

# INDEPENDENT AUDITORS' REPORT

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To

**The Members of SONHIRA AGRO FARMER PRODUCER COMPANY LIMITED**

**Report on the audit of the financial statements**

## **Opinion**

We have audited the accompanying financial statements of SONHIRA AGRO FARMER PRODUCER COMPANY LIMITED (CIN: U01400PN2019PTC187113) ("the Company"), which comprise the balance sheet as at March 31, 2020, and the Statement of Profit and Loss for the year then ended, and notes to the financial statements, including 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 financial statements give the information required by the Companies Act, 2013 ('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, 2020, its Profit for the year ended on that date.

## **Basis for opinion**

We conducted our audit in accordance with the standards on auditing specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards 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 the 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Further to the continuous spreading of COVID -19 across India, the Indian Government announced a strict 21 -day lockdown on March 24, 2020, which was further extended across the India to contain the spread of the virus. Due to lockdown and to prevent the spread of COVID-19, physical visit to the client locations is not conducted. Instead alternative audit procedures as per the standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI) are applied.

As a result of the above, the entire audit was carried out based on remote access of the data as provided by the management. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/Remote Audit/Online Audit under current COVID -19 Situation" issued by the Auditing and Assurance Standards Board of ICAI, we have been represented by the management that the data provided for our audit purposes is correct, complete, reliable and are directly generated by the accounting system of the Company without any further manual modifications. We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions. Our audit opinion is not modified in respect of the above.

**Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's 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 standalone financial statements or our knowledge obtained during the course of our 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 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 financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards 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 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so

reporting process.

**Auditor’s 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 a 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 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 made by management.
- Conclude on the appropriateness of management’s 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 presentation, 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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### Report on other legal and regulatory requirements

1. The provisions of 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 Companies Act, 2013 is not applicable to the Company Since it is a private limited company and;
  - (a) It is not a subsidiary or holding company of a public company;
  - (b) Its paid-up capital and reserves and surplus are not more than Rs.1 Crores as at the balance sheet date;
  - (b) Its total borrowings from banks and financial institutions are not more than Rs.1 Crores at any time during the year; and
  - (d) Its turnover for the year is not more than Rs.10 Crores during the year.
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 and 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, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.

(f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;

(g) The Company being a private limited company, the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in respect of whether the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act is not applicable; and

(h) 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:

- a. The Company does not have any pending litigations which would impact its financial position
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - c. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company
3. As required by section 581ZG of the Companies Act, we give report on additional matters relating to the producer company in Annexure I.

**For SANTOSH NALAWADE AND ASSOCIATES**

**Chartered Accountants**

Firm Registration Number: 142349W

CA. SANTOSH M. NALAWADE  
Proprietor

Membership No.:170679

Place: Islampur

Date: 03/11/2020

UDIN : 20170679AAAAEE2362



# SONHIRA AGRO FARMER PRODUCER COMPANY LIMITED

AT 196 MO. VADGAON DEORASHTR E ROAD, SANGLI 415303.

(53)

## BALANCE SHEET AS AT 31ST MARCH 2020

EQUITY AND LIABILITIES	NOTE NO.	AS AT 31/03/2020	AS AT 31/03/2019
<b>A) SHAREHOLDERS FUNDS</b>			
a) Share Capital	1	2,71,000.00	-
b) Reserves and Surplus	2	21,800.80	-
c) Money received against share warrants		-	-
<b>B) SHARE APPLICATION MONEY PENDING FOR ALLOTMENT</b>	1	-	-
<b>C) NON CURRENT LIABILITIES</b>			
a) Long Term Borrowings	3	-	-
b) Deferred Tax Liability ( Net )	4	-	-
c) Other Long Term Liabilities	5	-	-
d) Long-Term Provisions	6	-	-
<b>D) CURRENT LIABILITIES</b>			
a) Short Term Borrowings	7	3,02,500.00	-
b) Trade Payables	8	-	-
c) Other Current Liabilities	9	-	-
d) Short Term Provisions	10	27,340.00	-
		6,22,640.80	-
<b>ASSETS</b>			
<b>A) Non Current Assets</b>			
a) Fixed Assets			
i) Tangible assets			
ii) Intangible assets	11	-	-
iii) Capital work-in-progress			
iv) Intangible assets under development			
b) Non-current investments	12	-	-
c) Deferred tax assets (net)	4	-	-
d) Long-term loans and advances	13	-	-
e) Other non-current assets	14	-	-
<b>B) CURRENT ASSETS</b>			
a) Current investments	15	-	-
b) Inventories	16	2,19,850.00	-
c) Trade receivables	17	-	-
d) Cash and cash equivalents	18	4,02,790.80	-
e) Short-term loans and advances	19	-	-
f) Other current assets	20	-	-
		6,22,640.80	-
		-	-

