DHANII

Dairy Health and
Nutrition Initiative
India Foundation

2023-24
ANNUAL REPORT

Year of Growth & Possibilities

022-61358239

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Board of Directors

Mr. Raghavan R Shastri
Director

Mr. Mehrab Irani
Director

Mr. Ashish Deshpande
Director

AUDITORS

DELOITE HASKINS & SELLS LLP

Chartered Accountants Indiabulls
Finance Centre,
Tower 3, 27th - 32nd Floor,
Senapati Bapat Marg,
Elphinstone Road (West)
Mumbai - 400 013

REGISTERED OFFICE

C/o. Centre for Micro Finance,
N-102 (South), 1st and 2nd Floor,
Adinath Nagar, J.L.N. Marg,
Jaipur – 302018

BANKER

HDFC Bank, Fort Branch,
Mumbai - 400 001

Message from the Director

Dairy Health and Nutrition Initiative India Foundation (DHANII) was incepted in 2016 with the mission to maximize the productivity of India's dairy sector by leveraging the potential of our vast farming community. The organization was formed as the delivery arm of Tata Trusts for implementing the Tata Dairy Mission, and has since been instrumental in mobilizing dairy farmers and providing critical support to establish Milk Producer Companies (MPCs), in partnership with NDDB Dairy Services (NDS).

With more than two-thirds of India's population dependent on agriculture as their primary source of livelihood, it is essential to bring about a renaissance in the agriculture and allied activities, a vision that DHANII has successfully worked towards. Despite challenges in the agricultural field such as climate volatility and limited access to modern technology, the dairy sector continues to hold great promise. Addressing these issues with concrete, collaborative efforts is critical for the growth of the sector.

The importance of the dairy sector in fostering inclusive growth can be demonstrated through the following facts:

- 75% of rural households own an average of 2-4 animals.
- Dairy farming is easy to establish and is an integral part of most rural households contributing around 15-20% of the annual household income.
- All the major activities related to dairy are handled by women at household level.
- Income from dairy is regular to run the household economy while income from agriculture is seasonal.

In partnership with NDDB Dairy Services (NDS), DHANII continues to work tirelessly to provide a platform to dairy farmers in the form of Milk Producer Organisations (MPOs). While the number of MPOs remains the same, our reach has expanded. The formation of Sakhi MPO, Asha MPO, Shwetdhara MPO, Ruhaani MPO, and Indujaa MPO reflects our progress and vision.

As of March 31, 2024, approximately 176,000 households have now been linked to these MPOs. DHANII is committed to providing the necessary tools, infrastructural facilities, and technology to our farmers and dairy workers to maximize milk production and enhance market access. We aim to create a sustainable ecosystem where farmers have complete autonomy over their business ventures.

This year, the expansion of Shwetdhara MPC continued, strengthening milk procurement systems in target villages. We are on track to help at least 2 lakh rural households join Milk Producer Companies by 2025, with the aim to empower each household to earn Rs. 70,000-80,000 annually through dairy farming activities.

One of the key developments during 2023-24 was the launch of a marketing plan by Sakhi MPO. Sakhi also has plans to establish rural marts, where farmers would have access to essential supplies like fodder seeds, cattle feed, mineral mixture and other dairy-related products.

Milk procurement has seen a significant increase this year, with a total of ~430,000 kgs of milk per day being collected by five MPOs. Furthermore, the dairy farmers have access to ~3000 milk pooling points for sale of milk across the catchment area of these MPOs.

In our journey of continued success, I would like to extend my heartfelt gratitude to Tata Trusts, Mumbai, for funding DHANII and helping us realize our goals. I also thank NDDB Dairy Services, New Delhi, for their unwavering support and mentorship in shaping the future of these MPOs. My sincere thanks go to the Board Members and colleagues for their consistent support, and to the DHANII staff and associates for their invaluable contribution in managing this program. Finally, my deepest appreciation goes to our farmers and dairy workers who have placed their trust in us and made this mission a beautiful reality.

DHANII continues to strive towards transforming dairy farming in India, taking it beyond subsistence mode and unlocking the full potential of collectives.

Mr. Raghavan R Shastri
Director
Dairy Health and Nutrition Initiative India Foundation (DHANII)

Message from Our Team

Dairy farming plays a crucial role in both local and global economies, providing essential nutritional benefits and supporting millions of livelihoods. As the Milk Producer Organizations (MPOs) supported by DHANII continue to grow, it becomes imperative to shift focus towards consolidating the initial gains achieved.

This phase is crucial for reinforcing the foundations of these organizations and ensuring their long-term success. One key area that demands attention is to focus on capacity building by providing training on modern farming techniques, animal health, and efficient milk production. Additionally, improving access to quality feed, veterinary care, and breeding technologies will support productivity. Financial inclusion is also vital, as we should provide easier access to credit and financial literacy programs for producers to support their growth. Collaboration among MPOs will allow for sharing resources and best practices while enhancing advocacy efforts at the policy level. Furthermore, creating direct market linkages for producers will ensure fair pricing and improve profitability for all stakeholders. Lastly, embracing technological integration such as automation and data management will increase efficiency and sustainability in dairy farming. By focusing on these areas, we can create a resilient and prosperous dairy industry where producers thrive. Continued engagement with MPOs, trust-building, and collaboration will be essential as we move forward in strengthening these organizations and achieving shared goals.

Baljinder Singh Saini

Head-Operations (DHANII)

Director's Report FY 2023-24

To,
The Members,
Dairy Health and Nutrition Initiative India Foundation ("DHANII")

Your Directors are pleased to present the Eighth Annual Report and the Audited Financial Statements of the Company for the year ended on March 31, 2024.

1. Financial Results

(Rupees in Thousand)

Particulars	For the year ended on 31st March 2024	For the year ended on 31st March 2023
Total Income	50,385.95	43,918.37
Less: Total Expenditure	50,385.95	43,918.37
Surplus/(Deficit)	-	-

2. Dividend

Since the Company does not have a share capital, no dividend is declared or paid.

3. Transfer of Unclaimed Dividend to Investor Education And Protection Fund

There is no Unclaimed Dividend that has to be transferred to Investor Education and Protection Fund ("IEPF").

4. Transfer to Reserves

No amount is transferred to Reserves during the year ended on March 31, 2024.

