

**AUDIT REPORT & FINANCIAL STATEMENTS**  
**2021-22**

**KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED**  
**MANGALRULPIR. DIST. WASHIM.**  
**MANGALRULPIR. PIN - 444403. Maharashtra.**  
**CIN - U01100MH2021PTC357866**

**- : AUDITORS :-**

**KRUSHNA R. GANDHI AND CO.**  
Chartered Accountants  
Manoday Printing Press,  
998 Ganesh Peth, Vitthal Mandir Galli,  
Nandurbar. Pin 425412.  
Mo. 9850354517

# INDEPENDENT AUDITORS' REPORT

TO,

THE MEMBERS OF KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED

## Report on the Financial Statements

We have audited the accompanying financial statements of **KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED** ("the Company"), which comprise the Balance Sheet as at 31/03/2022, 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 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and 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, read with Rule 7 of the Companies (Accounts) Rules, 2020. 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 thereunder.

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 31/03/2022, and its Profit for the year ended on that date.



## Report on Other Legal and Regulatory Requirements

This report doesn't include a statement on the matters specified in paragraph 3 and 4 of 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 since in Our opinion and according to the information and explanation given to us, the said order is not applicable to the company.

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, and 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 31/03/2022 taken on record by the Board of Directors, none of the directors is disqualified as 31/03/2022 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, refer to our separate report in "Annexure A".
- (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 has disclosed the impact of pending litigations on its financial position in its financial statements.
  - 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Date : 11.08.2022  
Place : NANDURBAR



FOR KRUSHNA R. GANDHI AND CO.

(Chartered Accountants)

Reg No. :133159W

*Kemming*

KRUSHNA R. GANDHI

Proprietor

M.No. : 142186

UDIN :- 22142186ASQKTP5753

**"Annexure A" to the Independent Auditor's Report of even date on the Standalone Financial Statements of KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED Company limited**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED Company Limited ("The Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



## Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issues by the Institute of Chartered Accountants of India.

Date : 11.08.2022  
Place : NANDURBAR



FOR KRUSHNA R. GANDHI AND CO.  
(Chartered Accountants)  
Reg No. : 133159W

A handwritten signature in black ink, appearing to read "Krishna R. Gandhi".

KRUSHNA R. GANDHI  
Proprietor  
M.No. : 142186

UDIN :- 22142186ASQKTP5753

**KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED**  
MANGALRULPIR. DIST. WASHIM.  
MANGALRULPIR. PIN - 444403. Maharashtra.  
CIN - U01100MH2021PTC357866

**BALANCE SHEET AS ON 31.03.2022**

Particulars	Sch.	Previous Year Amt. (Rs.) 31.3.2021	Current Year Amt. (Rs.) 31.03.2022
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
(a) Share Capital	A	110,000.00	884,000.00
(b) Reserves and Surplus	B	-	869,525.00
		<b>110,000.00</b>	<b>1,753,525.00</b>
<b>Current Liabilities</b>			
(a) Trade payables	C	-	95,650.00
		-	95,650.00
		<b>110,000.00</b>	<b>1,849,175.00</b>
<b>ASSETS</b>			
<b>Non Current Assets</b>			
(a) Fixed Assets	D	-	123,938.00
		-	123,938.00
<b>Current Assets</b>			
(a) Cash & Cash Equivalents	E	110,000.00	1,717,337.00
(b) Other Current Assets	F	-	7,900.00
		<b>110,000.00</b>	<b>1,725,237.00</b>
		<b>110,000.00</b>	<b>1,849,175.00</b>

Schedules, Lists and Notes are an Integral part of above Financial Statements

Date : 11.08.2022

Place : Nandurbar

As per our Report on even Date  
For,  
Krushna R. Gandhi And Co.  
Chartered Accountants

*Kamminjaf*

CA. Krushna R. Gandhi  
(Proprietor)  
UDIN - 22142186ASQKTP5753

*[Signature]*

Director

*[Signature]*

Director

*[Signature]*

CEO

CEO

CHAIRMAN  
OR KRUSHI UDYOG FARMER  
PRODUCER COMPANY LTD.  
MANGALRULPIR DIST. WASHIM  
(M S ) 444403

SECRETARY  
FOR KRUSHI UDYOG FARMER  
PRODUCER COMPANY LTD.  
MANGALRULPIR DIST. WASHIM  
(M S ) 444403

Krushni Udyog Farmer Producer  
Company Ltd. Mangrulpir  
Dist Washim



**KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED**  
**MANGALRULPIR. DIST. WASHIM.**  
**MANGALRULPIR. PIN - 444403. Maharashtra.**  
**CIN - U01100MH2021PTC357866**

