

INDEPENDENT AUDITOR'S REPORT

To the Members of **KAPIL ANAND AGRO PRIVATE LIMITED**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **KAPIL ANAND AGRO PRIVATE LIMITED** which comprises the balance sheet as at 31st March, 2020 and the statement of Profit and Loss, the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information for the year ended 31st March 2020, annexed thereto.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i) In the case of the Balance Sheet, of the state of affairs of the Company as on 31st March, 2020; and
- ii) In the case of Profit & Loss Account, of the Loss for the year ended on that date
- iii) In the case of Cash Flow Statement for the year ended as on 31st March, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for

preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement 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 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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.

Paragraph 40(b) of this SA explains that the shaded material below can be located in an Appendix to the auditor's report. Paragraph 40(c) explains that when law, regulation or applicable auditing standards expressly permit, reference can be made to a website of an appropriate authority that contains the description of the auditor's responsibilities, rather than including this material in the auditor's report, provided that the description on the website addresses, and is not inconsistent with, the description of the auditor's responsibilities below.

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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 'A', a statement on the matters specified in paragraphs 3 and 4 of the said Order.

2. As required by section 143(3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.

(b) In our opinion, proper books of accounts as required by law have been kept by the company as far as appears from our examination of those books.

(c) The Company has one branch office in Hathras, Uttar Pradesh, Both Head office & Branch was audited by us, therefore provisions of paragraph (c) are not applicable.

(d) The Balance Sheet and Statement of Profit & Loss Account and Cash Flow Statement dealt with by this report are in agreement with the books of accounts.

(e) In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(f) On the basis of written representations received from the directors, as on 31st March, 2020, taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.

(g) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017; and

(h) 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, in our opinion and to the best of our information and according to the explanations given to us:

(i) The Company does not have any pending litigations which would impact its financial positions.

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

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

(iv) The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended 31st March 2020.

For **AMEET AGARWWAL & ASSOCIATES**

Chartered Accountants

(Firm's Registration No. 031987N)


Ameet Agarwal

Proprietor

Membership No: 406370

UDIN NO: 20406370AAAAAA9966

Date: September 15, 2020

Place: Ghaziabad

Annexure 'A'

The Annexure referred to in paragraph 1 of our report on "Other Legal and Regulatory Requirements".

The Annexure referred to in our Independent Auditor's Report to the members of the Company on the standalone financial statements of the company for the year ended 31st March, 2020, we report that:

- (i) (a) As per the information and explanations provided to us, the Company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets.

(b) The Company has a regular program of verification of fixed assets which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Fixed assets have been physically verified by the company during the year and no discrepancy has been noticed on such verification.

(c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held by the Company as at the balance sheet date. In respect of immovable properties of land and buildings that have been taken on lease and disclosed as fixed asset in the financial statements, the lease agreements are in the name of the Company, where the Company is the lessee in the agreement.
- (ii) (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.

(b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.

(d) The company is maintaining proper records of inventory.
- (iii) (a) As per the information and explanations given to us, the Company has not granted any loan to any party covered in the register maintained under section 189 of the Companies Act, hence clause iii(b) and iii(c) are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.

- (v) According to the information and explanations given to us, we are of the opinion that the company has not accepted any deposit in pursuance of Sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.
- (vi) The Company is not required to maintain cost records under Section 148(1) of the Companies Act, 2013.
- (vii) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty and other material statutory dues applicable to it.
- (b) According to the information and explanations given to us, no undisputed amount payable in respect of income tax, wealth tax, sales tax, service tax, and other statutory dues as applicable to the company were in arrears, as at 31.03.2020 for a period of more than six months from the date they became payable.
- (c) According to the information and explanation given to us, there are no dues of income tax, sale tax, service tax and other statutory dues which have not been deposited on account of any dispute as applicable to the company.
- (viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution, bank or debenture holders.
- (ix) In our opinion, the term loans have been applied for the purpose for which they were raised.
- (x) According to the information and explanations given to us, no fraud by the company has been noticed or reported during the course of our audit.
- (xi) The Company is not a public company. Thus, section 197 relating to managerial remuneration is not applicable to the Company. Therefore, the provisions of clause 3(xi) of the order are not applicable.
- (xii) The company is not a Nidhi Company; hence provisions of paragraph (xii) are not applicable.
- (xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards;
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review; hence provisions of paragraph (xiv) of the said order are not applicable.
- (xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him.

