

Comprehensive Annual Audit Report

&

Financial Statements

For the period

Financial Year 2019-20

Assessment Year 2020-2021

Krushitkarsh Agro Farmers Producers Co. Ltd.

Registered Address: A/p Nigave Dumala,

Tal: Karveer, Dist: Kolhapur

Kolhapur - 416229

Prepared by

J P Chougule & Co

Chartered Accountants

Partner- Shridhar Anant Khapale

Email- shridhar.khapale@gmail.com

Mob No. 9049760540.

INDEPENDENT AUDITOR'S REPORT

To the Members of
KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

Report on the Financial Statements

We have audited the accompanying financial statements **KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.** which comprise the Balance Sheet as at March 31, 2020, 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 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 madethereunder.

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 and its Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

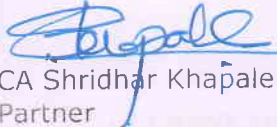
1. As required by the Companies (Auditor's Report) Order, 2016 ("The Order") as issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, the **"Annexure A" is not applicable to the company.**
2. As required by section 143 (3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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, 2020 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 Section 164 (2) of the Act.



- f. 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 tous:
- 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. Some of expenses are supported by bills, self made vouchers & those have been accepted on the basis of entries in the Books of Accounts.
 - v. Balances of Sundry Debtors, Sundry Creditors, Loans and Advances are subject to reconciliation and confirmation from respective parties.
 - vi. Cash in hand as certified by the assessee. Cash balance as on 31.3.2020 was not physically counted by me.

For and on behalf of

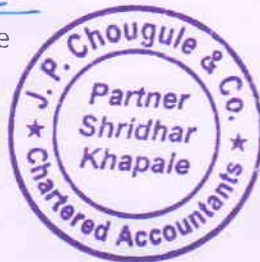
J P Chougule & Co.
Chartered Accountants



CA Shridhar Khapale
Partner

FRN No. 115458W
MRN No. 138437

Place - Kolhapur

Date - 29/11/2020




For Krushiutkarsh Agro Farmers
Producer Company Limited

Director

For Krushiutkarsh Agro Farmers
Producer Company Limited


Director

KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

BALANCE SHEET AS ON 31.03.2020	Note	31.03.2020	31.03.2019
		Rs.	Rs.
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	3	2,58,500	2,58,500
Reserves and Surplus	4	25,131	(66,216)
Money received against share warrants		-	-
		2,83,631	1,92,284
SHARE APPLICATION MONEY			
(Pending allotment)		-	-
NON-CURRENT LIABILITIES			
Long-term borrowings	5	1,31,118	93,118
Deferred tax liabilities (Net)		-	-
Other Long term liabilities		-	-
Long term provisions		-	-
		1,31,118	93,118
CURRENT LIABILITIES			
Short-term borrowings		-	-
Trade payables	6	25,364	1,70,772
Other current liabilities		-	-
Short-term provisions	7	40,960	54,460
		66,324	2,25,232
TOTAL		4,81,073	5,10,634
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
Tangible assets	8	1,65,983	50,216
Intangible assets		-	-
Capital work-in-progress		-	-
Intangible assets under development		-	-
		1,65,983	50,216
Non-Current Investments		-	-
Deferred Tax Assets (net)	9	-	898
Long term loans and advances		-	-
Other non-current assets		-	-
		-	-
CURRENT ASSETS			
Current investments		-	-
Inventories		-	-
Trade receivables	10	3,04,960	4,58,960
Cash and cash equivalents	11	10,130	560
Short-term loans and advances		-	-
Other current assets		-	-
		3,15,090	4,59,520
TOTAL		4,81,073	5,10,634
SIGNIFICANT ACCOUNTING POLICIES			
	2.1	-	-

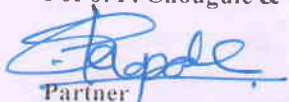
The accompanying notes to accounts form an integral part of financial statements.

As per our report of even date

For and on Behalf of the Board of Directors

For J. P. Chougule & Co.