**PROFIT AND LOSS A/C FOR PERIOD ENDING 31.03.2022**

Particulars	List	Previous Year Amt. (Rs.) 31.3.2021	Current Year Amt. (Rs.) 31.03.2022
I. Revenue from Operations	I	-	1,169,000.00
II. Other Income		-	-
III. Total Revenue		-	1,169,000.00
IV. Expenses			
Purchases of Stock In Trade		-	-
Other Expenses	II	-	299,478.00
V. Total Expenses		-	299,478.00
VI. Profit / (Loss) before Exceptional & Extra-ordinary Items and Tax		-	869,522.00
VI. Exceptional Items		-	-
VII. Profit before Extraordinary Items and Tax		-	869,522.00
VIII. Extraordinary Items		-	-
IX. Profit Before Tax		-	869,522.00
X. Tax Expenses			
Current Tax (Provisional)		-	-
Deferred Tax		-	-
XI. Profit for the period from continuing Operations		-	869,522.00

Schedules, Lists and Notes are an Integral part of above Financial Statements

Date : 11.08.2022  
Place : Nandurbar

As per our Report on even Date  
For,  
Krushna R. Gandhi And Co.  
Chartered Accountants

*Kr. Gandhi*

CA. Krushna R. Gandhi  
(Proprietor)  
UDIN - 22142186ASQKTP5753

*R. D. D. D.*  
Director

*G. S. G.*  
Director

*P. A. T.*  
CEO

CEO

Krushni Udyog Farmer Producer  
Company Ltd. Mangrulpir  
Dist. Washim

CHAIRMAN  
FOR KRUSHI UDYOG FARMER  
PRODUCER COMPANY LTD.  
MANGRULPIR DIST. WASHIM  
(M S) 444403

SECRETARY  
FOR KRUSHI UDYOG FARMER  
PRODUCER COMPANY LTD.  
MANGRULPIR DIST. WASHIM  
(M S) 444403



**KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED**  
**MANGALRULPIR. DIST. WASHIM.**  
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**CIN - U01100MH2021PTC357866**

**SCHEDULES TO BALANCE SHEET AS ON 31.03.2022**

Particulars	Previous Year Amt. (Rs.) 31.3.2021	Current Year Amt. (Rs.) 31.03.2022
<b>A. SHAREHOLDER'S FUND</b>		
<b>(a) Authorised Share Capital</b> 50000 Equity Shares of Rs. 10/- each 170000 Equity Shares of Rs. 10/- each	500,000.00 -	- 1,700,000.00
<b>(b) Issued, Subs. and Paid up Share Capital</b> 11000 Equity Shares of Rs. 10/- each 88400 Equity Shares of Rs. 10/- each	110,000.00 -	- 884,000.00
	<b>110,000.00</b>	<b>884,000.00</b>
<b>B. RESERVES AND SURPLUS</b>		
Profit of Current Year	-	869,525.00
	-	<b>869,525.00</b>
<b>C. TRADE PAYABLES</b>		
Ungrouped Trade Payables (a) Sundry Creditors	-	95,650.00
	-	<b>95,650.00</b>



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**MANGALRULPIR. DIST. WASHIM.**  
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**CIN - U01100MH2021PTC357866**

**SCHEDULES TO BALANCE SHEET AS ON 31.03.2022**

Particulars	Previous Year Amt. (Rs.) 31.3.2021	Current Year Amt. (Rs.) 31.03.2022
<b>D. NON CURRENT ASSETS</b>		
<b>(a) Fixed Assets</b>		
(i) Tangible assets (List 1)	-	123,938.00
	-	<b>123,938.00</b>
<b>E. CASH &amp; CASH EQUIVALENTS</b>		
(i) Balances with Banks	-	1,334,575.00
(ii) Cash in/on Hands	110,000.00	382,762.00
	<b>110,000.00</b>	<b>1,717,337.00</b>
<b>F. OTHER CURRENT ASSETS</b>		
TDS 2021-22	-	7,900.00
	-	<b>7,900.00</b>



**KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED**

**MANGALRULPIR. DIST. WASHIM.**

**MANGALRULPIR. PIN - 444403. Maharashtra.**

**CIN - U01100MH2021PTC357866**

**LISTS TO PROFIT & LOSS A/C FOR YEAR ENDED 31.03.2022**

<b>Particulars</b>	<b>Current Year Amt. (Rs.)</b>
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<b>I. REVENUE FROM OPERATIONS</b>	
<b>Operating Revenue</b>	
1) Small Farmer Agricultural Business Consort	774,000.00
2) Managemnet Cost	395,000.00
	<b>1,169,000.00</b>

