

## **Independent Auditor's Report**

**To the Members of Kansari Adivasi Farmers Producer Company Limited**

### **Report on the Standalone Financial Statements**

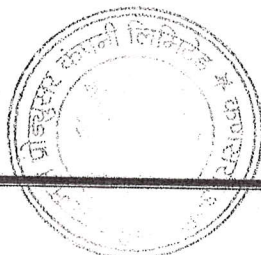
We have audited the accompanying standalone financial statements of Kansari Adivasi Farmers Producer Company Limited, which comprise the balance sheet as at 31 March 2021, the statement of profit and loss and the for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Standalone 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 and presentation of these standalone 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 standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing



standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

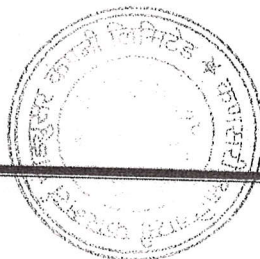
We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, 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 standalone financial statements.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 March 2021 and its profit and its cash flows for the year ended on that date.



## **Report on Other Legal and Regulatory Requirements**

1. 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 the cash flow statement dealt with by this Report are in agreement with the books of account;

(d) in our opinion, the aforesaid standalone 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 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164 (2) of the Act;

**UDIN**

*For M/s TTS & Associates*

*Chartered Accountants*

Firm's registration number: 140761W

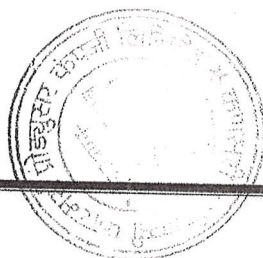
**CA Amir Tamboli**

*Partner*

*Membership no 162009*

Narayangaon

20<sup>th</sup> December 2021



**Kansari Adivasi Farmers Producer Company Limited**  
**Balance Sheet as on 31.03.2021**

|       |   | Schedule | 2021       | 2020     |
|-------|---|----------|------------|----------|
| A]    | Equity & Liabilities                      |          |            |          |
| [I]   | Shareholders Funds                        |          |            |          |
|       | Share Capital                             | B        | 3,50,000   | 3,50,000 |
|       | Reserves & Surplus                        | C        | (1,31,836) | (90,273) |
|       |   |          | 2,18,164   | 2,59,727 |
| [II]  | Share Application Money Pending Allotment | D        | -          | -        |
| [III] | Non Current Liabilities                   |          |            |          |
|       | Long Term Borrowings                      | E        | -          | -        |
|       | Deferred Tax Liabilities                  |          | -          | -        |
| [IV]  | Current Liabilities                       |          |            |          |
|       | Trade Payables                            | F        | -          | -        |
|       | Other Current Liabilities                 | G        | -          | -        |
|       | Short Term Provisions                     | H        | 2,09,500   | 2,09,500 |
|       |   |          | 4,27,664   | 4,69,227 |
|       | Assets                                    |          |            |          |
| [I]   | Non - Current Assets                      |          |            |          |
|       | Fixed Assets                              |          |            |          |
|       | Tangible Assets                           | I        | 6,213      | 9,834    |
|       | Intangible Assets                         |          | -          | -        |
|       | Non Current Investments                   | J        | 6,213      | 9,834    |
|       | Long Term Loans & Advances                | K        | -          | -        |
|       | Other Non Current Assets                  | L        | -          | -        |
| [II]  | Current Assets                            |          |            |          |
|       | Inventories                               | M        | 2,081      | 2,081    |
|       | [As Certified by the Management]          |          | -          | -        |
|       | Trade Receivables                         | N        | -          | -        |
|       | Cash & Cash Equivalents                   | O        | 4,09,830   | 4,47,772 |
|       | Short Term Loans & Advances               | P        | -          | -        |
|       | Other Current Assets                      | Q        | 9,540      | 9,540    |
|       |   |          | 4,27,664   | 4,69,227 |
|       | Notes to Accounts                         | V        |            |          |

