

**AUDIT REPORT
&
BALANCE SHEET AS AT 31.03.2019
OF
KANPUR ORGANICS PRIVATE LIMITED
OFFICE NO- 431, H-2, KIDWAI NAGAR,
KANPUR-208011**

**AUDITORS :
MANEESH AVNEESH & CO.
CHARTERED ACCOUNTANTS
OFFICE NO. 310,3RD FLOOR,
KALPANA PLAZA,
BIRHANA ROAD, KANPUR.
MO-NO- 9984169645**

Independent Auditor's Report
To the Members of
Kanpur Organics Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of **Kanpur Organics Private Limited** which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 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 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 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 thereunder.

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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. 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 financial statements

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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 March 31, 2019, and its Profit/Loss and its Cash Flow 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"), as amended, 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 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 account as required by law have been kept by the Company so far as it 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 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 written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.



- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**AnnexureB**".
- 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.

For and on behalf of
MANEESH AVNEESH & CO
Chartered Accountants
FRN: 008433C

Avneesh Srivastava



AVNEESH SRIVASTAVA
Partner

Membership number: 402380

Place: Kanpur
Date: 20.05.2019

"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2019:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) The title deeds of immovable properties are held in the name of the company. This clause is not applicable.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals and in our opinion frequency of verification is reasonable.
- b) There was no material discrepancies noticed on physical verification of the inventory as compared to books records.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act except during the financial year a sum total amounting Rs. 45785000/- given to M/s Raghuvansh Agrofarms Ltd. which is it's holding company as per the following detail:

Name	Purpose	Amount (Rs.)
M/s Raghuvansh Agrofarms Ltd. (Holding company)	Advance for material	45785000/-

- 4) 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.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable in the instant case.
- 6) As informed to us, the maintenance of Cost Records has been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company is not applicable in the instant case.



- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2019 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to Bank /Financial Institution, the Company has not taken any loan from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.



- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For and on behalf of
MANEESH AVNEESH & CO
Chartered Accountants
FRN: 008433C




AVNEESH SRIVASTAVA
Partner
Membership number: 402380

Place: Kanpur
Date: 20.05.2019

"Annexure B" to the Independent Auditor's Report of even date on the Standalone Financial Statements of Kanpur Organics Private limited

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

We have audited the internal financial controls over financial reporting of Kanpur Organics Private Limited ("the Company") as of March 31, 2019 in conjunction with our audit of the 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. 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, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' 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 Standards 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 the 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 risk. The procedures selected depend on the auditor's judgement, including the assessment of the 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 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 March 31, 2019, 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 and on behalf of
MANEESH AVNEESH & CO
Chartered Accountants
FRN: 008433C




AVNEESH SRIVASTAVA
Partner
Membership number: 402380

Place: Kanpur
Date: 20.05.2019

KANPUR ORGANICS PRIVATE LIMITED
BALANCE SHEET AS ON 31.03.2019

Particulars	Note No	Amount (Rs.)	
		2018-19	2017-18
EQUITY & LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	1915000	1915000
(b) Reserve & Surplus	2	42322213	20907797
(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	792566	950000
(b) Deferred 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	5447331
(b) Trade payable	3	44998701	0
(c) Other current Liabilities	3	210778	0
(d) Short Term provisions	4	5976000	1146000
TOTAL		96215258	30366128
II. ASSETS			
(1) Non Current Assets			
(a) Fixed Assets			
(i) Tangible assets	5	12438277	13601404
(ii) Intangible assets		0	0
(iii) Capital work in progress	5	0	0
(iv) Intangible assets under development		0	0
(b) Non- current investments	6	0	8931557
(c) Deferred Tax Assets (net)		299553	212391
(d) Long term loans & advances	11	0	0
(e) Other non-current assets	11	0	0
(2). Current assets			
(a) Current investment	7	0	0
(b) Inventories	8	9704727	987054
(c) Trade Receivables	10	24481052	1923888
(d) Cash & cash equivalents	9	373904	3277313
(e) Short term loans and advances	11	294500	0
(f) Other current assets	11	48623245	1432521
TOTAL		96215258	30366128