(xvi) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **AMEET AGARWWAL & ASSOCIATES**

Chartered Accountants

(Firm's Registration No. 031987N)

Ameet Agarwal

Ameet Agarwal
Proprietor

Membership No: 406370

UDIN NO: 20406370AAAAAA9966

Date: September 15, 2020

Place: Ghaziabad

M/S KAPIL ANAND AGRO PRIVATE LIMITED

CIN- U01114HR2018PTC072549

Balance Sheet

As at 31st March 2020

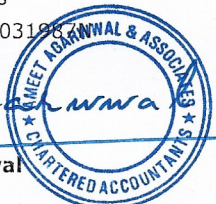
Particulars	Note No.	As at 31.03.2020	As at 31.03.2019
		(Rs.)	(Rs.)
<u>I. EQUITY AND LIABILITIES</u>			
(1) SHAREHOLDER'S FUND			
(a) Share Capital	2.1	306,380	100,000
(b) Reserve and Surplus	2.2	107,046,577	(84,032)
(2) CURRENT LIABILITIES			
(a) Trade Payables	2.3	27,584,663	-
(b) Other Current Liabilities	2.4	23,393,301	84,032
(c) Short-term provisions	2.5	8,944,027	-
Total Equity & Liabilities		167,274,949	100,000
<u>II. ASSETS</u>			
(1) NON CURRENT ASSETS			
(a) Fixed Assets			
Tangible Assets	2.6	59,969,292	-
Intangible Assets	2.6	1,757,698	-
(b) Deferred tax assets (net)	2.23	419,185	
(2) CURRENT ASSETS			
(a) Inventories	2.7	60,159,092	-
(b) Trade Receivables	2.8	32,617,943	-
(c) Cash & Cash Equivalent	2.9	6,804,915	100,000
(d) Other Current Assets	2.10	5,546,822	-
Total Assets		167,274,949	100,000
Accounting Policies & Notes on Accounts	1&2		

As per our Report of even date attached

For Ameet Agarwal & Associates

Chartered Accountants

Firm Registration No. 031987

Ameet Agarwal

C.A. Ameet Agarwal

Proprietor

Membership No. 406370

Place: Ghaziabad

Date: 15-September-2020

For and on behalf of the Board of Directors

M/S Kapil Anand Agro Private Limited

For-KAPILANAND AGRO PVT. LTD.

Kapil Anand
Auth. Sign./Director

Kapil Anand Arora

Director

DIN-07961481

For-KAPILANAND AGRO PVT. LTD.

Naresh Saklani
Auth. Sign./Director

Naresh Saklani

Director

DIN-08267555

M/S KAPIL ANAND AGRO PRIVATE LIMITED

CIN- U01114HR2018PTC072549

Statement of Profit and Loss

For the year ended 31st March 2020

Particulars	Note. No.	For the year ending 31.03.2020	For the year ending 31.03.2019
		(Rs.)	(Rs.)
I. Revenue from Operations	2.11	222,047,887	-
II. Other Income		-	-
III. Total Revenue (I+II)		222,047,887	-
IV. Expenses			
(a) Cost of materials consumed	2.12	171,657,796	-
(b) Employee's Benefit Expenses	2.13	11,958,771	-
(c) Depreciation & Amortisation Expenses	2.6	7,704,018	-
(d) Other Expenses	2.14	14,530,347	84,032
Total Expenses		205,850,933	84,032
V. Profit before Tax		16,196,955	(84,032)
VI. Tax Expenses			
Current Tax		(3,869,267)	-
Deferred Tax	2.24	419,185	-
VII. Profit/(Loss) for the Period		12,746,873	(84,032)
VIII. Appropriations:			
Interim (equity) dividend	2.16	(2,411,200)	-
IX. Profit/(Loss) transfer to Reserve & Surplus		10,335,673	(84,032)
X. Earning Per Equity Share			
Basic		967.72	(8.40)
Diluted		967.72	(8.40)
Accounting Policies & Notes on Accounts	1&2		