5. Operations

The Company was incorporated under Section 8 of the Companies Act, 2013 (the Act) on 1st September, 2016 and is limited by Guarantee and does not have Share Capital.

The objective of the Company is to assist milk producers in the promotion, production and maintenance of quality livestock and to increase production and distribution of good quality milk and milk products and to undertake operations with respect to encouragement of related activities.

The Company offers grants towards meeting the objects of the Company and related programme expenses which represent initiatives/activities undertaken by the Company.

DHANII, with the technical support of NDDB Dairy Services (NDS), has assisted in the establishment of five Milk Producer Organisations (MPOs) –

- Sakhi Mahila Milk Producer Company Ltd., Alwar, Rajasthan
- Asha Mahila Milk Producer Company Ltd., Udaipur, Rajasthan
- Ruhaanii Milk Producer Company Ltd., Sirsa, Haryana
- Shwetdhara Milk Producer Company Ltd., Ayodhya, Uttar Pradesh
- Indujaa Milk Producer Company Ltd., Yavatmal, Maharashtra

These MPOs have Milk Pooling Points (MPPs) in their operational villages. The MPPs are equipped with modern milk collection systems and testing infrastructure to ensure a fair and transparent process in milk transactions with producer members. MPOs have installed IT systems to enable faster processing and timely payment to members directly in their bank accounts. MPOs also safeguard the interests of dairy farmers by providing round the year access to organised market.

During the Financial Year 2023-24

The MPOs are governed by Producer Directors and their operations are managed by professionals. As of March 31, 2024, the five MPOs together have covered 3,793 villages and mobilized 1.22 lakh members. These MPOs have collectively reached a peak milk volume of 7.22 lakh litres per day. Since inception till March 2024, Rs 2,587 crores have been paid to members for the milk supplied by them.

The milk producers associated with these producer-owned organisations directly receive payments in their designated bank accounts which has resulted in increasing their credit-worthiness. To pass on its benefit to dairy farmers, the Milk Producer Organisations have also facilitated tie-ups up with banks for financial inclusion services. DHANII facilitated MPOs towards the bank linkage for Mudra loans and Kisan Credit Cards by leading banks.

The milk producers associated with these producer-owned organisations directly receive payments in their designated bank accounts which has resulted in increasing their credit-worthiness. To pass on its benefit to dairy farmers, the Milk Producer Organisations have also facilitated tie-ups up with banks for financial inclusion services. DHANII facilitated MPOs towards the bank linkage for Mudra loans and Kisan Credit Cards by leading banks.

6. Material Changes and Commitments, if any, Affecting the Financial Position of the Company

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year and the date of this Report.

7.Meetings of the Board

During the year, 2 (Two) Board Meetings were held on September 18, 2023 and March 27, 2024.

8. Directors and Key Managerial Personnel (KMP)

Mr. Raghavan R Shastri was appointed as Additional Director with effect from February 2, 2024. He holds office till the ensuing Annual General Meeting (AGM) of the Company and, being eligible, the Board has recommended that he be appointed as Director by the Members at the AGM. Mr. Ashish W Deshpande was appointed as Additional Director with effect from September 3, 2024 as recommended by Tata Trusts. He holds office till the ensuing AGM of the Company and, being eligible, the Board has recommended that he be appointed as Director by the Members at the AGM.

Mr. Arun Pandhi, resigned as Director of the Company on February 28, 2024.

The Company is not required to appoint Key Managerial Personnel.

9. Independent Directors

The provisions of Section 149 of the Act pertaining to appointment of Independent Directors do not apply to the Company.

10. Details of Fraud Reported by Auditors

No fraud has been reported by the Auditors under Section 143(12) of the Act.

11. Statutory Auditors

M/s. Deloitte Haskins & Sells LLP, Chartered Accountants, Mumbai (Firm Registration No. 117366W/W-100018) were appointed as the Statutory Auditors of the Company for a period of 5 (Five) years from the conclusion of the Sixth Annual General Meeting (AGM) held on September 28, 2022 till the conclusion of the Annual General Meeting to be held in the year 2027.

12. Particulars of Loans, Guarantees or Investments

During the year under review, the Company has not given any loans, guarantees and security or made any investment pursuant to the provisions of Section 186 of the Act.

13. Contract or Arrangements with Related Parties

No contract or arrangements were entered into with related parties during the year under review.

14. Share Capital

The Company is limited by guarantee and does not have a share capital.

15. Auditor's Report

The Auditor's Report for the Financial Year 2023-24 does not contain any qualifications, reservations or adverse remarks.

16. Secretarial Audit

The provisions relating to Secretarial Audit are not applicable to the Company.

17. Maintenance of Cost Records

The provisions of section 148 of Companies Act, 2013 pertaining to maintenance of Cost Records are not applicable to the Company.

18. Disclosure in respect of Prevention of Sexual Harassment of Women at Workplace

During the year under review, the Company has not received any complaint under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

19. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

- Conservation of Energy, Technology Absorption

  In view of the nature of activities being carried on by the Company, the provisions of Rule 8 of Companies (Accounts) Rules, 2014 regarding conservation of energy and technology absorption respectively are not applicable to the Company.

- Foreign Exchange Earnings and Outgo

  Earnings: Nil Outgo: Nil

20. Composition of Audit Committee and Vigil Mechanism

The provisions of Section 177 of the Act read with Rule 6 and 7 of the Companies (Meetings of Board and its Powers) Rules, 2014 are not applicable to the Company.

21. Policy on Directors' Appointment and Remuneration and Discharge of their Duties

The Company is not required to constitute a Nomination and Remuneration Committee as the provisions of Section 178(1) of the Act are not applicable to the Company.

22. Particulars of Employees

There were no employees during the financial year, whose particulars are required to be furnished under section 197(12) of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

23. Extract of Annual Return

As the Company does not have an active website, the provisions of Section 92(3) of the Act are not applicable to the Company.

24. Corporate Social Responsibility (CSR)

The provisions of Section 135 of the Act relating to CSR were not applicable to the Company, during the financial year under report.

The Company is registered with Ministry of Corporate Affairs (MCA), as an entity for undertaking CSR activities on behalf of other companies pursuant to Rule 4 (1) and (2) of the Companies (Corporate Social Responsibility Policy) Rules, 2014 prescribed under Section 135 of the Act, as amended.

