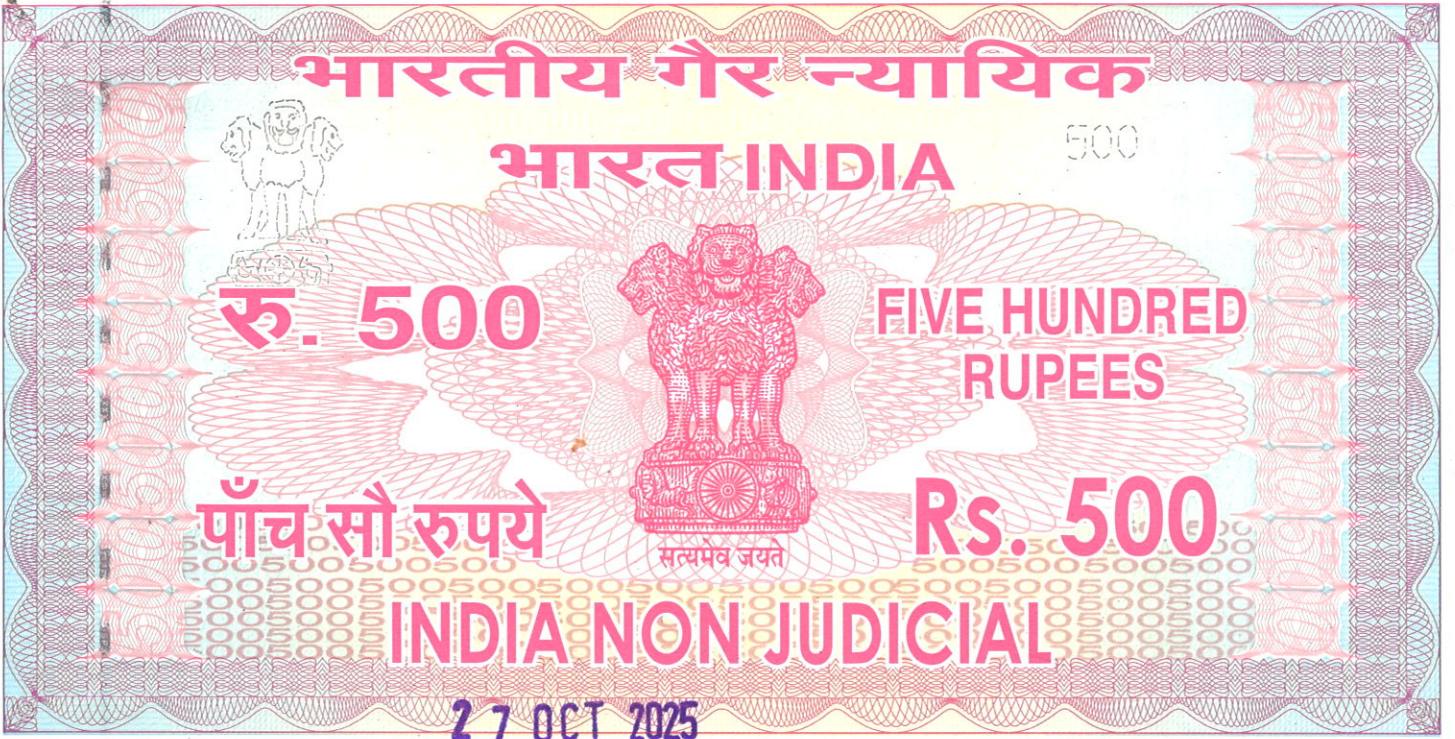


Compliance of Internal Audit 2025-26 Q1

Sr. No	Name of CBO	Internal Audit Para	Compliance
1	Vishwashesh FPC	Second Tranche of Rs. 53,74,000/- has been released to the CBO, however, as per the FMM at least 70% of the first tranche should be utilized, whereas as per the BOA the expenditure has not been booked or recorded, also, the UC is pending for verification.	<p>The audit observation is not correct. As per records, the total first tranche amount of ₹149.29 lakh (comprising ₹89.58 lakh as Subsidy, ₹47.60 lakh as Bank Loan, and ₹12.11 lakh as CBO Equity) has been substantially utilized. An expenditure of ₹145.11 lakh has been incurred, which constitutes more than 97% utilization of the first tranche amount, well above the 70% requirement as per the Financial Management Manual (FMM).</p> <p>At the time of Audit observation, the Books of Accounts had not been maintained. The required entries have now been recorded, and the Books of Accounts are fully updated. Please find Ledger Account Details attached herewith.</p> <p>The Utilization Certificate (UC), duly certified by a Chartered Accountant, was submitted by the CBO and verified by the Project Implementation Unit (PIU). The same has been attached for your reference. Hence, the release of the second tranche amounting to ₹53.74 lakh is in full compliance with the prescribed financial norms and procedures.</p>
2	Bhudargad Natural FPC	Bhudargad Natural FPC: The Addendum to the Grant Agreement reflecting the revised grant amount has not been attached to the file.	<p>In reference to the audit observation regarding the release of a tranche of Rs. 15,93,000/- to Bhudargad Natural FPC Ltd. without the Addendum to the Grant Agreement being attached to the file, the issue has been duly verified.</p> <p>The Addendum to the Grant Agreement, reflecting the revised grant amount, has now been obtained and properly attached to the concerned file. Necessary corrective action has been taken to ensure completeness of documentation.</p> <p>Hence, the observation is complied with.</p>