As per our Report of even date attached

For Ameet Agarwal & Associates

Chartered Accountants

Ameet Agarwal

C.A. Ameet Agarwal
 Proprietor

Membership No. 406370

Place: Ghaziabad

Date: 15-September-2020

For and on behalf of the Board of Directors

M/S Kapil Anand Agro Private Limited

For-KAPILANAND AGRO PVT. LTD.

For-KAPILANAND AGRO PVT. LTD.

Kapil Anand
Auth. Sign./Director

Kapil Anand Arora

Director

DIN-07961481

Naresh Saklani
Auth. Sign./Director

Naresh Saklani

Director

DIN-08267555

M/S KAPIL ANAND AGRO PRIVATE LIMITED
Cash Flow Statement for the year ended March 31, 2020

(Amount in Rs.)

Particular	Note	For the year ended March 31, 2020	For the year ended March 31, 2019
Cash flows from operating activities			
Profit before tax		16,196,955	(84,032)
Adjustment for:			
Depreciation and amortization expense		7,704,018	-
Provision for Interim Dividend		(2,411,200)	-
Operating profit before working capital changes		21,489,773	(84,032)
Adjustment for changes in working capital:			
(Increase) / decrease in inventory		(60,159,092)	-
(Increase) / decrease in other current assest		(5,546,822)	-
(Increase) / decrease in trade receivable		(32,617,943)	-
Increase / (decrease) in trade payables		27,584,663	-
Increase / (decrease) in other current liabilities		23,309,269	84,032
Increase / (decrease) in short term provisions		8,944,027	-
Cash generated from/(used in) operations		(16,996,125)	-
Less: Direct taxes paid/ refund		(3,869,267)	-
Net cash generated from/(used in) operating activities (A)		(20,865,392)	-
Cash flows from investing activities			
Capital expenditure on fixed assets, including capital advances		(69,431,008)	-
Net cash (used in) investing activities (B)		(69,431,008)	-
Cash flows from financing activities			
Proceeds from issue of Equity Share		97,001,316	-
Net cash (used in)/generated from financing activities (C)		97,001,316	-
Net (decrease)/increase in cash and cash equivalents (A+ B+ C)		6,704,915	-
Opening cash and cash equivalents		100,000	100,000
Closing cash and cash equivalents		6,804,915	100,000

Notes:

1. Reconciliation of components of cash and bank balance

Particular	As at March 31, 2020	As at March 31, 2019
Cash and cash equivalents:		
- Cash on Hand	185,958	-
- Balances with banks - on current accounts	6,618,957	100,000
Total	6,804,915	100,000

As per our Report of even date attached

For Ameet Agarwal & Associates

Chartered Accountants

Ame et Agar wwal
C.A. Ame et Agar wwal
 Proprietor

Membership No. 406370

Place: Ghaziabad

Date: 15-September-2020

For and on behalf of the Board of Directors

M/S Kapil Anand Agro Private Limited

For-KAPILANAND AGRO PVT. LTD. For-KAPILANAND AGRO PVT. LTD.

Kapil Anand
Auth. Sign./Director
 Kapil Anand Arora
 Director
 DIN-07961481

Naresh Saklani
Auth. Sign./Director
 Naresh Saklani
 Director
 DIN-08267555

M/S KAPIL ANAND AGRO PRIVATE LIMITED

Significant accounting policies and notes on accounts for the year ended 31st March 2020

Company Information

M/S KAPIL ANAND AGRO PRIVATE LIMITED was incorporated under The Company Act, 2013 vide registration no. U01114HR2018PTC072549 on February 12, 2018.