25. Subsidiary and Associate Companies

The Company does not have any Subsidiary, Associate or Joint Venture company.

26. Deposits

The Company has not accepted or renewed any deposits pursuant to the provisions of Section 73 of the Act and The Companies (Acceptance of Deposits) Rules, 2014, during the year under review.

27. Internal Financial Controls

The Company has in place adequate internal financial controls with reference to its financial statements, commensurate with the size of its business operations.

28. Significant material orders passed by the Regulators, Courts and Tribunals

There are no significant and material orders passed by the Regulators, Courts or Tribunals impacting the going concern status of the Company and its future operations.

29. Material changes and commitments, if any, affecting the financial position of the Company

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year and the date of this Report.

30. Directors' Responsibility Statement

Pursuant to the requirement under Section 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, your Directors, to the best of their knowledge and belief and according to information and explanation obtained by them, confirm that:

- In the preparation of the annual accounts for the year ended on March 31, 2024, the applicable accounting standards have been followed along with proper explanation relating to material departures;

- they have selected such accounting policies and applied them consistently;

- they have 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 March 31, 2024 and of the particulars of Income and Expenditure of the Company for the period ended on that date;

- they have taken proper and sufficient care 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;

- they have prepared the annual accounts on a going concern basis; and

- they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

31. Risk Management Policy

The Company does not have a formal risk Management Policy as the elements of risk threatening the Company's existence are minimal.

32. Memorandum & Articles of Association of Company

During the year under review, the Company has not altered its Memorandum and Articles of Association.

33. Application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016

During the year under review, no application was made under the Insolvency and Bankruptcy Code, 2016 ("IBC 2016") by the Company. No proceeding was pending against the Company under IBC 2016.

34. Particulars of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions

During the year under review, there was no instance of any one-time settlement of loan taken from the Banks or Financial Institutions.

35. Acknowledgement

Your Directors wish to place on record their sincere appreciation for the assistance and support extended by the Sir Dorabji Tata Trust, Tata Education and Development Trust, NDDB Dairy Services, Consultants and Advisors. We look forward to their continued support in the future.

For and on behalf of the Board

Raghavan R Shastri
Director
(DIN: 00027418)

Ashish Deshpande
Director
(DIN: 07519898)

Place: - Mumbai
Date: - September 23, 2024

Independent Auditor's Report

To The Members of Dairy Health and Nutrition Initiative India Foundation Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Dairy Health and Nutrition Initiative India Foundation** ("the Company"), which comprise the Balance Sheet as at 31st March 2024, and the Statement of Income & Expenditure and the Cash Flow Statement for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

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

Basis for Opinion

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

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

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

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making 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 is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Company's Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities or business activities included in the financial statements of which we are the independent auditors.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable that:

- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except for not keeping backup on a daily basis of such books of account maintained in electronic mode in a server physically located in India and not complying with the requirement of audit trail as stated in (i)(vi) below.

- The Balance Sheet, the Statement of Income & Expenditure, the Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account.

- In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.

- On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164(2) of the Act.

- The modification relating to keeping back up of books of accounts on a daily basis in a server physically located in India and relating to complying with the requirements of audit trail in the maintenance of accounts and other matters connected therewith, are as stated in paragraph (b) above.

- Reporting on the adequacy of Internal Financial Controls with reference to financial statements of the Company and the operating effectiveness of such controls, under section 143(3)(i) of the Act is not applicable in view of the exemption available to the Company in terms of the notification no. G.S.R. 583(E) dated 13 June 2017 issued by the Ministry of Corporate Affairs, Government of India, read with general circular No. 08/2017 dated 25 July 2017.

- With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, In our opinion and to the best of our information and according to the explanations given to us, the Company being a private Company, section 197 of the Act related to the managerial remuneration is not applicable.

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

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

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

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

- (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

  (b) The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

  (c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

- The Company has not declared or paid any dividend during the year and has not proposed final dividend for the year.

- Based on our examination, the accounting software used by the Company for maintaining its books of account for the year ended March 31, 2024, did not have a feature of recording audit trail (edit log) facility (refer note 31 of the financial statements).

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

2. The Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act is not applicable to the Company, being a Company licensed to operate under section 8 of the Companies Act, as specified in paragraph 1(2)(iii) of the Order

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Jayesh Parmar
(Partner)
(Membership No. 106388)
(UDIN:)

Place: Mumbai
Date: 23 September 2024

Balance Sheet as at 31 March, 2024

Dairy Health and Nutrition Initiative India Foundation
(Company Limited by Guarantee and not having Share Capital)
Balance Sheet as at 31 March, 2024

(Rupees in Thousands)

	Particulars	Note No.	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
I	**EQUITY AND LIABILITIES**			
1	**Shareholders Funds**			
	(a) Share Capital	3	-	-
	(b) Reserves and Surplus	4	38.54	38.54
2	**Non Current liabilities**			
	(a) Other Non Current Liabilities	5	77.01	57.35
3	**Current liabilities**			
	(a) Trade Payables	6		
	(i) Total outstanding dues of Micro Enterprises and Small Enterprises		53.33	22.38
	(ii) Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises		537.69	1,038.13
	(b) Other current liabilities	7	5,835.32	2,687.76
			6,541.89	**3,844.16**
	TOTAL		**6,541.89**	**3,844.16**
II	**ASSETS**			
1	**Non Current Assets**			
	(a) Property, Plant and Equipment	8	18.82	38.49
	(b) Long Term Loans and Advances	9	63.94	63.94
2	**Current Assets**			
	(a) Cash and Cash Equivalents	10	6,459.13	1,405.33
	(b) Short Term Loans & Advances	11	-	2,336.40
	TOTAL		**6,541.89**	**3,844.16**
	See accompanying notes forming part of the financial statements	1-32		

In terms of our report attached
For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration Number : 117366W/W-100018

For and on behalf of Board of Directors
Dairy Health and Nutrition Initiative India Foundation

Jayesh Parmar
Partner
Membership Number: 106388

Date: September 23, 2024
Place: Mumbai

Raghavan R Shastri
Director
DIN: 00027418

Date: September 23, 2024
Place: Mumbai

Ashish W Deshpande
Director
DIN: 07519898

Statement of Income and Expenditure for the year ended 31 March, 2024

Dairy Health and Nutrition Initiative India Foundation
(Company Limited by Guarantee and not having Share Capital)
Statement of Income and Expenditure for the year ended 31 March, 2024

