



**M/S BHAVE AND BHAVE ASSOCIATES**  
**CHARTERED ACCOUNTANTS**  
CA PRATIKA V. JOSHI (PARTNER)

Address:- H.No. 368, R-26, Raigad Nagar,  
N-9, CIDCO, Aurangabad - 431 003.  
Phone :-+91 9359319698  
Email Id :- capratikajoshi@gmail.com

## **Independent Auditor's Report**

**To The Members of Mshagro Farmers Producer Company Limited,  
Gut No.-8, Plot No. -59 Khinvasara Paithan Bidkin Aurangabad,  
Maharashtra 431105.**

### **Report on the Audit of the Stand-alone Financial statements**

#### **Opinion**

We have audited the accompanying financial statement of **Mshagro Farmers Producer Company Limited** ("the company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2022 and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

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 March 31, 2022, and profit for the year ended on that date.

#### **Basis for Opinion**

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

#### **Other Information**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Director's report but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If,



based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility for the Financial Statements**

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit/loss and other comprehensive Income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection 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 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.

In preparing the financial statements, the Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

### **Auditor Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As a part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial statements made by the Management and Board of Directors.



## Auditors Responsibilities for the Audit of the Financial Statements

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

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

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

### Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of standalone financial statements of the current period. These matters were addressed in the context of my audit of standalone financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

### Emphasis of Matters

There are no such matters mentioned in the Notes to the financial statement which requires emphasis.

### CARO - 2020

The said private limited company with a paid up Capital less than one Crore and Capital & Reserves not more than rupees One Crore and as per explanation given to me that company has not accepted any public deposit & does not have outstanding loan / borrowing exceeding rupees one Crore or more from any bank or financial institution and does not have a turnover exceeding rupees Ten Crores therefore Companies (Auditor's Report) Order, 2020 is not applicable.

### Report on other Legal & Regulatory Requirements -:

- A) As required by Section 143(3) of the Act, we report that:
- a) We have sought and obtained all the information and explanation to the best of our knowledge and belief where 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 appears from our examination of those books and proper returns adequate for the purpose of our audit have been received from the branches not visited by us.



- c) There are no branch offices of the Company so the reports on the accounts of the branch offices of the company has not audited under Section 143(8) of the Act by branch auditors.
- d) The Balance Sheet and the Statement of Profit & Loss dealt with by this Report are in agreement with the books of account .
- e) In our opinion the aforesaid financial statements comply with the Accounting Standard s specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules ,2014.
- f) There are no such matters under the Emphasis of Matters paragraph above with respect to adequacy of the internal financial controls over financial reporting.
- g) On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2022, taken on record by the Board Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
- h) The Company has properly maintained the accounts as required under applicable laws, rules & regulations.
- i) In our opinion and according to the information and explanations given to us, the Company has adequate internal financial controls system, and the said system is working effectively.

(B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit & Auditors) Rule ,2014 , in my opinion and to best of our information and according to the explanations given to us:

1. The Company does not have any pending litigations which would impact its position in its financial statements.
2. The Company did not have any long-term contracts including derivatives contracts of which there were any material foreseeable losses.
3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
4. Assumption of going concern of the company do not require any significant revision to support the management's assessment in the current environment of Outbreak of pandemic COVID 19.
5. i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:

- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company

Or

- Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

ii) the management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities, including foreign



entities ("Funding Parties") with the understanding, whether recorded in writing or otherwise, that the company shall:

- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party

Or

- Provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries

iii) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representation under sub-clause (iv) (I) and (iv) (ii) contain any material mis-statement

6. No such dividend is declared or paid during the year by the company.

(C) With respect to the matter to be included in the Auditors Report under section 197(16):

With respect to the matter to be included to the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion, and to the best of our information and according to the explanations given to us, the Company being a private company, provisions of section 197 of the Act relating to managerial remuneration are not applicable to the Company. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) of Act which are required to be commented upon by us.