Notes to Accounts

1. Figures have been rounded off to the nearest rupee
"As per our report of even date attached".

For Maneesh Avneesh & co.
Chartered Accountants

(Ayneesh Srivastava)

Partner

M.No: 402380

FRNo.008433C



For and on behalf of the Board

Raj Kumar Agarwal

Raj Kumar Agarwal

DIRECTOR

DIN :- 06691235

Rahul Sachan

Rahul Sachan

DIRECTOR

DIN :- 03405499

Place : Kanpur

Date : 20.05.2019

KANPUR ORGANICS PRIVATE LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH , 2019

Particulars	Note No.	Amount (Rs.)	
		2018-19	2017-18
I. Revenue from operations	12	131125170	30300054
II. Other Income	13	727756	746870
III.Total Revenue(I+II)		131852926	31046924
IV. EXPENSES:			
Cost of material consumed	14A	97143410	12705990
Purchase of Stock- in-Trade		0	0
Changes in inventories of finished goods, work in progress and stock-in- Trade	14B	-9542073	78051
Employee benefit expense	15	737180	684686
Financial Cost	16	352804	656654
Depreciation and amortization expense	5	2610365	2699504
Other Expenses	17	13200839	8218407
IV.Total Expenses		104502525	25043292
V. Profit before exceptional and extraordinary items and tax	(III-IV)	27350401	6003632
VI. Exceptional Items		0	0
VII. Profit before extraordinary items and tax	(V-VI)	27350401	6003632
VIII. Extraordinary Items		0	0
IX. Profit before tax	(VII-VIII)	27350401	6003632
X. Tax Expense:			
(1) Current Tax		5925000	1125000
(2) Deferred Tax		(87162)	169065
XI. Profit(Loss) from the period continuing operations	(IX-X)	21512563	4709567
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)	21512563	4709567
XVI. Share of results of Associates		0	0
XVII. Minority Interest		0	0
XVIII. Profit/(loss) for the period	(XV+XVI+XVII)	21512563	4709567
XIX. Earning per equity share:			
(1) Basic		112.34	24.59
(2) Diluted		112.34	24.59

Notes to Accounts

1. Figures have been rounded of to the nearest rupee
"As per our report of even date attached".

For Maneesh Avneesh & co
Chartered Accountants

(Avneesh Srivastava)
Partner

M.No: 402380
FRNo.008433C

Place : Kanpur
Date : 20.05.2019



For and on behalf of the Board

Raj Kumar Agarwal

Raj Kumar Agarwal
DIRECTOR
DIN :- 06691235

Rahul Sachan

Rahul Sachan
DIRECTOR
DIN :-03405499

KANPUR ORGANICS PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31 MARCH, 2019

PARTICULARS	2018-19 AMOUNT (Rs)	2017-18 AMOUNT (Rs)
A. Cash flows from operating activities		
Profit before taxation	27350401	6003632
Adjustments for:		
Depreciation	2610365	2699504
Investment income	0	0
Finance cost	352804	656654
Preliminary exp w/o	0	0
Profit / (Loss) on the sale of property, plant & equipment	0	0
Operating Profit/(Loss) before working capital changes	30313570	9359790
Working capital changes:		
Adjustment for (Increase)/ decrease in operating assets		
Inventories	-8717673	-77161
Trade receivables	-22557164	1573969
Short-term loans and advances	-294500	0
Long-term loans and advances	0	0
Other current assets	-47190724	389535
Other non-current assets	0	0
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	44998701	-4959910
Other current liabilities	210778	-5683
Other long-term liabilities	0	0
Short-term provisions	4830000	-1246250
Long-term provisions	0	0
Cash generated from operations	1592988	5188612
Income taxes paid	-6023147	-42452
Net cash from operating activities (A)	-4430159	5146160
B. Cash flow from investing activities		
Capital expenditure on fixed assets,	-1447238	-31000
Purchase of long-term investments	8931557	-672183
Proceeds from sale of long-term investments	0	0
Net cash flow from / (used in) investing activities (B)	7484319	-703183
C. Cash flow from financing activities		
Proceeds from long-term borrowings	-157434	-3221500
Proceeds from other short-term borrowings	-5447331	649688
Finance cost	-352804	-656654
Cash flow from extraordinary items	0	0
Net cash flow from / (used in) financing activities (C)	-5957569	-3228466
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	-2903409	1214511
Cash and cash equivalents at beginning of period	3277313	2062802
Cash and cash equivalents at end of period	373904	3277313

