REGISTERED NUMBER: 02430421 (England and Wales)

GROUP STRATEGIC REPORT,

REPORT OF THE DIRECTORS AND

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

FOR

INDUS FOODS LIMITED

Harrison Beale & Owen Limited
Chartered Accountants and Statutory Auditors
Seven Stars House
1 Wheler Road
Coventry
CV3 4LB

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for the year ended 30 June 2022

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INDUS FOODS LIMITED

COMPANY INFORMATION
for the year ended 30 June 2022

DIRECTORS:	T I Areehy Ms N K Areehy Z A Chaudhary
REGISTERED OFFICE:	75 Sampson Road North Sparkbrook Birmingham B11 1BH
REGISTERED NUMBER:	02430421 (England and Wales)
AUDITORS:	Harrison Beale & Owen Limited Chartered Accountants and Statutory Auditors Seven Stars House 1 Wheler Road Coventry CV3 4LB
BANKERS:	Natwest Bank plc Bolton Corporate Service Centre Parklands, De Havilland Way Horwich Bolton BL6 4YU

GROUP STRATEGIC REPORT
for the year ended 30 June 2022

The directors present their strategic report of the company and the group for the year ended 30 June 2022.

REVIEW OF BUSINESS
On 8 April 2022, the company acquired 100% of Moorcroft Holdings Limited, an entity previously under common ownership and a new group of companies was formed.

The group (previously company) has improved its market share this year with an increase in turnover to £15,554,865 (2021: £13,953,316). Gross profit margin has also improved in percentage terms during this period.

Management have continued to expand operations through improvements to the site facilities, following a new warehouse development being completed and in use from the prior year, with this being the first full year in use following completion.

Overall, management are satisfied with this level of performance in the current trading environment.

PRINCIPAL RISKS AND UNCERTAINTIES
The group's principal exposure to risks are through pricing volatility, both as a result of changes in prices of products and through exchange rate fluctuations, as management are in part reliant on suppliers based overseas.

Management are mindful of these key risks to the business and have adopted strategies, which include: continued scrutiny of pricing and rates of exchange; sourcing of product from various suppliers; and management of its purchase cycle.

Management also acknowledge exposure to interest rate and credit risks and these are also assessed continuously in order to minimise their impact.

FUTURE DEVELOPMENTS
In the wake of the impact of the Covid-19 pandemic the group and company initially saw a slight dip in activity but otherwise remained fairly resilient through the year. Thereafter, management's focus has continued to be on purchasing strategy and this has been assisted with the new warehouse development that became operational during the prior year with this year being the first full year of operation.

Trading has been buoyant in the financial year and the group and company appears well placed to trade through any remaining uncertainty in the wake of past events.

With a solid balance sheet and other credit facilities in place, management believe the group and company will be able to continue to invest in its working capital needs and pay its debts as they fall due for the foreseeable future.

The group's and company's strategy for 2022-23 and beyond remains one of growth, although management are mindful that the next 12 months may be challenging. Nevertheless, the directors believe the group and company to be a going concern and have adopted this assumption in preparing the financial statements.

ON BEHALF OF THE BOARD:

T I Arechy - Director

20 April 2023

REPORT OF THE DIRECTORS
for the year ended 30 June 2022

The directors present their report with the financial statements of the company and the group for the year ended 30 June 2022.

PRINCIPAL ACTIVITY
The principal activity of the group in the year under review was that of wholesale grocery and packaging.

DIVIDENDS
The total distribution of ordinary dividends for the year ended 30 June 2022 will be £100,000 (2021: £100,000).

DIRECTORS
The directors shown below have held office during the whole of the period from 1 July 2021 to the date of this report.

T I Areehy
Ms N K Areehy
Z A Chaudhary

CHARITABLE DONATIONS AND EXPENDITURE
During the year the group/ company made charitable donations of £25,000 (2021: £12,000).

DISCLOSURE IN THE STRATEGIC REPORT
The group's review of business, principal risks and uncertainties and future developments are disclosed within the strategic report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES
The directors are responsible for preparing the Group Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

ON BEHALF OF THE BOARD:

T I Areehy - Director

20 April 2023

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF INDUS FOODS LIMITED

Opinion

We have audited the financial statements of Indus Foods Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 June 2022 which comprise the Consolidated Income Statement, Consolidated Other Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 30 June 2022 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception
In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:
- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors
As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent 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 directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

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 a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The audit process includes an assessment of the group's and entity's risk environment, through enquiry of and discussion with management, including an assessment of any key laws and regulations with which the group and company must comply in the ordinary course of its business.

Additionally, the overall risks of irregular transactions occurring are assessed following our observations and confirmation of the design and implementation of management's controls. Whilst we are mindful of these risks, our audit focus is geared towards the risk of material misstatement in the financial statements as a whole.