As per our report of even date

M/s TTS & Associates  
Chartered Accountants

Narayangaon, 20th December 2021

For & On Behalf of the Board

Ranjana Dilip Shelka  
Director

Surendra Sakya Surve  
Director

Narayangaon, 20th December 2021



**Kansari Adivasi Farmers Producer Company Limited**  
**Profit & Loss Account**

| For the period ended on 31st March 2021. |   | Sch | 2021      | 2020      |
|--|---|-----|-----------|-----------|
| [ I ]                                    | Revenue From Operations (Gross With Taxes)            | R   | 10,79,114 | 10,13,044 |
|  | Less: Taxes   |     | -         | -         |
|  | Net Sales   |     | 10,79,114 | 10,13,044 |
| [ II ]                                   | Other Income  |     | -         | -         |
| [ II ]                                   | <b>Expenditure</b>                                    |     |           |           |
|  | Cost of Materials Consumed                            | S   | 6,02,458  | 5,41,876  |
|  | Employee Benefit Expenses                             | T   | 2,81,000  | 2,76,400  |
|  | Depreciation & Amortisations                          | U   | 9,206     | 12,827    |
|  | Other Expenses  | V   | 2,28,013  | 2,13,836  |
| [ III ]                                  | <b>Profit Before Tax</b>                              |     | 11,20,677 | 10,44,939 |
|  | Tax Expense   |     | (41,563)  | (31,895)  |
|  | Current Tax   |     | -         | -         |
|  | Mat Credit (Entitlement) / Utilisation                |     | -         | -         |
|  | Deferred Tax  |     | -         | -         |
| [ IV ]                                   | <b>Profit for the Year</b>                            |     | (41,563)  | (31,895)  |
|  | Earnings Per Share Rs. (Face Value of Rs. 100/- Each) |     | (11.88)   | (9.11)    |
|  | Notes to Accounts                                     | W   |           |           |

As per our report of even date

M/s TTS & Associates  
Chartered Accountants

Narayangaon, 20th December 2021

For & On Behalf of the Board

Ranjana Dilip Shelka    Surendra Sakya Surve  
Director                      Director

Narayangaon, 20th December 2021



Kansari Ashwani Farmers Producer Company Limited  
Notes to Accounts

| Particular                             | 2021      | 2020      |
|--|-----------|-----------|
| <b>B Share Capital</b>                 |           |           |
| <b>[1] Equity Share Capital</b>        |           |           |
| <b>Authorised</b>                      |           |           |
| 10,000 Equity Shares of Rs. 100/- Each | 10,00,000 | 10,00,000 |
| <b>Issued</b>                          | 10,00,000 | 10,00,000 |
| 3500 Equity Shares of Rs. 100/- Each   | 3,50,000  | 3,50,000  |
| <b>Subscribed &amp; Paid Up</b>        | 3,50,000  | 3,50,000  |
| 3500 Equity Shares of Rs. 100/- Each   | 3,50,000  | 3,50,000  |
|  | 3,50,000  | 3,50,000  |

**Equity Shares Disclosures:**

There is no change in the equity shares outstanding at the beginning and at the end of the reporting date and immediately preceding reporting date.

**Details of Shareholders holding more than 5% Equity Shares holding in a Company:**

| Particular                                     | 2021 | 2020   |
|--|------|--------|
| <b>Shareholding Pattern - ( In Percentage)</b> |      |        |
| - Mr. Vasant Sakharam Shelka                   | 20%  | 20.00% |
| - Mr. Surendra Sakya Surve                     | 20%  | 20.00% |
| - Mr. Vinod Shantaram Shelka                   | 20%  | 20.00% |
| - Mr. Jivya Babu Lahange                       | 20%  | 20.00% |
| - Mrs. Ranjana Dilip Shelka                    | 20%  | 20.00% |
| <b>Shareholding Pattern - ( In Numbers)</b>    |      |        |
| - Mr. Vasant Sakharam Shelka                   | 700  | 700    |
| - Mr. Surendra Sakya Surve                     | 700  | 700    |
| - Mr. Vinod Shantaram Shelka                   | 700  | 700    |
| - Mr. Jivya Babu Lahange                       | 700  | 700    |
| - Mrs. Ranjana Dilip Shelka                    | 700  | 700    |

