

Annual Report

Of

**HINGANGHAT COTTON
AGRO FARMER
PRODUCER COMPANY
LIMITED**

31-03-2022

M B Agrawal & Associates
Chartered Accountants



M B AGRAWAL & ASSOCIATES
CHARTERED ACCOUNTANTS

Office : 201, Shrika Corporate, Pande Layout,
Khamla, Nagpur - 440025
E-mail : camsc.ngp@gmail.com
Landline : 0712-3021434

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **M/s HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED**, which comprise the Balance Sheet as at **31st March, 2022**, the Statement of Profit and Loss for the year then ended, and a summary of the 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 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 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 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 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 : -

- a) The state of affairs of the Company as at 31st March, 2022, and
- b) Its profit & loss Account 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, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, the provisions of which are not applicable to the company.

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 purposes 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 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 the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 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, the same is not applicable to the Company.
- 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 has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Nagpur
Date: 23/082022



For M B Agrawal Associates
Chartered Accountants
(FRN No. 139478W)


CA Subhash Rahangdale
Partner
(Mem. No. 153375)
UDIN: 22153375APPPHE2302

HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED

BALANCE SHEET AS ON 31ST MARCH, 2022

PARTICULARS	NOTE NO.	31.03.2022	31.03.2021
A EQUITY AND LIABILITIES			
1 Shareholders' Fund			
a) Share Capital	3	646,000	-
b) Reserves and Surplus	4	995	-
		646,995	-
2 Government Grant & Subsidy			
3 Non- Current Liabilities			
(a) Long-Term Borrowings/ Liabilities		-	-
		-	-
4 Current Liabilities			
(a) Short-Term Borrowings		-	-
(b) Short-Term Provisions	5	3,134	-
(c) Trade Payables	6	84,500	-
(d) Other Current Liabilities	7	180,500	-
		268,134	-
TOTAL (A)		915,129	-
B ASSETS			
(I) Non- Current Assets			
Fixed Assets		-	-
Deferred Tax Assets		-	-
(II) Current Assets			
(a) Trade Receivables	8	4,700	-
(b) Inventory		-	-
(c) Cash and Cash Equivalents	9	760,429	-
(e) Short-Term Loans and Advances		150,000	-
(f) Other Current Assets		-	-
		915,129	-
TOTAL (B)		915,129	-

See accompanying notes forming part of the financial statements

1-12

In terms of our report attached.


For M B Agrawal & Associates
Chartered Accountants
(FRN No. 139478W)



CA Subhash Rahangdale
Partner

Mem. No. 153375
UDIN: 22153375APPHE2302
Place : Nagpur
Date: 23/08/2022



For and on behalf of the Board of Directors


Director
Prakash Bhojar
DIN:- 09362047


Director
Sudam Nandanwar
DIN:- 09362048

HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2022

PARTICULARS	NOTE NO.	31.03.2022	31.03.2021
Revenue			
1 Revenue from operations	10	563,965	-
2 Other Income	11	50,000	-
3 Total Revenue (1+2)		613,965	-
Expenses			
Purchases	12	558,300	-
Direct Expenses		-	-
Changes in Inventory		-	-
Depreciation and Amortisation		-	-
Other Expenses	13	54,486	-
4 Total Expenses		612,786	-
6 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 5)		1,179	-
7 Extraordinary/ Exceptional items			
8 Profit / (Loss) before tax (5 - 6)		1,179	-
9 Tax Expense:			
(a) Current tax		184	-
(b) Deffered Tax		-	-
10 Profit / (Loss) For the Year		995	-
11 Earnings Per Share (Basic and Diluted)		2.84	-

See accompanying notes forming part of the financial statements

1-12

In terms of our report attached.
For M B Agrawal & Associates
Chartered Accountants
(FRN No. 139478W)



CA Subhash Rahangdale
Partner

Mem. No. 153375
UDIN: 22153375APPHE2302
Place : Nagpur
Date: 23/08/2022

For and on behalf of the Board of Directors

Director

Prakash Bhoyar
DIN:- 09362047

Director

Sudam Nandanwar
DIN:- 09362048

HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE PARTICULARS

1 - CORPORATE INFORMATION

HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED is a Producer Company incorporated on 15th May, 2021 in the State of Maharashtra, India. The Company has its main object of carrying on the business of production, harvesting, procurement and trading of all agricultural, vegetables, fertilizers, pesticides, farm machinery etc.