See accompanying notes to financial statements  
Subject to our separate report of even date

For Santosh Nalawade and Associates  
Chartered Accountants

CA. Santosh Nalawade  
Proprietor  
Mem. No. 170679  
Place : Islapur  
Date : 03/11/2020  
UDIN : 20170679AAAEE2362



DATTATRAYA HANAMANTRAO MOHITE  
DIN : 08582350

*Dattatraya*

HANAMANTRAO JANARDAN MOHITE  
DIN : 08582351

*Janardhan*

SACHIN HANMANT MOHITE  
DIN : 08582352

*Sachin*

JAIWANT HANMANT MOHITE  
DIN : 8582353

*Jaiwant*

# SONHIRA AGRO FARMER PRODUCER COMPANY LIMITED

AT 196 MO. VADGAON DEORASHTRE ROAD, SANGLI 415303.

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## STATEMENT OF PROFIT AND LOSS

Profit and loss statement for the year ended 31/03/2020

Particulars	Note No.	For the year ended on 31/03/2020	For the year ended on 31/03/2019
I Revenue from operations	21	15,51,845.00	-
II Other income	22	-	-
III Total Revenue (I + II)		15,51,845.00	-
IV Expenses:			
Cost of materials consumed		-	-
Purchases of Stock-in-Trade		16,50,972.00	-
Changes in inventories of finished goods work-in-progress and Stock-in-Trade		(2,19,850.00)	-
Employee benefits expenses		-	-
Finance Cost		-	-
Depreciation and amortization expense	11	-	-
Other expenses	23	86,582.20	-
Total expenses		15,17,704.20	-
V Profit before exceptional and extraordinary items and tax (III - IV)		34,140.80	-
VI Exceptional items		-	-
VII Profit before extraordinary items and tax (V - VI)		34,140.80	-
VIII Extraordinary items		-	-
IX Profit before tax (VII- VIII)		34,140.80	-
X Tax expense:		12,340.00	-
(1) Current tax		-	-
(2) Deferred tax		21,800.80	-
XI Profit (Loss) for the period from continuing operations		-	-
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit (Loss) for the period		21,800.80	-
XVI Earnings per equity share:			
(1) Basic		452.87	-
(2) Diluted		452.87	-

See accompanying notes to financial statements  
subject to our separate report of even date

of Santosh Nalawade and Associates  
Chartered Accountants

A. Santosh Nalawade  
Proprietor  
Mem. No. 170679  
Place : Islampur  
Date : 03/11/2020  
DIN : 20170679AAAAEE2362



DATTATRAYA HANAMANTRAO MOHITE  
DIN : 08582350

*Dattatraya*

HANAMANTRAO JANARDAN MOHITE  
DIN : 08582351

*Janardan*

SACHIN HANMANT MOHITE  
DIN : 08582352

*Sachin*

JAVANTI HANMANT MOHITE  
DIN : 8582353

*Javanti*

JAVHURI DATTATRAY MOHITE

*Javhuri*

**SONHIRA AGRO FARMER PRODUCER COMPANY LIMITED**  
**NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET**

**Note 1 SHARE CAPITAL**

Particulars	As at 31 March, 2020		As at 31 March, 2019	
	Number of shares	Rs.	Number of shares	Rs.
(b) Issued, Subscribed and Paid up				
Equity shares of Rs.1000 each with voting right.	271.00	2,71,000.00	-	-
Share Application Money	-	-	-	-
<b>Total</b>	<b>271.00</b>	<b>2,71,000.00</b>	<b>-</b>	<b>-</b>

List of Shareholders holding more than 5% share capital

AS PER LIST ATTACHED SEPARATELY

**RECONCILIATION OF THE NUMBER OF EQUITY SHARES OUTSTANDING AS AT 31/03/2020**

Particulars	As at 31 March, 2020		As at 31 March, 2019	
	Number of shares	Rs.	Number of shares	Rs.
Shares outstanding at the beginning of the year	-	-	-	-
Shares issued during the year	271.00	2,71,000.00	-	-
<b>Total</b>	<b>271.00</b>	<b>2,71,000.00</b>	<b>-</b>	<b>-</b>

1] Company has only one class of shares referred to as equity shares having a face value of Rs. 1000/- each. Each share having one vote.