Manisha
Manisha Bhosale
Agronomist, PIU Agri



महाराष्ट्र MAHARASHTRA 27 OCT 2025 2025

ED 252457

अनु. क्र. 2222 दि. 20/10/2025 मूल.रु. 500/-

दस्ताचा प्रकार दंड

दस्त नोंदणी करणार आहेत का ? होय/नाही

मिलकतीचे दर्शन नाही

मुद्रांक विकत घेणाऱ्याचे नाव बुधराज नैयलफार्मस प्रोड्यूसर्स कंपनी

पत्ता कुंभखोर्नाळा

दस्त्या पक्षकाराचे नाव कोषागार एंथीविलि प्रथम मुद्रांक लिपीक कोषागार पुणे करिता.

हस्ते व्यक्तीचे नाव व पत्ता श्रीविजय भाग हडपसर, पुणे

मुद्रांक विकत घेणाऱ्याची सही सौ. सुजाता प्रशांत यवतकर
परवाना नं. 220903C
400 व, शिंपी आळी, हडपसर, पुणे

ज्या कारणासाठी ज्यांनी मुद्रांक खरेदी केले त्यांनी त्याच कारणासाठी मुद्रांक खरेदी करणे सहा महिन्यात साधारणे बंधनकारक आहे.



Addendum to Tripartite Grant Agreement

This Addendum to the Tripartite Grant Agreement ("Addendum") is made and entered into as of

04/11/2025

Head,
District Implementation Unit,
Smart Project, Pune



BETWEEN

Hon. Balasaheb Thackeray State of Maharashtra's Agribusiness
and Rural Transformation Project (SMART),

A World Bank assisted project
under the Government of Maharashtra
Through

The Head/Nodal Officer/Authorized Signatory,
Project Implementation Unit (PIU),
(On behalf of PIU, concerned DIU Head)

Mr. Suraj Sona Madake

Having its office at -DIU, DTC center, 6 th floor ,
Krushi bhavan, Erandwane ,Pune-411004
(hereinafter referred to as "Project ")

which expression shall, unless the repugnant to
the context or meaning thereof, mean and include its successors and assigns)

PARTY OF THE FIRST PART.

AND

M/s Bhudargad Natural Farmers Producer Company Limited.

PAN : _AAICB5004A

CIN (If FPC)

Address- A/P Kunjirwadi, Tal-Haveli, Dist-Pune.

Through its Authorised Signatory

Mr. Balasaheb Dattatraya Solankure

Age : 52 Occu.: Agriculture Business

R/o : Flat no A-212, Suvidha Vrindavan, Avantika Building, Kasurdi, Tal-Bhor, Dist-Pune.

PAN : ASKPS0899P

ADHAR NO.: 651329588461

hereinafter mentioned as 'CBO, (which expression shall unless excluded by or repugnant to
the subject or context thereof be deemed to include its successors in office and assigns) as
authorized by Resolution dated 4/11/2025

PARTY OF THE SECOND PART

AND

'Bank of Maharashtra, a body corporate constituted under the Banking Companies
(Acquisition and Transfer of Undertakings) Act, 1970 having its registered office at 1501
Lokmangal, Shivaji Nagar, Pune 411005 and its Branch Office at Saswad, hereinafter

District Implementation Unit,
Smart Project, Pune



referred to as "Bank" which expression shall unless it be excluded by or repugnant to the terms of this Agreement, includes its Successors, Authorized Representatives and Assigns.'

PARTY OF THE THIRD PART

WHEREAS, the Project, CBO, and Bank entered into a Tripartite Grant Agreement dated 12/09/2022 (the "Original Agreement"), under which the Project agreed to provide financial support to the CBO for the purpose of implementing the Bhudargad Natural Farmers Producer Company (the "Project") as detailed in the Original Agreement, and the Bank agreed to facilitate the disbursement of funds.