(Rupees in Thousands)

	Particulars	Note No.	For the year ended March 31, 2024 (Rs.)	For the year ended March 31, 2023 (Rs.)
I	**INCOME**			
	(a) Grants or Donations Received	12	50,385.95	43,918.37
	Total Income		**50,385.95**	**43,918.37**
II	**EXPENDITURE**			
	(a) Grants Paid	13	43,736.00	35,669.00
	(b) Professional Charges		2,336.40	3,115.20
	(c) Other Expenses	14	4,293.87	5,097.71
	(d) Depreciation	8	19.68	36.46
	Total Expenditure		**50,385.95**	**43,918.37**
	Excess of Income over Expenditure		-	-
See accompanying notes forming part of the financial statements		1-32		

In terms of our report attached
For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration Number : 117366W/W-100018

Jayesh Parmar
Partner
Membership Number: 106388

Date: September 23, 2024
Place: Mumbai

For and on behalf of Board of Directors
Dairy Health and Nutrition Initiative India Foundation

Raghavan R Shastri
Director
DIN: 00027418

Ashish W Deshpande
Director
DIN: 07519898

Date: September 23, 2024
Place: Mumbai

Cash Flow Statement for the year ended 31 March 2024

Dairy Health and Nutrition Initiative India Foundation
Cash Flow Statement for the year ended 31 March 2024
(Company Limited by Guarantee and not having Share Capital)

(Rupees in Thousands)

Particulars	For the year ended March 31, 2024 (Rs.)	For the year ended March 31, 2023 (Rs.)
A. Cash flow from operating activities		
Excess of Income over Expenditure for the year	-	-
Adjustments for Non Cash Items:		
Depreciation	19.68	36.46
Excess of Income over Expenditure before working capital changes	19.68	36.46
Changes in working capital:		
Increase /(Decrease) in Other Non Current Liabilities	19.66	(17.60)
(Decrease) in Trade Payables	(469.49)	(3,718.34)
Increase /(Decrease) in Other Current Liabilities	3,147.56	(5,238.23)
Decrease in Loans and Advances	-	2,336.40
Decrease in Other Current Assets	2,336.39	778.79
Cash (used in) / generated from operating activities	5,053.80	(5,822.52)
Net Cash (used in) / generated from operating activities (A)	**5,053.80**	**(5,822.52)**
B. Cash flow from investing activities		
Purchase of Property, Plant and Equipment	-	-
Net Cash (used in) / generated from investing activities (B)	-	-
C. Cash flow from financing activities (C)	-	-
Net Cash (used in) / generated from financing activities (C)	-	-
Net (decrease) / increase in Cash and cash equivalents (A+B+C)	**5,053.80**	**(5,822.52)**
Cash and cash equivalents at the beginning of the year	1,405.33	7,227.85
Cash and cash equivalents at the end of the year (as defined in AS 3 Cash flow statement) included in Note 10	**6,459.13**	**1,405.33**
See accompanying notes forming part of the financial statements (Note 1-32)		

In terms of our report attached
For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration Number : 117366W/W-100018

For and on behalf of Board of Directors
Dairy Health and Nutrition Initiative India Foundation

Jayesh Parmar
Partner
Membership Number: 106388

Date: September 23, 2024
Place: Mumbai

Raghavan R Shastri
Director
DIN: 00027418

Date: September 23, 2024
Place: Mumbai

Ashish W Deshpande
Director
DIN: 07519898

NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH 2024

1. Corporate Information:

Dairy Health and Nutrition Initiative India Foundation ("the Company") is incorporated on 1 September, 2016 as a private company limited by guarantee and not having a share capital and has been granted a license under Section 8(1) of the Companies Act, 2013 by Ministry of Corporate Affairs, Government of India, vide its license number: 107653 dated 29 August, 2016. The objective of the company is to assist in the promotion, production and maintenance of quality livestock and to increase production and distribution of good quality milk and milk products and to undertake operations with respect to encouragement of related activities.

The Company has obtained a tax exemption under section 12AA and registration under section 80G of the Income Tax Act, 1961. The said registration is valid for the financial year relevant to the assessment year 2022-23 till assessment year 2026-27.

The Company incurs expenditure by way of grants given towards objects and Programme expenses which represents initiatives/activities undertaken by the Company.

2. Significant Accounting Policies:

A. Basis of Preparation of Financial Statements:

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the 2013 Act").

The financial statements are prepared under the historical cost convention on an accrual basis. The Company is currently a small and medium sized company as defined in the General instructions in respect of Accounting Standards specified under section 133 of the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium sized Company. Consequently, exemption/relaxation from certain disclosures requirements of Accounting Standards to SMEs' have been availed.

B. Use of Estimates:

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

C. Revenue Recognition:

a) Earmarked grants are initially credited to a liability account in the Balance Sheet and are transferred to Statement of Income and Expenditure in the year in which and to the extent to which the Company complies with the conditions attached to them.

b) Donations are recognized as income in Statement of Income and Expenditure in the period in which the collections are actually received.

c) Interest Income is recognized on time proportion basis taking into account the amount outstanding.

D. Property, Plant & Equipment:

Tangible assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price and any attributable cost of bringing the assets to its working condition for its intended use.

Components of Grants utilized for meeting costs of capital assets are disclosed as 'Grant for Capital Assets' as a part of 'Other Non-Current Liabilities'. Costs of such assets are capitalized. Amount equivalent to depreciation provided on such asset is released from Capital Grant to Statement of Income and Expenditure.

E. Depreciation/Amortisation:

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. The depreciation is calculated on straight line value method.

Property Plant & equipment value upto ₹ 5,000/- is fully depreciated in the year of acquisition.

Following are the categories of assets and useful life considered based on Schedule II to the Companies Act 2013:

Assets	-	**Estimated Useful Life**
Computers	-	3 years

F. Expenses towards objects:

Grant expenses represent expenses towards particular programme which are executed in collaboration with other charitable organizations.

G. Employee Benefits (Short-Term Benefits):

a) Short Term Benefits:

Short term Employee Benefits will be accounted as an expense in the Income and Expenditure account in the year in which services are rendered.

b) Post–employment Benefit Plans

Contribution to Provident Fund will be recognized as an expense in the Statement of Income and Expenditure account when the employees have rendered services entitling them to contributions.

