

# **STATUTORY AUDIT REPORT**

## **KAYADHU FARMERS PRODUCER COMPANY LTD**

**SN 135/34, SHREEPARK, NAGAR ROAD, BALAJI HOSPITAL**

**BAIPAS CHOWK, KHARADI, PUNE - 411014**

**UDIN NO. 20143482AAAACX3991**

**FOR THE YEAR ENDED AS ON**

**31-MAR-2020**

**AUDITOR**

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**MEHTA KHATOD SOMANI & ASSOCIATES**

**CHARTERED ACCOUNTANTS**

**SHOP NO 9, MARKET COMMITTEE COMPLEX,**

**NEW MONDHA, HINGOLI 431513**

**Mob No : 8421488088**

**mail id : somanirajesh17@gmail.com**



# MEHTA KHATOD SOMANI & ASSOCIATES

CHARTERED ACCOUNTANTS

Shop No 9, APMC Complex, New Mondha Hingoli - 431513

## Independent Auditors' Report

To,  
The Members,  
KAYADHU FARMERS PRODUCER COMPANY LIMITED  
SN 135/34, Shreepark, Nagar Road,  
Balaji Hospital, Baipas Chowk,  
Kharadi, Pune - 411014

### Report on the Financial Statements.

We have audited the accompanying financial statements of **KAYADHU FARMERS PRODUCER COMPANY LIMITED**, which comprise the Balance Sheet as at **March 31, 2020** and the Statement of Profit and Loss 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 the 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 the frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditors 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





# MEHTA KHATOD SOMANI & ASSOCIATES

CHARTERED ACCOUNTANTS

Shop No 9, APMC Complex, New Mondha Hingoli - 431513

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 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 control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by companies' 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:

(a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020; and

(b) In the case of the Statement of Profit and Loss, of the Loss of the Company for the year ended on that date;

## Report on Other Legal and Regulatory Requirements

1. As the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, is not applicable to the Company, we have not furnished statement on the matters specified in paragraphs 3 and 4 of the said 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 and Statement of Profit and Loss dealt with by this report are in agreement with the books of account;





## MEHTA KHATOD SOMANI & ASSOCIATES

CHARTERED ACCOUNTANTS

Shop No 9, APMC Complex, New Mondha Hingoli - 431513

- d. In our opinion, the Balance Sheet, Statement of Profit and Loss comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013, 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, 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act, 2013.
- f. With respect to the other matters included in the auditor's report and to best of our information and according to the explanation given to us.
1. The company has disclosed the impact of pending litigation on its financial position in its financial statement.
  2. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
  3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For MEHTA KHATOD SOMANI & ASSOCIATES  
CHARTERED ACCOUNTANTS

CA RAJESH SOMANI  
PARTNER

Membership No.: 143482

FRN: 137425W

UDIN : 20143482AAAACX3991

Place: Hingoli

Date: 11/11/2020



## PART I – Form of BALANCE SHEET

## KAYADHU FARMERS PRODUCER COMPANY LIMITED

SN 135/34, Shreepark, Nagar Road, Balaji Hospital, Baipas Chowk, Kharadi, Pune - 411014

Balance Sheet as at 31st March, 2020

Particulars		Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
1		2	3	4
<b>I. EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' funds</b>				
(a)	Share capital	1	13,00,000	8,98,000
(b)	Reserves and surplus	2	17,73,892	18,26,534
(c)	Money received against share warrants			
<b>2 Share application money pending allotment</b>				
<b>3 Non-current liabilities</b>				
(a)	Long-term borrowings		-	-
(b)	Deferred tax liabilities (Net)		-	-
(c)	Other Long term liabilities	3	-	-
(d)	Long-term provisions		-	-
<b>4 Current liabilities</b>				
(a)	Short-term borrowings	4	60,88,630	20,00,000
(b)	Trade payables	5	-	-
(c)	Other current liabilities		-	-
(d)	Short-term provisions	6	40,000	45,000
<b>TOTAL</b>			<b>92,02,522</b>	<b>47,69,534</b>
<b>II. ASSETS</b>				
<b>Non-current assets</b>				
<b>1 (a) Fixed assets</b>				
(i)	Tangible assets	7	51,96,801	11,61,145
(ii)	Intangible assets		-	-
(iii)	Capital work-in-progress		-	-
(iv)	Intangible assets under development		-	-
(b)	Non-current investments			
(c)	Deferred tax assets (net)			
(d)	Long-term loans and advances			
(e)	Other non-current assets	8	10,000	10,000
<b>2 Current assets</b>				
(a)	Current investments			
(b)	Inventories	9	4,75,650	5,00,678
(c)	Trade receivables	10	2,07,047	-
(d)	Cash and cash equivalents	11	28,07,424	29,90,211
(e)	Short-term loans and advances	12	5,05,600	1,07,500
(f)	Other current assets			
<b>TOTAL</b>			<b>92,02,522</b>	<b>47,69,534</b>