NOW, THEREFORE, in consideration of the mutual covenants and agreements contained herein, the Project, CBO, and Bank hereby agree as follows:

Amendments and Additions:

- (NOTE for point number 1:-Keep the point which is applicable in your case and delete the rest point)

Increase in sub-project cost:

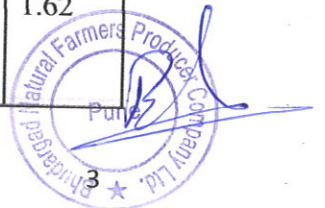
The additional amount of tranche will be released when the proportionate own contribution (loan + CBO contribution) will be deposited. It should be equivalent to the approved percentage by the SPAC committee and terms laid down in the FMM.

Following are the details of original sub-project cost and amended sub-project cost:

(Rs. Lakh)

S.N	CBO's Subproject Components	Original Sub Project Cost			Revised Sub Project Cost		
		Cost Total	SMART Grant	CBO Equity	Cost Total	SMART Grant	CBO Equity
A)	Core Investments in Subproject						
1	Integrated pack house 30MT/ Day	50.00	30.00	20.00	50.00	30.00	20.00
2	Pre cooling 6 Tone	25.00	15.00	10.00	25.00	15.00	10.00
3	Cold Storage 50 Tone	4.00	2.40	1.60	6.00	3.60	2.40
	Sub-Total (A)	79.00	47.40	31.60	81.00	48.60	32.40
B)	Operative / Preliminary Expenses	3.95	2.37	1.58	4.05	2.43	1.62

Head
District Implementation Unit,
Smart Project, Pune



	Sub-Total (B)	3.95	2.37	1.58	4.05	2.43	1.62
	Total (A+B)	82.95	49.77	33.18	85.05	51.03	34.02

OR

Decrease in sub-project cost:

The differential amount of tranche will be adjusted from next tranches due. If the next tranche is not sufficient to adjust the recoverable amount, then the amount to be recovered will be deposited by CBO immediately in project directed bank account. The respective PIU will follow up and recover the amount from the CBO.

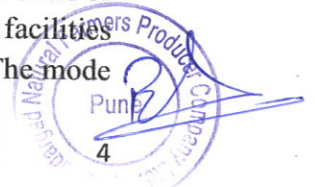
Following are the details of original sub-project cost and amended sub-project cost:

(Rs. Lakh)

S.N	CBO's Subproject Components	Original Sub Project Cost			Revised Sub Project Cost		
		Cost Total	SMART Grant	CBO Equity	Cost Total	SMART Grant	CBO Equity
A)	Core Investments in Subproject						
1							
2							
3							
	Sub-Total (A)						
B)	Operative / Preliminary Expenses						
	Sub-Total (B)						
	Total (A+B)						

2. The CBO's SMART dedicated current account will not be equipped with a cheque book or net banking facility. If by chance the CBO receives/using the cheque book or net banking facility, they will promptly intimate the bank to discontinue these facilities or the bank will be empowered to discontinue these facilities without delay. The mode

Head
District Implementation Unit,
Smart Project, Pune



of payment will be facilitated through the epay slip system from the SMART project's MIS. The format of Epay slip is attached herewith **Annexure I**.

3. The Epay slip will be generated by CBO from it's login to SMART website. In this epay slip all the required details will be provided and bank will verify the same with the bills and other documents. Bank will process vendor payment on the basis of epay slip and the documents submitted by the CBO. The statutory deductions will be transferred by bank to the CBO existing current account (not the SMART dedicated current account). It is the CBO's responsibility to deposit all the statutory deductions within due date.
4. SMART shall not have any liability towards loan given by the Bank to CBOs. In the event of any dispute in relation to loan given to the CBO and/or recovery thereof, SMART will not be related to such dispute or will not be a legal party for that matter.

5. Pre-Operative expenses:

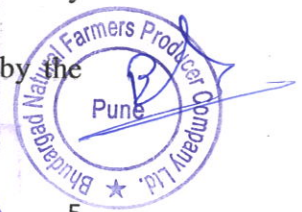
Pre-Operative expenses spent before sanction of Proposal:

- i. The CBO shall provide a detailed breakdown of all pre-operative expenses incurred before the sanctioning of the proposal. The adjustment of pre-operative expenses shall be made as per the directions of the project.
- ii. The Pre-operative expenses shall be subject to adjustment and may be considered for reimbursement under the following conditions:
 - a) The expenses were incurred solely for the purpose of the proposed project. eg. FPP preparation, estimate preparation, land lease charges etc
 - b) The expenses are reasonable, necessary, and directly related to the project activities.
 - c) The expenses were incurred within the specified time frame as outlined by the Project.
 - d) The pre-operative expenses should be within the limits specified by the SMART project.