H. Cash & Cash Equivalents:

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

I. Cash Flow Statement:

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

J. Provisions and Contingencies:

A provision is recognized when the Company has a present obligation as a result of past events, and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities (if any) are disclosed in the Notes. Contingent assets are neither recognised nor disclosed in the financial statements.

K. Operating cycle:

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

Dairy Health and Nutrition Initiative India Foundation

(Company Limited by Guarantee and not having Share Capital)
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 3 Share Capital

The Company is a Private Limited Company within the meaning of Section 2 (68) of the Companies Act, 2013. The Company is limited by Guarantee and does not have a share capital. The liability of each member is restricted to Rs.1000. In the event of winding up or dissolution of the Company, there remains, after the satisfaction of all the debts and liabilities, any property whatsoever, the same 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, subject to such conditions as the Tribunal may impose, or may be sold and proceeds thereof credited to the Rehabilitation and Insolvency Fund formed under section 269 of the Act.

Note 4 Reserves and Surplus (Rupees in Thousands)

Particulars	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
Income and Expenditure Account		
Opening balance	38.54	38.54
Closing Balance	**38.54**	**38.54**

Note 5 Other Non Current Liabilities (Rupees in Thousands)

Particulars	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
Capital Grant		
Balance at beginning of the year	38.50	74.95
Less: Transferred to Statement of Income and Expenditure	19.68	36.46
Closing Balance	**18.82**	**38.49**
Gratuity Payable	58.19	18.86
Total	**77.01**	**57.35**

Note 6 Trade Payables (Rupees in Thousands)

Particulars	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
Dues to small and medium enterprises	53.33	22.38
Dues of Creditors other than Micro Enterprises and Small Enterprises	537.68	1,038.13
Total	**591.01**	**1,060.51**

Note: The amount due to Micro and Small Enterprises as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information collected by the Management.

Disclosures as required under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act").

(Rupees in Thousands)

Particulars	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
a) Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	53.33	22.38
b) Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
c) Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
d) Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
e) Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
f) Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
g) Further interest remaining due and payable for earlier years	-	-

Trade Payables Aging (Rupees in Thousands)

Particulars	As at 31 March, 2024					
	Outstanding for following periods from date of transaction					
	Not due	Less than 1 year	1 - 2 years	2-3 years	More than 3 years	Total
i) MSME	-	53.33	-	-	-	**53.33**
ii) Others	-	108.92	-	-	-	**108.92**
iii) Disputed Dues - MSME	-	-	-	-	-	**-**
iv) Disputed Dues - Others	-	-	-	-	-	**-**
Total (i+ii+iii+iv)	-	**162.25**	-	-	-	**162.25**
Accrued Expenses	-	428.76	-	-	-	428.76
Total	**-**	**591.01**	**-**	**-**	**-**	**591.01**

Trade Payables Aging (Rupees in Thousands)

Particulars	As at 31 March, 2023					
	Outstanding for following periods from date of transaction					
	Not due	Less than 1 year	1 - 2 years	2-3 years	More than 3 years	Total
i) MSME	-	22.38	-	-	-	**22.38**
ii) Others	-	178.83	-	-	-	**178.83**
iii) Disputed Dues - MSME	-	-	-	-	-	-
iv) Disputed Dues - Others	-	-	-	-	-	-
Total (i+ii+iii+iv)	**-**	**201.21**	**-**	**-**	**-**	**201.21**
Accrued Expenses	-	859.30	-	-	-	859.30
Total	-	**1,060.51**	-	-	-	**1,060.51**

DHANII | Dairy Health and Nutrition Initiative India Foundation

Dairy Health and Nutrition Initiative India Foundation
(Company Limited by Guarantee and not having Share Capital)
Notes forming part of the financial statements

Note 8 Property, Plant and Equipment

(Rupees in Thousands)

Sr. No.	Particulars	Gross Block (at Cost)				Depreciation				Net Block
		As at 1 April, 2023	Addition during the year	Deduction / disposals during the year	As at March 31, 2024	As at 1 April, 2023	For the year	Deductions/ Adjustments during the year	As at March 31, 2024	As at March 31, 2024
Assets purchased from Donors Funds										
1	Computers and Laptops	240.85	-	78.47	162.38	202.35	19.68	78.47	143.56	18.82
	Previous Year	*240.85*	-	-	*240.85*	*165.90*	*36.46*	-	*202.36*	*38.49*
	Total	**240.85**	**-**	**78.47**	**162.38**	**202.35**	**19.68**	**78.47**	**143.56**	**18.82**
	Previous Year	*240.85*	-	-	*240.85*	*165.90*	*36.46*	-	*202.36*	*38.49*

Note
1) Previous year figures are in italics

DHANII | Dairy Health and Nutrition Initiative India Foundation

Dairy Health and Nutrition Initiative India Foundation
(Company Limited by Guarantee and not having Share Capital)
Notes forming part of the financial statements

Note 7 Other Current Liabilities (Rupees in Thousands)

Particulars	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
(a) Earmarked Grant		
Balance at beginning of the year	2,495.17	7,133.22
Add: Received during the year	53,415.11	43,297.85
Add: Refund received from Onward Grantee during the year	-	1,995.67
Add: Interest earned during the year	79.34	-
Less: Transferred to Statement of Income and Expenditure	50,366.28	43,881.91
Less: Refund paid to Donor during the year	-	6,049.66
	5,623.34	2,495.17
(b) Statutory Remittances	83.69	79.78
(c) Employees Dues	128.29	112.81
Total	**5,835.32**	**2,687.76**

Note: The amount unutilised from Earmarked Funds represent amount received from various donors and sponsors for specific projects under taken / to be undertaken by the company which have remained unutilized as at the Balance Sheet date.

