

*AUDIT REPORT
&
PROFIT & LOSS ACCOUNT
&
BALANCE SHEET AS AT 31.03.2017*

OF

SANJEEVANI
FERTILIZERS AND CHEMICALS PVT. LTD.
16/19-A, CIVIL LINES,
KANPUR.

Phones:

Off. : 3043251
Mobile : 9839035251, 9307929209
E-Mail : rajani.ca@gmail.com

M/s RAJANI MUKESH & ASSOCIATES,
CHARTERED ACCOUNTANTS,
510, PREM RATAN VATIKA,
7/180, SWAROOP NAGAR, KANPUR - 2



M/S RAJANI MUKESH & ASSOCIATES

Chartered Accountants

510, Prem Ratan Vatika,

7/180, Swaroop Nagar, Kanpur – 208 002.

Phones: Off. 0512-3043251, Mob : 09839035251, 09307929209

e-mail : rajani.ca@gmail.com

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
M/s SANJEEVANI FERTILIZERS AND CHEMICALS PRIVATE LIMITED,
Kanpur.

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of M/s SANJEEVANI FERTILIZERS AND CHEMICALS PRIVATE LIMITED ("the Company") which comprise the Balance Sheet as at 31st March 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

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, of the state of affairs of the Company as at 31st March, 2017, and its profit/loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the 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 the audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the aforesaid 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.
 - e) On the basis of the written representations received from the directors as on 31st March 2017 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2017 from being appointed as a director in terms of sub section (2) of Section 164 of the Companies Act, 2013.
 - g) 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 position.
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv) The Company has provided requisite disclosures in its standalone financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the company. Refer note 9 to the standalone financial statements.

For RAJANI, MUKESH & ASSOCIATES
Chartered Accountants

FRN: 007072C

CHARTERED
ACCOUNTANTS

MUKESH RAJANI

Proprietor No. 073098

M.No: 073098

Place: Kanpur.

Dated: 23/05/2017

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2017, we report that:

- i. In respect of its fixed assets :
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The fixed assets were physically verified during the year by the Management in accordance with a phased programme of verification, which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals having regard to the size of the Company, nature and value of its assets. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
 - c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable properties are held in the name of the Company.
- ii. The inventories have been physically verified during the year by the management. In our opinion frequency of verification is reasonable. As explained to us, there were no material discrepancies noticed on physical verification as compared to the book records.
- iii. As per the records produced before us and explanations given to us, the Company has not granted any loans, secured and unsecured to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013, therefore, the relevant provisions of the Companies (Auditor's Report) order, 2016, are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of sections 185 and 186 of the Act, with respect to loans and investments made.
- v. In our opinion and according to information and explanations given to us, the Company has not accepted any deposits within the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013, therefore, the relevant provisions of the Companies (Auditor's Report) order, 2016, are not applicable to the Company.
- vi. The Central Government has not prescribed maintenance of cost records under Section 148 (1) of the Companies Act, 2013 in respect of business activities of the Company.
- vii. In respect of statutory dues :
 - a) The Company has generally been 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.



According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, wealth tax, service tax, customs duty excise duty and other statutory dues mentioned above were in arrears, as at 31.03.2017 for a period of more than six months from the date they became payable.

- b) According to the information and explanation given to us, there are no dues of income tax, sales tax, wealth tax, service tax, customs duty and excise duty which have not been deposited on account of any dispute.
- viii. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company has not defaulted in repayment of dues to banks. The Company does not have any loans or borrowings from Financial Institutions, Government or debenture holders during the year.
- ix. The Company did not raise any money by way of Initial Public offer or further Public Offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees have been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not paid/provided any managerial remuneration for the year under audit. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3 (xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv)



of the Order in not applicable.

xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Rajani Mukesh & Associates
Chartered Accountants

F.No. 007072C



Mukesh Rajani

(Proprietor)

M, No. 073098

Place: Kanpur

Date: 23.05.2017

Annexure-B to the Auditor's Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013("the Act")

We have audited the internal financial controls over financial reporting of **M/s Sanjeevani Fertilizers and Chemicals Private Limited** ("the Company") as of 31 March, 2017 in the conjunction with our audit of standalone financial statements of the company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standard on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness



exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control system over financial reporting includes those policies and procedures that:

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of the financial statements in accordance with generally accepted accounting principles, and that the receipts and expenditures of the company are being made only in accordance with authorizations of the management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2017, based on the internal control over



financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Rajani Mukesh & Associates
Chartered Accountants

FRN.: 0070730



Mukesh Rajani
(Proprietor)