1.0 Significant Accounting Policies

1.1 Basis of accounting:-

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) including the Accounting Standards notified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.

The financial statements have been prepared under the historical cost convention on accrual basis.

1.2 Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

1.3 Revenue Recognition: -

Expenses and Income considered payable and receivable respectively are accounted for on accrual basis.

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

1.4 Property, Plant & Equipment :-

Property, Plant & Equipment including intangible assets are stated at their original cost of acquisition including taxes, freight and other incidental expenses related to acquisition and installation of the concerned assets less depreciation till date.

Company has adopted cost model for all class of items of Property Plant and Equipment.

1.5 Depreciation :-

Depreciation on Tangible Fixed Assets is provided to the extent of depreciable amount on the Written down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Intangible assets are amortized over their estimated useful lives but not exceeding ten years other than purchase goodwill which is amortized over the period of five years.

1.6 Inventories :-

Inventories are valued as under:-

- | | | |
|----------------|---|---------------------------------------|
| 1. Inventories | : | Lower of cost or net realizable value |
| 2. Scrap | : | At net realizable value. |

1.7 Taxes on Income:-

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted by the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is virtual certainty with convincing evidence that these would be realized in future. At each Balance Sheet date, the carrying amount of deferred tax is reviewed to reassure realization.

1.8 Provisions, Contingent Liabilities and Contingent Assets:- (AS-29)

(a) Provisions are recognized for liabilities that can be measured by using a substantial degree of estimation, if:

- (i) The Company has a present obligation as a result of a past event;
- (ii) A probable outflow of resources embodying economic benefits is expected to settle the obligation; and
- (iii) The amount of the obligation can be reliably estimated.

(b) Contingent liability is disclosed in case of:

- (i) A present obligation arising from a past event when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation.
- (ii) A possible obligation, unless the probability of outflow in settlement is remote.

(c) Contingent assets are neither recognized nor disclosed in the financial statements.

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made.

2. Note on accounts for the year ended 31st March 2020

Particulars	As At 31.03.2020 (Rs.)	As At 31.03.2019 (Rs.)
Note '2.1'		
SHARE CAPITAL		
Authorised Share Capital		
50,000 equity shares of Rs. 10/- each (Previous year 50,000 equity shares @ 10 each)	500,000	500,000
Issued, Subscribed and Paid up		
30,638 equity shares of Rs. 10/- each (Previous year 10,000 equity shares @ 10 each)	306,380	100,000

Reconciliation of number of shares outstanding and amount of share capital as on 31st March 2020 and 31st March 2019.

Particulars	Equity Shares Number 31.03.2020	Equity Shares Number 31.03.2019
Shares outstanding at the beginning of the year	10,000	-
Shares Issued during the year	20,638	10,000
Shares bought back during the year	-	-
Shares outstanding at the end of the year	30,638	10,000

The Company has only one class of shares referred to as equity shares having par value of Rs. 10 each. Each holder of equity share is entitled to one vote per share.

Particulars of equity share holders holding more than 5% of the total number of equity share capital:

Name of Shareholder	As at 31 March 2020		As at 31 March 2019	
	% of Holding	No. of Shares held	% of Holding	No. of Shares held
Mr. Kapil Anand Arora	50%	15,319	99%	9,900
Ms. Aparna Haldia	0%	-	1%	100
M/s Anantadrishti Smart India P Ltd	50%	15,319	0%	-

Shares Issued at Premium:

During the year, the company had issued 20,638 equity shares of the face value of Rs. 10 each at a premium of Rs. 4690.13.