Note 9 Long Term Loans and Advances (Rupees in Thousands)

Particulars	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
Advance Income Tax (TDS Receivable)	63.94	63.94
Total	**63.94**	**63.94**

Note 10 Cash and Cash Equivalents (Rupees in Thousands)

Particulars	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
Cash and Cash Equivalents		
(a) Balances with banks		
(i) In Current Account	1,815.82	1,405.33
(ii) In Savings Account	4,643.31	-
Total	**6,459.13**	**1,405.33**
Note:		
(i) Of the above, the balances that meet the definition of cash and cash equivalent as per AS-3 Cash Flow Statement is:	6,459.13	1,405.33

Note 11 Short Term Loans & Advances (Rupees in Thousands)

Particulars	As at March 31, 2024 (Rs.)	As at March 31, 2023 (Rs.)
Prepaid Expenses	-	2,336.40
Total	**-**	**2,336.40**

Dairy Health and Nutrition Initiative India Foundation
(Company Limited by Guarantee and not having Share Capital)
Notes forming part of the financial statements

Note 12 Grants or Donations Received (Rupees in Thousands)

Particulars	For the year ended March 31, 2024 (Rs.)	For the year ended March 31, 2023 (Rs.)
Grant Income		
Transferred from Earmarked Funds	50,366.27	43,881.91
Transferred from Capital Grant Funds	19.68	36.46
Total	**50,385.95**	**43,918.37**

Note 13 Grants Paid (Rupees in Thousands)

Particulars	For the year ended March 31, 2024 (Rs.)	For the year ended March 31, 2023 (Rs.)
Grants Paid	43,736.00	35,669.00
Total	**43,736.00**	**35,669.00**

Note 14 Other Expenses (Rupees in Thousands)

Particulars	For the year ended March 31, 2024 (Rs.)	For the year ended March 31, 2023 (Rs.)
Legal and Professional Charges	1,513.89	3,059.04
Salary & Allowances	1,804.20	863.45
Statutory Audit Fees (refer note below)	299.43	299.43
Internal Audit Fees	148.47	118.54
Travel, Lodging & Boarding expenses	282.94	488.86
Printing & Stationery	38.35	68.63
Insurance	3.26	5.22
Bank Charges	0.20	0.03
Computer Expenses	11.70	4.25
Miscellaneous Expenses	191.43	190.26
Total	**4,293.87**	**5,097.71**

Note: (Rupees in Thousands)

Particulars	For the year ended March 31, 2024 (Rs.)	For the year ended March 31, 2023 (Rs.)
Auditor's Remuneration (Inclusive of Goods & Service Tax):		
Statutory Audit Fees	239.54	239.54
Tax Audit Fees	59.89	59.89
Total	**299.43**	**299.43**

Dairy Health and Nutrition Initiative India Foundation
(Company Limited by Guarantee and not having Share Capital)
Notes forming part of the financial statements

Note 15 Unspent Grants as at 31 March, 2024

(Rupees in Thousands)

Programme	Project Description	Opening Balance as at 1 April, 2023	Grants received during the year	Refund from Onward Grantee	Interest earned during the year	Adjustments during the year	Transferred to Income and Expenditure Account	Grants refunded to Donor during the year	Transferred to Capital Grant	Closing Balance as at 31 March, 2024	
Sir Dorabji Tata Trust											
SDTT/TDM/DH/DK/Iv/2016-17	Tata Dairy Mission Phase 1- Grant 2 dated December 19, 2016 (Ruhaanii Phase - 1)	-	-	-	-	-	-	-	-	-	**
		5.21	-	-	-	-	-	*5.21*	-	-	
Core Grant	Core Grant - Grant 5	-	-	-	-	-	-	-	-	-	**
		16.68	-	-	-	-	-	*16.68*	-	-	
SDTT/MUM/RPA/DHANII/2019-2020/0082-AK/al	Core Expenses for DHANII Admin Grant	-	-	-	-	-	-	-	-	-	**
		289.29	-	-	-	-	-	*289.29*	-	-	
SDTT/MUM/RPA/DHANII/2019-2020/0089-AK/al	Extension of Productivity Enhancement Services in Villages Covered by Three Milk Producer Companies	-	-	-	-	-	-	-	-	-	**
		-	-	*442.97*	-	-	-	*442.97*	-	-	
SDTT/MUM/RPA/DHANII/2019-2020/0107-AK/al	Expansion Plan of Four Milk Producer Companies promoted under Tata Dairy Mission	-	-	-	-	-	-	-	-	-	**
		3,742.81	-	*1,552.71*	-	-	-	*5,295.52*	-	-	
SDTT/MUM/RPA/DHANII/2021-2022/0007-AK-al	Expansion Plan for Shwetdhara Milk Producer Company (MPC) - Promoted under Tata Dairy Mission	2,352.43	27,930.00	-	5.22	-	29,361.40	-	-	**926.25**	*
		1,977.63	*39,159.00*	-	-	-	*38,784.20*	-	-	***2,352.43***	
SDTT/MUM/RPA/DHANII/2023-2024/0004_VK_sj	Sakhi Mahila Milk Producer Company Retail Marketing Plan	-	22,649.11	-	58.10	-	18,852.39	-	-	**3,854.82**	
		-	-	-	-	-	-	-	-	-	
Tata Education and Development Trust											
TEDT/MUM/RPA/DHANII/2021-2022/0187 – AK/al	Core Expenses for Dairy Health and Nutrition Initiative India Foundation (DHANII), Jaipur	142.74	2,836.00	-	16.02	-	2,152.48	-	-	**842.28**	*
		1,101.60	*4,138.85*	-	-	-	*5,097.71*	-	-	***142.74***	
Total		**2,495.17**	**53,415.11**	**-**	**79.34**	**-**	**50,366.27**	**-**	**-**	**5,623.35**	
		7,133.22	*43,297.85*	*1,995.67*	-	-	*43,881.91*	*6,049.66*	-	*2,495.17*	

Note: Previous year figures are disclosed in italics.
* Grants closed during the current year.
** Grants Closed during previous Year.

Dairy Health and Nutrition Initiative India Foundation
(Company Limited by Guarantee and not having Share Capital)
Notes forming part of the financial statements

Note 16 Tax Status of the Company

The Company is registered under Section 12AA of the Income Tax Act, 1961 which entitles it to claim an exemption from income tax, provided certain conditions laid down in the Income Tax Act, 1961 are complied with. Provision for income tax would be made only in the year in which the Company is unable to establish reasonable certainty of its ability to fulfil these conditions. The Company has also obtained a certificate under Section 80G of the Income Tax Act, 1961 which is renewed in Assessment Year 2022-2023 and valid till Assessment year 2024-25. The tax exemption is under sec 12AB of income tax act, 1961 which is valid till Assessment Year 2026-27.