As such, our procedures cannot guarantee that all transactions have been fully compliant with all relevant laws and regulations, including those regulations relating to fraud, as our procedures are not designed to detect all instances of non-compliance. By definition, the risk of our detection of non-compliance is greater where compliance with a law or regulation is removed from the events and transactions reflected in the financial statements. The risk is also greater regarding irregularities due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF INDUS FOODS LIMITED

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Wane Gutteridge ACA (Senior Statutory Auditor)
for and on behalf of Harrison Beale & Owen Limited
Chartered Accountants and Statutory Auditors
Seven Stars House
1 Wheler Road
Coventry
CV3 4LB

20 April 2023

CONSOLIDATED
INCOME STATEMENT
for the year ended 30 June 2022

	Notes	2022 £	2021 £
TURNOVER	3	**15,554,865**	13,953,316
Cost of sales		**12,695,589**	11,575,339
GROSS PROFIT		**2,859,276**	2,377,977
Administrative expenses		**2,307,192**	2,017,525
		552,084	360,452
Other operating income		**6,127**	49,585
OPERATING PROFIT	5	**558,211**	410,037
Other gains	6	**40,627**	-
		598,838	410,037
Interest payable and similar expenses	7	**142,920**	113,514
PROFIT BEFORE TAXATION		**455,918**	296,523
Tax on profit	8	**101,038**	25,430
PROFIT FOR THE FINANCIAL YEAR		**354,880**	271,093
Profit attributable to:			
Owners of the parent		**354,880**	271,093

The notes form part of these financial statements

CONSOLIDATED
OTHER COMPREHENSIVE INCOME
for the year ended 30 June 2022

	Notes	2022 £	2021 £
PROFIT FOR THE YEAR		**354,880**	271,093
OTHER COMPREHENSIVE INCOME		**-**	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		**354,880**	271,093
Total comprehensive income attributable to:			
Owners of the parent		**354,880**	271,093

The notes form part of these financial statements

CONSOLIDATED BALANCE SHEET
30 June 2022

	Notes	2022 £	2022 £	2021 £	2021 £
FIXED ASSETS					
Intangible assets	11		**5,647**		-
Tangible assets	12		**3,279,873**		2,572,849
Investments	13		**15,000**		15,000
			3,300,520		2,587,849
CURRENT ASSETS					
Stocks	14	**3,704,891**		3,392,347	
Debtors	15	**2,729,085**		3,397,794	
Investments	16	**30**		30	
Cash at bank and in hand		**391,674**		324,342	
		6,825,680		7,114,513	
CREDITORS					
Amounts falling due within one year	17	**4,229,946**		3,940,450	
NET CURRENT ASSETS			**2,595,734**		3,174,063
TOTAL ASSETS LESS CURRENT LIABILITIES			**5,896,254**		5,761,912
CREDITORS					
Amounts falling due after more than one year	18		**(2,180,686)**		(2,330,977)
PROVISIONS FOR LIABILITIES	22		**(113,681)**		(93,928)
NET ASSETS			**3,601,887**		3,337,007
CAPITAL AND RESERVES					
Called up share capital	23		**60,000**		50,000
Capital redemption reserve	24		**635,000**		635,000
Retained earnings	24		**2,906,887**		2,652,007
SHAREHOLDERS' FUNDS			**3,601,887**		3,337,007

The financial statements were approved by the Board of Directors and authorised for issue on 20 April 2023 and were signed on its behalf by:

T I Arechy - Director

The notes form part of these financial statements

COMPANY BALANCE SHEET
30 June 2022

	Notes	2022 £	2022 £	2021 £	2021 £
FIXED ASSETS					
Intangible assets	11		**5,647**		-
Tangible assets	12		**2,522,701**		2,572,849
Investments	13		**25,000**		15,000
			2,553,348		2,587,849
CURRENT ASSETS					
Stocks	14	**3,704,891**		3,392,347	
Debtors	15	**3,063,808**		3,397,794	
Investments	16	**30**		30	
Cash at bank and in hand		**391,674**		324,342	
		7,160,403		7,114,513	
CREDITORS					
Amounts falling due within one year	17	**4,168,007**		3,940,450	
NET CURRENT ASSETS			**2,992,396**		3,174,063
TOTAL ASSETS LESS CURRENT LIABILITIES			**5,545,744**		5,761,912
CREDITORS					
Amounts falling due after more than one year	18		**(1,879,712)**		(2,330,977)
PROVISIONS FOR LIABILITIES	22		**(113,681)**		(93,928)
NET ASSETS			**3,552,351**		3,337,007
CAPITAL AND RESERVES					
Called up share capital	23		**60,000**		50,000
Capital redemption reserve	24		**635,000**		635,000
Retained earnings	24		**2,857,351**		2,652,007
SHAREHOLDERS' FUNDS			**3,552,351**		3,337,007
Company's profit for the financial year			**305,344**		271,093

The financial statements were approved by the Board of Directors and authorised for issue on 20 April 2023 and were signed on its behalf by:

T I Areehy - Director

The notes form part of these financial statements

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the year ended 30 June 2022

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 July 2020	50,000	2,480,914	635,000	3,165,914
Changes in equity				
Dividends	-	(100,000)	-	(100,000)
Total comprehensive income	-	271,093	-	271,093
Balance at 30 June 2021	50,000	2,652,007	635,000	3,337,007
Changes in equity				
Issue of share capital	10,000	-	-	10,000
Dividends	-	(100,000)	-	(100,000)
Total comprehensive income	-	354,880	-	354,880
Balance at 30 June 2022	60,000	2,906,887	635,000	3,601,887

The notes form part of these financial statements

COMPANY STATEMENT OF CHANGES IN EQUITY
for the year ended 30 June 2022

	Called up share capital £	Retained earnings £	Capital redemption reserve £	Total equity £
Balance at 1 July 2020	50,000	2,480,914	635,000	3,165,914
Changes in equity				
Dividends	-	(100,000)	-	(100,000)
Total comprehensive income	-	271,093	-	271,093
Balance at 30 June 2021	50,000	2,652,007	635,000	3,337,007
Changes in equity				
Issue of share capital	10,000	-	-	10,000
Dividends	-	(100,000)	-	(100,000)
Total comprehensive income	-	305,344	-	305,344
Balance at 30 June 2022	60,000	2,857,351	635,000	3,552,351

The notes form part of these financial statements

CONSOLIDATED CASH FLOW STATEMENT
for the year ended 30 June 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	**656,077**	(972,641)
Interest paid		**(137,808)**	(113,007)
Interest element of hire purchase payments paid		**(5,112)**	(507)
Tax paid		**(1,957)**	(97,606)
Net cash from operating activities		**511,200**	(1,183,761)
Cash flows from investing activities			
Purchase of intangible fixed assets		**(7,529)**	-
Purchase of tangible fixed assets		**(65,731)**	(1,050,673)
Sale of tangible fixed assets		**5,000**	2,500
Net cash acquired with subsidiary		**1,199**	-
Net cash from investing activities		**(67,061)**	(1,048,173)
Cash flows from financing activities			
New loans in year		**300,000**	1,140,000
Loan repayments in year		**(338,142)**	(74,900)
Capital repayments in year		**(79,252)**	(45,632)
Amount withdrawn by directors		**(106,012)**	(109,564)
Equity dividends paid		**(60,000)**	(50,000)
Net cash from financing activities		**(283,406)**	859,904
Increase/(decrease) in cash and cash equivalents		**160,733**	(1,372,030)
Cash and cash equivalents at beginning of year	2	**(332,805)**	1,039,225
Cash and cash equivalents at end of year	2	**(172,072)**	(332,805)

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the year ended 30 June 2022

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2022	2021
	£	£
Profit before taxation	**455,918**	296,523
Depreciation charges	**122,097**	108,078
Loss on disposal of fixed assets	**19,789**	700
Other gains	**(40,627)**	-
Finance costs	**142,920**	113,514
	700,097	518,815
Increase in stocks	**(312,544)**	(1,140,294)
Decrease/(increase) in trade and other debtors	**609,948**	(70,689)
Decrease in trade and other creditors	**(341,424)**	(280,473)
Cash generated from operations	**656,077**	(972,641)

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 30 June 2022

	30.6.22	**1.7.21**
	£	**£**
Cash and cash equivalents	**391,674**	**324,342**
Bank overdrafts	**(563,746)**	**(657,147)**
	(172,072)	**(332,805)**

Year ended 30 June 2021

	30.6.21	1.7.20
	£	£
Cash and cash equivalents	324,342	1,039,225
Bank overdrafts	(657,147)	-
	(332,805)	1,039,225

The notes form part of these financial statements

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the year ended 30 June 2022

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.7.21 £	Cash flow £	Other non-cash changes £	At 30.6.22 £
Net cash				
Cash at bank and in hand	324,342	67,332		391,674
Bank overdrafts	(657,147)	93,401		(563,746)
	(332,805)	160,733		(172,072)
Liquid resources				
Current asset investments	30	-	-	30
	30	-	-	30
Debt				
Finance leases	(177,362)	79,252	-	(127,235)
Debts falling due within 1 year	(1,198,514)	(172,097)	-	(1,370,611)
Debts falling due after 1 year	(1,989,470)	254,514	-	(1,734,956)
	(3,365,346)	161,669	-	(3,232,802)
Total	(3,698,121)	322,402	-	(3,404,844)

The notes form part of these financial statements

1. STATUTORY INFORMATION

Indus Foods Limited is a private company, limited by shares , registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements
These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The accounts have been prepared in accordance with applicable accounting standards. The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year.

On 8 April 2022, the company acquired a subsidiary undertaking, Moorcroft Holdings Limited and the financial statements for 2022 show the consolidated financial performance and financial position, whereas the comparatives show these for the company only. Accordingly, the current and prior year financial statements are not entirely comparable.

Basis of consolidation
The group financial statements consolidate the financial statements of Indus Foods Limited and its subsidiary undertaking drawn up to the last day of June each year, after eliminating all intercompany balances and transactions, using the purchase method of accounting.