Krushitkarsh Agro Farmers Producer Company Limited


Partner

CA. Shridhar Khapale
Chartered Accountant
Membership No.138437
Kolhapur, 29 Nove, 2020




Mr. Sagar Patil
Director

DIN- 07683272

Kolhapur, 29 Nove, 2020


Mr. Sachin Chougale
Director

DIN- 07684421

KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

PROFIT & LOSS STATEMENT for the year ended on March 31, 2020	Note	31.03.2020 Rs.	31.03.2019 Rs.
CONTINUING OPERATIONS			
INCOME			
Revenue from operations (Net)	12	35,16,489	1,21,332
Other Income	13	-	3,98,750
TOTAL REVENUE		35,16,489	5,20,082
EXPENSES			
Purchase of Stock in Trade	14	28,60,140	2,16,238
Change in Inventories of Finished Goods	15	-	32,400
Employees Benefit Expense	16	4,91,200	1,45,800
Other expenses	17	62,019	1,17,749
Total Expenses		34,13,359	5,12,187
Earnings before Interest, Tax, Depreciation and Amortisation (EBITDA)		1,03,130	7,894
Depreciation and amortization expense		38,233	9,530
Financial costs		-	-
		38,233	9,530
Profit/ (Loss) before Tax (PBT)		64,897	(1,636)
Tax Expenses			
Current Tax		-	-
Deferred Tax Charge		-	(898)
Total Tax expenses		-	(898)
Profit/(loss) for the year from continuing operations before Extra-ordinary items		64,897	(738)
Prior period items		-	-
Profit/(Loss) from the period from continuing operations ..		64,897	(738)
DISCONTINUING OPERATIONS			
Profit/(Loss) before tax from the period from discontinuing operations		-	-
Tax expense for the period of discontinuing operations		-	-
Profit/(Loss) from the period from discontinuing operations		-	-
Total profit/loss for the period .. (A+B)		64,897	(738)
Earning per Share			
[Nominal Value of Shares Rs. 100]			
Basic			
Computed on the basis of profit from continuing operations		3	(0)
Computed on the basis of total profit for the year		3	(0)
Diluted			
Computed on the basis of profit from continuing operations		3	(0)
Computed on the basis of total profit for the year		3	(0)

Significant Accounting Policies

2.1

The accompanying notes to accounts form an integral part of financial statements.

As per our report of even date

For J. P. Chougule & Co.



Partner

CA. Shridhar Khapale
Chartered Accountant
Membership No.138437

Kolhapur, 29 Nove, 2020



For and on Behalf of the Board of Directors of

Krushitkarsh Agro Farmers Producer Co



Mr. Sagar Patil
Director
DIN- 07683272
Kolhapur, 29 Nove, 2020



Mr. Sachin Chougule
Director
DIN- 07684421

KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

Notes to Accounts & Schedule forming Part of Balance sheet

1 Background Information

The company was incorporated in January 01, 2017. The Company is engaged in the Providing raw material to Farmers and trading in finished agricultural products

2 Basis of Preparation

The financial statements are prepared by following going concern concept under historical cost convention on an accrual basis and are in accordance with the statutory provisions of the Companies Act, 1956 and the Accounting Standards as specified in the Companies (Accounting Standards) Rules, 2006.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

2.1 Summary of Significant Accounting Policies

a. Presentation and disclosure of financial statements

During the year ended 31 March 2014, the revised Schedule VI notified under the Companies Act 1956, has become applicable to the company, for preparation and presentation of its financial statements. The adoption of revised Schedule VI does not impact recognition and measurement principles followed for preparation of financial statements. However, it has significant impact on presentation and disclosures made in the financial statements.

- b. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

Fixed Assets

Fixed Assets are stated at cost of acquisition and other impairment losses, less accumulated depreciation and impairment losses. Cost includes purchase price, inward freight, duties and taxes (net of Credits) and incidental expenses incurred related to acquisition and bringing the asset in present location and condition for its intended use.

e. Depreciation

During the current year the company has provided depreciation as per schedule XIV of Companies Act 1956 on single shift basis.

Depreciation on fixed assets added/disposed off during the year is provided on pro-rata basis with reference to the month of addition/disposal.

d. Revenue Recognition- N. A.

e. Borrowing Cost

Borrowing cost that are attributable to the acquisition / construction or production of a qualifying assets are capitalised as part of cost of such assets till such time as the asset is ready for its intended use. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use. All other borrowing costs are recognised as a expense in the year in which they are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

f. Taxes on Income

a. Current Tax

Tax on income for the current period is determined on the basis of the taxable income and tax credits computed for the year in accordance with the provisions of Income Tax Act, 1961

b. Deferred Tax

Deferred Tax is recognised subject to the consideration of materiality, prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Deferred Tax assets arising on account of unabsorbed depreciation are recognized only to the extent that there is virtual certainty of its realization.