**Terms and Rights attached to Equity Shares:**

The company has only one class of equity shares having a par value of Rs.100/- each. Each shareholder of Equity share is entitled to one vote per share. The company declares and pays dividend in the Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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 Shareholder.



| Particular  | 2021              | 2020            |
|---|-------------------|-----------------|
| <b>C Reserves &amp; Surplus</b>   |                   |                 |
| Profit & Loss Account   |                   |                 |
| Opening Balance   | (90,273)          | (58,378)        |
| Add: Balance of Current Year Profit   | (41,563)          | (31,895)        |
|   | <u>(1,31,836)</u> | <u>(90,273)</u> |
|   |                   |                 |
|   | 2021              | 2020            |
| <b>D Share Application Money</b>  |                   |                 |
| Opening Balance   | -                 | -               |
| Add: Received during the year   | -                 | -               |
|   | <u>-</u>          | <u>-</u>        |
|   |                   |                 |
|   | 2021              | 2020            |
| <b>E Long Term Borrowings</b>   |                   |                 |
| Loans From Banks  |                   |                 |
| CC From Canara Bank   |                   |                 |
|   |                   |                 |
| Loan From Directors & Related Parties<br>(Unsecured)  |                   |                 |
|   |                   |                 |
|   | <u>-</u>          | <u>-</u>        |
| Loan from Directors & Related Parties are unsecured and bear no finance cost to the company   |                   |                 |
|   |                   |                 |
|   | 2021              | 2020            |
| <b>F Trade Payables</b>   |                   |                 |
| - Micro Small & Medium Enterprises  |                   |                 |
| - Sundry Creditors  |                   |                 |
|   |                   |                 |
|   | <u>-</u>          | <u>-</u>        |
| There are no Micro, Small & Medium Enterprises as defined in Micro, Small & Medium Enterprises Act, 2006 to whom the company owes dues on account of Principle amount together with interest and accordingly no addition and disclosure has been made.<br>The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such party have been identified on the basis of information available with the company and has been relied upon by the auditor. |                   |                 |
|   |                   |                 |
|   | 2021              | 2020            |
| <b>G Other Current Liabilities</b>  |                   |                 |
| - Advances From Customer  |                   |                 |
| - Salary Payable  |                   |                 |
| - Subsidy Received  |                   |                 |
|   |                   |                 |
|   | <u>-</u>          | <u>-</u>        |
|   |                   |                 |
|   | 2021              | 2020            |
| <b>H Short Term Provisions</b>  |                   |                 |
| - Provision for Employee Benefits   |                   |                 |
| - Other   |                   |                 |
| Audit Fees  |                   |                 |
| Provision For Expenses  | 2,09,500          | 2,09,500        |
| Provision For Duties & Tax  |                   |                 |
|   | <u>2,09,500</u>   | <u>2,09,500</u> |



|   | 2021     | 2020     |
|---|----------|----------|
| <b>J Non Current Investments</b>                |          |          |
| - Quoted Investment                             | -        | -        |
| - Unquoted Investment                           | -        | -        |
| - Preliminary Expenses                          | -        | -        |
| Less: Written Off During the Year               | -        | -        |
|   |          |          |
|   | 2021     | 2020     |
| <b>K Long Term Loans &amp; Advances</b>         |          |          |
| - Security Deposits                             | -        | -        |
| - Loans & Advances to Related Parties           | -        | -        |
|   |          |          |
|   | 2021     | 2020     |
| <b>L Other Non Current Assets</b>               |          |          |
| Long Term Deposit With Bank                     | -        | -        |
| Deferred Tax Assets                             | 2,081    | 2,081    |
|   | 2,081    | 2,081    |
|   |          |          |
|   | 2021     | 2020     |
| <b>M Inventories</b>                            |          |          |
| Finished Goods                                  | -        | -        |
| [ At cost or market value whichever is less]    | -        | -        |
| [ As Taken, valued and certified by Management] | -        | -        |
|   |          |          |
|   | 2021     | 2020     |
| <b>N Trade Receivables</b>                      |          |          |
| Unsecured                                       | -        | -        |
| Over Six Months                                 | -        | -        |
| - Considered Good                               | -        | -        |
| - Considered Doubtful                           | -        | -        |
|   |          |          |
|   | 2021     | 2020     |
| <b>O Cash &amp; Cash Equivalents</b>            |          |          |
| Cash in Hand                                    | 3,08,623 | 1,09,006 |
| Indian Bank 6014                                | 1,01,207 | 3,38,766 |
|   | 4,09,830 | 4,47,772 |
|   |          |          |
|   | 2021     | 2020     |
| <b>P Short Term Loans &amp; Advances</b>        |          |          |
| - Loans & Advances                              | -        | -        |
| (Unsecured Considerd Good)                      | -        | -        |
|   |          |          |