Indus Foods Limited includes in the consolidation those subsidiary entities where control is established. Control is achieved where the group has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Related party exemption
The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

continued...

2. ACCOUNTING POLICIES - continued

Significant judgements and estimates
The group and company make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

Accounting estimates:

i) Inventory provisioning
The group and company hold significant levels of inventory - generally one quarter's trade - at any point. The inventory held is monitored by management to ensure appropriate provisions are made in respect of items of stock which are out of date or which are selling slowly. See note 14 to the financial statements for further disclosure.

ii) Impairment of debtors
The group and company make an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience. See note 15 to the financial statements for further disclosure.

Accounting judgements:

iii) Operating leases
The group and company utilise assets which it does not own and pays for on an ongoing basis. In making the judgement as to whether such arrangements constitute finance leases or operating leases, management have assessed where the substantial risk and rewards of the ownership of the assets fall, and assessed that the counter-party, rather than the group or company, bears substantially all of the risks and rewards of ownership of the assets.

Turnover
Sale of goods
Turnover from the sale of goods is recognised when significant risks and rewards of ownership of the goods have transferred to the buyer, the amount of turnover can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the company and the costs incurred or to be incurred in respect of the transaction can be measured reliably. This is usually on delivery of the goods.

Intangible assets
Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Computer software is being amortised evenly over its estimated useful life of four years.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Tangible fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property - 2% on cost
Leasehold improvement - 2% on cost
Plant & machinery - 10% on cost
Motor vehicles - 25% on cost

continued...

2. ACCOUNTING POLICIES - continued

Government grants
Other operating income includes government grants arising from the impact of Coronavirus (COVID-19) with the purpose of compensating the company for expenditure under the Job Retention Scheme are recognised in the period in which they become receivable.

Grants towards capital expenditure are treated as deferred income and released to the profit and loss account over the estimated useful economic life of the related assets.

Stocks
Stocks are valued at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase and other costs incurred in bringing stock to its present location and condition, including any import costs, duties and carriage.

Financial instruments
Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Income Statement.

Taxation
Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax
Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Foreign currencies
Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Hire purchase and leasing commitments
Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to profit or loss over the relevant period. The capital element of the future payments is treated as a liability.

continued...

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits
The company and group operate a defined contribution pension scheme. Contributions payable to the scheme are charged to profit or loss in the period to which they relate.

The company and group have in place an employer financed retirement benefit scheme for the benefits of officers, employees and their wider families. The scheme is known as The Indus Foods Limited 2011 Employer Finances Retirement Benefit Scheme ("The scheme").

The company and group do not include the assets and liabilities of the scheme on its balance sheet to the extent that they consider that they will not retain any economic benefit from the assets of the scheme and will not have control of the rights or other access to those present economic benefits.

Share capital
Share capital is treated as an equity instrument where there is evidence of a residual interest in the assets of an entity after deducting all its liabilities. Accordingly, a financial instrument is treated as equity if:

- there is no contractual obligation to deliver cash or other financial assets or to exchange financial assets or liabilities on terms that may be unfavourable; and

- the instrument is a non-derivative that contains no contractual obligations to deliver a variable number of shares or is a derivative that will be settled only by the company exchanging a fixed amount of cash or other assets for a fixed number of the company's own equity instruments.

Where shares are issued for a value in excess of their nominal value, the resultant premium is included in a share premium account.

Dividends
Dividends and other distributions to the company's shareholders are recognised as a liability in the financial statements in the period in which the dividends and other distributions are approved by shareholders. These amounts are recognised in the statement of changes in equity.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the group.

An analysis of turnover by geographical market is given below:

	2022	2021
	£	£
United Kingdom	**15,074,029**	12,578,460
Europe	**480,836**	1,374,856
	15,554,865	13,953,316

All turnover in the current and prior year was derived from the sale of goods.

4. EMPLOYEES AND DIRECTORS

	2022	2021
	£	£
Wages and salaries	**1,017,991**	604,033
Social security costs	**71,430**	41,963
Other pension costs	**14,212**	9,021
	1,103,633	655,017

continued...

4. EMPLOYEES AND DIRECTORS - continued

The average number of employees during the year was as follows:

	2022	2021
Administration and support	**47**	25

During the year, the group and company incurred additional warehouse agency fees of £269,016 (2021: £618,666).

	2022	2021
	£	£
Directors' remuneration	**58,292**	48,758

5. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation - owned assets	**86,929**	77,703
Depreciation - assets on hire purchase contracts	**33,286**	30,375
Loss on disposal of fixed assets	**19,789**	700
Computer software amortisation	**1,882**	-
Auditors' remuneration	**9,500**	9,250
Foreign exchange differences	**(51,824)**	(155,098)
Operating leases - land and buildings	**25,000**	66,600
Deferred capital grant	**(6,126)**	(7,618)
Government grants - revenue grants	**-**	(41,967)

6. OTHER GAINS

	2022	2021
	£	£
Other gains	**40,627**	-

Other gains have arisen as a result of a bargain purchase adjustment following the acquisition of the entire issued capital of the company's subsidiary undertaking, Moorcroft Holdings Limited, the details of which are disclosed in notes 13 and 27.