For Bhave & Bhave Associates,  
Chartered Accountants  
FRN.: 118631W



CA Pratika Vasant Joshi  
Partner  
M No. 149493  
Place :- Aurangabad  
UDIN: 22149493BALZEH5277  
Date :-12/09/2022



**MSHAGRO FARMERS PRODUCER COMPANY LIMITED**  
GUT NO.-8, PLOT NO. -59 KHINVASARA PAITHAN BIDKIN AURANGABAD 431105.  
CIN -U01110MH2021PTC354792

Balance Sheet as at 31-Mar-2022

( Amount in Rs. '00)

Particulars	Note No.	as at 31-Mar-2022		as at 31-Mar-2021	
<b>I. EQUITY AND LIABILITIES</b>					
<b>1 Shareholders' Funds</b>			<b>5542</b>		<b>5265</b>
(a) Share Capital	1	5025		5010	
(b) Reserves and Surplus	2	517		255	
(c) Money Received Against Share Warrants		0		0	
<b>2 Share Application money pending allotment</b>			<b>0</b>		<b>0</b>
<b>3 Non-Current Liabilities</b>			<b>8240</b>		<b>0</b>
(a) Long-Term Borrowings	3	8240		0	
(b) Deferred Tax Liabilities (Net)		0		0	
(c) Other Long-Term Liabilities		0		0	
(d) Long-Term Provisions		0		0	
<b>4 Current Liabilities</b>			<b>30</b>		<b>59</b>
(a) Short-Term Borrowings		0		0	
(b) Trade Payables		0		0	
(c) Other Current Liabilities		0		0	
(d) Short-Term Provisions	4	30		59	
<b>Total</b>			<b>13812</b>		<b>5324</b>
<b>II. ASSETS</b>					
<b>1 Non-Current Assets</b>			<b>7908</b>		<b>0</b>
(a) Property Plant and Equipment and Intangible assets					
(i) Property Plant and Equipment	5	7908		0	
(ii) Intangible Assets		0		0	
(iii) Capital Work-in-Progress		0		0	
(iv) Intangible Assets under Development		0		0	
(b) Non-Current Investments		0		0	
(c) Deferred Tax Assets (Net)		0		0	
(d) Long-Term Loans and Advances		0		0	
(e) Other Non-Current Assets		0		0	
<b>2 Current Assets</b>			<b>5904</b>		<b>5324</b>
(a) Current Investments		0		0	
(b) Inventories		0		0	
(c) Trade receivables		0		0	
(d) Cash and Cash Equivalents	6	5904		5324	
(e) Short-Term Loans and Advances		0		0	
(f) Other Current Assets		0		0	
<b>Total</b>			<b>13812</b>		<b>5324</b>
<b>Contingent Liabilities and Commitments</b>			<b>0</b>		<b>0</b>
<b>Significant Accounting Policies</b>	10				

The Notes referred to above form an integral part of the Balance Sheet

AS PER OUR REPORT ON EVEN DATE

M/S BHAVE & BHAVE ASSOCIATES

FOR MSHAGRO FARMER PRODUCER COMPANY LIMITED

CHARTERED ACCOUNTANTS

F.R. NO. 118631W

CA PRATIKA V. JOSHI

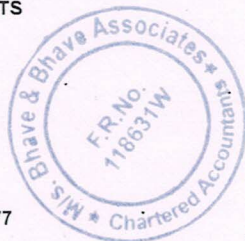
PARTNER

M NO :149493

UDIN: 22149493BALZEH5277

PLACE : Aurangabad

DATE : 12/09/2022



SHIVAJI BAPUSAHEB HUD

DIRECTOR

(DIN -09058922)

PLACE : Aurangabad

DATE : 05/09/2022

BALAJI SHIVAJI HOOD

DIRECTOR

(DIN -09058956)

**MSHAGRO FARMERS PRODUCER COMPANY LIMITED**  
GUT NO.-8, PLOT NO. -59 KHINVASARA PAITHAN BIDKIN AURANGABAD 431105.  
CIN - U01110MH2021PTC354792

Statement of Profit and Loss for the year from 01-Apr-2021 to 31-Mar-2022

( Amount in Rs. '00)

Particulars	Note No.	01-Apr-2021 to 31-Mar-2022	08-Feb-2021 to 31-Mar-2021
I Revenue from Operations	7	5650	5105
II Other Income		0	0
III TOTAL INCOME (I + II)		5650	5105
IV EXPENSES			
Cost of Materials Consumed		0	0
Purchases of Stock-in-Trade	8	0	0
Changes in Inventories		0	0
Employee Benefit Expenses		3280	3137
Finance Costs		0	0
Depreciation and Amortization Expenses		268	0
Other Expenses	9	1840	1713
TOTAL EXPENSES		5388	4850
V Profit before Exceptional and Extraordinary Items and Tax (III-IV)		262	255
VI Exceptional Items		0	0
VII Profit before Extraordinary Items and Tax (V-VI)		262	255
VIII Extraordinary Items		0	0
IX Profit Before Tax (VII-VIII)		262	255
X Tax Expense		0	0
Current Tax		0	0
Deferred Tax		0	0
XI Profit/(Loss) for the period from Continuing Operations(IX-X)		262	255
XII Profit/(Loss) from Discontinuing Operations		0	0
XIII Tax Expense of Discontinuing Operations		0	0
XIV Profit/(Loss) from Discontinuing Operations (after tax)(XII-XIII)		0	0
XV Profit(Loss) for the Period(XI+XIV)		262	255
XVI Earnings per Equity Share			
-Basic		0.52	0.51
-Diluted		0.52	0.51
<b>Additional Information</b>		0	0