**SONHIRA AGRO FARMER PRODUCER COMPANY LIMITED**  
**NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET**

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**Note 2 RESERVES AND SURPLUS**

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
<b>(A) Securities premium account</b>		
Opening balance		
Closing balance		
<b>(B) Surplus / (Deficit) in Statement of Profit and Loss</b>		
Opening balance	-	-
Add: Profit / (Loss) for the year	21,800.80	-
<b>Closing balance</b>	<b>21,800.80</b>	<b>-</b>
<b>TOTAL</b>	<b>21,800.80</b>	<b>-</b>

**Note 3 LONG TERM BORROWINGS**

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
<b>TOTAL</b>	-	-

**Note 4 DEFERRED TAX LIABILITY**

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
<b>TOTAL</b>	-	-

**Note 5 OTHER LONG TERM LIABILITIES**

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
<b>TOTAL</b>	-	-

6 LONG TERM PROVISIONS

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Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
TOTAL	-	-

Note 7 SHORT TERM BORROWINGS

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
Unsecured Loans From Directors	3,02,500.00	
TOTAL	3,02,500.00	-

Note 8 TRADE PAYABLES

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
TOTAL	-	-

Note 9 OTHER CURRENT LIABILITIES

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
Advances received from customers		
TOTAL	-	-

Note 10 SHORT TERM PROVISIONS

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
(a) Provision for employee benefits		
(b) Provision - for TAX		
Provision for Income Tax (Current Year)	12,340.00	
Provision for Income Tax - MAT (Current Years)		
(c) Provision - Others		
Audit Fees Payable	15,000.00	
Account Writing and Tax Consultancy Fee Payable		
TDS Payable		
TOTAL	27,340.00	-

**Note 18 CASH AND CASH EQUIVALENTS**

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
A) Cash In Hand	85,133.00	
B) Cheques, drafts on hand	-	
C) Balances with banks		
i) Bank of Maharashtra	3,17,657.80	
<b>TOTAL</b>	<b>4,02,790.80</b>	<b>-</b>

**Note 19 SHORT TERM LOANS AND ADVANCES**

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
Amit Patil		
Ganesh Kulkarni		
Lilai Agri Clinic		
Parag Khot		
Advance to MAIDC		
<b>TOTAL</b>	<b>-</b>	<b>-</b>

**Note 20 OTHER CURRENT ASSETS**

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
Deposit with Ambiyance		
TDS		
MIDC Deposit		
Round Off		
Prepaid Insurance		
Duties and Taxes		
<b>TOTAL</b>	<b>-</b>	<b>-</b>

## Note 12 NON CURRENT INVESTMENTS

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
TOTAL	-	-

## Note 13 LOANG TERM LOANS AND ADVANCES

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
TOTAL	-	-

## Note 14 OTHER NON CURRENT ASSETS

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
TOTAL	-	-

## Note 15 CURRENT INVESTMENT

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
TOTAL	-	-

## Note 16 INVENTORIES

(At lower of cost and net realisable value)

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
Raw Material (including Packing Material)	-	-
W I P	-	-
Finished Goods	-	-
Stock in Trade	2,19,850.00	-
TOTAL	2,19,850.00	-

## Note 17 TRADE RECEIVABLES

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
b) Less than six month	-	-
a) More than six month	-	-
All unsecured and good unless otherwise specified. (Detailed analysis is attached separately)	-	-
TOTAL	-	-

SONHIRA AGRO FARMER PRODUCER COMPANY LIMITED

Note 21 REVENUE FROM OPERATIONS

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
a) Sales of Goods	15,51,845.00	-
<b>Total</b>	<b>15,51,845.00</b>	<b>-</b>

Note 22 OTHER INCOMES

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
	-	-

Note 23 OTHER EXPENSES

Particulars	As at 31 March, 2020	As at 31 March, 2019
	Rs.	Rs.
As Auditor (Audit Fee)	15,000.00	-
Bank Charges	342.20	-
Expenses on Incorporation	35,000.00	-
Misc. Expenses	22,950.00	-
Printing and stationery	4,320.00	-
Travelling	8,970.00	-
<b>Total</b>	<b>86,582.20</b>	<b>-</b>