7. INTEREST PAYABLE AND SIMILAR EXPENSES

	2022	2021
	£	£
Bank interest	**20,783**	12,272
Bank loan interest	**8,650**	-
Other interest	**108,375**	100,735
Hire purchase	**5,112**	507
	142,920	113,514

continued...

8. TAXATION

Analysis of the tax charge
The tax charge on the profit for the year was as follows:

	2022	2021
	£	£
Current tax:		
UK corporation tax	**81,285**	1,128
Deferred tax	**19,753**	24,302
Tax on profit	**101,038**	25,430

UK corporation tax has been charged at 19 % .

Reconciliation of total tax charge included in profit and loss
The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2022	2021
	£	£
Profit before tax	**455,918**	296,523
Profit multiplied by the standard rate of corporation tax in the UK of 19 % (2021 - 19 %)	**86,624**	56,339
Effects of:		
Expenses not deductible for tax purposes	**4,847**	28
Income not taxable for tax purposes	**(9,411)**	-
Capital allowances in excess of depreciation	**-**	(30,937)
Depreciation in excess of capital allowances	**18,978**	-
Total tax charge	**101,038**	25,430

During the year the UK corporation tax rate remained at 19%.

Following the latest announcements, pledges were made to keep the main rate at 19% up to April 2023, after which the main rate is set to rise to 25%.

9. INDIVIDUAL INCOME STATEMENT

As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

10. DIVIDENDS

	2022	2021
	£	£
Interim	**100,000**	100,000

continued...

11. INTANGIBLE FIXED ASSETS

Group

	Computer software £
COST	
Additions	7,529
At 30 June 2022	7,529
AMORTISATION	
Amortisation for year	1,882
At 30 June 2022	1,882
NET BOOK VALUE	
At 30 June 2022	5,647

Company

	Computer software £
COST	
Additions	7,529
At 30 June 2022	7,529
AMORTISATION	
Amortisation for year	1,882
At 30 June 2022	1,882
NET BOOK VALUE	
At 30 June 2022	5,647

continued...

12. TANGIBLE FIXED ASSETS

Group

	Freehold land and buildings £	Leasehold improvements £	Plant & machinery £	Motor vehicles £	Totals £
COST					
At 1 July 2021	-	2,285,642	663,980	298,936	3,248,558
Additions	785,672	-	66,356	-	852,028
Disposals	-	-	(62,930)	(158,130)	(221,060)
Reclassification/transfer	2,285,642	(2,285,642)	-	-	-
At 30 June 2022	3,071,314	-	667,406	140,806	3,879,526
DEPRECIATION					
At 1 July 2021	-	26,666	393,019	256,024	675,709
Charge for year	46,283	-	60,645	13,287	120,215
Eliminated on disposal	-	-	(43,316)	(152,955)	(196,271)
Reclassification/transfer	26,666	(26,666)	-	-	-
At 30 June 2022	72,949	-	410,348	116,356	599,653
NET BOOK VALUE					
At 30 June 2022	2,998,365	-	257,058	24,450	3,279,873
At 30 June 2021	-	2,258,976	270,961	42,912	2,572,849

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant & machinery £	Motor vehicles £	Totals £
COST			
At 1 July 2021	192,116	44,650	236,766
Additions	29,125	-	29,125
Transfer to ownership	(19,988)	-	(19,988)
At 30 June 2022	201,253	44,650	245,903
DEPRECIATION			
At 1 July 2021	25,209	11,163	36,372
Charge for year	22,124	11,162	33,286
Transfer to ownership	(9,994)	-	(9,994)
At 30 June 2022	37,339	22,325	59,664
NET BOOK VALUE			
At 30 June 2022	163,914	22,325	186,239
At 30 June 2021	166,907	33,487	200,394

continued...

12. **TANGIBLE FIXED ASSETS - continued**

Company

	Leasehold improvements £	Plant & machinery £	Motor vehicles £	Totals £
COST				
At 1 July 2021	**2,285,642**	**663,980**	**298,936**	**3,248,558**
Additions	**28,500**	**66,356**	**-**	**94,856**
Disposals	**-**	**(62,930)**	**(158,130)**	**(221,060)**
At 30 June 2022	**2,314,142**	**667,406**	**140,806**	**3,122,354**
DEPRECIATION				
At 1 July 2021	**26,666**	**393,019**	**256,024**	**675,709**
Charge for year	**46,283**	**60,645**	**13,287**	**120,215**
Eliminated on disposal	**-**	**(43,316)**	**(152,955)**	**(196,271)**
At 30 June 2022	**72,949**	**410,348**	**116,356**	**599,653**
NET BOOK VALUE				
At 30 June 2022	**2,241,193**	**257,058**	**24,450**	**2,522,701**
At 30 June 2021	2,258,976	270,961	42,912	2,572,849