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

Cash	115182	143456
Balance with banks	258722	3133857
Cheques in hand	0	0
Total	373904	3277313

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

3. Figures have been rounded off to the nearest rupee.

*As per our report of even date

For Maneesh Avneesh & Co.
Chartered Accountants

(Avneesh Srivastava)
Partner
M.No: 402380
FRNo.008433C



For and on behalf of the Board

Raj Kumar Agarwal
DIRECTOR
DIN :- 6691235

Rahul Sachan
DIRECTOR
DIN :- 3405499

Place : Kanpur
Date : 20.05.2019

Notes Forming part of the Financial Statements

Note 1 :- Share Capital

Particulars	2018-19	2017-18
Authorized Shares 250000 (50000)Nos. Equity Shares of Rs.10/- each	2500000	2500000
	2500000	2500000
Issued ,Subscribed & Fully Paid 191500 Equity Shares of Rs.10/- each	1915000	1915000
Total Issued ,Subscribed & Fully Paid	1915000	1915000

Share Capital Schedule (No. of shares Outstanding) Particulars	31 Mar 18		31 Mar 17	
	No's	Amount	No's	Amount
Opening number of Shares Outstanding	191500	1915000	191500	1915000
Add: Allotment During the Year	0	0	0	0
Less: buyback during the year	0	0	0	0
outstanding shares at the end of the year	191500	1915000	191500	1915000

Detail of Shareholders Holding more than 5 percent Shares

Name of the Shareholders	No. Of Equity Shares	% Shareholding
Raghuvansh Agrofarms Ltd.	181500	94.78%

Detail of Share held by Holding Company

Name of the Shareholders	No. Of Equity shares	% Shareholding
Raghuvansh Agrofarms Ltd. (Holding Company)	181500	94.78%



Note 2:- Reserve & surplus

	Particulars	2018-19	2017-18
(a)	Securities Premium		
	As per last Balance sheet	5765000	5765000
	Add: received during the year	0	0
	less: utilised during the year	0	0
		5765000	5765000
(b)	General Reserve		
	As per last Balance Sheet	0	0
	Add: Any other adjustments	0	0
	less: Any other adjustments	0	0
(c)	Foreign Currency Translation Reserve	0	0
		0	0
(d)	Surplus in the statement of Profit & Loss Account		
	As per last Balance Sheet	15142797	10475682
	Add : Profit for the year	21512563	4709567
	Less : Income tax paid	98147	0
	Less : Appropriations	0	42452
	Proposed Dividend	0	0
	Tax on dividend	0	0
	Transfer to general reserve	0	0
	Net surplus in the statement of profit and loss account	36557213	15142797
	Total Reserve & Surplus	42322213	20907797