The Notes referred to above form an integral part of the Statement of Profit and Loss

AS PER OUR REPORT ON EVEN DATE

M/S BHAVE & BHAVE ASSOCIATES

CHARTERED ACCOUNTANTS

F.R. NO. 118631W

*BSW*

CA PRATIKA V. JOSHI

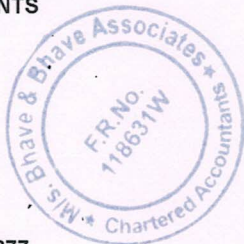
PARTNER

M NO :149493

UDIN: 22149493BALZEH5277

PLACE : Aurangabad

DATE : 12/09/2022



FOR MSHAGRO FARMER PRODUCER COMPANY LIMITED

SHIVAJI BAPUSAHEB HUD

DIRECTOR

(DIN -09058922)

PLACE : Aurangabad

DATE : 05/09/2022

BALAJI SHIVAJI HOOD

DIRECTOR

(DIN -09058956)

**MSHAGRO FARMERS PRODUCER COMPANY LIMITED**  
GUT NO.-8, PLOT NO. -59 KHINVASARA PAITHAN BIDKIN AURANGABAD 431105.  
CIN -U01110MH2021PTC354792

Notes to and forming part of Balance Sheet as at 31-Mar-2022

**1. Share Capital**

(Amount in Rs. '00)

Particulars	as at 31-Mar-2022	as at 31-Mar-2021
<b>Authorized Capital</b>		
1,00,000 Equity Shares of Rs. 10/- each	10,000	10,000
	<b>10,000</b>	<b>10,000</b>
<b>Issued, Subscribed &amp; Paid up Capital</b>		
50100 Equity Shares of Rs. 10/- each fully paid up	0	5,010
50251 Equity Shares of Rs. 10/- each fully paid up	5,025	0
Share Capital		
<b>TOTAL</b>	<b>5,025</b>	<b>5,010</b>

(a) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period

(Amount in Rs. '00)

Particulars	As at 31 March, 2022		As at 31 March, 2021	
	Number of shares	Rs.	Number of shares	Rs.
Balance as at the beginning of the year	50,100	5,010	50,000	5,000
Add : Shares issued	151	15	100	10
Less : Shares Redeemed	-	-	-	-
Less : Shares Cancelled	-	-	-	-
Add / Less : Others	-	-	-	-
<b>Balance as at the end of the year</b>	<b>50,251</b>	<b>5,025</b>	<b>50,100</b>	<b>5,010</b>

(b) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company (as on 31st Mar 2022)

(Amount in Rs. '00)

Name of Shareholders	No. of Shares	%	Value/Share	Total Value As at March 31, 2022
Shivaji Bapusaheb Hud	10,000	19.90%	10	1,000
Mirabai Shivaji Hud	10,000	19.90%	10	1,000
Pralhad Bapusaheb Hud	10,000	19.90%	10	1,000
Tukaram Bapusaheb Hud	10,000	19.90%	10	1,000
<b>TOTAL</b>	<b>40,000</b>	<b>79.60%</b>		<b>4,000</b>

(b) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company (as on 31st Mar 2022)

(Amount in Rs. '00)

Name of Shareholders	No. of Shares	%	Value/Share	Total Value As at March 31, 2022
Shivaji Bapusaheb Hud	10,000	19.96%	10	1,000
Mirabai Shivaji Hud	10,000	19.96%	10	1,000
Pralhad Bapusaheb Hud	10,000	19.96%	10	1,000
Tukaram Bapusaheb Hud	10,000	19.96%	10	1,000
<b>TOTAL</b>	<b>40,000</b>	<b>79.84%</b>		<b>4,000</b>

(c) Shares held by Promoters at the end of the year (as on 31-March-2022)

(Amount in Rs. '00)