Name of the Shareholder	No of shares issued during the year	Issue Price	Amount
Kapil Anand Arora	5,319	4,700.13	25,000,000
Anantadrishti Smart India P Ltd	15,319	4,700.13	72,001,316
	20,638		97,001,316

M/S KAPIL ANAND AGRO PRIVATE LIMITED
Notes forming part of the financial statements
for the year ended 31st March, 2020

Particular	Current Year	Previous Year
Note '2.2'		
<u>RESERVE & SURPLUS</u>		
Securities Premium Reserve	96,794,936	-
General Reserve		
Opening Balance	(84,032)	-
Add: Net Profit from Statement of Profit & Loss	10,335,673	(84,032)
Total	107,046,577	(84,032)

Particular	Current Year	Previous Year
Note '2.3'		
<u>TRADE PAYABLES DUE TO</u>		
Micro and Small Enterprise	-	-
Other than Micro and Small Enterprise	27,584,663	-
Total	27,584,663	-

Particular	Current Year	Previous Year
Note '2.4'		
<u>OTHER CURRENT LIABILITIES</u>		
Audit Fee Payable	65,000	20,000
Advance from customers	20,989,914	-
Electricity & Water Expenses Payable	180,391	-
Exp Payable	893,932	-
Legal & Professional Exp. Payable	695,000	10,000
Rent Payable	300,847	-
Other current liabilities	-	54,032
Statutory Dues Payable		
-EPF-Payable	62,562	-
-ESI- Payable	10,220	-
-TDS-Payable	115,140	-
-GST-Payable	80,296	-
Total	23,393,301	84,032

Particular	Current Year	Previous Year
Note '2.5'		
<u>SHORT-TERM PROVISIONS</u>		
Provision for Interim dividend	2,000,000	-
Provision for Income Tax	3,869,267	-
Provision for Gratuity payable	574,760	-
Provision for Stamp duty	2,500,000	-
Total	8,944,027	-

Particular	Current Year	Previous Year
Note '2.7'		
<u>INVENTORY</u>		
Closing Stock	60,159,092	-
Total	60,159,092	-

M/S KAPIL ANAND AGRO PRIVATE LIMITED
NOTE- 2.6 OF FIXED ASSETS ANNEXED TO AND FORMING PART OF BALANCE SHEET
FOR THE YEAR ENDED 31.03.2020

S No	Particulars	Gross Block				Depreciation			Net Block	
		As on 01.04.2019	Addition	Sale	As on 31.03.2020	As on 31.03.2019	For the year	Upto 31.03.2020	As on 31.03.2020	As on 31.03.2019
	Tangible Assets									
1	Plant & Machinery	-	35,724,669	-	35,724,669	-	5,301,788	5,301,788	30,422,881	-
2	Computers & Printers	-	96,793	-	96,793	-	56,996	56,996	39,797	-
3	Office Equipment	-	428,864	-	428,864	-	205,216	205,216	223,647	-
4	Furniture & Fixtures	-	1,200,918	-	1,200,918	-	265,274	265,274	935,644	-
5	Building	-	19,541,973	-	19,541,973	-	1,515,491	1,515,491	18,026,481	-
6	Vehicles	-	36,066	-	36,066	-	7,714	7,714	28,353	-
7	Land	-	10,292,489	-	10,292,489	-	-	-	10,292,489	-
	Intangible Assets									
1	Goodwill*	-	2,109,237	-	2,109,237	-	351,539.50	351,540	1,757,698	-
	TOTAL	-	69,431,008	-	69,431,008	-	7,704,018	7,704,018	61,726,990	-

* This is purchased goodwill arising out of business transfer agreement on succession of M/s Anand Agro to company during the year.

Particular	Current Year	Previous Year
Note '2.8'		
<u>TRADE RECEIVABLES</u>		
Trade receivables:		
outstanding for a period exceeding six months	2,751,276	-
outstanding for a period not exceeding six months	29,866,667	-
Total	32,617,943	-

Particular	Current Year	Previous Year
Note '2.9'		
<u>CASH AND CASH EQUIVALENTS</u>		
Cash on hand	185,958	-
(As certified by the Directors of Company)		
<u>Balance with Bank</u>		
In Current Account	6,618,957	100,000
Total	6,804,915	100,000