FOR KAYADHU FARMERS PRODUCER COMPANY LIMITED

For MEHTA KHATOD SOMANI & ASSOCIATES  
CHARTERED ACCOUNTANTS

DIRECTOR

DIRECTOR

CA RAJESH SOMANI  
PARTNER

M No 143482

FRN No : 137425W

UDIN : 20143482AAAACX3991



Date : 02/11/2020

Place : Hingoli

## KAYADHU FARMERS PRODUCER COMPANY LIMITED

SN 135/34, Shreepark, Nagar Road, Balaji Hospital, Baipas Chowk, Kharadi, Pune - 411014

## Statement of Profit and Loss for the year ended 31st March, 2020

Particulars	Refer Note No.	Figures for the current reporting period	Figures for the previous reporting period
I. Revenue From Operations <u>In respect of a company other than a finance company:</u> Revenue From Operation		5,65,300	21,40,080
II. Other income (Commission & Interest on FDR)		74,758	-
<b>III. Total Revenue (I + II)</b>		<b>6,40,058</b>	<b>21,40,080</b>
IV. Expenses:			
<u>Cost of materials consumed</u>		1,02,028	4,25,390
Employee benefits expense	14	96,000	-
Finance costs	13	2,74,683	2,45,906
Depreciation and amortization expense	14	-	-
Other expenses	14	6,99,989	4,68,191
Total expenses		<b>11,72,700</b>	<b>11,39,487</b>
<b>V. Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>(5,32,642)</b>	<b>10,00,593</b>
VI. Exceptional items- Prior Period items		-	-
<b>VII. Profit before extraordinary items and tax (V - VI)</b>		<b>(5,32,642)</b>	<b>10,00,593</b>
VIII. Extraordinary Items			
<b>IX. Profit before tax (VII- VIII)</b>		<b>(5,32,642)</b>	<b>10,00,593</b>
X Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
<b>XI Profit (Loss) for the period from continuing operations (VII-VIII)</b>		<b>(5,32,642)</b>	<b>10,00,593</b>
XII Profit/(loss) from discontinuing operations			
XIII Tax expense of discontinuing operations			
<b>XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>			
<b>XV Profit (Loss) for the period (XI + XIV)</b>		<b>(5,32,642)</b>	<b>10,00,593</b>
XVI Earnings per equity share:			
(1) Basic		(4.10)	11.14
(2) Diluted		(4.10)	11.14

FOR KAYADHU FARMERS PRODUCER COMPANY LIMITED

DIRECTOR

DIRECTOR

Place : Hingoli

Date : 02/11/2020

For MEHTA KHATOD SOMANI & ASSOCIATES  
CHARTERED ACCOUNTANTS

*Rajesh Somani*  
CA RAJESH SOMANI  
PARTNER  
M No 143482  
FRN No : 137425W  
UDIN : 20143482AAAACX3991



Note 1 Disclosure pursuant to Share Capital for Part I of Schedule III to the Companies Act, 2013