|   | 2021             | 2020             |
|---|------------------|------------------|
| <b>Q Other Current Assets</b>                     |                  |                  |
| Other Current Assets                              |                  |                  |
| TDS   | 9,540            | 9,540            |
| Excess Vat  | -                | -                |
| Share Application Money                           | -                | -                |
|   | <u>9,540</u>     | <u>9,540</u>     |
|   |                  |                  |
|   | 2021             | 2020             |
| <b>R Revenue from Operations</b>                  |                  |                  |
| - Sale  | 10,79,114        | 10,13,044        |
| - Other Operating Revenues                        | -                | -                |
|   | <u>10,79,114</u> | <u>10,13,044</u> |
|   |                  |                  |
|   | 2021             | 2020             |
| <b>S Cost of Materials Consumed</b>               |                  |                  |
| Opening Stock                                     | -                | -                |
| Add: Purchases                                    | 6,02,458         | 5,41,876         |
| Closing Stock                                     | -                | -                |
|   | <u>6,02,458</u>  | <u>5,41,876</u>  |
|   |                  |                  |
|   | 2021             | 2020             |
| <b>T Employees Benefit Expenses</b>               |                  |                  |
| - Salaries & Allowances                           | 2,81,000         | 2,76,400         |
| - Directors Remuneration                          | -                | -                |
|   | <u>2,81,000</u>  | <u>2,76,400</u>  |
|   |                  |                  |
|   | 2021             | 2020             |
| <b>U Depreciation &amp; Amortisation Expenses</b> |                  |                  |
| - Depreciation on Tangible Assets                 | 9,206            | 12,827           |
| - Preoperative Expenses Written Off               | -                | -                |
|   | <u>9,206</u>     | <u>12,827</u>    |
|   |                  |                  |
|   | 2021             | 2020             |
| <b>V Other Expenses</b>                           |                  |                  |
| Audit Fees  | 5,000            | 5000             |
| Professional Fees                                 | 32,000           | 32000            |
| Travelling Expenses                               | 28,456           | 23875            |
| Electricity Exp                                   | 13,201           | 11502            |
| Transport Exp                                     | 32,968           | 28212            |
| Preliminary Exp W/off                             | -                | 0                |
| Krushi Bazar Tax                                  | 48,750           | 48750            |
| Bank Charges                                      | 124              | 136              |
| Legal Fees  | 57,400           | 54500            |
| Office Expenses                                   | 10,114           | 9861             |
|   | <u>2,28,013</u>  | <u>2,13,836</u>  |

Kansari Adivasi Farmers Producer Company Limited

**A Significant Accounting Policies**

**a Basis of Accounting**

The financial statements are prepared under the historical cost convention on accrual basis in accordance with the Companies (Accounting Standard) Rules, 2006 issued under sub section 3 (C) of section 211 of Companies Act.

**b Use of Estimates**

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balance of assets and liabilities, revenue and expenses and disclosures relating to the contingent liabilities. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates. Any revision of accounting estimates is recognised prospectively in the current and future periods.