M.No.: 073098

Place: Kanpur

Date.: 23.05.2017

SANJEEVANI FERTILIZERS AND CHEMICALS PRIVATE LIMITED**16/19-A, CIVIL LINES, KANPUR.****BALANCE SHEET AS ON 31.03.2017**

| Particulars | Note No. | Amount (Rs) | |
|--|----------|------------------|------------------|
| | | 2016-17 | 2015-16 |
| EQUITY & LIABILITIES | | | |
| (1) Shareholder's Funds | | | |
| (a) Share Capital | 1 | 2200000 | 2200000 |
| (b) Reserve & Surplus | 2 | 63649788 | 56770238 |
| (c) Money Received against share warrants | | 0 | 0 |
| (d) Minority Interest | | 0 | 0 |
| (2) Share application money pending allotment | | 0 | 0 |
| (3) Non- Current Liabilities | | | |
| (a) Long Term borrowings | 3 | 37345000 | 41365000 |
| (b) Deffered tax liabilities | | 0 | 0 |
| (c) Other long term liabilities | 3 | 0 | 0 |
| (d) Long term provisions | 4 | 0 | 0 |
| (4) Current liabilities | | | |
| (a) Short term borrowings | 3 | 0 | 0 |
| (b) Trade payable | 3 | 685382 | 0 |
| (c) Other current Liabilities | 3 | 20000004 | 514592 |
| (d) Short Term provisions | 4 | 65000 | 10304 |
| TOTAL | | 123945174 | 100860134 |
| II. ASSETS | | | |
| (1) Non Current Assets | | | |
| (a) Fixed Assets | | | |
| (i) Tangible assets | 5 | 65083727 | 65750204 |
| (ii) Intangible assets | 5 | 0 | 0 |
| (iii) Capital work in progress | 5 | 0 | 0 |
| (iv) Intangible assets under development | | 0 | 0 |
| (b) Non- current investments | 6 | 0 | 0 |
| (c) Deffered Tax Assets (net) | | 330777 | 330777 |
| (d) Long term loans & advances | 11 | 0 | 0 |
| (e) Other non-current assets | 10,11 | 0 | 0 |
| (2). Current assets | | | |
| (a) Current investment | 7 | 9360000 | 750000 |
| (b) Inventories | 8 | 4750200 | 8930028 |
| (c) Trade Receivables | 10 | 489360 | 7535916 |
| (d) Cash & cash equivalent | 9 | 1727562 | 1490408 |
| (e) Short term loans and advances | 11 | 42203548 | 16072801 |
| (f) Other current assets | 11 | 0 | 0 |
| TOTAL | | 123945174 | 100860134 |

Notes to Accounts

18. Figures have been rounded of to the nearest rupee

"As per our report of even date"

For Rajan Mukesh & Associates

Chartered Accountants

FRN: 007072C

CHARTERED

ACCOUNTANTS

(CA. Mukesh Rajani)

Proprietor.

M.N.: 073098, 073098

For Sanjeevani Fertilizers and Chemicals Pvt. Ltd.

Subodh Agarwal

Subodh Agarwal
DIRECTOR
DIN:00122844

Manoj Kumar Agarwal

Manoj Kumar Agarwal
DIRECTOR
DIN:00658873

Place: Kanpur

Date : 23.05.2017

SANJEEVANI FERTILIZERS AND CHEMICALS PRIVATE LIMITED**16/19-A, CIVIL LINES, KANPUR.****PROFIT & LOSS STATEMENT FOR THE YEAR ENDED ON 31st March, 2017**

Amount (Rs)