Share Capital	As at 31 March 2020		As at 31 March 2019	
	Number	Amount	Number	Amount
<b>Authorised</b>				
Equity Shares of Rs. 100 each	3,00,000	30,00,000.00	3,00,000	30,00,000.00
<b>Issued</b>				
Equity Shares of Rs. 100 each	1,30,000	13,00,000.00	89,800	8,98,000.00
<b>Subscribed &amp; fully Paid up</b>				
Equity Shares of Rs. 100 each	1,30,000	13,00,000.00	89,800	8,98,000.00
<b>Subscribed but not fully Paid up</b>				
___% preference shares of `___ each, not fully paid up				
Equity Shares of `___ each, not fully paid up				
<b>Total</b>	<b>1,30,000</b>	<b>13,00,000.00</b>	<b>89,800</b>	<b>8,98,000.00</b>

Note 1-A Disclosure pursuant to Reconciliation of Shares for Part I of Schedule III to the Companies Act, 2013

Particulars	Equity Shares			
	As at 31 March 2020		As at 31 March 2019	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	89800	898000.0	49800	498000.0
Shares Issued during the year	40200	402000.0	40000	400000.0
Shares bought back during the year				
Any other movement (please specify)				
Shares outstanding at the end of the year	130000	13,00,000.00	89800	8,98,000.00

Note 1-B Disclosure pursuant to shares in the company held by each shareholder more than 5% for Part I of Schedule III to the Companies Act, 2013

Name of Shareholder	Equity Shares			
	As at 31 March 2020		As at 31 March 2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding



Note 2 : Disclosure pursuant to Reserve & Surplus for Part I of Schedule III to the Companies Act,2013

<u>Reserves &amp; Surplus</u>	As at 31 March 2020	As at 31 March 2019
<b>A. Capital Reserve</b>		
MACP Grant	15,00,000.00	15,00,000.00
Add : Addition of Grant	4,80,000.00	
	<b>19,80,000.00</b>	<b>15,00,000.00</b>
<b>B. Profit &amp; Loss A/c</b>		
Opening balance	3,26,534.00	6,74,059.00
(+) Net Profit/(Net Loss) For the current year	-5,32,642.00	10,00,593.00
(+) Transfer from Reserves		
(-) Proposed Dividends		
(-) Interim Dividends		
(-) Transfer to Reserves		
Closing Balance	<b>(2,06,108.00)</b>	<b>3,26,534.00</b>
<b>Total</b>	<b>17,73,892.00</b>	<b>18,26,534.00</b>



<u>Short Term Borrowings</u>	As at 31 March 2020	As at 31 March 2019
<b><u>Secured</u></b>		
<b>(a) Loans repayable on demand</b>		
from Finance Institution		
HDFC Bank Loan	28,77,630	-
Gyñabarao Mane	32,00,000	20,00,000
Mahendra Mane	11,000	-
	-	-
	60,88,630.00	20,00,000.00
<b>Total</b>	<b>60,88,630.00</b>	<b>20,00,000.00</b>



**Note 3** Disclosure pursuant to Other Non Current Liabilities for Part, I of Schedule III to the Companies Act, 2013

<u>Other Current Liabilities *</u>	As at 31 March 2020	As at 31 March 2019
	-	-
<b>Total</b>	-	-



ote 4 Disclosure pursuant to Trade Payables for Part I of Schedule III to the Companies Act, 2013  
 Trade Payables

No	Particulars	As at 31 March 2020	As at 31 March 2019
	<b>-Sundry Creditors :</b>		
	Padson Industries	-	-
	<b>Total in</b>	-	-

company has not received any intimation from the supplier regarding their status under the Micro, Small and Medium



Note 5 Disclosure pursuant to Other Current Liabilities for Part I of Schedule III to the Companies Act, 2013

<u>Other Current Liabilities *</u>	As at 31 March 2020	As at 31 March 2019
Service Tax Payable Salary Payable	-	-
<b>Total</b>	-	-



Note 6 Disclosure pursuant to Short Term Provisions for Part I of Schedule III to the Companies Act, 2013

<u>Short Term Provisions</u>	As at 31 March 2020	As at 31 March 2019
<u>Provision for Expenses</u>		
Audit Fee Payable	40,000	45,000
<b>Total</b>	<b>40,000.00</b>	<b>45,000.00</b>