<b>II. OTHER EXPENSES</b>	
1) Salary Expenses	130,000.00
2) Advertisement Expenses	4,050.00
3) Bank Commission & Charges	415.00
4) Company Registration Fee	40,000.00
5) Depreciation	3,215.00
6) D. P. R. Expenses	10,000.00
7) Legal Fee	36,710.00
8) Meeting & Training Expenses	17,880.00
9) Office Expenses	6,737.00
10) Office Rent	38,500.00
11) Printing & Stationery Expenses	11,382.00
12) Postage & Telegram Expenses	89.00
13) Travelling Expenses	500.00
	<b>299,478.00</b>



List 1- Depreciation Chart (As per Companies Act, 2013)

Sr.No.	Name of Assets	Opening WDV	Additions during year	Deletion/Sale during Year	Trf. To Reserve	No. of Days Used in During the	Depreciation	Closing WDV
1	Computer	-	55,150.00	-	-	1.00	48.00	55,102.00
2	Seed Dressing Drum	-	60,000.00	59,999.00	-	237.00	-	1.00
3	Spiral Gravity Separator	-	202,500.00	202,499.00	-	75.00	-	1.00
4	Vermi Compost Unit	-	87,500.00	87,499.00	-	147.00	-	1.00
5	Furniture	-	72,000.00	-	-	169.00	3,167.00	68,833.00
	<b>Total</b>	-	<b>477,150.00</b>	<b>349,997.00</b>	-	-	<b>3,215.00</b>	<b>123,938.00</b>

Depreciation Chart (As per Income Tax Act, 1961)

Sr.No.	Name of Assets	Opening WDV	Additions during year		Deletion/Sale during Year	Rate	Depreciation	Closing WDV
			1st Half	2nd Half				
1	Computer	-	-	55,150.00	-	40%	11,030.00	44,120.00
2	Seed Dressing Drum	-	60,000.00	-	59,999.00	15%	-	1.00
3	Spiral Gravity Separator	-	-	202,500.00	202,499.00	15%	-	1.00
4	Vermi Compost Unit	-	-	87,500.00	87,499.00	15%	-	1.00
5	Furniture	-	-	72,000.00	-	10%	3,600.00	68,400.00
	<b>Total</b>	-	<b>60,000.00</b>	<b>417,150.00</b>	<b>349,997.00</b>	-	<b>14,630.00</b>	<b>112,523.00</b>



**KRUSHI UDYOG FARMER PRODUCER COMPANY LIMITED**  
**MANGALRULPIR. DIST. WASHIM.**  
**MANGALRULPIR. PIN - 444403. Maharashtra.**  
**CIN - U01100MH2021PTC357866**

**Notes to Accounts**

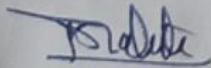
- 1) Cash Balance has been certified by management of the company.
- 2) As per explanation provided to us, Expenses of legal and professional fees are inclusive of filling fee and out of pocket expenses. Hence, TDS not deducted.
- 3) In case of collection of Share Capital, it is reported and explained that many farmers' gives there Share Capital Amount in Cash to representative of management and then it is deposited by respective representative to Company's Bank Account, where procedure required being notified and streamlined.
- 4) Effect as per Indian AS-12 i.e. accounting for Government Grant and Disclosure, the grant received shown and accounted as Income Approach. In case of Grant received for purchase of Assets then the amount of Grant received is reduced from the Cost of Assets. Where Full cost of Assets is received we record it at nominal value of Rs. 1 and it is transferred to Reserve and Surplus as well.
- 5) Provision for Taxation is not made considering the deduction of Section 80PA of Income Tax Act, 1961 subject to fulfilling of conditions there off.

Credit of MAT and taxation thereunder is not considered herewith. As in case of MAT Separate calculation under the Income tax Act will be prepared and then filed with Income Tax Department based on these data only.

Date - 11.08.2022

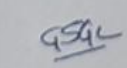
Place - Nandurbar

For and on behalf of the board  
Krushi Udyog Farmer Producer  
Company Ltd



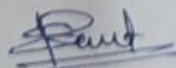
Director

CHAIRMAN



Director

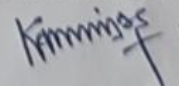
SECRETARY



CEO



For,  
Krushna R. Gandhi & Co.  
Chartered Accountants



CA. Krushna R. Gandhi  
(Proprietor)

UDIN - 22142186ASQKTP5753

CEO

Krushi Udyog Farmer Producer  
Company Ltd. Mangrulpir  
Dist. Washim

FOR KRUSHI UDYOG FARMER PRODUCER COMPANY LTD. MANGALRULPIR DIST. WASHIM (M.S.) 444403

FOR KRUSHI UDYOG FARMER PRODUCER COMPANY LTD. MANGALRULPIR DIST. WASHIM (M.S.) 444403