Note 3

Liabilities	Current		Non-Current	
	2018-19	2017-18	2018-19	2017-18
a) Borrowings				
Secured				
i. Loans				
-From banks;	0	5447331	792566	950000
-From other parties	0	0	0	0
ii. Loans and advances from related Parties	0	0	0	0
iii. Deposits	0	0	0	0
Unsecured				
Other Loans and advances	0	0	0	0
	0	5447331	792566	950000
b) Trade payables	44998701	0	0	0
(A) Total Outstanding dues of Micro Enterprises and Small enterprises; and	0	0	0	0
(B) Total Outstanding dues of creditors other than Micro Enterprises and small enterprises	44998701	0	0	0
c) Other Liabilities	0	0	0	0
Unpaid Dividends	0	0	0	0
Other Payables	210778	0	0	0
	210778	0	0	0

Note 4

Provisions	Current		Non-Current	
	2018-19	2017-18	2018-19	2017-18
Audit Fees Payable	51000	21000	0	0
- Provision for Taxation	5925000	1125000	0	0
	5976000	1146000	0	0



**DEPRECIATION CHART AS PER COMPANIES ACT
FOR THE FINANCIAL YEAR 2018-19**

Particulars	GROSS BLOCK			DEPRECIATION		NET BLOCK	
	01.04.18	ADDITION	SALE/ADJ.	01.04.18	During the Yr.	31.03.19	31.03.18
A) Intangibles:	0	0	0	0	0	0	0
B) Tangibles:							
Building	4079380	0	0	1093697	283640	2702043	2985683
Computer	31000	0	0	10353	13041	7606	20647
Car	0	1135713	0	0	350796	784917	0
Plant & Machinery	23329771	311525	0	12953987	1903976	8783333	10375784
Tractor	355000	0	0	208083	45882	101035	146917
Trolley	160000	0	0	88012	13030	58958	71988
Furniture & Fixture	10240	0	0	9855	0	385	385
TOTAL	27965391	1447238	0	14363987	2610365	12438277	13601404
Total (Previous Year)	26015291	0	0	6482211	3263172	16269908	19533080



Note 6

Non Current Investments	2018-19	2017-18
<i>a) Investment Property</i>	0	0
<i>b) Investments in Equity Instruments</i>	0	0
Quoted Investments		
Other unquoted investments	0	0
<i>C) FDR with banks</i>	0	8931557
	0	8931557

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	2018-19	2017-18
<i>a) Investment Property</i>	0	0
<i>b).Other investments</i>	0	0
<i>c) Investments in Equity Instruments</i>		
Quoted Investments	0	0
Other unquoted investments	0	0
	0	0

Aggregate amount of quoted investment(Market Value)	0.00	0.00
Aggregate amount of Unquoted investment	0.00	0.00



Note 8

Inventories	Current		Non- Current	
	2018-19	2017-18	2018-19	2017-18
a) Raw Materials	12750	649590	0	0
b) Work- in progress	0	187560	0	0
c) Finished goods	530665	149904	0	0
d) Stock in trade	9161312	0	0	0
e) Stores & Spares	0	0	0	0
f) Loose Tools	0	0	0	0
TOTAL	9704727	987054	0	0

Note 9

Cash & Cash Equivalents	Current		Non- Current	
	2018-19	2017-18	2018-19	2017-18
a) Balances with Banks				
On current accounts	258722	1214757	0	0
On Margin Money	0	0	0	0
On unpaid dividend account	0	0	0	0
On Account of Subsidy Received	0	1919100	0	0
Deposits with banks maturity less than 12 months	0	0	0	0
	258722	3133857	0	0
b) Cheques, drafts on hands	0	0	0	0
c) Cash on Hand	115182	143456	0	0
	373904	3277313	0	0



Note 10

Trade Receivable	Current		Non- Current	
	2018-19	2017-18	2018-19	2017-18
Unsecured considered good	0	0	0	0
Outstanding exceeding six months	0	0	0	0
Others	24481052	1923888	0	0
Less: Provision for doubtful debts	0	0	0	0
	0	0	0	0
TOTAL	24481052	1923888	0	0