| Particulars | Note No. | Amount (Rs) | |
|--|---------------|-----------------|----------------|
| | | 2016-17 | 2015-16 |
| I. Revenue from operations | 12 | 49601836 | 6183643 |
| II. Other Income | 13 | 943039 | 957500 |
| III.Total Revenue(I+II) | | 50544875 | 7141143 |
| IV. EXPENSES | | | |
| Cost of material consumed | 14 | 3851480 | 1638202 |
| Purchase of Stock- in-Trade | | 29229516 | 1704621 |
| Changes in inventories of finished goods, work in progress and stock-in- Trade | | 2468279 | -2561759 |
| Employee benefit expense | 15 | 1155000 | 970000 |
| Financial Cost | 16 | 19871 | 28191 |
| Depreciation and amortization expense | 5 | 2276705 | 871823 |
| Other Expenses | 17 | 4539692 | 1508275 |
| IV.Total Expenses | | 43540543 | 4159353 |
| V. Profit before exceptional and extarordinary items and tax | (III-IV) | 7004332 | 2981790 |
| VI.Exceptional Items | | 0 | 0 |
| VII. Profit before extraordinary items and tax | (V-VI) | 7004332 | 2981790 |
| VIII. Extraordinary Items | | 0 | 0 |
| IX. Profit before tax | (VII-VIII) | 7004332 | 2981790 |
| X. Tax Expense: | | | |
| (1) Current Tax | | 50000 | 0 |
| (2) Deffered Tax | | 0 | 0 |
| XI. Profit(Loss) from the period continuing operations | (IX-X) | 6954332 | 2981790 |
| XII. Profit/(Loss) from discontinuing operations | | 0 | 0 |
| XIII. Tax expense of discontinuing operations | | 0 | 0 |
| XIV. Profit/(Loss) from discontinuing operations | (XII-XIII) | 0 | 0 |
| XV. Profit/(loss) for the period | (XI+ XIV) | 6954332 | 2981790 |
| XVI. Share of results of Associates | | 0 | 0 |
| XVII. Minority Interest | | 0 | 0 |
| XVIII. Profit/(loss) for the period | (XV+XVI+XVII) | 6954332 | 2981790 |
| XIX. Earning per equity share: | | | |
| (1) Basic | | 31.61 | 13.55 |
| (2) Dilluted | | 31.61 | 13.55 |

Notes to Accounts

18. Figures have been rounded of to the nearest rupee

"As per our report of even date

For Rajani Mukesh & Associates

Chartered Accountants

ARN-0070726

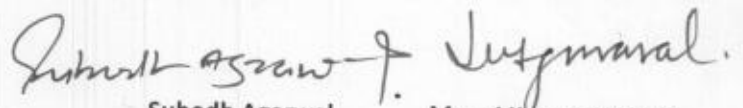
ACCOUNTANTS

(CA Mukesh Rajani)

Proprietor.

M.N. 07/098

For Sanjeevani Fertilizers and Chemicals Pvt. Ltd.



Subodh Agarwal

DIRECTOR

DIN:00122844

Manoj Kumar Agarwal

DIRECTOR

DIN:00658873

Place: Kanpur

Date : 23.05.2017

SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

| Note 1 :- Share Capital | 2016-17 | 2015-16 |
|---|----------------|----------------|
| Authorised Shares 500000 Nos. Equity Shares of Rs.10/- each | 5000000 | 5000000 |
| | 5000000 | 5000000 |
| Issued ,Subscribed & Fully Paid 220000 Equity Shares of Rs.10/- each (Previous year 220000 Equity shares of Rs.10/-each) | 2200000 | 2200000 |
| Total Issued ,Subscribed & Fully Paid | 2200000 | 2200000 |

| Share Capital Schedule (No. of shares Outstanding) | 31 Mar 17 | | 31 Mar 16 | |
|---|------------------|----------------|------------------|----------------|
| | Nos | Amount | Nos | Amount |
| Opening number of Shares Outstanding | 220000 | 2200000 | 220000 | 2200000 |
| Add: Allotment During the Year | 0 | 0 | 0 | 0 |
| Less: buyback/cancellation | 0 | 0 | 0 | 0 |
| Closing number of outstanding shares at the end | 220000 | 2200000 | 220000 | 2200000 |

Detail of Shareholders Holding more than 5 percent Shares

| Name of the Shareholders | No.Of shares | % Shareholding |
|---------------------------------|---------------------|-----------------------|
| Manoj Kr Agarwal | 19000 | 8.64% |
| Sapna Gupta | 11200 | 5.09% |
| Surendra Kr. Gupta | 22000 | 10.00% |
| Santosh Kr.Agarwal | 54800 | 24.91% |
| Raghuvansh Agrofarm Ltd | 112200 | 51.00% |



SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.

| Note 2:- Reserve & surplus | | 2016-17 | 2015-16 |
|--|--|-----------------|-----------------|
| (a) Securities Premium | As per last Balance sheet | 53010000 | 53010000 |
| | Add: Addition during the year | 0 | 0 |
| | less: Utilised during the year | 0 | 0 |
| | | 53010000 | 53010000 |
| (b) General Reserve | As per last Balance Sheet | 0 | 0 |
| | Add: Any other adjustments | 0 | 0 |
| | less: Any other adjustments | 0 | 0 |
| | | 0 | 0 |
| (c) Foreign Currency Transalation Reserve | 0 | 0 | |
| (d) Surplus in the statement of Profit & Loss A/C | As per last Balance Sheet | 3760238 | 778448 |
| | Add: Profit for the year | 6954332 | 2981790 |
| | Less: Appropriations | 74782 | 0 |
| | Proposed Dividend | 0 | 0 |
| | Tax on dividened | 0 | 0 |
| | Transfer to general reserve | 0 | 0 |
| | Net surplus in the statement of profit and loss | 10639788 | 3760238 |
| | | | |
| Total Reserve & Surplus | 63649788 | 56770238 | |



SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.

| Note 3 | Current | | Non-Current | |
|---|-----------------|---------------|-----------------|-----------------|
| | 2016-17 | 2015-16 | 2016-17 | 2015-16 |
| Liabilities | | | | |
| a) Borrowings | | | | |
| Secured | | | | |
| i. Loans | | | | |
| -From banks; | 0 | 0 | 0 | 0 |
| -From other parties | 0 | 0 | 0 | 0 |
| ii. Deposits | 0 | 0 | 0 | 0 |
| Unsecured | | | | |
| Loans and Advances from Related Parties | | | | |
| Raghuvansh Agrofarms Ltd. | 0 | 0 | 37345000 | 41365000 |
| | 0 | 0 | 37345000 | 41365000 |
| b) Trade payables | 685382 | 0 | 0 | 0 |
| c) Other Liabilities | | | | |
| Unpaid Dividends | 0 | 0 | 0 | 0 |
| Other Payables | 20000004 | 514592 | 0 | 0 |
| | 20000004 | 514592 | 0 | 0 |

| Note 4 | Current | | Non-Current | |
|------------------------|--------------|--------------|-------------|----------|
| | 2016-17 | 2015-16 | 2016-17 | 2015-16 |
| Provisions | | | | |
| Audit Fees Payable | 15000 | 12500 | 0 | 0 |
| Legal fees payable | 0 | 0 | 0 | 0 |
| Provision for Taxation | 50000 | -2196 | 0 | 0 |
| | 65000 | 10304 | 0 | 0 |



SANJEEVANI FERTILIZERS & CHEMICALS PVT.LTD
16/19-A, CIVIL LINES, KANPUR.
DEPRECIATION CHART 2016-17

Note 5

TANGIBLE AND INTANGIBLE ASSETS:

| Particulars | GROSS BLOCK | | | DEPRECIATION | | | NET BLOCK | | | |
|------------------------------------|-----------------|-----------------|-----------------|-----------------|--------------------|----------------|---------------|-------------------|-----------------|-----------------|
| | 01.04.16 | ADDITION | SALE/ADJ. | Total | 01.04.16 | During Yr. | ADJ. | Total | 31.03.17 | 31.03.16 |
| A) Intangibles: | | | | | | | | | | |
| Goodwill | 0 | 0 | 0 | 0 | 0 | 0 | | 0 | 0 | 0 |
| Software | 0 | 0 | 0 | 0 | 0 | 0 | | 0 | 0 | 0 |
| Trademark | 0 | 0 | 0 | 0 | 0 | 0 | | 0 | 0 | 0 |
| B) Tangibles | | | | | | | | | | |
| Car | 1993569 | 1863787 | 857569 | 2999787 | 1105039 | 495139 | 604010 | 996168 | 2003619 | 888530 |
| Electric Installations | 113961 | 0 | 0 | 113961 | 80237 | 9679 | | 89916 | 24045 | 33724 |
| Generator | 191189 | 0 | 0 | 191189 | 103751 | 16535 | | 120286 | 70903 | 87438 |
| Irrigation Equipment | 1235340 | 0 | 0 | 1235340 | 591364 | 122316 | | 713680 | 521660 | 643976 |
| JCB machine | 1929000 | 0 | 0 | 1929000 | 1544085 | 123096 | | 1667181 | 261819 | 384915 |
| Land, Building & shed | 51145746 | 0 | 0 | 51145746 | 0 | 0 | | 0 | 51145746 | 51145746 |
| Plant & Machinery | 116099 | 12057598 | 0 | 12173697 | 64783 | 1371048 | | 1435831 | 10737866 | 51316 |
| Tools | 170969 | 0 | 0 | 170969 | 112801 | 11128 | | 123929 | 47040 | 58168 |
| Tractor | 797500 | 0 | 0 | 797500 | 556439 | 97606 | | 654045 | 143455 | 241061 |
| Weighing Machine | 347469 | 0 | 0 | 347469 | 189737 | 30158 | | 219895 | 127574 | 157732 |
| C) Capital work in Progress | | | | | | | | | | |
| Plant & Machinery (new plant) | 12057598 | 0 | 12057598 | 0 | 0 | 0 | | 0 | 0 | 12057598 |
| Total | 70098440 | 13921385 | 12915167 | 71104658 | 4348236 | 2276705 | 604010 | 6020931 | 65083727 | 65750204 |
| Total (previous year) | 68434635 | 1663805 | 0 | 70098440 | 3476413.267 | 871823 | 0 | 4348236.27 | 65750204 | 64958222 |



SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.