Note 7 Disclosure pursuant to Fixed Assets for Part I of Schedule III to the Companies Act, 2013

Fixed Assets	Rate	Gross Block		Accumulated Depreciation				Net Block		
		Balance as at 1 April 2019	Additions/ (Disposals)	Balance as at 31 March 2020	Balance as at 1 April 2019	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 1 April 2019	Balance as at 31 March 2020
<b>a</b>										
<b>Tangible Assets (Not Under Lease)</b>										
Factory Shed	0.00%	3,74,194.00	5,200.00	3,79,394.00	-	-	-	3,74,194.00	3,79,394.00	
Goat Shed	0.00%	3,37,787.00	-	3,37,787.00	-	-	-	3,37,787.00	3,37,787.00	
Machinery	0.00%	3,24,164.00	-	3,24,164.00	-	-	-	3,24,164.00	3,24,164.00	
Animal Feed Machine	0.00%	1,25,000.00	-	1,25,000.00	-	-	-	1,25,000.00	1,25,000.00	
Bolero Pick Up	0.00%	-	3,45,088.00	3,45,088.00	-	-	-	-	3,45,088.00	
CCTV	0.00%	-	29,850.00	29,850.00	-	-	-	-	29,850.00	
Drip Irrigation	0.00%	-	6,75,933.00	6,75,933.00	-	-	-	-	6,75,933.00	
Furniture	0.00%	-	50,000.00	50,000.00	-	-	-	-	50,000.00	
New Godown Construction	0.00%	-	6,80,330.00	6,80,330.00	-	-	-	-	6,80,330.00	
Processing Unit Construction	0.00%	-	17,60,000.00	17,60,000.00	-	-	-	-	17,60,000.00	
Tin Shed	0.00%	-	4,08,950.00	4,08,950.00	-	-	-	-	4,08,950.00	
Wire Fencing	0.00%	-	80,305.00	80,305.00	-	-	-	-	80,305.00	
<b>Total (i)</b>		<b>11,61,145.00</b>	<b>40,35,656.00</b>	<b>51,96,801.00</b>				<b>11,61,145.00</b>	<b>51,96,801.00</b>	



	As at 31 March 2020	As at 31 March 2019
Preliminary Expenses Shares MahaFPC	10,000	10,000
	10,000.00	10,000.00



Inventories	As at 31 March 2020	As at 31 March 2019
a. Raw Materials and components (At lower of Cost or net realisable value whichever is less as valued and certified by the management) Goods-in transit	-	-
b. Work-in-progress (Valued at _____) Goods-in transit	-	-
c. Finished goods (Valued at Cost) Internally Manufactured Other than internally manufactured Goods-in transit	4,75,650.00	5,00,678
d. Stock-in-trade (Valued at _____) Internally Manufactured Other than internally manufactured Goods-in transit	4,75,650.00	5,00,678.00
e. Stores and spares (Valued at _____) Goods-in transit	-	-
f. Loose Tools (Valued at _____) Goods-in transit	-	-
g. Others	-	-
(i) Packing Materials Internally Manufactured Other than internally manufactured Goods-in transit	-	-
<b>Total</b>	<b>4,75,650.00</b>	<b>5,00,678.00</b>



**Note 10 Disclosure pursuant to Trade Receivables for Part I of Schedule III to the Companies Act, 2013**

Trade Receivables	As at 31 March 2020	As at 31 March 2019
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	207047.00	
Unsecured, considered good	-	-
Unsecured, considered doubtful		
<b>Total</b>	<b>2,07,047.00</b>	-

**SUNDRY DEBTORS (MH)**

Particulars		
<b>Outstanding for less than six months</b>		
NAFED	2,00,071	-
TDS on Interest	6,976	
<b>Total in</b>	<b>2,07,047</b>	-



Note 11 Disclosure pursuant to Cash and cash equivalents for Part I of Schedule III to the Companies Act, 2013

Cash and cash equivalents	As at 31 March 2020	As at 31 March 2019
a. Balances with banks*	-	-
In Current A/c	<b>16,78,946</b>	<b>19,70,811</b>
MGB - 800293	38,244	17,26,782
PDCC	1,10,901	2,44,029
HDFC Bank	9,53,753	
HDFC Bank	4,86,048	
b. Cheques, drafts on hand	90,000	-
c. Cash on hand*	65,696	19,400
d. Bank Fixed Deposit - MGB	10,62,782	10,00,000.00
	<b>28,07,424</b>	<b>29,90,211</b>

\*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.