Note 11

Loans & Advances	Current		Non-current	
	2018-19	2017-18	2018-19	2017-18
a) Loans & Advances to Related parties				
Raghuvansh Agrofarms Limited	45785000	0	0	0
b) Other Advances				
Advances, secured considered good	0	0	0	0
Advances, unsecured considered good				
others	294500	0	0	0
Less: Provision for doubtful advance	0	0	0	0
	294500	0	0	0
Advance income Tax	1168694	1426721	0	0
Advance Indirect Taxes	1669551	5800	0	0
Others				
Commision Receivable	0	0	0	0
Capital Advances	0	0	0	0
Deposits secured, considered goods	0	0	0	0
Deposits unsecured, considered good	0	0	0	0
	0	0	0	0
TOTAL	48623245	1432521	0	0



Note 12

Revenue from Operations	2018-19	2017-18
a) Other operating revenue	131125170	30300054
	131125170	30300054

Note 13

Other Income	2018-19	2017-18
a) Commission & Discount	2	0
b) Interest	727754	746870
	727756	746870

Note 14 A**Cost Of Material Consumed**

Particulars	2018-19	2017-18
Opening Stock	837150	836260
Add- Purchase During the Year	96319010	12706880
Less:-Closing Stock	12750	837150
	97143410	12705990

Note 14 B

Changes in inventory of Stock in trade	2018-19	2017-18
At the beginning of the year Stock in trade	149904	227955
At the end of the year Stock in trade	9691977	149904
	-9542073	78051

Note 15

Employee benefit expenses	2018-19	2017-18
a) Salaries & wages	582000	566500
b) Staff welfare	155180	118186
	737180	684686

Note 16

Finance Cost	2018-19	2017-18
a) Interest Expense	332753	649688
b) Bank Charges & other finance cost	20051	6966
	352804	656654



Note 17

Other Expenses	2018-19	2017-18
Advertisement Expenses	0	372390
Auditors Remuneration	30000	21000
Freight & cartage	6882085	668198
Commission	876480	0
Legal Fee	1000	2000
Manure Proccessing Charges	3720335	6090486
Miscellaneous expenses	1733	0
Power & Fuel	176000	676560
Security Expenses	169250	0
Professional & Legal Expenses	27000	22700
Rent : Building	480000	117600
Generator	555000	180000
Room Rent	49500	0
Repair and maintenance	38472	0
Telephone expenses	40330	40954
Travelling Expenses	153654	20719
VAT / GST paid	0	5800
	13200839	8218407

Auditors Remuneration is as Under:

Particulars	2018-19	2017-18
Audit fees	30000	21000
Tax Audit fees	0	0
Certificate & Tax Services	0	0
Reimbursement of Exp	0	0
Total	30000	21000



KANPUR ORGANICS PRIVATE LIMITED

(Annexed to and forming part of the Balance Sheet for the year ended 31.03.2019)

Note No: - 18 NOTES ON ACCOUNTS

ACCOUNTING POLICIES

1. ACCOUNTING CONVENTION:-

THE FINANCIAL STATEMENTS ARE PREPARED UNDER THE HISTORICAL COST OF CONVENTION & REVENUE AND EXPENSES ARE ACCOUNTED FOR ON THEIR ACCRUAL WITH NECESSARY PROVISION FOR KNOWN LIABILITIES AND LOSSES.

2. LAST YEARS FIGURES HAVE BEEN GROUPED & REGROUPED HAS BEEN PROVIDED WHEREVER FOUND NECESSARY.
3. IN THE OPINION OF THE DIRECTORS AND TO THE BEST OF THEIR KNOWLEDGE AND BELIEF THE VALUE ON THE REALISATION OF LOANS, ADVANCES AND CURRENT ASSETS IN THE ORDINARY COURSE OF BUSINESS WILL NOT BE LESS THAN THE AMOUNT AT WHICH THEY ARE STATED IN THE BALANCE SHEET.