Note 6

| Non Current Investments | 2016-17 | 2015-16 |
|--------------------------------------|----------------|----------------|
| a) Investment Property | 0 | 0 |
| b) Investments in Equity Instruments | 0 | 0 |
| Investment - Quoted | 0 | 0 |
| Other unquoted investments | 0 | 0 |
| | 0 | 0 |

| | | |
|---|---|---|
| Aggregate amount of quoted investment(Market Value) | 0 | 0 |
| Aggregate amount of Unquoted investment | 0 | 0 |
| Value of Investment Property | 0 | 0 |

Note 7

| Current Investments | 2016-17 | 2015-16 |
|-------------------------------|----------------|----------------|
| a) Investment Property | 0 | 0 |
| b).Other unquoted investments | 9360000 | 750000 |
| c) Quoted Investments | 0 | 0 |
| | 9360000 | 750000 |

| | | |
|---|------------|-----------|
| Aggregate amount of quoted investment(Market Value) | 0.00 | 0.00 |
| Aggregate amount of Unquoted investment | 9360000.00 | 750000.00 |



SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.

Note 8

| Inventories | Current | | Non- Current | |
|----------------------|----------------|----------------|--------------|----------|
| | 2016-17 | 2015-16 | 2016-17 | 2015-16 |
| a) Raw Materials | 320720 | 2032269 | 0 | 0 |
| b) Work- in progress | 0 | 0 | 0 | 0 |
| c) Finished goods | 759680 | 648134 | 0 | 0 |
| d) Stock in trade | 669800 | 2249625 | 0 | 0 |
| e) Plants | 3000000 | 4000000 | 0 | 0 |
| | 0 | 0 | 0 | 0 |
| TOTAL | 4750200 | 8930028 | 0 | 0 |

Note 9

| Cash & Cash Equivalents | Current | | Non- Current | |
|--|----------------|----------------|--------------|----------|
| | 2016-17 | 2015-16 | 2016-17 | 2015-16 |
| a) Balances with Banks | | | | |
| On current accounts | 1218836 | 68059 | 0 | 0 |
| On Margin Money | 0 | 0 | 0 | 0 |
| On unpaid dividend account | 0 | 0 | 0 | 0 |
| Deposits with banks maturity less than 12 months | 0 | 0 | 0 | 0 |
| | 1218836 | 68059 | 0 | 0 |
| b) Cheques, drafts on hands | 0 | 0 | 0 | 0 |
| c) Cash on Hand | 508726 | 1422349 | 0 | 0 |
| | 1727562 | 1490408 | 0 | 0 |



SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.

Note 10

| Trade Receivable | Current | | Non- Current | |
|------------------------------------|---------------|----------------|--------------|----------|
| | 2016-17 | 2015-16 | 2016-17 | 2015-16 |
| Unsecured considered goods | 489360 | 7535916 | 0 | 0 |
| Outstanding exceeding six months | | | | |
| Less: Provision for doubtful debts | 0 | 0 | 0 | 0 |
| TOTAL | 489360 | 7535916 | 0 | 0 |

Note 11

| Loans & Advances | Current | | Non-current | |
|---|-----------------|-----------------|-------------|----------|
| | 2016-17 | 2015-16 | 2016-17 | 2015-16 |
| a) Loans & Advances to Related parties | 0 | 0 | 0 | 0 |
| b) Other Advances | | | | |
| Advances, secured considered good | 0 | 0 | 0 | 0 |
| Advances, unsecured considered good | 41601827 | 15010000 | 0 | 0 |
| Less: Provision for doubtful advance | 0 | 0 | 0 | 0 |
| | 41601827 | 15010000 | 0 | 0 |
| Advance Income tax | 30005 | 32990 | 0 | 0 |
| Advance Indirect Taxes | 193295 | 651390 | 0 | 0 |
| Other Receivables | | | | |
| Unsecured considered good | 0 | 0 | 0 | 0 |
| Outstanding exceeding six months | | | | |
| Others | | | | |
| Other Current Assets | 378421 | 378421 | 0 | 0 |
| Capital Advances | 0 | 0 | 0 | 0 |
| Deposits secured, considered good | 0 | 0 | 0 | 0 |
| Deposits unsecured, considered good | 0 | 0 | 0 | 0 |
| TOTAL | 42203548 | 16072801 | 0 | 0 |



SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.

