

**SUGAR GRID AGRO PRODUCER COMPANY  
LIMITED**

PUNE-411021

**INDEPENDENT AUDITOR'S REPORT  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED AS ON  
31<sup>ST</sup> MARCH, 2020**

**STATUTORY AUDITOR**

**SHINDE CHAVAN GANDHI AND COMPANY**

***CHARTERED ACCOUNTANTS***

Manhar House, 1st floor, below Gold Gym,  
Opposite Panchami Hotel, Near Sai Baba Mandir,  
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**Shinde Chavan Gandhi  
And Company**  
Chartered Accountants

**Pune Office**

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**INDEPENDENT AUDITOR'S REPORT**

To  
Members of  
**SUGAR GRID AGRO PRODUCER COMPANY LIMITED,**  
Pune-411021.

**Report on the Audit of the Financial Statements**

We have audited the accompanying financial statements of **Sugar Grid Agro Producer Company Limited ("the Company")** (CIN - U01100PN2019PTC182023) which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss, the Statement of Changes in Equity and for the year ended on that date, and a summary of the significant accounting policies and other explanatory notes and information (hereinafter referred to as "the standalone financial statements").

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 ("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, 2020, the profit/Loss, changes in equity for the year ended on that date.

**Basis for Opinion**

We have conducted audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. 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.

**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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India



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Chhattarpur, New Delhi - 110074.  
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Email: swapnil@cascg.in

including 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 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.

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.

The Board of Directors are responsible for overseeing the Company's financial 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section



143(3)(i) of the Act, 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.

We communicate with those charged with governance regarding, among other 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. As required by 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, We give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Other, to the extent applicable.

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, the Company has kept proper books of account as required by law as far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid financial statements comply with 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 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 the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- 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, as amended 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 if any.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**Place: Pune**  
**Date: 20/02/2021**  
**UDIN- 21181749AAAABR4007**

**For M/s Shinde Chavan Gandhi & Co.**  
**Chartered Accountants**  
**F R No. 129980W**

*(Signature)*  
**CA Akshar Ambekar**  
**Partner**  
**M.No. 181749**



**SUGAR GRID AGRO PRODUCER COMPANY LIMITED**

C/O FINIX ORGANISATION, AT POST VADUJ ,TAL -KHATAV DIST- SATARA - 415506

**Balance Sheet as at 31st March, 2020**

Particulars		Note No.	As at 31st March, 2020
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital		1	1,00,000
(b) Reserves and Surplus		2	-40,000
<b>(2) Non-Current Liabilities</b>			
(a) Long-Term Borrowings			
<b>(3) Current Liabilities</b>			
(a) Short Term Borrowings		3	3,50,00,000
(b) Trade Payables			
(c) Other Current Liabilities			
(d) Short-Term Provisions		4	15,000
<b>TOTAL</b>			<b>3,50,75,000</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Fixed Assets			
(i) Tangible Assets			
(b) Non-Current Investments			
(c) Long-Term Loans and Advances			
(b) Other Non-Current Assets		5	3,75,000
<b>(2) Current Assets</b>			
(a) Cash and Cash Equivalents		6	7,00,000
(b) Other Current Assets		7	3,40,00,000
<b>TOTAL</b>			<b>3,50,75,000</b>
			<b>0.00</b>
<b>See accompanying notes to the financial statements</b>			
<b>Note : As this is the first year of the company, comparative financial information is not provided.</b>			

For Shinde Chavan Gandhi & Company  
Chartered Accountants  
F.R.No.129980W

(CA Akshar A. Ambekar)  
Partner  
M.No.181749  
Place :Pune

Date : 20/02/2021

UDIN - 21181719AAAABR4007

For & On Behalf of the Board  
Sugar Grid Agro Producer Company Ltd

Sangita Desai  
Director  
Din : 08356378

Rajak Abdul Mulani  
Director  
Din : 08356379

M. No. 181749  
F. R. N. 129980W




**SUGAR GRID AGRO PRODUCER COMPANY LIMITED**  
 C/O FINIX ORGANISATION, AT POST VADUJ, TAL -KHATAV  
 DIST- SATARA - 415506  
**Profit & Loss Statement for the year ended as on 31st March, 2020**

	Particulars	Note No.	For The Period 8th February 2019 to 31st March, 2020
I.	<u>Revenue from Operations</u>		-
	Sale of Product		-
	(-) Excise Duty		-
II.	Other Incomes		-
III.	Total Revenue (I + II)		-
IV.	<u>Expenses:</u>		
	Depreciation and Amortization Expense		-
	Employee Benefit Expenses		-
	Finance Costs		-
	Other Expenses	8	40,000
	Total Expenses		40,000
V.	Profit before Tax (II - IV)		-40,000
VI.	Tax Expense: (1) Current tax (2) Deferred Tax		-
VII.	Profit/ (Loss) for the Period (V + VI)		-40,000
VIII.	Earnings Per Equity Share (1) Basic		-40.00
ACCOUNTING POLICIES AND NOTES OF ACCOUNTS			9


