

INTERNAL AUDIT REPORT

Audit Project: State of Maharashtra Agribusiness and Rural Transformation Project (SMART)

Audit Entity: M/s Saidisha Farmer Producer Company Limited- CBO

Location: At Post - Pimpalwadi, Taluka - Rahata, District - Ahilyanagar, Maharashtra.



OCTOBER 12, 2025

S K PATODIA & ASSOCIATES LLP

Chartered Accountants

INTERNAL CONTROL CHECKLIST FOR CBO AUDIT

I: Static CBO data

SN	Particulars	Remarks
1	Name of CBO	Saidisha Farmer Producer Company Limited
2	Address of CBO	At Post - Pimpalwadi, Taluka - Rahata, District – Ahilyanagar, Maharashtra.
3	Date of Sub-Project Proposal Sanction Intimation by Project	Original Sanction Letter: 07/03/2024 Revised Sanction Letter: 04/02/2025
4	Date of Visit for Audit	July 25, 2025
5	Date of Discussion with CBO & DIU regarding Audit paras	July 25, 2025
6	Date of Grant Agreement	Original Grant Agreement: 30/11/2024 Revised Grant Agreement: 13/03/2025
7	Sub-Project Proposal Cost as per Grant Agreement	Rs. 289.73 Lakhs (<i>as per the revised grant agreement</i>)
8	Loan Amount Sanctioned	Rs. 83.44 Lakhs
9	Name of the Bank from whom Loan taken	Bank of Maharashtra
10	Date of First Loan Disbursement	January 16, 2025
11	As on Report Amount of Loan Disbursed	Rs.41.83 Lakhs
12	Number of Tranches Released	02 Tranches
13	Total Expenditure Incurred till Date by CBO	Rs. 143.19 Lakhs

II. Observations of the CBO Auditor

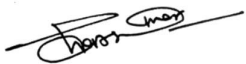
SN	Area	Particulars	Observations
1	2	3	4
1	Loan transactions (if CBO has opted for Loan case)	a. How much loan has been taken for the sub-project proposal activity?	Rs.83.44 Lakhs
		b. Whether utilization of loan is used for the sub-project proposal activity?	Yes
		c. Whether Bank Loan statement has been provided and verified?	Yes
		d. Whether CBO has paid EMI/Interest on loan through SMART Grant and not through personal account?	Yes
2	Grants Transactions	a. Whether grants are utilized for sub-project proposal activity?	Yes
		b. Whether Utilization Certificate is issued by CBO's CA and has been verified?	Yes, Subject to Annexure 3.
		c. Whether grant/tranche are released as per the applicable guidelines?	Yes, however, the sanctioned grant has been revised, resulting in a reduced receipt of the first tranche amounting to Rs. 3,40,000/-.
3	Procurement Procedure & Documentation	a. Whether CBO has followed World Bank/State Procurement policy for Procurement? b. Whether proper documentation required in different procurement methods has been maintained as per procurement manual and World Bank regulations? c. Whether the various minutes of the procurement committee referred by auditor? Any discrepancy found in procurement	Kindly refer the Annexure 4 for details.

SN	Area	Particulars	Observations
		<p>procedure is to be reported.</p> <p>d. Whether bill payments to vendor have been processed as per the stage of completion?</p> <p>e. Whether CBO has purchased the same goods/machinery/works etc. as approved in the SPAC and as per grant agreement?</p>	
4	Vendor Payments	<p>a. Whether payments are approved by the CBO's authorized person and as per work order issued?</p> <p>b. Whether all vendor agreements and contracts are documented?</p> <p>c. Whether payments are made through E-pay Slip/Cheque/Electronic Mode as specified in the grant agreement.</p>	<p>a. Yes</p> <p>b. Kindly refer the below Annexures for details.</p> <p>c. Yes</p>
5	Tax and Other Deductions	<p>a. Whether statutory payment has been deposited on or before due dates?</p> <p>b. If any delay, whether interest/penalties are paid as per statute?</p> <p>c. Whether proof of payment of statutory dues available for verification?</p>	<p>Kindly refer the Annexure 2 for details.</p> <p>Further, TDS Returns are pending for verification.</p>
6	Whether vendor payments are on Pro-rata basis i.e. in ratio of Grants: Own Contribution: Loan amount	<p>a. Whether e-pay slips are generated in project MIS system?</p> <p>b. The CBO has properly accounted their Books of Accounts?</p>	<p>a. Yes</p> <p>b. Kindly refer the Annexure 1 for details.</p>
7	Any other Irregularities as regards to project guidelines	<p>a. Whether CBO has opened SMART dedicated bank account in branch as mentioned in the Grant Agreement?</p> <p>b. Whether sub-project expenditure is only incurred from the SMART dedicated bank account?</p> <p>c. Whether CBO has maintained the primary and secondary books of accounts and updated?</p> <p>d. Whether the project is being executed/constructed/installed/implemented on the address given in the lease agreement?</p>	<p>a. Yes</p> <p>b. Yes</p> <p>c. Kindly refer Annexure 1 for details.</p> <p>d. Yes</p>
8	Whether pre-operative expenses are as per project guidelines	<p>a. Whether pre-operative expenses are duly certified in Utilization Certificate by the CA and supported by the bills and other documents?</p> <p>b. Whether 5% pre-operative expenses are within the limit mentioned in project sanction letter?</p> <p>c. Whether 5% pre-operative expenses are necessary, reasonable and related to the sub-project proposal activity?</p>	<p>Yes, Kindly refer Annexure 4 for details.</p>
9	Other Audit Remarks	<p>a. Whether assets generated as per the sub-project proposal are physically verified?</p>	<p>a. Yes</p>