4. DETAILS OF THE PAYMENTS TO THE AUDITORS ARE AS FOLLOWS:

A. TAX AUDIT FEES	Rs. 9000
STATUTORY AUDIT FEES	Rs. 21000
	<u>Rs. 30000</u>
B. IN ANY OTHER CAPACITY (TAXATION & OTHER MATTERS)	Rs. NIL

5. CONTINGENT LIABILITIES: DURING THE FINANCIAL YEAR COVERED UNDER AUDIT NO CONTINGENT LIABILITIES EXISTED.
6. THE COMPANY HAS ACCEPTED UNSECURED LOAN AS AGGREGATE OF Rs.NIL OUTSTANDING AS ON 31.03.2019 (PREVIOUS YEAR 2017-18 Rs.NIL) DUE FROM THE HOLDING COMPANY RAGHUVANSH AGROFARMS LIMITED.
7. DURING THE YEAR UNDER AUDIT COMPANY HAS PAID REMUNERATION OF THE DIRECTOR AMOUNTING TO Rs. NIL.

8. DISCLOSURE OF SHARE CAPITAL:-

<u>S.NO.PARTICULARS</u>	<u>NO. OF SHARES</u>	<u>NOMINAL VALUE</u>	<u>TOTAL VALUE</u>
1. AUTHORISED CAPITAL	250000	10/-EACH	2500000/-
2. ISSUED CAPITAL	191500	10/-EACH	1915000/-
3. SUBSCRIBED AND FULLY PAID UP	191500	10/-EACH	1915000/-



9. OUT OF THE TOTAL NO. OF SHARES, SHARE HOLDERS HAVING SHARE MORE THAN 5% OF THE SHARE HOLDING ARE AS UNDER:-

S. No.	NAME OF THE SHAREHOLDERS	NO. OF SHARES	IN %
1	RAGHUVANSH AGROFARMS LIMITED	181500	94.78%

10. ACCOUNTING FOR TAXES ON INCOME AS-22: DURING THE YEAR THE AUDITEE COMPANY HAS RECOGNISED DEFERRED TAX ASSETS/LIABILITIES AS PER FOLLOWING:

F.Y	DEP AS PER IT ACT	DEP AS PER CO'S Act	DIFFERENCE	PRELIMINARY EXP DISALLOWED	TIMING DIFFERENCE	DEFERRED TAX	DTA (DTL)
2007-08	1024	1853	829	0	829	256	256
2008-09	922	1518	596	0	596	184	440
2009-10	829	1243	414	0	414	128	568
2010-11	747	1018	271	0	271	84	652
2011-12	672	834	162	0	162	50	702
2012-13	605	683	78	0	78	24	726
2013-14	544	559	15	43471	43486	13437	14164
2014-15	2924873	2732749	-192124	-11722	-203846	-62988	-48825
2015-16	3126956	3741753	614797	0	614797	189972	141147
2016-17	2458655	3263172	804517	0	804517	240309	381456
2017-18	2364888	2699504	334616	0	334616	-169065	212391
2018-19	2271873	2610365	338492	0	338492	87162	299553

11. RELATED PARTY DICLOSURES AS-18: DURING THE YEAR UNDER REPORT COMPANY HAS NOT ENTERED INTO ANY TRANSACTION OF PURCHASE/SALE WITH RELATED PARTY. HOWEVER THE FOLLOWING EQUITY SHARES ARE HELD BY RAGHUVANSH AGROFARM LIMITED(RELATED PARTY AS PER AS-18).

S. No.	NAME OF THE SHAREHOLDERS	NO. OF SHARES	IN %
1	RAGHUVANSH AGROFARMS LIMITED	181500	94.78%

For Maneesh Avneesh & Co.
CHARTERED ACCOUNTANTS

Avneesh Srivastava
Partner
M.No.:402380

PLACE: KANPUR
DATE: 20.05.2019



FOR KANPUR ORGANICS PRIVATE LIMITED

Raj Kumar Aggarwal
(Director)

Rahul Sachan
(Director)