Sr. No.	Promoter Name	No. of shares	% of Total shares	% Change During the
				Year
1	Balaji Shivaji Hud	2,500	4.98%	-0.01%
2	Ganesh Tukaram Hud	2,500	4.98%	-0.01%
3	Krishna Harishchandra Kale	1,500	2.99%	-0.01%
4	Mahendra Kalyanrao Bangar	1,000	1.99%	-0.01%
5	Mirabai Shivaji Hud	10,000	19.90%	-0.06%
6	Parimal Rajendra Ghule	1,500	2.99%	-0.01%
7	Pralhad Bapusaheb Hud	10,000	19.90%	-0.06%
8	Shivaji Bapusaheb Hud	10,000	19.90%	-0.06%
9	Shivaji Punjaram Vaidya	1,000	1.99%	-0.01%
10	Tukaram Bapusaheb Hud	10,000	19.90%	-0.06%
	<b>Total</b>	<b>50000</b>	<b>99.50%</b>	<b>-0.30%</b>





## 7. Revenue from Operations

( Amount in Rs. '00)

Particulars	01-Apr-2021 to 31-Mar-2022	08-Feb-2021 to 31-Mar-2021
Sale of Products	5650	5105
<b>Total</b>	<b>5650</b>	<b>5105</b>

## 8. Employee Benefit Expenses

( Amount in Rs. '00)

Particulars	18-Feb-2022 to 31-Mar-2022	01- Apr-2021 to 31-Mar-2021
Salary & Wages	3280	3137
<b>Total</b>	<b>3280</b>	<b>3137</b>

## 9 . Other Expenses

( Amount in Rs. '00)

Particulars	18-Feb-2022 to 31-Mar-2022	01- Apr-2021 to 31-Mar-2021
<b>Payment to Auditors</b>	<b>30</b>	<b>59</b>
As Auditor	30	59
<b>Miscellaneous expenses</b>	<b>1810</b>	<b>1654</b>
Accounting Charges	0	50
Bank charges	10	0
Electricity Charges	168	0
Machine Rent	712	405
Conveyance	0	65
Office Expenses	123	0
Incorporation Expenses	0	150
Lunch & Tea	0	54
Professional Fees	230	0
Printing & Stationery	0	25
Marketing Expenses	146	905
Travelling Expenses	156	0
Repairs & Maintainenece	265	0
<b>Total</b>	<b>1840</b>	<b>1713</b>



**Schedule 5 - Property, Plant and Equipment**

(Amount in Rs. '00)

Particulars	Gross Block				Depreciation and Amortization						Net Block			
	Opening Balance	Additions	Deductions / Retirement	Acquired through Business Combination	Other Adjustments	Closing Balance	Opening Balance	Depreciation Charged	Revaluation Adjustments	On Disposals / Reversals	Impairment Loss	Closing Balance	Opening Balance	Closing Balance
<b>Property, Plant and Equipment</b>														
Cultivator	0	269	0	0	0	269	0	9	0	0	0	9	0	260
Plough	0	888	0	0	0	888	0	31	0	0	0	31	0	857
Tractor	0	4338	0	0	0	4338	0	151	0	0	0	151	0	4187
Seed Cum Fertiliser Planter	0	289	0	0	0	289	0	10	0	0	0	10	0	279
Rotavator	0	682	0	0	0	682	0	24	0	0	0	24	0	658
Multure Machine	0	682	0	0	0	682	0	24	0	0	0	24	0	658
Shed	0	1029	0	0	0	1029	0	19	0	0	0	19	0	1010
<b>Total</b>	<b>0</b>	<b>8176</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>8176</b>	<b>0</b>	<b>268</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>268</b>	<b>0</b>	<b>7908</b>
Previous Year	0	0	0	0	0	0	0	0	0	0	0	0	0	0



**MSHAGRO FARMERS PRODUCER COMPANY LIMITED**  
**GUT NO.-8, PLOT NO. -59 KHINVASARA PAITHAN BIDKIN AURANGABAD 431105.**  
**CIN -U01110MH2021PTC354792**

**DISCLOSURE OF VARIOUS FINANCIAL RATIOS IN REQUIREMENT OF SCHEDULE III OF COMPANY ACT 2013**

( Amount in Rs. '00)