Particular	Current Year	Previous Year
Note '2.10'		
<u>OTHER CURRENT ASSETS</u>		
Advance Tax AY 2020-21	2,060,000	-
Advance to vendors	1,241,065	-
Advance to staff & Labour	1,495,887	-
Prepaid Exp	165,320	-
Other current assets	1,000	-
<u>Security Deposit</u>		
Security -Electricity	520,000	-
Security Godown Rent	60,000	-
Security- Indian Gas	3,550	-
Total	5,546,822	-

Particular	Current Year	Previous Year
Note '2.11'		
<u>REVENUE FROM OPERATIONS</u>		
Sale of Products	222,047,887	-
Total	222,047,887	-

Particular	Current Year	Previous Year
Note '2.12'		
<u>COST OF MATERIAL CONSUMED</u>		
Opening stock	-	-
Purchase of materials	231,816,888	-
Closing Stock	(60,159,092)	-
Total	171,657,796	-

Particular	Current Year	Previous Year
Note '2.13'		
<u>EMPLOYEE'S BENEFIT EXPENSES</u>		
Director's Remuneration	4,370,000	-
Salaries & Wages	7,160,674	-
Contribution to Provident Fund and Other Funds	428,097	-
Total	11,958,771	-

Particular	Current Year	Previous Year
Note '2.14'		
<u>OTHER EXPENSES</u>		
Auditor's remuneration	65,000	20,000
Bank Charges	2,752	-
Business Promotion	38,250	-
Electricity & Water Expenses	3,893,277	-
Freight Expenses	471,165	-
Fuel Expenses	1,434,424	-
Gratuity Expenses	574,760	-
Insurance	28,975	-
Interest & Late Fees	107,061	-
Testing Expenses	196,439	-
Tax penalty	102,295	-
Preliminary Expense	-	50,000
Rates & Taxes	6,699	-
Legal & Professional Charges	1,825,440	10,000
Miscellaneous Expenses	201,939	637
Office Expenses	161,869	-
Postage & Courier	53,574	-
Printing & Stationery	88,528	1,135
Registration and License Fees	23,556	-
Rent	1,142,086	-
Repair & Maintenance	2,434,732	-
Security Expenses	431,065	-
Selling & Distribution Expenses	1,049,132	-
Telephone & Internet Expenses	135,255	-
Travelling & Conveyance	62,077	2,260
Total	14,530,347	84,032

Note '2.15'

Business Succession Agreement

On May 30, 2019, the company entered into a Business Succession Agreement with M/s Anand Agro (Sole Proprietorship Concern of Mr. Kapil Anand Arora) and completely succeeded the food processing business with effect from June 1, 2019 for a lumpsum consideration of Rs. 2,50,00,000 (Rs. Two Crores and fifty Lacs only) on a going concern basis without allocation of values to the individual assets and liabilities. The same was discharged by way of issuance of shares by the company to Mr. Kapil Anand Arora at fair market value.

Allocation of Purchase Price:

Particulars	Amount in Rs.
A. Fair Value of consideration	25,000,000
B. Fair value of Net Identifiable Assets Acquired on Transfer Date	22,890,763
Goodwill on business acquisition (A-B)	2,109,237

The purchase price allocation exercise is conducted by an independent accountant, as defined in Explanation below sub-section (2) of section 288 of the Income-tax Act, 1961 and a registered valuer accordingly, as per generally accepted principles and methods followed in India.

Note '2.16'**Interim Dividend**

The company had declared interim dividend of Rs. 24,11,200 on March 31, 2020 in its Board Meeting. As per Companies Act 2013, the Board of directors may declare interim dividend and the amount of dividend including interim dividend shall be deposited in a separate bank account within five days from the date of declaration of such dividend. However, due to lockdown on account of pandemic of COVID -19, the same has been delayed and will be deposited in separate bank account in due time.

Note '2.17'**Related Party Disclosure**

Name of related parties where control exist irrespective of whether transaction have occurred or not.