1 Disclosure pursuant to Cash and cash equivalents for Part I of Schedule III to the Companies Act, 2013

Cash and cash equivalents	As at 31 March 2020	As at 31 March 2019
a. Balances with banks*	-	-
In Current A/c	16,78,946	19,70,811
MGB - 800293	38,244	17,26,782
PDCC	1,10,901	2,44,029
HDFC Bank	9,53,753	
HDFC Bank	4,86,048	
b. Cheques, drafts on hand	90,000	-
c. Cash on hand*	65,696	19,400
d. Bank Fixed Deposit - MGB	10,62,782	10,00,000.00
	28,07,424	29,90,211

\*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.



ote 12 Disclosure pursuant to Short-term loans and advances for Part I of Schedule III to the Companies Act, 2013

Short-term loans and advances	As at 31 March 2020		As at 31 March 2019	
<b>a. Loans and advances to related parties</b> (refer.note 2)				
Secured, considered good				
Unsecured, considered good				
Doubtful				
Less: Provision for doubtful loans and advances				
<b>b. Others (specify nature)</b>				
Secured, considered good				
Unsecured, considered good	2,30,600			
<i>Advance Recoverable in cash or in kind or for value to be considered good</i>	2,75,000		1,07,500	
Advance to ROC Complinance	0			
Sundry Deposits				
Advance Income Tax/Refund Due				
Balance With Revenue Authorities-VAT				
Prepaid Expenses- Insurance Premium				
Bank Processing Charges				
<b>Sub-Total</b>		5,05,600		1,07,500
Doubtful				
Less: Provision for _____				
		5,05,600.00		1,07,500.00
		5,05,600.00		1,07,500.00



**Note 13 Disclosures pursuant to cost of material consumed and changes in Inventory for Part II of the Revised Schedule III to the Companies Act, 2013**

Details of Material Consumed

Particulars	For the year	For the year
	ended 31 March 2020	ended 31 March 2019
Inventory at the beginning of the year		
Add: Purchases	5,00,678	-
Add : Free Sample	77,000	9,26,068
Add : Other Charges	-	
Add: Transportation Cost	-	
	-	
Less: Inventory at the end of the year	<b>5,77,678</b>	<b>9,26,068</b>
Less: Abnormal Losses during the year	4,75,650	5,00,678
Cost of raw material consumed	-	
	<b>1,02,028</b>	<b>4,25,390</b>
<b>Total</b>	<b>1,02,028</b>	<b>4,25,390</b>

Details of changes in Inventory

Inventory at the end of the year

Particulars	For the year	For the year	Increase / Decrease
	ended 31 March 2020	ended 31 March 2019	
Finished Goods	4,75,650	-	(4,75,650.00)
<b>Total</b>	<b>4,75,650.00</b>	<b>-</b>	<b>-4,75,650.00</b>

Inventory at the beginning of the year

Particulars	For the year	For the year	Increase / Decrease
	ended 31 March 2019	ended 31 March 2018	
Finished Goods	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>



**Note 13 Disclosure pursuant to Finance Cost for Part II of Schedule III to the Companies Act, 2013**

Particulars	For the year ended	For the year
	31 March 2020	ended 31 March 2019
Bank Charges	18,034	17,766
Interest on Term Loan	2,56,649	2,28,140
Processing Fees & Bank Charges	-	-
<b>Total</b>	<b>2,74,683.00</b>	<b>2,45,906.00</b>



**Note 14 Disclosure pursuant to Employee Benefits Expense, Depreciation & Amortised Cost and Other Administrative Expenses Part II of Schedule III to the Companies Act, 2013**