Sr. No	Particulars	As at 31 March 2022		As at 31 March 2021	
		Amount	Ratio	Amount	Ratio
1)	<b>Current Ratio</b> (Current assets/Current liabilities) Current Assets Current Liabilities	5904 30	197%	5324 59	N A
2)	<b>Debt Equity Ratio</b> (Debt/Equity) Total Debt Shareholders Equity	8,240 5,542	1%	0 5265	0%
3)	<b>Debt Service Coverage Ratio</b> EBITDA/ (Interest+Principal) Profit before Tax Add Finance Cost Add Depreciation EBITDA  Total of Interest & Principal Repayment	262 - - 262 -	N A	255 0 0 255 0	N A
4)	<b>Return on Equity Ratio</b> (Net Profit After Tax/Equity) Net profit after tax  Shareholders Equity	262  5,542	5%	255  5,265	N A
5)	<b>Inventory Turnover Ratio</b> ( closing inventory / Total Turnover ) * 365 days  Inventory at end Total Revenue from Operation	Nil Nil	Nil ( No of Days )	Nil Nil	N A ( No of Days )
6)	<b>Trade Receivables Turnover Ratio</b> ( Trade Receivables / Total Turnover ) * 365 Days  Trade Receivables at year end Total Revenue from Operation	Nil Nil	Nil ( No of Days )	Nil Nil	N A ( No of Days )
7)	<b>Trade Payables Turnover Ratio</b> ( Trade Payables / Total Turnover ) * 365 Days  Trade payables Total Revenue from Operation	Nil Nil	Nil ( No of Days )	Nil Nil	N A ( No of Days )
8)	<b>Net Capital Turnover Ratio,</b> ( Total Revenue / Net Equity ) Total Revenue from Operation Net Capital ( Equity )	262 5025	5%	255 5010	5%
10)	<b>Net Profit Ratio,</b> (Net profit/Sales) Net Profit after Tax Total Revenue from Operation	262 5650	5%	255 5105	5%
11)	<b>Return on Capital Employed</b> ( PAT / Net Equity ) Profit After Tax Net Capital ( Equity )	262 5025	5%	255 5010	5%
12)	<b>Return on Investment</b> ( PAT / Total Assets) Net Profit After Tax Total Asset Less:- Deferred Tax Asset	262 13,812 -	2%	255 5,324 -	5%
		13,812		5324	

There are no as such changes in ratios by more than 25% as compared to preceding year which are having adverse impact and require to be highlighted

**RISK MANAGEMENT**

While managing capital and financial affairs of the company, company's objectives are to :-

- 1) Safeguard their ability to continue as a going concern, so that they can continue to maintain investor, creditor and market confidence and sustain future development of the business,
- 2) Maintain an optimal capital structure to reduce the cost of capital



**Mshagro Farmers Producer Company Limited**  
**Gut No.-8, Plot No. -59 Khinvasara Paithan Bidkin Aurangabad 431105.**  
**CIN - U01110MH2021PTC354792**

**COMPANY OVERVIEW**

**Mshagro Farmers Producer Company Limited** ('the Company') was incorporated on **February 08, 2021** and is engaged in the business of production, harvesting, procurement, grading, pooling, storing, handling, manufacturing, processing, refining, freezing, packing, re-packing, preserving, processing, drying, distilling, brewing, venting, canning, buying, acting as stock agents, merchants, distributors, cold storage providers, marketing, selling, exporting, primary produce of the members such as cereals, pulses, oil seeds, fruits and vegetables, fruit syrups, food grains, cash crops, fodder crops, floriculture, animal husbandry(including poultry), horticulture, dairy products, cattle feeds, agricultural inputs, machinery, equipment, consumables or import of goods or services for their benefit either by itself or through other institution of all kinds of agricultural goods including other primary produce and any by-products, joint products thereof, of the members.

**SCHEDULE 10 - STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:**

A. BASIS OF PREPARATION

The financial statements have been prepared and presented under the historic cost convention on accrual basis of accounting, in accordance with generally accepted accounting principles ("GAAP") applicable in India. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') and pronouncements of the Institute of Chartered Accountants of India, the provisions of the Act (to the extent notified).

B. KEY ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of standalone financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively

C. AMENDMENTS TO SCHEDULE III OF THE COMPANIES ACT, 2013

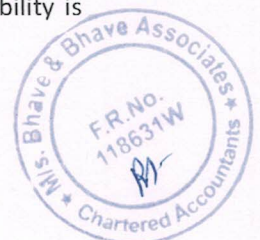
Ministry of Corporate Affairs (MCA) issued notifications dated 24th March, 2021 to amend Schedule III of the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting 1st April, 2021 and applied to the standalone financial statements as required by Schedule III.