SN	Area	Particulars	Observations
		b. Any other issue not covered above or the auditor wants to highlight to the management.	b. NIL
10	Any Suggestions	NIL	<ol style="list-style-type: none"> 1. It is recommended that the books of accounts should be maintained and updated as per Chapter 17 of the FMM Guidelines. 2. All the documents should be documented and presented to the auditor during the audit field visit. 3. The procurement process should be followed in accordance with the Financial Management Manual, applicable procurement guidelines and relevant grant conditions. 4. Payment should be executed to the vendor/contractor as per the agreed terms and condition. 5. All agreements should be duly executed on stamp paper.

The figures and data provided in Section I & II above are based solely on the documents, information, and clarifications provided to us by the CBO.

For,
M/s. S K Patodia & Associates LLP
Chartered Accountants
FRN 112723W/W100962




Mr. Harsh Kumar Sarawagi
Partner
Membership No. – 513618
UDIN No.: 25513618BMOYHX8492

ANNEXURES:**Annexure 1: Deficiencies in Maintenance of Books of Accounts**

Medium Risk				
It has been observed that the Bank Reconciliation Statement has not been reconciled within the accounting software & that the accounting entries lack adequate narrations.				
SN	Books Type	Maintained (Yes/ No)	Maintained as per the Format Prescribed in FMM (Yes/No/NA)	Updated till 18-07-2025 (Yes/No/NA)
I. Financial Records				
Primary Books of Accounts				
1	Cash Book (<i>Tally generated</i>)	Yes	Yes	Yes
2	Bank Book (<i>Tally generated</i>)	Yes	Yes	Yes
3	General Ledger (<i>Tally generated</i>)	Yes	Yes	Yes
4	Bank Reconciliation Statement (BRS) (<i>Tally generated</i>)	Not Presented	Not Presented	Not Presented
5	Trial Balance (<i>Tally generated</i>)	Yes	Yes	Yes
6	Journal Register (<i>Tally generated</i>)	Yes	Yes	Yes
II. Secondary Books of Accounts/ Supporting Records				
7	Bill Register- Pending and paid	Yes	Yes	Yes
8	Cheque issue/bank draft issue register (<i>as per Annexure-A3</i>)	Yes	Yes	Yes
9	Advance Register (<i>as per Annexure – A1</i>)	NA	NA	NA
10	Security Deposit Register (<i>as per Annexure – A6</i>)	Yes	Yes	Yes
III. Records to be Maintained by Administration Branch				
14	Consumable Stock Register (<i>as per Annexure- A2</i>)	NA	NA	NA
15	Fixed Asset/ Dead Stock register (<i>as per Annexure- A4</i>)	Yes	Yes	Yes
16	Imprest Amount Register (<i>as per Annexure - A5</i>)	NA	NA	NA
Impact: Non-Maintenance of secondary books and its supporting documents as per the format prescribed would lead to deviations from the standard document and non-compliance of Financial Management Manual.				
Recommendation: It is recommended that the primary and secondary books of accounts be maintained in accordance with the format prescribed in Chapter 17 of the FMM Manual.				