Note 12

| Revenue from Operations | 2016-17 | 2015-16 |
|--------------------------------|-----------------|----------------|
| a) Other Operating Revenues | 49601836 | 6183643 |
| | 49601836 | 6183643 |

Note 13

| Other Income | 2016-17 | 2015-16 |
|-------------------------|----------------|----------------|
| a) Interest received | 90000 | 0 |
| b) Rent | 70000 | 60000 |
| c) Miscellaneous Income | 783039 | 897500 |
| d) Written Back | 0 | 0 |
| | 943039 | 957500 |

Note 14

| Cost of Materials Consumed | 2016-17 | 2015-16 |
|-----------------------------------|----------------|----------------|
| Raw Material | | |
| Opening Stock | 2032269 | 0 |
| Add: Purchase During the Year | 2139931 | 3670471 |
| Less: Closing Stock | 320720 | 2032269 |
| | 3851480 | 1638202 |

Note 15

| Employee benefit expenses | 2016-17 | 2015-16 |
|----------------------------------|----------------|----------------|
| a) Salaries & wages | 1155000 | 970000 |
| | 1155000 | 970000 |

Note 16

| Finance Cost | 2016-17 | 2015-16 |
|-----------------------|----------------|----------------|
| a) Interest Expense | 0 | 24202 |
| b) Other finance cost | 19871 | 3989 |
| | 19871 | 28191 |



SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.

Note 17

| Other Expenses | 2016-17 | 2015-16 |
|--------------------------------------|----------------|----------------|
| Auditors Remuneration | 15000 | 12500 |
| Agriculture Expenses | 708699 | 0 |
| Communication expenses | 20762 | 10537 |
| Conveyance & Travelling expenses | 71961 | 41818 |
| Freight & Cartage | 1314 | 0 |
| JCB Running Expenses | 211182 | 0 |
| Organic Manure Processing Expense | 2360475 | 0 |
| Power & Fuel | 372246 | 15488 |
| Professional and consultancy charges | 4500 | 301750 |
| VAT Paid w/o | 350041 | 0 |
| Miscellaneous expenses | 64935 | 969914 |
| Printing & Stationery | 10872 | 11421 |
| Office Expenses | 84235 | 0 |
| Repairs & Maintenance | 199025 | 96162 |
| Vehicle expenses | 64445 | 48685 |
| | 4539692 | 1508275 |

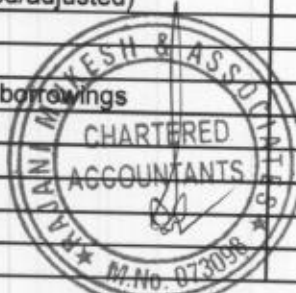
Auditors Remuneration is as Under:

| Particulars | 2016-17 | 2015-16 |
|----------------------------|----------------|----------------|
| Audit fees | 15000 | 12500 |
| Tax Audit fees | 0 | 0 |
| Certificate & Tax Services | 0 | 0 |
| Total | 15000 | 12500 |



SANJEEVANI FERTILISERS AND CHEMICALS PRIVATE LIMITED
16/19-A, CIVIL LINES, KANPUR.
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31 MARCH, 2017