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant & machinery £	Motor vehicles £	Totals £
COST			
At 1 July 2021	**192,116**	**44,650**	**236,766**
Additions	**29,125**	**-**	**29,125**
Transfer to ownership	**(19,988)**	**-**	**(19,988)**
At 30 June 2022	**201,253**	**44,650**	**245,903**
DEPRECIATION			
At 1 July 2021	**25,209**	**11,163**	**36,372**
Charge for year	**22,124**	**11,162**	**33,286**
Transfer to ownership	**(9,994)**	**-**	**(9,994)**
At 30 June 2022	**37,339**	**22,325**	**59,664**
NET BOOK VALUE			
At 30 June 2022	**163,914**	**22,325**	**186,239**
At 30 June 2021	166,907	33,487	200,394

continued...

13. FIXED ASSET INVESTMENTS

Group

	Unlisted investments £
COST	
At 1 July 2021 and 30 June 2022	**15,000**
NET BOOK VALUE	
At 30 June 2022	**15,000**
At 30 June 2021	15,000

Company

	Shares in group undertakings £	Unlisted investments £	Totals £
COST			
At 1 July 2021	**-**	**15,000**	**15,000**
Additions	**10,000**	**-**	**10,000**
At 30 June 2022	**10,000**	**15,000**	**25,000**
NET BOOK VALUE			
At 30 June 2022	**10,000**	**15,000**	**25,000**
At 30 June 2021	-	15,000	15,000

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

Subsidiary

Moorcroft Holdings Limited
Registered office: 75 Sampson Road North, Birmingham, B11 1BH
Nature of business: Rental of property

	% holding
Class of shares:	
Ordinary	100.00

On 8 April 2022, as part of a group reconstruction, Indus Foods Limited acquired the entire issued share capital of Moorcroft Holdings by way of a share for share exchange, at a cost of £10,000.

14. STOCKS

	Group		Company	
	2022	2021	**2022**	2021
	£	£	**£**	£
Stocks	**3,704,891**	3,392,347	**3,704,891**	3,392,347

An impairment loss of £nil (2021: £nil) was recognised in cost of sales against stock during the year due to slow moving and obsolete stock.

continued...

15. DEBTORS

	Group		Company	
	2022	2021	**2022**	2021
	£	£	**£**	£
Amounts falling due within one year:				
Trade debtors	**2,178,192**	2,488,752	**2,178,192**	2,488,752
Amounts owed by group undertakings	**-**	-	**334,723**	-
Other debtors	**274,411**	522,135	**274,411**	522,135
VAT	**36,526**	89,965	**36,526**	89,965
Prepayments and accrued income	**46,887**	53,506	**46,887**	53,506
	2,536,016	3,154,358	**2,870,739**	3,154,358
Amounts falling due after more than one year:				
Other debtors	**193,069**	243,436	193,069	243,436
Aggregate amounts	**2,729,085**	3,397,794	3,063,808	3,397,794

An impairment loss of £67,812 (2021: £nil) was recognised against trade and other debtors during the year.

All debtors are financial assets that are debt instruments measured at amortised cost.

16. CURRENT ASSET INVESTMENTS

	Group		Company	
	2022	2021	**2022**	2021
	£	£	**£**	£
Unlisted investments	**30**	30	**30**	30

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2022	2021	**2022**	2021
	£	£	**£**	£
Bank loans and overdrafts (see note 19)	**1,365,754**	1,228,297	**1,319,109**	1,228,297
Other loans (see note 19)	**568,603**	627,364	**568,603**	627,364
Hire purchase contracts (see note 20)	**84,574**	79,291	**84,574**	79,291
Trade creditors	**1,515,739**	1,672,401	**1,514,785**	1,672,401
Tax	**91,274**	2,002	**81,253**	2,002
Social security and other taxes	**55,305**	18,969	**55,305**	18,969
Other creditors	**384,295**	218,056	**380,996**	218,056
Pension creditor	**10,441**	5,325	**10,441**	5,325
Accruals and deferred income	**153,961**	88,745	**152,941**	88,745
	4,229,946	3,940,450	**4,168,007**	3,940,450

All creditors are financial liabilities measured at amortised cost.

Accruals include arrears of fixed cumulative dividends of £44,363, of which £20,732 relates to the 5% preference shares over a period between February 2013 to October 2018; and £23,631 relates to the 6% preference shares over a period between April 2014 and October 2018.

continued...