Annexure 2: Statutory Compliances

Month	Tax Deducted (In Rs.)	Due Date of Payment (DD/MM/YYYY)	Actual Payment Amount (In Rs.)	Actual Date of Payment (DD/MM/YYYY)	Delay in Deposit (in Days)	Excess/(Short) Deposit (Rs.)
Feb-25	90,468	07/03/2025	76,616	05/03/2025	-	-
Mar-25		07/04/2025	13,852	31/03/2025	-	-
Jul-25	54,085	07/08/2023	54,085	16/07/2024	-	-
Total	1,44,553		1,44,553			

Annexure 3: Other Aspects

High Risk				
Observation: As per the information provided by the auditee, the amount transferred to the CBO's current account pertains to the transfer of the retention amount and payment of TDS and Labour Cess. However, upon verification, the transferred amount does not reconcile with the deduction details reflected in the RA Bill. Further, it was observed that the payment towards TDS and Labour Cess deductions related to RA Bill 1 has already been made from the SMART Account.				
Details of Payment are as follows:				
Date of Transaction	Payment	Cheque No.	Amount (Rs.)	Auditee's Remarks
21/03/2025	To Saidisha Farmer Producer Co Ltd.	60610	2,29,846	Retention amount from the two bills paid to civil Contractor had been transferred to Saidisha regular Current Account

26/03/2025	To Saidisha Farmer Producer Co Ltd.	60612	63,869	2% TDS, 1% Labour Cess, 6% Retention amount transferred to Saidisha Regular Current A/c based on the remaining Final portion of RA - I Bill
15/07/2025	To Saidisha Farmer Producer Co Ltd.	60621	2,16,340	6% Retention, 2% TDS from the RA - II Work of Rs. 31,91,017.99/- Civil Contractor being deducted & transferred to Saidisha regular Current A/c
			5,10,055	

Details of RA Bill Deductions:

Particulars	First RA Bill (Rs.)	Second RA Bill (Rs.)	Total Amount (Rs.)
TDS	90,468	54,085	1,44,553
2% Labour Cess	45,234	27,043	72,277
6% Retention Amount	2,71,405	1,62,255	4,33,600
Total Amount	4,07,107	2,43,383	6,50,490

Details of Payment of TDS & Labour Cess:

Payment Head	Date of Payment	Particulars	Total Amount (Rs.)
TDS	05-03-2025	TI-050320255TINTAX 25030500264392 transfer to 60425114191 TO Central Govt Taxes	1,44,553
2% Labour Cess	05-03-2025	NEFT MAHBN62025030505642279 MAHARASHTRA BUILDING	72,277
Total Amount			2,16,830

It has been observed that the Utilization Certificate and Expenditure Report presented to us, doesn't not match with the actual expenditures reflected in the SMART dedicated bank account.

Impact: Failure to comply with established financial and documentation procedures may compromise the accuracy, transparency and admissibility of expenditures.

Recommendations: It is recommended to ensure all procurements and payments initiated adhere to the approved sub-project proposal and are supported by requisite approvals and documentation.

Annexure 4: Discrepancies in Compliance of Procurement Procedures and Record Keeping

High Risk

Observation 1: It has been observed that payment has been released to M/s. Vira Infrastructure for construction of Godown: 700 Mtons & Construction of Processing Plant 529.20 Sq.Mtrs, amounting to Rs.79,03,664/-. However, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Dadasaheb Dhavane	Qualified
2	Prashant G. Phalke	Qualified
3	Vira Infrastructure	Qualified
4	B M Infrastructure	Disqualified
5	Vinit Bhaskar Shirsath	Disqualified
6	Nrusinha Construction	Disqualified

- Stage-wise & Completion Certificate are pending for verification.
- It has been observed that the performance security submitted was in the form of a cheque, rather than a Bank Guarantee or Demand Draft as stipulated in the Letter of Acceptance dated August 21, 2024, resulting in a discrepancy with the prescribed mode of payment. Further, while the tender was awarded to *Vira Enterprises*, the performance security was submitted in the name of *Global Construction Services*, leading to an inconsistency in the name of the submitting party. Also, as per the bank statement the performance security has not been deposited.
- Further, as per RA Bills, the total net payment to be released to the contractor amounts to Rs. 74,73,931/-, however, as per the bank statement total amount of Rs. 79,03,664/- was released to the contractor, resulting in an excess payment of Rs. 4,31,265/-.

Details of payment are as follows:

SN	Date of Transaction	RA Bill	Invoice No.	Cheque No.	Amount (In Rs.)
1	15/02/2025	First	-	60605	28,01,320
2	04/03/2025			60606	6,84,682
3	26/03/2025			60611	14,42,985
4	15/07/2025	Second	-	60620	29,74,678
Total					79,03,664

Observation 2: It has been observed that payment has been released to Essey Eng for procurement of Front Loader for Raw Corncob Shifting to Input Section, amounting to Rs.5,78,000/-, however, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Shamam Engineering Industry	Qualified
2	E-Agro Care Machineries & Equipment Pvt Ltd	Qualified
3	Essey Engineering Company	Qualified

- The performance security has been submitted before the issuance of Letter of Acceptance. Further, it appears that the performance security has not been deposited in the SMART Bank Account.
- As per the supply order dated January 24, 2025, 90% of the contract price was to be disbursed upon delivery and installation, with the remaining 10% payable one month thereafter, however, based on the testing report, training certificate and delivery note, the machine was dispatched on February 20, 2025, and 100% of the payment was disbursed to the vendor within 15 days of dispatch, which is inconsistent with the agreed payment terms.