g. Impairment

The carrying amount of assets, other than inventories is reviewed by the management at each balance sheet date to determine whether there is any indication of impairment. The management is of the opinion that no such impairment in the value of any assets exists as on the date of balance sheet and no such impairment loss

For Krushiutkarsh Agro Farmers
Producer Company Limited

Basil
Director

For Krushiutkarsh Agro Farmers
Producer Company Limited

Shridhar
Director



KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

Notes to Accounts & Shedule forming Part of Balance sheet

h. Segment Information

The Company is principally engaged in a single business segment viz., Trading business in one geographical segment as per Accounting Standard 17 on 'Segment Reporting' issued by the Institute of Chartered Accountants of India. During the year under report, the Company's business has been totally carried out in India. The conditions prevailing in India being uniform, no separate geographical disclosures are considered necessary.

i. Earning Per Share

Earnings per share is calculated by dividing the net profit for the year attributable to equity shareholders by weighted average number of equity shares outstanding during the year. The number of shares used in computing diluted earning per share comprises of weighted average shares considered for deriving basic earning per share, and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless they have been issued at a later date. The number of shares and potentially dilutive shares are adjusted for any share splits and bonus shares issues, including for changes effected prior to the approval of the financial statements by the Board of Directors.

j. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised if, as a result of a past event, the company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent Assets are neither recognized nor disclosed. Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance sheet date.

k. Measurement of EBITDA

As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. The company measures EBITDA on the basis of profit/(loss) from continuing operations. In its measurement, the company does not include depreciation and amortization expense, finance costs and tax expense.

l. Unsecured Loan

The company has taken unsecured loan from Mr. Khanderao Patil Rs. 4,000/- Mr. Nivas Kurle Rs. 2,000/- Mr. Pandurang Patil Rs. 2,000 Mr. Sachin Chougale Rs. 2,000/- Mr. Sagar Paril Rs. 1,17,118/- Mr. Shivaji Patil Rs. 2,000/- & Mr. Vasant Chougale Rs. 2,000/- who are the directors of the company.

3 Share Capital

3.1 Particulars

Authorised Capital

1,00,000 Equity Shares of Rs. 10/- each

Total

Issued, Subscribed, Called Up And Paid Up Capital

25,800 Equity Shares of Rs. 10/- each fully paid up

Total issued, subscribed and fully paid-up share capital

	31.03.2020	31.03.2019
Authorised Capital		
1,00,000 Equity Shares of Rs. 10/- each	10,00,000	10,00,000
Total	10,00,000	10,00,000
Issued, Subscribed, Called Up And Paid Up Capital		
25,800 Equity Shares of Rs. 10/- each fully paid up	2,58,500	2,58,500
Total issued, subscribed and fully paid-up share capital	2,58,500	2,58,500

For Krushiutkarsh Agro Farmers
Producer Company Limited


Director

For Krushiutkarsh Agro Farmers
Producer Company Limited


Director



KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A p Nigave Dumala, Tal Karveer, Dist Kolhapur - 416 229

Notes to Accounts & Shedule forming Part of Balance sheet**3.2 Calls unpaid by - NIL**

Directors - -

Others - -

3.3 Forfeited shares (amount originally paid up) - NIL**3.4 Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period**

Particulars	31.03.2020		31.03.2019	
	No.	Amount	No.	Amount
Equity Shares				
At the beginning of the period	25,850	2,58,500	25,850	2,58,500
Issued during the period	-	-	-	-
Buy back of shares during the period	-	-	-	-
Outstanding at the end of the period	25,850	2,58,500	25,850	2,58,500

Preference Shares

At the beginning of the period - -

Issued during the period - -

Redemption during the period - -

Outstanding at the end of the period - -

3.5 Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

During the year ended 31st March, 2020, the amount of per share dividend recognized as distributions to equity shareholders was Rs NIL.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