| PARTICULARS | 2016-17 AMOUNT (Rs) | 2015-16 AMOUNT (Rs) |
|---|--------------------------------|--------------------------------|
| Cash flows from operating activities | | |
| Profit before taxation | 7004332.00 | 2981790.00 |
| Adjustments for: | | |
| Depreciation | 2276705.00 | 871823.00 |
| Investment income | 0.00 | 0.00 |
| Finance cost | 19871.00 | 28191.00 |
| Preliminary exp w/o | 0.00 | 0.00 |
| (Profit) / Loss on the sale of property, plant & equipment | (47441.00) | 0.00 |
| Operating Profit/(Loss) before working capital changes | 9253467.00 | 3881804.00 |
| Working capital changes: | | |
| Adjustment for (increase)/ decrease in operating assets | | |
| Inventories | 4179828.00 | (4594028.00) |
| Trade receivables | 7046556.00 | (4380286.00) |
| Short-term loans and advances | (26130747.00) | (9228185.00) |
| Long-term loans and advances | 0.00 | 0.00 |
| Other current assets | (8610000.00) | 0.00 |
| Other non-current assets | 0.00 | 0.00 |
| Adjustments for increase / (decrease) in operating liabilities: | | |
| Trade payables | 685382.00 | 0.00 |
| Other current liabilities | 19485412.00 | 514592.00 |
| Other long-term liabilities | 0.00 | 0.00 |
| Short-term provisions | 54696.00 | (46380.00) |
| Long-term provisions | 0.00 | 0.00 |
| Cash generated from operations | 5964594.00 | (13852483.00) |
| Income taxes paid | 124782.00 | 0.00 |
| Net cash from operating activities (A) | 5839812.00 | (13852483.00) |
| B. Cash flow from investing activities | | |
| Capital expenditure on fixed assets, | (1562787.00) | (1663805.00) |
| Proceeds from sale of fixed assets | 0.00 | 0.00 |
| Inter-corporate deposits (net) | 0.00 | 0.00 |
| Bank balances not considered as Cash and cash equivalents | | |
| - Placed | 0.00 | 0.00 |
| - Matured | 0.00 | 0.00 |
| Current investments not considered as Cash and cash equivalents | | |
| - Purchased | 0.00 | 0.00 |
| - Proceeds from sale | 0.00 | 0.00 |
| Purchase of long-term investments | | |
| Proceeds from sale of long-term investments | | |
| Net cash flow from / (used in) investing activities (B) | (1562787.00) | (1663805.00) |
| C. Cash flow from financing activities | | |
| Proceeds from issue of equity shares | 0.00 | 0.00 |
| Proceeds from issue of preference shares | 0.00 | 0.00 |
| Redemption / buy back of preference / equity shares | 0.00 | 0.00 |
| Proceeds from issue of share warrants | 0.00 | 0.00 |
| Share application money received / (refunded/adjusted) | 0.00 | 0.00 |
| Proceeds from long-term borrowings | (4020000.00) | 14655000.00 |
| Repayment of long-term borrowings | 0.00 | 0.00 |
| Net increase / (decrease) in working capital borrowings | 0.00 | 0.00 |
| Proceeds from other short-term borrowings | 0.00 | (265628.00) |
| Repayment of other short-term borrowings | 0.00 | 0.00 |
| Finance cost | (19871.00) | (28191.00) |
| Dividends paid | 0.00 | 0.00 |
| Tax on dividend | 0.00 | 0.00 |



| | | |
|---|---------------------|---------------------|
| Cash flow from extraordinary items | 0.00 | 0.00 |
| Net cash flow from / (used in) financing activities (C) | (4039871.00) | 14361181.00 |
| Net increase / (decrease) in Cash and cash equivalents (A+B+C) | 237154.00 | (1155107.00) |
| Cash and cash equivalents at beginning of period | 1490408.00 | 2645515.00 |
| Cash and cash equivalents at end of period | 1727562.00 | 1490408.00 |

NOTE:-1. Cash and cash equivalents consist of cash on hand and balances with banks.

| | | |
|--------------------|-------------------|-------------------|
| Cash | 508726.00 | 1422349.00 |
| Balance with banks | 1218836.00 | 68059.00 |
| Cheques in hand | 0.00 | 0.00 |
| Total | 1727562.00 | 1490408.00 |

2.00 The above statement has been prepared under the indirect method as set out in Accounting Standard 3, Cash Flow Statement.

3.00 Figures have been rounded off to the nearest rupee

"As per our report of even date

For Rajani Mukesh & Associates
Chartered Accountants
CHARTERED
ACCOUNTANTS
CA Mukesh Rajan
Proprietor.
M.N. 073098
FRN-067072C

For Sanjeevani Fertilizers and Chemicals Pvt. Ltd.

Subodh Agarwal & *Manoj Agarwal*

Subodh Agarwal
DIRECTOR
DIN : 00122844

Manoj Agarwal
DIRECTOR
DIN : 00658873

Place: Kanpur
Date : 23.05.2017.

Note – 1

Significant Accounting Policies:

A) GENERAL

The Accounts of the Company are prepared on an accrual basis, under the historical cost convention and in accordance with applicable mandatory Accounting Standards issued by the Institute of Chartered Accountants of India. The Accounts have been prepared on the concept of going concern.

B) FIXED ASSET/ INTANGIBLE ASSETS

Fixed Assets: The Fixed assets have been valued at historical cost less depreciation provided on written down value method at rates prescribed in Schedule II of the Companies Act, 2013.

Intangible Assets: There are no Intangible Assets.

C) DEPRECIATION / AMORTISATION

Depreciation has been provided as per Schedule II of the Companies Act, 2013.

D) INVENTORIES

Raw Material at Cost on FIFO Method.

WIP and Finished Goods at Cost or Market Value whichever is less.