For Shinde Chavan Gandhi & Company  
 Chartered Accountants  
 F.R.No.129980W

For & On Behalf of the Board  
 Sugar Grid Agro Producer Company Ltd

  
 (CA Akshar A. Ambekar)  
 Partner  
 M.No.181749  
 Place :Pune  
 Date : 20/02/2021



Sangita Desai  
 Director  
 Din : 08356378

  
 Rajjak Abdul Mulani  
 Director  
 Din : 08356379

UPIN - 21181749 AAAA B12 4007



**SUGAR GRID AGRO PRODUCER COMPANY LIMITED**  
Notes forming part of Balance Sheet

**NOTE # 1**

**Share Capital**

Particulars	As at 31st March,2020	
	Number of Shares	Rs.
<b>(a) Authorised Capital</b> 5,000 Equity Shares of Rs 100/- each	5,000	5,00,000
	5,000	5,00,000
<b>(b) Issued</b> 1,000 Equity Shares of Rs 100/- each	1,000	1,00,000
<b>(c) Subscribed and fully Paid up</b> 1,000 Equity Shares of Rs 100/- each	1,000	1,00,000
<b>Total</b>	1,000	1,00,000

\* Reconciliation of the number of shares issued at the beginning & end of the Reporting Period.

Particulars	Number of shares	Rs.
No. Of Shares at the beginning of the year	1,000	1,00,000
Add :- Shares issued during the period		
No. Of Shares at the End of the year	1,000	1,00,000

\* Shares held by each shareholder holding more than 5% shares, specifying the number of shares held.

Name of Person	Number of shares held	% holding in that class of shares	RS
SANGITA DADASO DESAI	100	10.00	10,000
RAJAK ABDUL MULANI	100	10.00	10,000
AJITKUMAR DINKARRAO GHADGE	100	10.00	10,000
DHARMRJ MAHADEO JAGADALE	100	10.00	10,000
RAVICHANDRA GOVINDRAO SHINDE	100	10.00	10,000
VASANT LAXMAN GIRI	100	10.00	10,000
SANJAY GHARGE DESHMUKH	100	10.00	10,000
SHRIRANG VITHOBA DEVKAR	100	10.00	10,000
ABHIJIT DESHMUKH	100	10.00	10,000
SATYAVAN ABAJI KAMBLE	100	10.00	10,000
<b>Total</b>	<b>1,000</b>	<b>100</b>	<b>1,00,000</b>

**NOTE # 2**

**Reserves and Surplus**

Particulars	As at 31st March,2020
<b>(a) Revaluation reserve</b>	-
<b>(b) Surplus i.e. Balance in the Statement of Profit &amp; Loss</b>	-
As per last Balance Sheet	
Addition during the year	-40,000
	-40,000
<b>Total</b>	<b>-40,000</b>



**SUGAR GRID AGRO PRODUCER COMPANY LIMITED**  
Notes forming part of Balance Sheet

**NOTE # 3**

**Short Term Borrowings**

Particulars	As at 31st March,2020
	Rs.
Unsecured Loans - Harnai shakari sut girni Ltd	3,50,00,000
	3,50,00,000

**NOTE # 4**

**Short Term Provisions**

Particulars	As at 31st March,2020
	Rs.
Audit Fees Payable	15,000
<b>Total</b>	<b>15,000</b>

**NOTE # 5**

**Other Non-Current Assets**

Particulars	As at 31st March,2020
	Rs.
Advance for MCA -ROC Processing Fees	3,75,000
<b>Total</b>	<b>3,75,000</b>



SUGAR GRID AGRO PRODUCER COMPANY LIMITED  
Notes forming part of Balance Sheet

NOTE # 6

Cash and Cash Equivalents

Particulars	As at 31st March,2020
	Rs.
Balance with Banks Cash on Hand	7,00,000 -
<b>Total</b>	<b>7,00,000</b>

NOTE # 7

Other Current Assets

Particulars	As at 31st March,2020
	Rs.
Deposits : - Sugar Grid Limited	3,40,00,000
<b>Total</b>	<b>3,40,00,000</b>



**SUGAR GRID AGRO PRODUCER COMPANY LIMITED**  
Notes forming part of the Profit & Loss

**NOTE # 8**

**Other Expenses**

Particulars	For the period from 8th february 2019 to 31st March 2020
	Rs.
Audit Fess	15,000
Professinal Fess	25,000
<b>Total</b>	<b>40,000</b>



**SUGAR GRID AGRO PRODUCER COMPANY LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**A) DISCLOSURE OF SIGNIFICANT ACCOUNTING POLICIES:**

**1) Company back ground:-**

The Manufacture, purchase, produce, boil, refine, prepare, import, export, sell and deal in sugar, sugar candy, jiggery, sugar beet, sugar crane, molasses, alcohol, spirits and all sugar products and to acquire, construct, operate, factories for the manufacture of sugar and any of its products and by products.