3.6 Shares held by the shareholders holding more than 5% shares specifying the no. of shares

Name of the shareholder	No. of shares			
	31.03.2020	%	31.03.2019	%
1 KHANDERA0 BAPUS0 PATIL	3,200	12.38%	3,200	0.12
2 MANIK RAMCHANDRA PATIL	1,300	5.03%	1,300	0.05
3 NIVAS BABURAO KURLE	3,300	12.77%	3,300	0.13
4 PANDURANG Y. PATIL	1,800	6.96%	1,800	0.07
5 SAGAR RAJENDRA PATIL	2,500	9.67%	2,500	0.10
6 VASANT I. CHOUGALE	2,000	7.74%	2,000	0.08
7 OTHER	11,750	45.45%	11,750	0.45
	25,850	100.00%	25,850	1.00

For Krushiutkarsh Agro Farmers
Producer Company Limited


Director
For Krushiutkarsh Agro Farmers
Producer Company Limited


Director


KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

Notes to Accounts & Shedule forming Part of Balance sheet

4 Reserves & Surplus			
Particulars	31.03.2020	31.03.2019	
A) Reserves :			
a. Share Premium	-	-	
Sub Total	-	-	
B) Surplus/(Deficit) in the statement of profit & loss			
Balance as per last account -Profit/(Loss)	(66,216)	(66,216)	
Profit (Loss) for the year	64,897	-	
	(1,319)	(66,216)	
Less: Appropriations	(26,450)	-	
Net Surplus in the statement of profit and loss	25,131	(66,216)	
Total Reserves & Surplus	25,131	(66,216)	

5 Long-term borrowings			
5.1 Particulars	31.03.2020	31.03.2019	
a. Bonds/debentures (in descending order of maturity)			
a. Term loans			
1. From banks	-	-	
i. Secured borrowings:	-	-	
ii. Unsecured borrowings:	-	-	
2. From others	-	-	
c. Deferred payment liabilities			
i. Secured borrowings:	-	-	
ii. Unsecured borrowings:	-	-	
b. Deposits			
i. Secured borrowings:	-	-	
ii. Unsecured borrowings:	-	-	
e. Loans & advances from related parties			
i. Secured borrowings:	-	-	
ii. Unsecured borrowings: Loan from Directors	1,31,118.00	93,118.00	
f. Other loans and advances			
i. Secured borrowings:	-	-	
ii. Unsecured borrowings:	-	-	
Total	1,31,118	93,118.00	

6 Deferred tax liabilities (Net)		NIL		
Particulars	31.03.2020		31.03.2019	
	Timing difference		Timing difference Rs.	Tax effect Rs.
a. Deferred tax liabilities				
Impact of difference between tax depreciation and depreciation charged in the financial statements	*	-	-	898.00
b. Bonus Paid for Last Year	-	-	-	-
Total A	-	-	-	898.00
c. Deferred tax assets				
Impact of difference between tax depreciation and depreciation charged in the financial	-	-	-	-
d. Disallowance of unpaid bonus u/s 43B	-	-	-	-
Total B	-	-	-	-
Deferred tax liabilities (net) (A-B)	-	-	-	898.00



KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

Schedule forming Part of Balance sheet as on 31.03.2020

6 Trade payables		N.A.	
Particulars	31.03.2020	31.03.2019	
Creditors for Supplies & Services	25,364	1,70,772	
Total	25,364	1,70,772	
7 Short-term provisions			
Particulars	31.03.2020	31.03.2019	
a. Provision for employee benefits			
Directors Salary & Wages payable	-	-	
Employee Salary & Wages payable	-	-	
b. Others			
Expenses Payable	-	-	
Audit fee Payable	7,000	5,000	
Provision for taxation	-	-	
Professional charges payable	28,960	46,960	
Other	-	-	
c. Duties & Taxes			
Professional Tax Payable	5,000	2,500	
GST Payable	-	-	
Total	40,960	54,460	
10 Trade Receivables		N.A.	
10.1 Particulars	31.03.2020	31.03.2019	
a. Trade Receivables outstanding for a period not more than six months	1,300	1,300	
i. Secured, considered good	-	-	
ii. Unsecured considered good	3,03,660	4,57,660	
iii. Doubtful	-	-	
b. Others	-	-	
Add/(Less):- Prov. For Fluctuation in Foreign Exchange	-	-	
Total	3,04,960	4,58,960	
11 Cash & cash equivalents			
11.1 Particulars	31.03.2020	31.03.2019	
a. Balances with banks			
SBI Bank A/c - 36613875176	-	-	
i. Deposits with more than 12 months maturity			
Fixed deposits	-	-	
Interest accrued on fixed deposits	-	-	
ii. GST Cash Ledger	-	-	
b. Cheques, drafts on hand	-	-	
b. Cash on hand	10,130	560	
Total	10,130	560	

