

	As at 31 March 2023	As at 31 March 2022
<b>9 Other equity</b>		
Excess of income over expenditure (refer note (a & b) below)	(26.53)	(1.00)
	<u>(26.53)</u>	<u>(1.00)</u>
<b>a) Excess of income over expenditure</b>		
Balance at the beginning of the year	(1.00)	1.13
Excess of income over expenditure for the year	(25.57)	(2.13)
Balance at the end of the year	<u>(26.57)</u>	<u>(1.00)</u>
<b>b) Other Comprehensive Income</b>		
Balance at the beginning of the year	-	-
Additions during the year	0.04	-
Balance at the end of the year	<u>0.04</u>	<u>-</u>

**a) Excess of income over expenditure**

Excess of income over expenditure represents total of all surplus / (deficit) retained since Company's inception. Excess of income over expenditure are credited with current year surplus, reduced by deficit, if any, or any such other appropriations to specific reserves.

**b) Other Comprehensive Income**

Other comprehensive income represents accumulated balances of actuarial gains/(losses), arising out of employee defined benefit obligation and will not be subsequently reclassified to Statement of Income and Expenditure. This reserve is not a distributable reserve.

	As at March 31, 2023		As at March 31, 2022	
	Non-Current	Current	Non- Current	Current
<b>10 Lease liabilities</b>				
Lease liability	0.05	0.51	0.89	0.11
	<u>0.05</u>	<u>0.51</u>	<u>0.89</u>	<u>0.11</u>

	As at March 31, 2023		As at March 31, 2022	
	Non-Current	Current	Non- Current	Current
<b>11 Provision</b>				
Provision for gratuity	0.85	0.14	-	-
Provision for compensated absences	0.47	0.17	-	-
	<u>1.32</u>	<u>0.31</u>	<u>-</u>	<u>-</u>

**12 Borrowings**

From holding company (Unsecured)	1.10
	<u>1.10</u>

Borrowings from holding company carries an interest rate of 11.5% p.a. and these loans are repayable at the expiry of the term of 12 months.

**13 Other current financial liabilities**

Other financial liabilities	0.44	0.27
Other payables	13.44	-
Outstanding expenses	1.52	-
Employee compensation payable	2.16	-
	<u>17.56</u>	<u>0.27</u>

**14 Other current liabilities**

Statutory dues payables	0.51	-
	<u>0.51</u>	<u>-</u>

**15 Income**

	For the year ended 31 March 2023	For the year ended 31 March 2022
Grants/donation received	5.53	-
Interest Income	0.02	0.01
	<u>5.55</u>	<u>0.01</u>

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<b>16 Project expenses</b>		
FPO project expenses - Existing & Potential Women Farmers	2.71	1.00
	<b>2.71</b>	<b>1.00</b>
<b>17 Employee Benefit Expenses</b>		
Salaries and wages	21.46	-
Contribution to provident and other funds	1.66	-
Gratuity expense	0.25	-
Leave encashment expense	0.24	-
	<b>23.61</b>	<b>-</b>
<b>18 Finance Cost</b>		
Interest expense on ROU	0.08	0.11
	<b>0.08</b>	<b>0.11</b>
<b>19 Other expenses</b>		
FPO promotion expenses	2.38	-
Payment to auditors - for statutory audit	0.28	0.33
Legal and professional charges	0.35	-
Insurance Expenses	0.22	-
Travelling and conveyance	0.64	-
Rent	0.04	-
Printing & Stationery	0.09	-
Miscellaneous expenses	0.26	0.28
	<b>4.26</b>	<b>0.61</b>
<b>Payments to the auditors comprises:</b>		
Statutory audit - for previous auditors	-	0.08
Statutory audit	0.28	0.25
	<b>0.28</b>	<b>0.33</b>
<b>20 Depreciation and amortization expenses</b>		
Depreciation on property, plant and equipment	-	-
Depreciation on right of use asset	0.46	0.42
	<b>0.46</b>	<b>0.42</b>
<b>21 Earnings Per Share (EPS)</b>		
Excess of income over expenditure after tax (Basic and Diluted) in millions	(25.57)	(2.13)
Weighted average number of equity shares used in Basic and Diluted EPS (in numbers)	850,000	244,740
Basic and Diluted (₹)	(30.08)	(8.70)