The Company is incorporation as on 8.2.2019 the financials have been prepared for the periods 8.2.2019 to 31.03.2020.

**1) Accounting Convention: -**

The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 2013 as adopted consistently by the Company. The same are prepared on a going concern basis.

**2) Use of Estimates: -**

The preparation of financial statements requires management to make estimates and assumptions that after effect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimate are recognized in the period in which the results are known/ materialized.

**3) Fixed Assets and Depreciation: -**

Fixed Assets are stated at their Historical Cost of acquisition less Depreciation. Additions to assets have been taken at net of taxes whenever set off in respect of the same has been claimed.

**4) Depreciation:-**

Depreciation has been provided on the Written Down Value method on all the assets on the basis of useful life specified in Schedule II to the Companies Act, 2013 on pro-rata basis. The company used to follow straight line method till last year from this year the company has shifted to Written Down Value method.

**5) Revaluation of asset -**

Revaluation of fixed assets is an action that may be required to accurately describe the true value of the capital goods a business owns. This should be distinguished from planned depreciation, where the recorded decline in value of an asset is tied to its age.

**6) Borrowing Cost: -**

Interest & other cost incurred in connection with the borrowing of funds are charged to revenue on accrual basis. There are no borrowing costs which are directly attributable to the acquisition of fixed asset during the period of time they get ready for use.



**7) Taxes on Income: -**

- (a) Current tax is determined on the basis of taxable income of the year, including MAT calculation.
- (b) Deferred tax resulting from timing differences between book and taxable profits is accounted for at the current rate of tax, to the extent that timing differences are expected to crystallize. Deferred tax assets are recognized and carried forward only if there is a reasonable certainty that they will be realized and are reviewed for the appropriateness of the respective carrying value at each balance sheet date.

**8) Treatment of contingent Liability: -**

Contingent Liabilities are disclosed by way of Notes to the accounts. Contingent Liabilities not recognized into accounts but are disclosed after careful evaluation of the concerned facts and legal issues involved.

**9) Revenue Recognition: -**

Revenue on Sales transactions is recognized as and when the service rendered to the customers is completed and generation of revenue is certain. Revenue from other sources and expenditure are recognized on accrual basis and are accounted as liabilities on the due dates. Dividend income is accounted for as and when received.

**10) Foreign Exchange Transactions: -**

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction. Monetary items denominated in foreign currencies are recorded at the year-end rates. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the profit & Loss account.

**11) Intangible Assets: -**

The Company has not incurred any costs on intangible assets.

**12) Treatment of Govt. grants: -**

Revenue grants will be recognized as income on accrual method of accounting based on prudence of certainty of receipt of grant however there are no grants during the year. Company follows the practice of disclosure of grants separately in profit and loss account.

**BJ NOTES TO ACCOUNTS:**

1. During year all operating and administrative expenses are transferred to Profit & Loss A/c.
2. In the opinion of Board and to the best of their knowledge and belief the current assets, loans and advances are approximately of the value stated, as if realized in ordinary course of business



3.

Sr.No	Particulars	For the period 8 <sup>th</sup> February 2019 to 31 <sup>st</sup> March 2020
1	Managerial Remuneration	Nil
2	Auditor's Remuneration	15,000

Sr.No	Particulars	For the period 8 <sup>th</sup> February 2019 to 31 <sup>st</sup> March 2020
1	<b>Related Party transactions</b>	
	1. Loan from Harnai Sahakari soot Girni Ltd	3,50,00,000
	- Availed / repaid during the year	-
	- As on Balance Sheet Date	3,50,00,000/-
	-	
	1. Loan from Sugar Grid Limited	3,40,00,000
	- Availed / repaid during the year	-
	- As on Balance Sheet Date	3,40,00,000

4. The Company is incorporation as on 8.2.2019 the financials have been prepared for the periods 8.2.2019 to 31.03.2020.

For,  
SHINDE CHAVAN GANDHI AND CO.

For,  
SUGAR GRID AGRO PRODUCER COMPANY LTD

Chartered Accountants  
F.R.NO: 129980W

*[Signature]*  
CA Akshar A. Ambekar  
Partner  
M.NO. 181749  
Date: 20/02/2021  
Place: Pune  
UDIN: 21181749AAAA BR 4007



*[Signature]*  
Sangita Dadaso Desai  
(Director)  
Din:08356378

*[Signature]*  
Rajjak Abdul Mulani  
(Director)  
Din: 08356379