Pre-Operative Expenses Incurred After Sanction of Proposal:

- i. Pre-operative expenses may continue to be incurred after the official sanctioning of the proposal.
- ii. Pre-operative expenses incurred after the sanctioning of the proposal may be eligible for proportional reimbursement from the grant funds, subject to the following conditions:
 - a) The expenses were incurred solely for the purpose of the proposed project.
 - b) The expenses are reasonable, necessary, and directly related to the project activities.
 - c) The expenses were incurred within the specified time frame as outlined by the project.
 - d) The pre-operative expenses should be within the limits specified by the SMART project.

District Implementation Unit,
Smart Project, Pune



6. It is mandatory for every Community-Based Organization (CBO) to establish a robust Grievance Redressal Mechanism (GRM) in order to effectively address and resolve grievances raised by stakeholders. The CBO shall designate an individual as the "officer in default" in the event that the CBO fails to establish the GRM or is unable to resolve grievances within the stipulated period. The officer in default of CBO (CEO/Manager/BOD) shall be held accountable for the CBO's failure to meet these obligations.
7. In case where, the entire sub-project is not executed in entirety as per the grant Agreement, then Bank will be liable to refund proportionate Project grants back i.e. unspent, to the SMART Project within 15 working days from the date of receipt of project communication in this regard. Failure to refund this within stipulated time by the Bank will attract 10% p.a. interest.

Case 1: If the CBO is unable to implement the project and do not utilize any amount from grant fund:

In this situation Bank will be liable to refund proportionate Project grants back to the SMART Project within 15 working days from the date of receipt of project communication in this regard. Failure to refund this within stipulated time by the Bank will attract 10% p.a. interest.

Case 2: If the CBO has partially implemented the project and utilized some amount from grant fund:

In this situation Bank will be liable to refund amount mentioned in SMART project's letter back to the SMART Project within 15 working days from the date of receipt of project communication in this regard. In case the amount mentioned in project letter is more than the balance in CBO's current account (opened for SMART project) as on the date of communication to bank, then in such case the bank balance as on the date of communication shall be refunded back to the project. In such case Bank shall freeze the balance amount lying in the CBO's current account on the date of communication by the project. Failure to refund the mentioned amount within stipulated time by the Bank will attract 10% p.a. interest.

8. Annual Compliance with ROC:

a) The Company shall ensure compliance with the provisions of the Companies Act 2013 and rules prescribed thereunder, including but not limited to:

i) Filing of annual financial statements, including balance sheet, profit and loss account, and cash flow statement, with the Registrar of Companies (ROC) within the prescribed timelines.

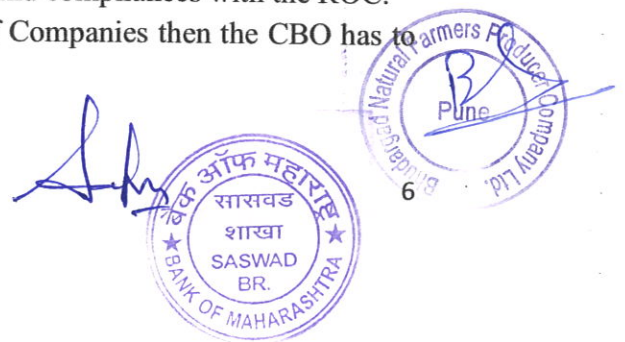
ii) Filing of annual returns, containing information as required under the Act, with the ROC within the prescribed timelines.

iii) Maintenance and updating of statutory registers, records, and other relevant documents as per the requirements of the Act.

b) The Company shall designate a responsible officer or department of CBO to oversee and ensure timely completion of all necessary filings and compliances with the ROC.

c) If the CBO's name is strike off by the Registrar of Companies then the CBO has to return all the grants given by the project.


Head
District Implementation Unit,
Smart Project, Pune



IN WITNESS WHEREOF, the Project, CBO, and Bank, intending to be legally bound, have executed this Addendum as of the Effective Date.

Signatures:

Signed and agreed to by:

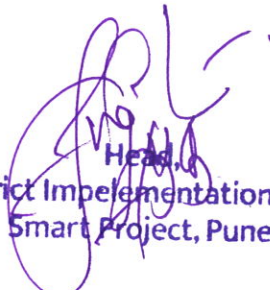
PIU (Project)

By: DIU Head

[Name]- Mr. Suraj Sona Madake

[Title] Head

Date: 4/11/2025


Head,
District Implementation Unit,
Smart Project, Pune

[CBO's Name]

By: Bhudargad Natural Farmers Producer Company Limited.

[Director's Name] Balasaheb Dattatraya Solankure

[Title] Director

Date: 4/11/2025




[Bank's Name]

By: Bank Of Maharashtra (Saswad Branch)

[Name of the officer] Sabyasachi Jha

[Title] Bank Manager

Date: 4/11/2025