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**Samunnati Foundation**

**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023**

(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)

**22 Related party transactions**

**a) List of related parties**

Nature of relationship	Name of related party
<b>Holding company</b>	Samunnati Financial Intermediation & Services Private Limited
<b>Fellow Subsidiaries</b>	Samunnati Agro Solutions Private Limited Samunnati Agri Innovations Lab Private Limited Samunnati Finance Private Limited Samunnati Investment Management Services Private Limited
<b>Key management personnel (KMP)</b>	
Whole-time Director	Sridhar Easwaran (from September 02, 2022)
Director	Pooma Pushkala Chandrasekaran
Director	Nukalapati Reddy Deepthi (upto September 02, 2022)

**b) Transactions during the period**

Name of the related party	Nature of transaction	March 31, 2023	March 31, 2022
Samunnati Financial Intermediation & Services Private Limited	Issue of shares	-	8.40
	Reimbursement of expenses paid	-	0.51
	Loans borrowed	1.10	-

**c) Balances at the end of the year**

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Samunnati Financial Intermediation &amp; Services Private Limited</b>		
Borrowings (including interest accrued)	1.10	-
Other payables	12.73	-
<b>Samunnati Agro Solutions Private Limited</b>		
Other payable	0.69	-
Other receivables	0.81	-

**23 Employee benefit expenses**

**Defined benefit plans**

**(a) Gratuity**

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit retirement plan ("the Gratuity Plan") covering eligible employees. The Gratuity Plan provides for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation on the reporting date and the Company does not maintain any plan assets to fund its obligation towards gratuity liability.

Through its defined benefit plans the Company is exposed to a number of risks, the most significant of which are detailed below:

**Inflation risk**

The present value of some of the defined benefit plan obligations are calculated with reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

**Life expectancy**

The present value of defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants, both during and after the employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

**Discount rate**

Reduction in discount rate in subsequent valuations can increase the plan's liability.

**Details of defined benefit plans as per actuarial valuation are as follows**

I. Amount recognized in the statement of Profit and Loss	Year ended	Year ended
	March 31, 2023	March 31, 2022
Current service cost	0.19	-
Net interest cost	0.06	-
<b>Total expenses included in employee benefit expenses</b>	<b>0.25</b>	<b>0.00</b>
II. Amount recognized in Other Comprehensive income	Year ended	Year ended
	March 31, 2023	March 31, 2022
<b>Remeasurement (gains)/ losses:</b>		
Actuarial (gain)/ losses arising from changes in		-
- Changes in Financial assumptions	(0.01)	-
- Experience adjustments	(0.03)	-
<b>Total amount recognized in other comprehensive income</b>	<b>(0.04)</b>	<b>-</b>
III. Changes in the defined benefit obligation	Year ended	Year ended
	March 31, 2023	March 31, 2022
Opening defined benefit obligation	-	-
Current service cost	0.19	-
Interest expense	0.06	-
Remeasurement (gains)/losses arising from changes in -		-
- Changes in Financial assumptions	(0.01)	-
- Experience adjustments	(0.03)	-
- Disposals	-	-
Benefits paid	0.78	-
<b>Closing defined benefit obligation</b>	<b>0.99</b>	<b>-</b>
IV. Net defined benefit obligation	Year ended	Year ended
	March 31, 2023	March 31, 2022
Defined benefit obligation		
Current portion of the above	0.14	-
Non current portion of the above	0.85	-
<b>Total</b>	<b>0.99</b>	<b>0.00</b>

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Samunnati Foundation

Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023

(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)

V. Maturity profile of defined benefit obligation (undiscounted)		
Within 1 year	0.14	-
Year 2	0.13	-
Year 3	0.12	-
Year 4	0.59	-
Year 5	0.04	-
Years 6-10	0.19	-
Years 11-15	0.05	-
Years 15+	0.07	-

Particulars	Year ended	Year ended
	March 31, 2023	March 31, 2022
<b>I. Actuarial assumptions and sensitivity</b>		
Discount rate (p.a.)	7.20%	-
Attrition rate	15%	-
Rate of salary increase	7%	-
Mortality rates	IAL2012-14Ult	-

**II. Quantitative sensitivity analysis for input of significant assumptions on defined benefit obligations are as follows**

One percentage point increase in discount rate	-0.33	-
One percentage point decrease in discount rate	0.35	-
One percentage point increase in salary growth rate	0.40	-
One percentage point decrease in salary growth rate	-0.38	-
Ten percentage point increase in attrition rate	-0.06	-
Ten percentage point decrease in attrition rate	0.06	-

**b) Compensated absences**

The company permits encashment of compensated absences accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Company, for outstanding balance of privilege leave at the balance sheet date is determined and provided on the basis of actuarial valuation provided by an independent actuary. The company does not maintain any plan assets to fund its obligation towards compensated absences.