Note 17 Segment Reporting

The Company is registered as a Section 8 company established in India with the purpose to to assist in the promotion, production and maintenance of quality livestock and to increase production and distribution of good quality milk and milk products and to undertake operations with respect to encouragement of related activities. The same represents a single business and geographical segment, which operates in India and no separate segmentation or reporting is required as per the Accounting Standard 17 " Segment Reporting ".

Other Notes:

Note 18 Leases

The Company has not entered into any Financial or Operating leases during the relevant financial years.

Note 19 Undisclosed Income

There are no transactions which has not been recorded in the books of account and which has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

Note 20 Details of Benami Property held

No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1985 (45 of 1988) and rules made thereunder.

Note 21 Wilful Defaulter

The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.

Note 22 Registration of charges or satisfaction with Registrar of Companies

No charges for registration or satisfaction, beyond the statutory period, are pending to be registered with Registrar of Companies.

Note 23 Loans and Advances

The company has not given any loans or advances in the nature of loans to promoters, directors, Key Management Personnel (KMP) and related parties as defined under the Companies Act, 2013.

Note 24 Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.

Note 25 Compliance with number of layers of companies

There are no subsidiary companies as defined under section 2(87) of the Companies Act, 2013 and hence no disclosures are required to be made.

Note 26 Relationship with Struck of Companies

There are no balances outstanding on account of any transaction with companies struck off under Section 248 of the Companies Act 2013 or Section 560 of Companies Act 1956.

Note 27 Corporate Social Responsibility (CSR)

The company does not fulfil provisions of section 135 of the Companies Act, 2013 and hence no disclosure is made under CSR.

Note 28 **Utilization of funds**

There are no funds which 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 (is), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the company (Ultimate Beneficiaries). The company has not received any fund from any party(s) (Funding Party) with the understanding that the company shall whether directly or indirectly lend or invest in other person or entities identified by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

There are no funds which have been received by the company from any other person(s) or entity (is), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall directly or indirectly, lend or invest in other person or entities identified in any manner whatsoever (Ultimate Beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.

Note 29 **Borrowings of funds**

The company has not borrowed funds from any banks or financial institutions on the basis of security of current assets.

Note 30 **Disclosure of Ratios :**

Ratio	Numerator	Denominator	Current Year	Previous Year	Variance	Variance %	Reason for variance in excess of 25%
(a) Current Ratio,	Current Assets	Current liabilities	1.01	1.00	-0.01	-0.7%	Refer Note 1
(b) Debt-Equity Ratio,	Not applicable						Refer Note 2
(c) Debt Service Coverage Ratio,	Not applicable						Refer Note 2
(d) Return on Equity Ratio,	Not applicable						Refer Note 3
(e) Inventory turnover ratio,	Not applicable						Refer Note 4
(f) Trade Receivables turnover ratio,	Not applicable						Refer Note 5
(g) Trade payables turnover ratio,	Not applicable						Refer Note 5
(h) Net capital turnover ratio,	Not applicable						Refer Note 5
(i) Net profit ratio,	Not applicable						Refer Note 5
(j) Return on Capital employed,	Not applicable						Refer Note 3
(k) Return on investment.	Not applicable						Refer Note 6

Notes :

1) Explanation shall be provided for any change in the ratio by more than 25% as compared to the ratio of preceding year.
2) The company does not have any debt taken during the year or outstanding of earlier year. Thus this ratio is not applicable.
3) The entity is section 8 company with limited guarantee. There is no equity share capital authorized/issued. Thus this ratio is not applicable.
4) We are providing services and there is no inventory. Hence this ratio is not applicable.
5) The entity is section 8 company i.e. a not for profit organization. Thus there is no profit motive involved thus, this ratio is not applicable.
6) The company does not have investment. Thus this ratio is not applicable

Note 31 **Audit Trail**

As per the proviso to Rule 3(1) of Companies (Accounts) Rules, 2014, for the financial year commencing on or after the 1st day of April 2023, every company which uses accounting software for maintaining its books of account, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled.

The Company has used Tally Prime 4.1 as its accounting software for recording all the accounting transactions viz., grants, purchases, fixed assets, other expenses, cash and bank transactions, journal entries and all other general ledger accounting transactions for the year ended March 31, 2024. The Company's accounting software does not has a feature of recording audit trail (edit log) facility for the entire financial year, and hence has not complied with the requirements of audit trail. Additionally, the Entity has not carried out backups on a daily basis of such books of accounts maintained in electronic mode in a server physically located in India.

Note 32 Additional Notes:

(i) The bifurcation of costs within various cost centres, budgets and the variances have been done based on Management's Judgement.

(ii) (a) Previous year's figure of Rs. 112.81 (in '000s) pertaining to Staff Salary Payable & Staff dues Payable has been regrouped and reclassified under Other current liabilities (Note 7) from Trade payables (Note 6) in the current year as per the Schedule III disclosure requirements.

(b) Previous year's figure of Rs 2336.40 (in '000s) pertaining to prepaid expenses has been regrouped and reclassified under Short Term Loans & Advances (Note 11) from Other current Assets in the current year as per the Schedule III Disclosure requirements.