2 - SIGNIFICANT ACCOUNTING POLICIES

2.1 - Basis of Accounting and Preparation of Financial Statements

The Company adopts the accrual basis in the preparation of its accounts. During the year ended on 31.03.2022, the Schedule III notified under Companies Act, 2013 has become applicable to the Company for preparation of its financial statements and the Company has prepared its financial statements in accordance with the provisions of Schedule III notified under Companies Act, 2013. Since the Company got incorporated in the current financial year there are no corresponding figures for Previous years.

2.2 - Revenue Recognition

Revenue from Operations

Revenue for operations are recognised on accrual basis. All direct incomes related to the relevant previous year has been account for and considered as income during the relevant previous year.

2.3 - Tangible Fixed Assets

There are no Fixed assets as on the date of balance sheet.

2.4 - Employee Benefits

Employee benefits consist of salary and wages. The provisions of Provident Fund, ESIC and other laws does not apply to the company. There are no payments made to the employees during the reporting period.

2.5 - Taxes on Income

The Tax on income is computed as per the provisions of Income Tax Act, 1961.

2.6 - Provisions and Contingencies

The company is not liable towards any contingent liabilities as on the date of Balance Sheet.

2.7 - Preliminary & Preoperative Expenses

Nil

2.8- Government Grant

As per AS12 Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants or subsidies will be received. During the financial year company has received the grant from NABARD for equity of Rs. 3,23,000/- which is equal to paid up share capital of the company and CEO Salary Grant Received amounting to Rs 50,000/- . has been applied for salary and management expenses which has been recorded as revenue grant as per AS12. Rs.50000/- .



HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE	PARTICULARS	31.03.2022	31.03.2021
3 - SHARE CAPITAL			
	Authorised Share Capital		
	10000 Equity Shares of Rs 100 each	1,000,000	-
	Issued Subscribed and Paid - Up Capital		
	3230 Equity Shares of Rs 100 each	323,000	-
	NABARD Equity Grant	323,000	
	Total	646,000	

The Company has only one class of equity shares having a par value of Rs. 100 per share. Each holder is entitled to one vote per share.

The Company has received Grant from NABARD equal to the paid up share capital

Details of shares held by shareholders holding more than 5% shares in the Company:

Sr.No	Name of Shareholders	No. of Shares 31.03.2022	No. of Shares 31.03.2021

4 - RESERVE & SURPLUS	31.03.2022	31.03.2021
Opening Balance in P&L Account	-	-
Add: Profit for the Year	995	-
	995	-



HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE

PARTICULARS

5 SHORT - TERM PROVISIONS

	31.03.2022	31.03.2021
Audit Fees Payable	2,950	-
Provisions For Tax	184	-
Total	3,134	-

6- TRADE PAYABLES

	31.03.2022	31.03.2021
Sundry Creditors	84,500	-
Total	84,500	-

7- OTHER CURRENT LIABILITIES

	31.03.2022	31.03.2021
Advance Received From Farmer	30,000	-
NABARD Grant for Office Expenses	150,500	-
Total	180,500	-

8- Trade Receivables

	31.03.2022	31.03.2021
Sundry Debtors	4,700	-
Total	4,700	-

9- CASH AND CASH EQUIVALENTS

	31.03.2022	31.03.2021
Bank A/C	760,429	-
Total	760,429	-



HINGANGHAT COTTON AGRO FARMER PRODUCER COMPANY LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

NOTE	PARTICULARS	31.03.2022	31.03.2021
10- REVENUE FORM OPERATIONS			
	Sale	563,965	-
	Total	563,965	-
11- OTHER INCOME			
	CEO Salary Grant Received	50,000	-
	Total	50,000	-
12- PURCHASE			
	Purchases	558,300	-
	Total	558,300	-
13- OTHER EXPENSES			
	Administrative Expenses		
	Audit Fees	2,950	-
	Bank Charges	36	-
	Roc and Other Legal Compliance Exp	1,500	-
	CEO Salary	50,000	-
	Total	54,486	-