Employee Benefits Expense	For the year ended 31 March 2020	For the year ended 31 March 2019
(a) Salaries and incentives		
Salary and Wages-Admin & Selling	96,000	-
(b) Contributions to -		
(i) Provident and other fund		
(ii) Superannuation scheme		
(c) Gratuity fund contributions		
(d) Social security and other benefit plans for overseas employees		
(e) expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan (ESPP),		
(f) Staff welfare expenses		
<b>Total</b>	96,000.00	-

**Depreciation & Amortised Cost**

Sr. No	Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
1	Depreciation	-	-
2	Preliminary Expenses W/O	-	-
	<b>Total in</b>	-	-



**Other Expenses**

Sr. No	Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
	<b>Administrative and other Expenses</b>		
1	Administrative Charges	-	62,725
2	Turmeric Process Fees	-	88,500
3	Professional Fees & Roc Charges	1,20,500	
4	Project Fees	-	20,000
5	Preliminary Expenses W/off	-	12,000
6	Training Charges	32,600	-
7	Consultancy & Laisoning Expenses	1,80,222	
8	Travelling Expenses	8,500	
9	Animal Rearing		48,281
10	Advertisements	29,615	
11	Animal Insurance	65,020	
12	Medicines for Animals	46,950	
13	Misc Expenditure	66,480	17,813
14	DSC Purchases		6,000
15	GST Reg Fees		5,000
16	Membership Fees		5,000
17	Packing Bag Purchases		1,00,000
18	Insurance Charges		87,872
19	Turmeric Purchases	80,480	
20	Printing & Stationery	54,622	
22	Remuneration to Auditors	-	-
	Audit Fees	15,000	15,000
	ROC Filing Fees		
	Income Tax Return Filing		
	<b>Total in</b>	<b>6,99,989</b>	<b>4,68,191</b>

**Disclosure pursuant to payment to auditors for Part II of Schedule III to the Companies Act, 2013**

Payments to the auditor as	For the year ended 31 March 2018	For the year ended 31 March 2017
a. auditor	15000	15000
b. for taxation matters		
c. for company law matters		
d. for management services		
e. for other services		
f. for reimbursement of expenses		
<b>Total</b>	<b>15,000</b>	<b>15,000</b>



**Note - 15 : SIGNIFICANT ACCOUNTING POLICIES.**

**1 SIGNIFICANT ACCOUNTING POLICIES:-**

- a. **SYSTEM OF ACCOUNTING:** The accounts, recorded are on the basis of historical cost convention and on accrual system of accounting based on the principles of going concern.
- b. **FIXED ASSETS:** Fixed Assets are stated at cost of acquisition or construction less depreciation and assets discarded due to loss.
- c. **DEPRECIATION:** The company has adopted the method of providing depreciation on straight line method basis at the rates and the manner specified in schedule XIV to the Companies Act, 2013. Depreciation is provided on pro rata basis from the day which asset is put to use
- d. **REVENUE RECOGNITION:**
  - i) **Sales:** - Sales are inclusive of freight & forwarding charges wherever recoverable from customers.
  - ii) **Revenue:** - In respect of insurance/other claims, interest etc. is recognized only when it is reasonably certain that the ultimate collection will be made.
- e. **CONTINGENT LIABILITIES:** No Contingent liabilities are provided for in the books of accounts.
- f. **TAXATION:** Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act,1961
- g. **In the opinion of Directors**
  - a. The current assets and loans and advances are approximately of the value stated, if realised in the ordinary course of business.
  - b. The provision for depreciation and for all known liabilities is adequate and not in excess of the amount reasonably necessary.

**2 NOTES ON ACCOUNTS:**

Balances under the heads Sundry Creditors, Sundry Debtors, Loans and Advances, Deposits, Bank Balances and other receivables are subject to confirmation and reconciliation thereof from respective parties.

**FOR KAYADHU FARMERS PRODUCER COMPANY LIMITED**

**DIRECTOR**

**DIRECTOR**

As per report of even Date.

**For MEHTA KHATOD SOMANI & ASSOCIATES  
CHARTERED ACCOUNTANTS**

  
**CA RAJESH SOMANI  
PARTNER  
M No 143482  
FRN No : 137425W**