**c Fixed Assets**

Fixed Assets are stated at cost of acquisition (net of recoverable taxes & Government grants wherever availed) or construction or other amounts substituted for historical costs on revaluation less accumulated depreciation.

**d Depreciation**

Depreciation on fixed assets is provided on the Written Down Value Method at the rates and in the manner prescribed under Schedule XIV to the Companies Act, 2013. All individual items of fixed assets, where the actual cost does not exceed Rs.5,000 each have been written off entirely in the year of acquisition. Cost of leasehold land including premium is amortised over the primary period of lease.

**e Foreign Exchange Transactions**

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.

Foreign currency monetary assets & liabilities are restated at year end exchange rates. Exchange differences arising on the settlement of foreign currency monetary items or on reporting Company's foreign currency monetary items at rates different from those at which they were initially recorded during the year or reported in the previous financial statements, are recognised as income or expense in the year in which they arise.

**f Revenue Recognition**

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenues are recorded at invoice value, net of sales tax, returns and trade discounts.

Revenue from rendering of services are recognised on completion of services.

Interest income is recognised on time proportion basis.

Dividend income is recognised when the right to receive is established.

**g Income Tax**

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the provisions of local Income Tax Laws as applicable to the financial year.

Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income of the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date.

Deferred tax asset on brought forward losses are not considered.

**h Borrowing Costs**

Borrowing costs attributable to acquisition and/or construction of qualifying assets are capitalised as a part of the cost of such assets, up to the date such assets are ready for their intended use.

**i Provisions and Contingent Liabilities**

A provision is recognised when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date.



A disclosure for a contingent liability is 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.

**j Valuation of Inventories**

Raw Materials are valued at lower of cost or net realisable value after providing for obsolescence, if any. However, these items are considered to be realisable at cost if the finished products, in which they will be used, are expected to be sold at or above cost. Cost of Inventories is computed on FIFO Basis.

**k Leases**

Where the company is a Lessee :

Lease rentals on assets taken on operating lease are recognised as expense in the Statement of Profit and Loss on an accrual basis over the lease term in accordance with the lease agreement.

Where the company is a Lessor :

Lease rentals on assets given on operating lease are recognised as income in the Statement of Profit and Loss on an accrual basis in accordance with the lease agreement.

**l Earning Per Share**

Basic earning per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

**R** The previous year's figures have been recast/regrouped wherever necessary in order to conform to current year's presentation.

**S Earnings in Foreign Exchange**

|                              | (Amts in INR) |      |
|------------------------------|---------------|------|
|                              | 2021          | 2020 |
| i Value of Export Services   | -             | -    |
| ii Technical Know / How Fees | -             | -    |
| ii Others                    | -             | -    |

**T Related Party Disclosures**

a The related parties are as under: NIL

**b Transactions with related parties**

| Particulars                                | Entinties under same Management |      | Key Management Personnel |      | Total |      |
|--|---------------------------------|------|--------------------------|------|-------|------|
|  | 2021                            | 2020 | 2021                     | 2020 | 2021  | 2020 |
|  | i Loan From:                    | -    | -                        | -    | -     | -    |
| ii Balances at year end<br>- O/s. Payables | -                               | -    | -                        | -    | -     | -    |

**U Earnings Per Share has been computed as under:**

|  | 2021     | 2020     |
|--|----------|----------|
| a Profit After Tax                             | (41,563) | (31,895) |
| b Weighted Average Number of Share Outstanding | 1,000    | -        |
| c Earnings Per Share                           | (41.56)  | -        |



V In the opinion of Directos:

a The current assets, loans and advances are approximately of the value stated, if realised in the ordinary course of business

b The provision for all known liabilities are adequate and not in excess of the amount reasonably necessary.

|   |                                  |                                  |
|---|----------------------------------|----------------------------------|
| As per our report of even date                | For & On Behalf of the Board     |                                  |
| M/s TTS & Associates<br>Chartered Accountants | Ranjana Dilip Shelka<br>Director | Surendra Sakya Surve<br>Director |
| Narayangaon, 20th December 2021               | Narayangaon, 20th December 2021  |                                  |