Key Management Personnel :-

Kapil Anand Arora (Director)
Aparna Haldia (Director)
Naresh Saklani (Director)

Associate Companies :-

Anantadrishti Smart India P Ltd
Apis India Limited

Related Party Transaction

Related Party	Current Year	Previous Year
On Account of Director's Remuneration		
Kapil Anand Arora	4,370,000	-
Advance remuneration paid to Kapil Anand Arora	679,000	-
Dividend Payable		
Kapil Anand Arora	1,000,000	-
Anantadrishti Smart India P Ltd	1,000,000	-
Issue of Equity Share on Premium		
Kapil Anand Arora @ 5319 Share	25,000,000	-
Anantadrishti Smart India P Ltd @ 15319 Share	72,001,316	-
Apis India Limited		
Loan repaid during the year	65,000,000	-
Loan balance at the end of the year	-	-
Sale of Products	39,334,218	-

Note '2.18'**Earning per Share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

Particulars	Current Year
Basic and Diluted Earnings per share	
Net profit / (loss) for the year attributable to the equity shareholders	12,746,873
Weighted average number of equity shares	13,172
Par value per share	10
Earnings per share from continuing operations - Basic and Diluted	967.72

Note '2.19'**Details of dues to Micro, Small and Medium Enterprise**

The Government of India has promulgated an Act namely The Micro, Small and Medium Enterprises Development Act, 2006 which came into force with effect from October 2, 2006. The Company has, during the year, not received any intimation from any of its suppliers regarding their status under the said Act and hence disclosures, if any, relating to amounts unpaid as at the year end along with interest paid/payable as required under the said Act have not been given. The Company generally makes payments to all its suppliers within the agreed credit period (generally less than 45 days) and thus, the Management is confident that the liability of interest under this Act, if any, would not be material.

Note '2.20'**Payment to Auditor**

	2019-20	2018-19
Audit Fees	65,000	20,000

Note '2.21'**Provisions and Contingencies**

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding 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 are disclosed in the Notes.

Note '2.22'**Current Assets**

In the opinion of Board of Directors all the current assets, loans and advances have been shown at realisable value in the ordinary course of business and provisions for all the known liabilities against the company have been made in the books of accounts.

Note '2.23'**Post Employment Benefits**

In order to comply with AS 15, Accounting for Retirement Benefits in the Financial Statements of Employers, the company has first time adopted the accounting policy for Gratuity on accrual basis. Further, the contribution to Provident Fund, Family Pension Scheme & Gratuity is recognised as expense and is charged to the Statement of Profit and Loss A/c.

Note '2.24'**Deferred Tax**

Particulars	Current Year	Previous Year
Depreciation	258,984	-
Non deduction of TDS on Audit Fees	5,070	-
Non deduction of TDS on Professional fees	5,694	-
Provision for Gratuity	149,438	-
Net Deferred Tax Assets/(Liability)	419,185	-

In accordance with Accounting Standard - 22 "Accounting for Taxes on Income", the net increase in Deferred Tax Asset (Net) Rs. 419,185 for the year, has been charged to the Statement of Profit & Loss.

Note '2.25'**Impact of Coronavirus**

- **Impact in the Financial Year 2019-20:** Negligible

- **Event changes after the balance sheet date that represent the material changes & commitments affecting the financial position of the company:** Since the impact of COVID-19 is still continued for uncertain period, that will impact significantly on the financial position & profitability of the company in the future. However, the management is confident that it is not a threat on going concern basis.

Note '2.26'**Previous Year's Figures**

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

As per our Report of even date attached

For Ameet Agarwal & Associates

Chartered Accountants

Ameet Agarwal

C.A. Ameet Agarwal
 Proprietor
 Membership No. 406376
 Place: Ghaziabad
 Date: 15-September-2020

For and on behalf of the Board of Directors

M/S Kapil Anand Agro Private Limited

For-KAPILANAND AGRO PVT. LTD.

For-KAPILANAND AGRO PVT. LTD.

Kapil Anand Arora
Auth. Sign./Director
 Kapil Anand Arora
 Director
 DIN-07961481

Naresh Kumar
Auth. Sign./Director
 Naresh Kumar
 Director
 DIN-08267555