D. METHOD OF ACCOUNTING (ACCOUNTING POLICIES) (AS-1):-

The significant accounting policies used in preparation of the standalone financial statements are as under :-

i. REVENUE RECOGNITION(AS – 9) :-

Revenue is recognized to the extent that it is probable that, the economic benefits will flow to the Company and the revenue can be reliably estimated and collectability is reasonably assured.



ii. CONTINGENT LIABILITIES (AS-29) :-

A provision is recognized when the Company has a present obligation as a result of past event i.e., it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

iii. RETIREMENT BENEFITS ( AS-15):-

The said company does not have any permanent employee. Therefore, the question of retirement benefits does not arise.

iv. INCOME TAX & DEFERRED TAXATION:

The liability of company on account of income tax is estimated considering the provisions of the Income Tax Act, 1961. Deferred tax is recognized, subject to the consideration of prudence, on timing differences being the difference between taxable income and accounting income that originate in one year and capable of reversal in one or more subsequent years. The company has not made the provision for deferred tax.

v. CASH FLOW STATEMENTS:

As per the proviso to the provisions of Sec. 2(40) of Companies Act, 2013, Small Company (as defined u/s 2(85)) is exempted from preparation and disclosure of Cash Flow Statement in the financial statements. Accordingly, Cash Flow Statement has not been presented in the financial Statements.

vi. OTHER NOTES

a. **Related Party Disclosures:**

As per Accounting Standard -18 "Related Party Disclosures" the companies related parties and transactions are disclosed below:

I	Key Management Personnel	- Mr. Shivaji Bapusaheb Hud – Director (Din- 09058922) - Mrs. Mirabai Shivaji Hud - Director (Din- 09058953) - Mr. Tukaram Bapusaheb Hud – Director (Din -09058954) - Mr. Pralhad Bapusaheb Hud - Director (Din- 09058955) - Mr. Balaji Shivaji Hood - Director (Din- 09058956)
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No transactions with related parties were incurred during the year.

b. **Computation of Earnings Per Share:**

Basic earnings per equity share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes, if any) by the weighted average number of equity shares outstanding during the period.

Diluted earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company and weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that decrease profit per share are included.

(Amount in Rs. Hundreds)



Particulars		2021-22	2020-21
a) Profit/(Loss) after tax		262	255
b) Weighted Average no of Equity Shares	Nos	50251	50100
c) Nominal Value of Equity Shares		10	10
d) Basic and Diluted Earnings Per Share		.52	.51

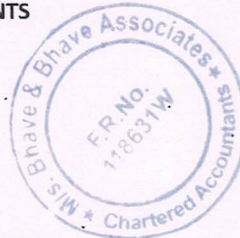
- c. The balances of Sundry Debtors, Sundry Creditors, Loans and Advances are subject to confirmation by the concerned parties. Bank Balances are subject to reconciliation & Confirmation.
- d. Value of Imports on CIF Basis : NIL
- e. Expenditure in Foreign Currency : NIL
- f. Earnings in foreign Exchange : NIL
- g. Estimated amount of contracts : NIL  
remaining to be executed on capital  
Account and not provided for
- h. Based on the information available with the company, no creditors have been identified as "suppliers" within the meaning of "The Micro, Small and Medium Enterprises Development Act, 2006". The above information regarding Micro, Small and Medium Enterprises has been determined on the basis of information available with the company. This information is not verifiable by the Auditors.
- i. Disclosure in accordance with section 22 of Micro, Small and Medium Enterprises Development Act, 2006: In the absence of any information as to which suppliers are Micro, Small & Medium Enterprises as required under Micro, Small and Medium Enterprises Development Act, 2006, the liability, if any, of Principal and Interest which would be payable to Micro, Small and Medium Enterprises cannot be ascertained. However, the Company has not received any claims in respect thereof.
- j. The company has taken unsecured loan from directors, but has not filed Form DPT-3 for the year.
- k. Previous Year's figures are regroped wherever necessary.

AS PER OUR REPORT ON EVEN DATE

**M/S BHAVE & BHAVE ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

*BSW*

**CA PRATIKA V. JOSHI**  
PARTNER  
M NO :149493  
F.R. NO. 118631W  
UDIN :- 22149493BALZEH5277  
PLACE : AURANGABAD  
DATE : 12/09/2022



FOR M/S MSHAGRO FARMERS PRODUCER  
COMPANY LIMITED

**MR. SHIVAJI**  
**BAPUSAHEB HUD**  
**(DIN -09058922)**

Director

PLACE : AURANGABAD  
DATE : 05/09/2022

**MR. BALAJI HOOD**  
**(DIN - 09058956)**

Director