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2022	2021	**2022**	2021
	£	£	**£**	£
Bank loans (see note 19)	**458,483**	202,558	**157,509**	202,558
Other loans (see note 19)	**1,276,473**	1,786,912	**1,276,473**	1,786,912
Hire purchase contracts (see note 20)	**42,661**	98,071	**42,661**	98,071
Other creditors - 2-5 years	**403,069**	201,467	**403,069**	201,467
Other creditors - over 5 years	**-**	41,969	**-**	41,969
	2,180,686	2,330,977	**1,879,712**	2,330,977

Within other creditors is an amount totalling £243,436 (2021: £302,197) in relation to a settlement agreement reached with HMRC for amounts that will be subsequently made good by the directors. Accordingly, a corresponding debtor is also shown within other debtors.

The settlement is repayable in instalments and as such, the creditor and corresponding debtor have been aged accordingly, with amounts due within one year of £50,367 (2021: £58,761), amounts due within 2-5 years of £193,069 (2021: £201,467) and amounts due in more than 5 years of £nil (2021: £41,969).

Also included within other creditors are amounts advanced by Indus Associates Limited ORBS of £270,000, of which £60,000 is repayable within one year and £210,000 is due within 2-5 years. A loan was advanced of £300,000 in December 2021 and is repayable over 5 years, at an interest rate of 2.1%.

continued...

19. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2022	2021	**2022**	2021
	£	£	**£**	£
Amounts falling due within one year or on demand:				
Bank overdrafts	**563,746**	657,147	**564,607**	657,147
Bank loans - less than 1 year	**802,008**	571,150	**754,502**	571,150
Other loans	**568,603**	627,364	**568,603**	627,364
	1,934,357	1,855,661	**1,887,712**	1,855,661
Amounts falling due between one and two years:				
Bank loans - 1-2 years	**46,290**	45,049	**46,290**	45,049
Other loans - 1-2 years	**179,654**	179,654	**179,654**	179,654
	225,944	224,703	**225,944**	224,703
Amounts falling due between two and five years:				
Bank loans - 2-5 years	**257,351**	157,509	**111,219**	157,509
Other loans - 2-5 years	**988,959**	1,433,386	**988,959**	1,433,386
	1,246,310	1,590,895	**1,100,178**	1,590,895
Amounts falling due in more than five years:				
Repayable by instalments				
Bank loans - more than 5 years	**154,842**	-	**-**	-
Other loans more 5yrs instal	**107,860**	173,872	**107,860**	173,872
	262,702	173,872	**107,860**	173,872

Other loans include loans due within one year from directors of £388,949 (2021 £447,710). These loans are unsecured, do not attract interest and are repayable on demand.

20. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group

	Hire purchase contracts	
	2022	2021
	£	£
Net obligations repayable:		
Within one year	**84,574**	79,291
Between one and five years	**42,661**	98,071
	127,235	177,362

continued...

20. **LEASING AGREEMENTS - continued**

Company

	Hire purchase contracts	
	2022	2021
	£	£
Net obligations repayable:		
Within one year	**84,574**	79,291
Between one and five years	**42,661**	98,071
	127,235	177,362

Group

	Non-cancellable operating leases	
	2022	2021
	£	£
Within one year	**25,000**	64,150
Between one and five years	**18,750**	240,000
In more than five years	**-**	85,200
	43,750	389,350

Company

	Non-cancellable operating leases	
	2022	2021
	£	£
Within one year	**85,000**	64,150
Between one and five years	**223,950**	240,000
In more than five years	**-**	85,200
	308,950	389,350

continued...

21. SECURED DEBTS

The following secured debts are included within creditors:

	Group		Company	
	2022	2021	**2022**	2021
	£	£	**£**	£
Bank overdrafts	**563,746**	657,147	**564,607**	657,147
Bank loans	**1,260,491**	773,708	**912,011**	773,708
Hire purchase contracts	**127,235**	177,362	**127,235**	177,362
Other loans	**1,026,923**	1,471,349	**1,026,923**	1,471,349
Other creditors	**270,000**	-	**270,000**	-
	3,248,395	3,079,566	**2,900,776**	3,079,566

Bank borrowings are secured by fixed charges over all properties, plant and equipment, stocks and securities, book and other debts; and by a floating charge on all other property and assets present and future.

HP loans are secured on the relevant assets under the finance agreement, to which they relate.

Other loans include the following:-

A finance facility agreement which was originally secured totalling £1,500,000 in respect of the refurbishment and rebuild of premises at Sampson Road North, as shown within leasehold improvements.

These loans incur interest at a fixed rate of 6%, paid quarterly in arrears on the outstanding balance of the loans. The loans are secured via the following:

- A debenture from the Borrower in favour of the Lender;
- a personal guarantee of £400,000 made by the directors;
- an inter-company guarantee limited to £1,500,000 and supported by a second legal charge over the property to which this building work relates; and
- the subordination of directors loan monies and preference shares.

Other creditors represent amounts advanced by Indus Associates Limited ORBS, as stated in notes 17 and 18 to the financial statements and are secured by charges held over the shares of T I Areehy, director, and another family shareholder, both of whom are Trustees of Indus Associates Limited ORBS.