Particulars	Year ended	Year ended
	March 31, 2023	March 31, 2022
<b>I. Actuarial assumptions and sensitivity</b>		
Discount rate (p.a.)	7.20%	-
Attrition rate	15%	-
Rate of salary increase	7%	-
Mortality rates	IAL2012-14Ult	-
Leave availment over the next year (excess leaves)	5%	-

The estimate of future salary increases, considered in actuarial valuation, considers inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

**II. Expenses recognized in Statement of profit and loss**

Particulars	Year ended	Year ended
	March 31, 2023	March 31, 2022
Leave encashment	0.24	-

Particulars	March 31, 2023	March 31, 2022
	<b>III. Compensated absences</b>	
Current portion of the above	0.17	-
Non current portion of the above	0.47	-

**24 Leases**

**As a lessee**

**a) Additions to right of use asset**

**Particulars**

Right of use assets

	As at 31 March 2023	As at 31 March 2022
Right of use assets	-	0.04

**b) Carrying value of right of use asset**

**Particulars**

Right of use asset as on the opening date

Additions during the year

Depreciation charge for the year

**Balance as at the year end**

Right of use asset as on the opening date	0.95	1.33
Additions during the year	-	0.04
Depreciation charge for the year	0.46	0.42
<b>Balance as at the year end</b>	<b>0.49</b>	<b>0.95</b>

**c) Maturity analysis of lease liability**

**Contractual undiscounted cash flows**

Less than 1 year

One to five years

**Total undiscounted lease liability**

Less than 1 year	0.55	0.52
One to five years	0.05	0.59
<b>Total undiscounted lease liability</b>	<b>0.60</b>	<b>1.11</b>

d) Lease liabilities included in the Balance Sheet

Lease liabilities included in the Balance Sheet	0.56	1.00
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e) Amounts recognised in the statement of income and expenditure on account of leases

Amounts recognised in the statement of income and expenditure on account of leases	0.46	0.42
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e) Amounts recognised in the cash flow statement on account of leases

Repayment of principal portion of lease liabilities

Repayment of interest portion of lease liabilities

Repayment of principal portion of lease liabilities	0.44	0.33
Repayment of interest portion of lease liabilities	0.08	0.11

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**Samunnati Foundation**

**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023**

(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)

**25 Financial instruments**

**25.1 Capital management**

The Company's capital management is intended to create value for shareholders by facilitating the meeting of long term and short term goals of the Company.

The Company determines the amount of capital required on the basis of annual business plan also taking into consideration any long term strategic investment and expansion plans. The funding needs are met through equity and cash generated from donations received.

**25.2 Financial risk management objectives**

The entity monitors and manages the financial risks relating to the operations of the entity through internal MIS reports which analyse the exposure by degree and magnitude of risks. These risks include market risk (Interest rate risk, currency risk and price risk), credit risk and liquidity risk.

**25.3 Market risk**

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

**Interest rate sensitivity analysis**

The sensitivity analysis have been determined based on the exposure to interest rates for financial assets and liabilities at the end of the reporting period. The Company does not have variable rate instruments as at the balance sheet date.

**Foreign currency risk**

The Company does not have any currency exposures in respect of financial assets and liabilities as at the end of the reporting period.

**Commodity price risk**

The Company does not have any derivative assets and liabilities. This mitigates the Company from commodity price risk.

**25.4 Credit risk management**

The Company does not have any trade receivables as at the balance sheet date. Hence, there is no credit risk.

**25.5 Liquidity risk management**

The Company monitors its risk of a shortage of funds using a liquidity planning tool.

The entity manages the short term and medium term funds and liquidity requirements by maintaining adequate reserves and banking facilities, by continuously monitoring forecast and actual cashflows.