For Krushiutkarsh Agro Farmers
Producer Company Limited

Basil
Director

For Krushiutkarsh Agro Farmers
Producer Company Limited

[Signature]
Director



AS Per WDV Method - assuming residual value as 5% of cost

Discription of Asset	Date of purchase of new/existing asset	cost of asset at the opening year	Opening WDV as on 01/04/2019	cost of new asset during FY 19-20 Addition during the year	Accumulated Depreciation (as on 01/04/19)	Estimated useful life as per schedule II	New useful life in days	Already expired on useful life as on 31/03/2019	Balance days	Asset used during the year (in days)	Rate of depreciation for FY 19-20	Depreciation Amount for FY 19-20	Total Accumulated Depreciation as on 31/03/2020	Closing WDV as on 31/03/2020
Machinery	01/04/2017	8,000	6,552	-	1,448	30	10,950	-	10,950	365	9.50	623	2,071	5,929
Furniture & Fixture	01/04/2017	38,425	20,695	-	17,730	10	3,650	-	3,650	365	25.89	5,357	23,087	15,338
Computer	01/04/2017	2,600	705	-	1,895	3	1,095	-	1,095	365	63.16	353	2,248	(0.00)
Soil Testing kit (09.01.2014)	09/01/2014	9,024	8,661	-	362	15	5,475	-	5,475	365	18.10	1,568	1,930	7,093
Soil Testing kit (18.01.2014)	18/01/2014	14,047	13,545	-	502	15	5,475	-	5,475	365	18.10	2,452	2,954	11,093
Sugarcane Cutting Machine	01/04/2019	1,54,000	-	1,54,000	-	15	5,475	-	5,475	365	18.10	27,880	27,880	1,26,120
		2,26,096	50,158	1,54,000	21,937							38,233	60,169	1,65,574



For Krushitkarsh Agro Farmers Producer Company Limited
[Signature]
 Director

For Krushitkarsh Agro Farmers Producer Company Limited
[Signature]
 Director

KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

Schedule forming Part of Profit & Loss Account as on 31.03.2020

12 Revenue from operations (Net)			
	Particulars	31.03.2020	31.03.2019
A.	Sale of Products	35,16,489	1,21,032
B.	Sale of Services		
	Professional Receipt Receivable	0	300
C.	Other Operating Revenues		
	Net Revenue from operations (A+B+C)	35,16,489	1,21,332
13 Other Income			
	Particulars	31.03.2020	31.03.2019
a.	Interest Income		
b.	Other Income (Subsidy)		3,98,750
	Other Income (Deferred tax Provision)		
	Total	-	3,98,750
14 Cost of Material Consumed			
	Particulars	31.03.2020	31.03.2019
a.	Material Consumed		
	Purchases	22,89,324	1,70,083
	Packing & Wages	2,65,320	46,155
	Transportation Charges	3,05,496	
	Total	28,60,140	2,16,238
15 Change in Inventories of Finished Goods			
	Particulars	31.03.2020	31.03.2019
	Opening stock	-	32,400
	Less: Closing Stock	-	-
	Total	-	32,400
16 Employee & Directors expense			
	Particulars	31.03.2020	31.03.2019
1	Director's Salaries, Wages & Bonus	3,40,000	75,000
2	Employee Salaries, Wages & Bonus	1,51,200	70,800
3	Incentive to Directors		
	Total	4,91,200	1,45,800
17 Other expenses			
	Particulars	31.03.2020	31.03.2019
A.	Administrative cost		
1	Consultation & Profession Charges		63,460
2	Bank Commission & Charges	2,500	3,273
3	Office Rent	28,200	28,200
4	Office Expenses	4,591	945
5	Sundry Expenses	1,835	1,650
6	Printing & Stationery Exp	2,212	1,825
7	Travelling Exp	6,130	4,978
8	Electricity Bills	4,127	3,680
9	Magazines and News Paper	2,000	1,440
10	Telephone & Internet Bill	924	798
11	Audit Fee	7,000	5,000
12	Professional Tax	2,500	2,500
	Total	62,019	1,17,749



K
 For Krushiutkarsh Agro Farmers
 Producer Company Limited

Handwritten signature
 Director

For Krushiutkarsh Agro Farmers
 Producer Company Limited

Handwritten signature
 Director

Shridhar Khapale
Chartered Accountant

F2, Prabhanand Complex, 1st Floor, Tembe Road,
Ravivar Peth, Kolhapur 416002

To,
The Directors,
KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.
A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

Sir,

Subject: Audit of your accounts for KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

You have requested that we audit balance sheet of your firm as at 31st March, 2020 and the related profit and loss account for the year ended on that date.