22. PROVISIONS FOR LIABILITIES

	Group		Company	
	2022	2021	**2022**	2021
	£	£	**£**	£
Deferred tax				
Accelerated capital allowances	**113,681**	93,928	**113,681**	93,928

Group

	Deferred tax
	£
Balance at 1 July 2021	**93,928**
Provided during year	**19,753**
Balance at 30 June 2022	**113,681**

continued...

22. PROVISIONS FOR LIABILITIES - continued

Company

	Deferred tax £
Balance at 1 July 2021	**93,928**
Provided during year	**19,753**
Balance at 30 June 2022	**113,681**

23. CALLED UP SHARE CAPITAL

Allotted and issued:

Number:	Class:	Nominal value:	2022 £	2021 £
60,000 (2021 - 50,000)	Ordinary	£1	**60,000**	50,000

10,000 Ordinary shares of £1 each were issued during the year in exchange for 10,000 Ordinary shares acquired in Moorcroft Holdings Limited.

All Ordinary shares rank pari passu with respect to voting rights, the rights to distribution of dividends and the repayment of capital.

24. RESERVES

Group

	Retained earnings £	Capital redemption reserve £	Totals £
At 1 July 2021	**2,652,007**	**635,000**	**3,287,007**
Profit for the year	**354,880**		**354,880**
Dividends	**(100,000)**		**(100,000)**
At 30 June 2022	**2,906,887**	**635,000**	**3,541,887**

Company

	Retained earnings £	Capital redemption reserve £	Totals £
At 1 July 2021	**2,652,007**	**635,000**	**3,287,007**
Profit for the year	**305,344**		**305,344**
Dividends	**(100,000)**		**(100,000)**
At 30 June 2022	**2,857,351**	**635,000**	**3,492,351**

continued...

24. RESERVES - continued

Retained earnings

This reserve represents all current and prior year retained profits and losses.

Capital redemption reserve

This reserves represents the nominal value of shares repurchased by the company.

25. PENSION COMMITMENTS

The company and group operate a defined contribution pension scheme in respect of certain employees and directors. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and group and amounted to £14,212 (2021: £9,021).

Included within creditors is a balance due to pension providers of £5,064 (2021: £2,282) representing contributions owed to the funds from the company/ group at the year end.

26. RELATED PARTY DISCLOSURES

Ordinary dividends to directors
T I Areehy received ordinary dividends of £20,000 (2021: £20,000).

N K Areehy received ordinary dividends of £20,000 (2021: £20,000).

Z A Choudhary received ordinary dividends of £nil in the current and prior year.

Directors' interest on loans
T I Areehy earned interest of £4,640 (2021: £5,326) on loans advanced. The loan balance owed at the year end amounted to £130,865 (2021: £150,992).

N K Areehy earned interest of £5,402 (2021: £6,201) on loans advanced. The loan balance owed at the year end amounted to £152,367 (2021: £175,801).

Z A Choudhary earned interest of £5,176 (2021: £5,940) on loans advanced. The loan balance owed at the year end amounted to £145,972 (2021: £168,423).

Other family members
Other family members were voted dividends of £52,000 (2021: £52,000).

Indus Associates Limited ORBS - related pension scheme

	2022	2021
	£	£
Rent	**39,500**	39,500
Interest payable	**3,150**	-
Loan received	**300,000**	-
Amount due to related party	**288,050**	27,925

Alnoor Education Foundation Limited - a charitable company under common influence

	2022	2021
	£	£
Donations	**25,000**	12,000
Dividends paid	**8,000**	8,000
Amount due from related party	**87,024**	87,024

continued...

26. RELATED PARTY DISCLOSURES - continued

Sanam Foods Ltd - entity controlled by son of Z Choudhary, director

	2022	2021
	£	£
Warehouse agency fees	**269,016**	618,666
Amount due to related party	**1,092**	-

Indus Food (Europe) B.V. - entity controlled by a director

	2022	2021
	£	£
Sales	**164,596**	71,520
Loan advanced	**99,988**	25,998
Amount due from related party	**100,890**	97,518

Key management are considered to be the directors, whose remuneration is disclosed in the preceding notes to these financial statements.

27. ACQUISITION OF SUBSIDIARY

On 8 April 2022, Indus Foods Limited acquired 100% of the issued share capital of Moorcroft Holdings Limited.

Indus Foods Limited have given the following consideration for the net assets of Moorcroft Holdings Limited:

	Book value	Fair value adjustment	Fair value
£ £ £			
Ordinary shares issued in exchange	10,000	-	10,000
Total	**10,000**	**-**	**10,000**

The net assets of Moorcroft Holdings Limited have been adjusted to fair value as follows:

Asset / Liability	Book value	Fair value adjustment	Fair value
£ £ £			
Fixed assets	757,173	-	757,173
Current assets	1,199	-	1,199
Current liabilities	(707,745)	-	(707,745)
Total	**50,627**	**-**	**50,627**

The acquisition of Moorcroft Holdings Limited has given rise to a bargain purchase gain of £40,627.

28. CONTROLLING INTERESTS

There is no overall controlling party or parties.

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