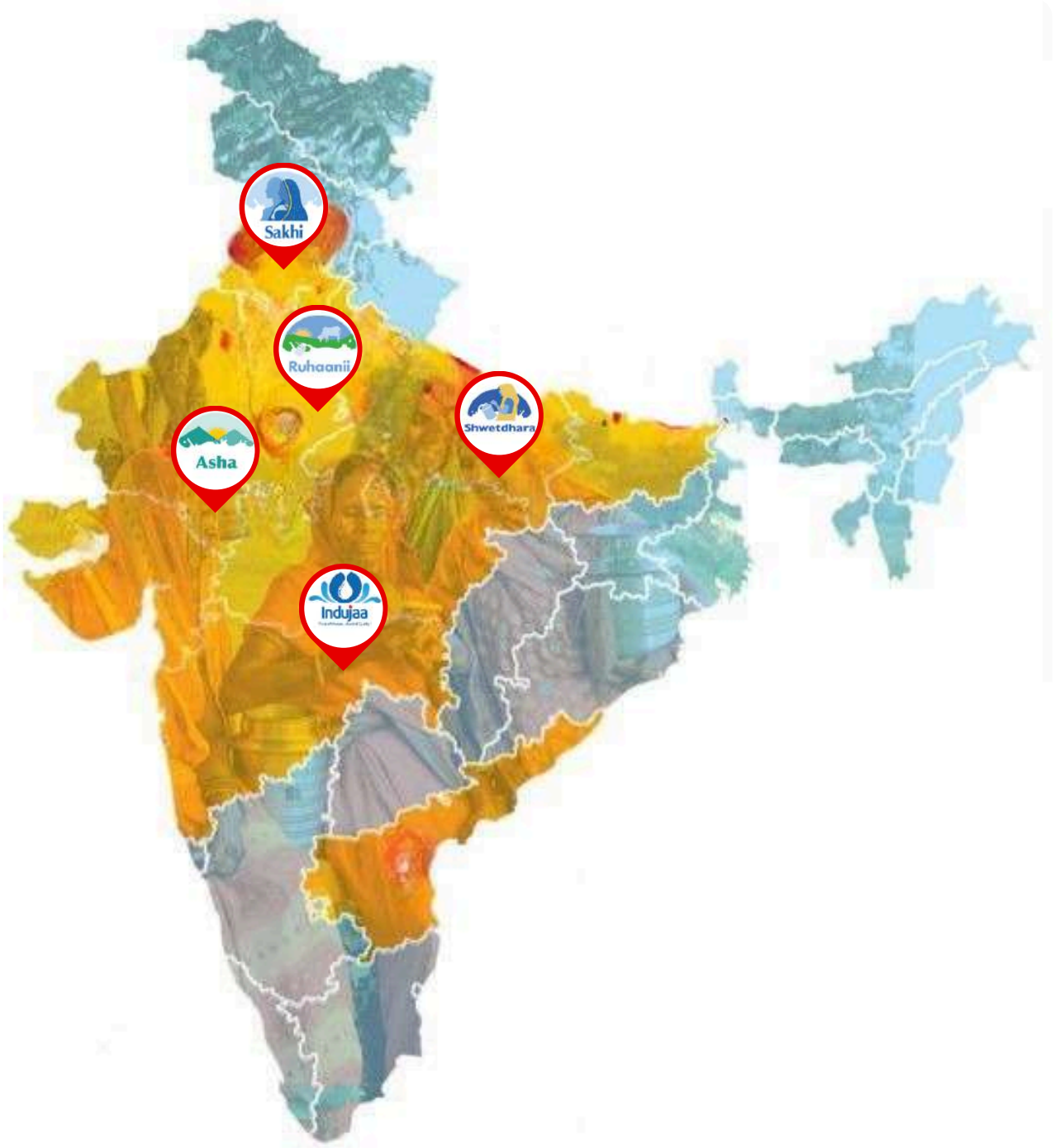
For and behalf of the Board of Directors
Dairy Health and Nutrition Initiative India Foundation

Raghavan R Shastri
Director
DIN: 00027418

Ashish W Deshpande
Director
DIN: 07519898

Date: September 23, 2024
Place: Mumbai

Presence of MPCs



Envisioning a prosperous future for dairy farmers

DHANII is committed to serve the underserved, small and marginal dairy farmers of varied geographies. Since inception we have facilitated setting up milk procurement, chilling and marketing activities across 5 states through 5 MPCs. The MPCs set up by DHANII, procured around 4.3 Lakh kgs of milk per day during 2023-24.

VOICES FROM FIELD

Lajja Devi

Bhikharipur Masri, Bahraich

Meet Lajja Devi, a trailblazer from Bhikharipur Masri, Uttar Pradesh, who is transforming dairy farming and challenging societal norms. With 4-5 buffaloes, Lajja has developed a sustainable dairy business by focusing on balanced nutrition, regular vaccinations, and supplements for her animals. Her dedication to providing quality feed and sourcing high-quality breeds from other states has led to increased milk production and sets an example for fellow farmers.

Her partnership with Shwetdhara has further strengthened her farm's sustainability. By cultivating maize for silage, Lajja has reduced her dependency on external fodder and even sells the surplus to benefit her community.

A true change-maker, Lajja Devi challenges traditional gender roles by sharing farm responsibilities with her husband and advocating for gender equality. She is particularly proud of her children's education, ensuring her daughter is enrolled in college, and inspiring others to prioritize girls' education.

Lajja Devi's story exemplifies how modern farming practices, a commitment to education, and a determined spirit can transform lives and uplift entire communities.

From Lajja Devi:
"With Shwetdhara's support, I turned dairy farming into a thriving business and a source of inspiration for my community."

VOICES FROM FIELD

Sarita Kunwar

Rajsamand (Village – Rajyawas)

Sarita Kunwar, a dairy farmer from Rajsamand, Rajasthan, faced financial struggles before joining the ASHA Producer Company (APC) in April 2024. Her income from dairy farming was low, and the rising costs of maintaining her cattle forced her to sell them, worsening her family's economic situation.

The turning point came when ASHA opened a Milk Collection Center (MCC) in her area. Sarita attended ASHA's training sessions, which emphasized fair milk pricing, veterinary support, and better cattle management practices. Motivated by the opportunities, Sarita became a member of ASHA.

Since joining, Sarita's life has transformed. ASHA's regular payments every 10 days provided her with a stable income. She now receives fair prices for her milk, leading to better quality production. With increased earnings, Sarita expanded her herd from one cow to two and saw a rise in milk production, from 10 liters to 20-22 liters daily. ASHA's veterinary support and training further improved her cattle care, ensuring healthier animals and higher-quality milk.

Strengthening Governance

- Inclusive Board Representation – Class based representation for small, medium and large category farmers
- Patronage based member classes and their representation on Board
- Policy Based governance adopted by the Board
- Rotational retirement of Board of Directors

Women – Led Development

Economic empowerment | Access to Market & resources | Participation in Governance | Enablement through Capacity Building | Social Empowerment | Increased say in asset creation and household expenses | Improved Credit Worthiness

Adoption of Digital Technology - Power to Empower

Fair and transparent automated system of milk collection

Comprehensive ICT system to bring in transparency in operations at village level

- Milk Pooling Points in every village is fully automated.
- Data captured and transmitted to central server.

Acknowledgment receipt followed by SMS to members/App for real-time access of transactional data

Milk payment directly transferred to members' bank account once in 10 days

DHANII

Dairy Health and Nutrition Initiative India Foundation

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