Refer note below which details the Company's remaining contractual maturity for its financial liabilities with agreed repayment periods. The contractual maturity is based on the earliest date on which the Company may be required to pay.

Particulars	As at 31 March 2023			As at 31 March 2022		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
<b>Financial liabilities</b>						
Lease liability	0.55	0.05	0.60	0.52	0.59	1.11
Borrowings	1.10	-	1.10	-	-	-
Other financial liabilities	17.56	-	17.56	0.27	-	0.27
	<b>19.21</b>	<b>0.05</b>	<b>19.26</b>	<b>0.79</b>	<b>0.59</b>	<b>1.38</b>

The following table has been drawn based on undiscounted contractual maturities of the financial assets.

Particulars	As at 31 March 2023			As at 31 March 2022		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
<b>Financial assets</b>						
Cash and cash equivalents	0.90	-	0.90	7.62	-	7.62
Other financial assets	0.86	0.16	1.02	-	0.17	0.17
	<b>1.76</b>	<b>0.16</b>	<b>1.92</b>	<b>7.62</b>	<b>0.17</b>	<b>7.79</b>

**26 Fair value measurement**

All the financial assets and liabilities are measured at amortised cost. The management assessed that fair value of these financial instruments measured at amortised cost approximate to their carrying amounts largely due to the short-term maturities of these instruments.

**27 Ratios**

Ratio	Numerator	Denominator	March 31, 2023	March 31, 2022	Change	Reasons for variance
Current ratio	Current assets	Current liabilities	0.13	20.05	-99%	The reduction is on account of increased short term borrowings and payables to the related parties
Return on equity ratio						
Net capital turnover ratio						
Net profit ratio						
Return on capital employed						
Return on investment						
Inventory turnover ratio						
Debt - equity ratio						
Debt service coverage ratio						
Trade receivable turnover ratio						
Trade payable turnover ratio						

**28 Additional regulatory disclosures**

- The Company does not hold any freehold land and hence the disclosures on title deeds is not applicable to the Company.
- The Company does not hold any investment property and hence the disclosure on fair valuation of investment property is not applicable to the Company.
- The Company has not revalued its property, plant and equipment (including right-of-use assets) and intangible assets and hence the disclosure on revaluation of property, plant and equipment (including right-of-use assets) and intangible assets is not applicable to the Company.

**Samunnati Foundation**

**Summary of significant accounting policies and other explanatory information for the year ended 31 March 2023**

(All amounts are in millions of Indian Rupees (₹) unless otherwise stated)

- d. The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are either:  
(a) repayable on demand or  
(b) without specifying any terms or period of repayment.  
during the current year.
- e. The Company has not borrowed from banks or financial institutions and hence the requirement of filing quarter statements with banks is not applicable to the Company.
- f. No benami property are held by the Company and or no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- g. The Company has not borrowed any money from any bank or financial institution and hence the requirement of declaration of willful defaulter is not applicable to the Company.
- h. The Company has reviewed transactions to identify if there are any transactions with struck off companies. To the extent information is available on struck off companies, there are no transactions with struck off companies.
- i. There is no charges or satisfaction in relation to any debt / borrowings yet to be registered with ROC beyond the statutory period.
- j. The Company does not hold any investments and hence clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable to the Company.
- l. The Company has not entered into any scheme(s) of arrangements and hence the disclosure on compliance with approved scheme(s) of arrangements is not applicable to the Company.
- m.
- A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall -  
(a) 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  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;
- B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -  
(a) 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  
or  
(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- n. There are no transactions which have not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Also, there are no previously unrecorded income and related assets.
- o. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 29 Previous year figures have been regrouped/rearranged wherever considered necessary to conform to the classification/disclosure adopted in the current year.

As per our report of even date attached  
For PKF Sridhar & Santhanam LLP  
Chartered Accountants  
ICAI Firm Registration No.: 003990S/S200018



**V. Kothandaraman**  
Partner  
Membership No. 025973

Place: Chennai  
Date: 08 August 2023

For and behalf of the board of directors of  
**Samunnati Foundation**



**Sridhar Easwaran**  
Wholesale Director  
DIN: 09667310

Place: Chennai  
Date: 08 August 2023



**Poorna Pushkala Chandrasekaran**  
Director  
DIN: 08719704

Place: Chennai  
Date: 08 August 2023