E) REVENUE RECOGNITION

Income and expenditure are recognized and accounted on accrual basis except in cases where significant uncertainties as to its measurability or collectability exist.

F) RETIREMENT BENEFITS

The company has not provided for any retirement benefits including gratuity.

G) EARNING PER SHARE

Earning per share is calculated in accordance with AS-20 issued by the Institute of Chartered Accountants of India.

H) TAXATION

(i) INCOME TAX

Provision of income tax is made and retained in the accounts on the basis of estimated tax liability as per the applicable provisions of the Income Tax Act, 1961 and considering any pending litigations & orders in company's case.

(ii) DEFERRED TAX

Deferred Tax assets and Liabilities are recognized in accordance with AS-22 "Accounting for Taxes on Income" on the basis of reasonable / virtual certainty that sufficient future taxable income will be available against which the same can be realized.

I) IMPAIRMENT OF ASSETS

An asset is treated as impaired when the carrying cost of an asset exceeds its recoverable value and impairment loss is charged to profit and loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting year is reversed if there has been a change in the estimate of the recoverable amount.

J) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions in respect of present obligation arising out of past events are made in accounts when reliable estimates can be made of the amount of the obligation. Contingent liabilities (if material) are disclosed by way of Notes on Accounts. Contingent assets are not recognized or disclosed in financial statements and are included, if any, in the Director's report.



NOTES TO ACCOUNTS

- 1) Contingent Liabilities: There are no Contingent Liabilities.
- 2) Disputed Statutory Liabilities: There are no Disputed Statutory Liabilities.

- 3) Directors remuneration:

| | |
|----------------|----------------|
| <u>2015-16</u> | <u>2016-17</u> |
| Nil | Nil |

As no commission is payable to the Directors of the company computation of net profit u/s 198 of The Companies Act, 2013 has not been given.

- 4) Deferred Tax: Provision for deferred tax assets / liabilities is in accordance with applicable accounting standards.
- 5) There are no defaults in the nature of delays in repayment of dues to financial institutions and Banks.
- 6) Sundry Debtors & Creditors, Loans & advances are subject to reconciliation and Confirmation, if any.
- 7) Earning per share :

| | <u>2015-16</u> | <u>2016-17</u> |
|---|----------------|----------------|
| | Amount (Rs.) | Amount (Rs.) |
| i) Net profit/(Loss) after tax available for equity share holders (Rs.) | 29,81,790.00 | 69,54,332.00 |
| ii) Average number of equity share of Rs. 10/- each used as denominator for calculating EPS | 2,20,000.00 | 2,20,000.00 |
| iii) Basic/ Diluted Earning per share of face value of Rs. 10 each (Rs.) | 13.55 | 31.61 |

- 8) As informed to me, there are no related party transactions.
- 9) Note-Details of Specified Bank Notes(SBN) held and transacted during the period 08.11.2016 to 31.12.2016

| Particulars | SBNs | Other Denomination Notes | Total |
|---------------------------------------|-----------|--------------------------|-----------|
| Closing Cash in Hand as 08.11.2016 | 95,00,000 | 65,321 | 95,65,321 |
| (+) Permitted Receipts | 0 | 3,25,710 | 3,25,710 |
| (-) Permitted Payments | 0 | 1,86,442 | 1,86,442 |
| (-) Amount Deposited in Banks | 95,00,000 | 0 | 95,00,000 |
| Closing Cash in Hand as on 30.12.2016 | 0 | 2,04,589 | 2,04,589 |

- 10) Payment to Auditor

| | | |
|------------------|----------------|----------------|
| | <u>2015-16</u> | <u>2016-17</u> |
| Audit Fees | 12500.00 | 15000.00 |
| Taxation Matters | | |



11) Expenditure/Remittance in Foreign Currencies

1. Earning in foreign currency
2. Expenditure/remittance in foreign currency
3. Remittance in foreign currency on account of Dividends

Current Year (Rs)

Nil

Nil

Nil

12) Previous year figures have been regrouped and rearranged wherever necessary, so as to correspond to that of the current year.

FOR RAJANI MUKESH & ASSOCIATES
CHARTERED ACCOUNTANTS

ERN:007072C



(MUKESH RAJANI)

Proprietor, 073098

M.No.: 073098

FOR SANJEEVANI FERTILIZERS AND CHEMICALS PVT. LTD.

Subodh Agarwal
(Director)
(DIN: 00122844)

Manoj Kumar Agarwal
(Director)
(DIN: 00658873)

PLACE: KANPUR
DATE: 23.05.2017