We are pleased to confirm our acceptance and our understanding of this engagement by means of this letter. Our audit will be conducted with the objective of our expressing an opinion on the financial statements.

We will conduct our audit in accordance with the auditing standards generally accepted in India and with the requirements of the Companies Act, 2013 and the Income Tax Act, 1961 particularly with reference to Section 44AB. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

However, having regard to the test nature of an audit, persuasive rather than conclusive nature of audit evidence together with inherent limitations of any accounting and internal control system, there is an unavoidable risk that even some material misstatement of financial statements, resulting from fraud, and to a lesser extent error, if either exists, may remain undetected.

In addition to our report on the financial statement, we expect to provide you with a separate letter concerning any material weakness in accounting and internal control systems which might come to our notice.

The responsibility for the preparation of financial statements on a going concern basis is that of the management. The management is also responsible for selection and consistent application of appropriate accounting policies, including implementation of applicable accounting standards along with proper explanation relating to any material departures from those accounting standards. The management is also responsible for making judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state affairs of the entity at the end of the financial year and of the profit or loss of the entity for that period.

The responsibility of the management also includes the maintenance of adequate accounting records and internal controls for safeguarding of the assets of the concern and for the preventing and detecting frauds or other irregularities. As part of our audit process, we will request from management written confirmation concerning representations made to us in connection with the audit.

We also wish to invite your attention to the fact that our audit process will be subject to "PEER REVIEW" under the Chartered Accountants Act, 1949. The reviewer may examine our working papers during the course of the peer review.

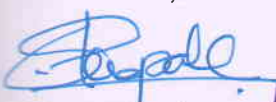
We look forward to full co-operation with your staff and we trust that they will make available to us whatever records, documentation and other information are requested in connection with our audit.

Our fees will be billed as the work progresses.

This letter will be effective for future years unless it is terminated, amended or suspended.

Please sign and return the attached copy of this letter to indicate that it is in accordance with your understanding of the arrangements for our audit of the financial statements.

Thanking You,
Yours Faithfully,


Shridhar Khapale
Kolhapur, 29 Nove, 2020



Mr. Sagar Patil



Mr. Sachin Chougale



(Signature of Directors)

KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

Minutes of meeting with the client for finalization of the audit 2019-20

Minutes were held at:

A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

Date

Members Present:

- i CA Shridhar Khapale
- ii Mr Sagar Patil
- iii Mr. Sachin Chougale

- 1 The accounting policies followed were discussed and confirmed.
- 2 Various points arising out of ledger scrutiny were discussed and finalized.
- 3 Financial statements were seen and confirmed.
- 4 Comments of the auditors in the schedule of comments and audit reports prepared as per the applicable laws were discussed and confirmed. The auditors accordingly will upload the audit reports where ever required.
- 5 Tax liability was also discussed and the management accepted the position as reflected in the accounts and accordingly
- 6 The signatory directors on the audited accounts is hereby authorised to sign the income tax return on behalf of the Company.
- 7 Copy of the audit report to be sent to the client along with the bill for audit fees.

Signatures for confirmation of minutes

i CA Shridhar Khapale

ii Mr Sagar Patil

ii Mr. Sachin Chougale



KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.

A/p Nigave Dumala, Tal: Karveer, Dist Kolhapur - 416 229

To,

CA **Shridhar Khapale**

Chartered Accountant

F2, Prabhanand Complex, 1st Floor, Tembe Road,
Ravivar Peth, Kolhapur 416002

Subject: Representation for the purpose of audit for KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTI

Dear Sir,

This representation letter is provided in connection with your audit of the financial statements of our concern for the year ended on 31/03/2019 for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of our concern as on 31/03/2019 and of the results of operations for the year then ended. We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the **Companies Act, 2013** and recognized accounting policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India.

We confirm, to the best of our knowledge and belief, the following representations;

1 Accounting Policies:

The accounting policies material in determining the financial position have been consistently applied during the previous year.

2 Books of Accounts:

We have maintained the books of accounts electronically.

The software used is: TALLY ERP 9

The books of accounts from which the Audited Financial Statements have been extracted is the final backup of the electronically maintained books which have been submitted to you. We undertake to print the books and let the same be verified from you.

3 Assets:

1 We have satisfactory title to all the fixed assets and the same have been duly verified by us. No major impairments of any kind have been noticed.

2. The Net Book Value of the assets have been arrived at after adding any capital expenditure on account of additions, deducting sale value of asset and accumulated depreciation thereto and proving for depreciation adequately.

3. All the assets in respect of which depreciation have been taken as expenditure are used for business purpose only.

4 Investments: NIL

5 Debtors, Loans and Advances:

All the Debtors, Loans and Advances are recorded at the appropriate values as stated below after considering all the transactions recorded in respect there of.

Where ever required the balances in the accounts have been reconciled and confirmed orally/ in writing.

All Debtors and Loans and Advances are fully recoverable, no part of the same being bad or doubtful.

Debtor Balance at the year end: 4,58,960.00
Loans and Advances at the year end:

6 Cash and Bank Balance:

All the Bank balances have been duly reconciled with the account extracts. Where ever required, reconciliation statement is provided for.

Bank Balance at the year end: -
Cash Balance at the year end: 560.00

7 Liabilities:

We have recorded all known liabilities in the financial statements except retirement benefits, discounts, claims and rebates. Contingent liabilities are not provided for

For Krushiutkarsh Agro Farmers
Producer Company Limited

[Signature]

For Krushiutkarsh Agro Farmers
Producer Company Limited

[Signature]



10 **Related party transactions**

All the entries in the Directors current account, other inter firm and related party transaction, including Interest and Remuneration have been duly verified by responsible person and is accordingly confirmed by all directors.

Directors Current Account

Loan taken from Directors

93,118.00

11 **Secured and Unsecured Loans:**

All the Secured and Unsecured loans are duly confirmed and reconciled with the respective party orally / in writing including Banks and/ or Financial Institutes.

Where ever required due provisions for Interest has been made.

The details of security and other terms and conditions are as per the sanction letter/ as stated in Financial Statements.

12 **Creditors and other Current Liabilities:**

All the creditors and other Current Liabilities have been recorded at appropriate values after taking into account all the transactions recorded in respect there of.

Where ever required the balances in the accounts have been reconciled and confirmed orally/ in writing.

13 **Provisions:**

Sufficient provisions have been made for expenses and payables. There are no other losses or claims for which provisions are required to be made.

14 **Expenses:**

Expenses which are only supported by self made vouchers are all genuine, bonafied and are all incurred wholly and exclusively for the purpose of business.

15 **Profit and Loss Account:**

The profit / loss of the concern have not been materially affected by changes in accounting policy, transactions of unusual/ recurring/ exceptional nature, charges or credits relating to prior period, loss arising from purchase or sale commitments, etc.

16 The concern has not received any shares without consideration or for inadequate consideration

17 The concern fulfils all the applicable conditions for becoming eligible for deductions claimed under chapter VI-A.

18 There are no demand raised against the concern or refunds are issued to the concern under any other law other than income tax, Sales Tax other than those which are recorded in the books of account.

FOR COMPANY ASSESSEES

19 At the balance sheet date, there are no outstanding commitments in relation to capital expenditure.

20 The internal control of the organisation have not been materially affected by irregularities on behalf of employees and management.

21 The financial statements are free from any material misstatements and omissions.

22 The classification between capital and revenue expenditure have been correctly done and no item of capital nature appears in profit and loss account.

23 The details of disputed dues in case of sales tax/ income tax/ customer tax/ excise duty/ cess which have not been deposited on account of dispute is as under:

Name of Statute	NIL
Nature of Dues	NIL
Amount(Rs)	NIL
FY to which the amount relates	NIL
Forum where dispute is pending	NIL

24 The concern has not defaulted in payment of any dues to banks and financial institutions and it is regular in repayment of its dues.

25 No personal expenses have been charged to revenue accounts.

26 No fraud has been committed during the year.

27 The concern is not liable for Wealth tax, PF, ESI, Customs duty ESI and Investment Education and Protection Fund.

28 The concern has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance.

KRUSHIUTKARSH AGRO FARMERS PRODUCERS CO. LTD.



Mr. Sagar Patil

(Signature of authorized person)