Details of Payment are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)
05/03/2025	Essey Engineering Company	EEC/414/24-25	60608	5,78,000

Observation 3: It has been observed that payment has been released to M/s Avity Agrotech Private Limited for procurement of Air Classifier for Dust & Foreign Particle Removals, amounting to Rs. 5,61,000/-. However, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Shamam Engineering Industry	Qualified
2	E-Agro Care Machineries & Equipment Pvt Ltd	Qualified
3	Essey Engineering Company	Qualified

- The performance security has been submitted before the issuance of Letter of Acceptance. Further, it appears that the performance security has not been deposited in the SMART Bank Account.

Details of Bidders are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)
05/03/2025	Avity Agrotech Pvt. Ltd.	2425077	60609	5,61,000

Observation 4: It has been observed that payment has been released to M/s Avity Agrotech Private Limited for procurement of Inclined Belt Conveyor for Raw Material/Semi Raw Material Movement (02 Units), amounting to Rs. 9,27,000/-, however, the following discrepancies have been observed:

Details of Bidders are as follows:

SN	Name of the Bidders	Remarks
1	Avity Agrotech Private Limited	Qualified
2	JS Vibro	Qualified
3	Khushboo	Qualified

- It appears that the performance security submitted by the bidder dated December 27, 2024, of Rs. 46,350/- has not been deposited in the SMART Bank Account.
- As per the supply order dated January 24, 2025, 90% of the contract price was to be disbursed upon delivery and installation & receipt of tax invoice & testing report, with the remaining 10% payable one month thereafter, however, based on the testing report the machine was ready to use from April 25, 2025, and 100% of the payment was disbursed to the vendor within 20 days of dispatch, which is inconsistent with the agreed payment terms.

Details of Payment are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)
17/05/2025	Avity Agrotech Private Limited	NA	60618	9,27,000

Observation 5: It has been observed that payment has been released to M/s Avity Agrotech Private Limited for procurement of Pre-Crusher Machine, amounting to Rs. 9,82,000/-, however, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Avity Agrotech Private Limited	Qualified
2	JS Vibro	Qualified
3	Khushboo	Qualified

- It appears that the performance security submitted by the bidder dated December 27, 2024, of Rs. 49,100/- has not been deposited in the SMART Bank Account.

- As per the supply order dated January 28, 2025, 90% of the contract price was to be disbursed upon delivery and installation & receipt of tax invoice & testing report, with the remaining 10% payable one month thereafter, however, based on the testing report the machine was ready to use from April 25, 2025, and 100% of the payment was disbursed to the vendor in advance on April 15, 2025, which is inconsistent with the agreed payment terms. Also, approval for disbursement of advance amount is pending for verification.

Details of Payment are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)
15/04/2025	Avity Agrotech Private Limited	2425093	60614	9,82,000

Observation 6: It has been observed that payment has been released to M/s Avity Agrotech Private Limited for procurement of Hammer Crusher Machine, amounting to Rs.9,90,000/-, however, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Avity Agrotech Private Limited	Qualified
2	JS Vibro	Qualified
3	Khushboo	Qualified

- It appears that the performance security submitted by the bidder dated December 27, 2024, of Rs. 49,500/- has not been deposited in the SMART Bank Account.

- As per the supply order dated January 28, 2025, 90% of the contract price was to be disbursed upon delivery and installation & receipt of tax invoice & testing report, with the remaining 10% payable one month thereafter, however, based on the tax invoice dated May 6, 2025 & testing report the machine was ready to use from April 25, 2025, and 100% of the payment was disbursed to the vendor in advance on April 17, 2025, which is inconsistent with the agreed payment terms.

Details of Payment are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)
17/05/2025	Avity Agrotech Private Limited	2526009	60617	9,90,000

Observation 7: It has been observed that payment has been released to M/s Sachin Automobiles for procurement of 28 HP 4 WD Tractor, amounting to Rs. 6,21,000/-. However, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Dandawate Tractor	Qualified
2	Sachin Automobiles	Qualified
3	Vrudheshwar Tractor	Disqualified

- As per Clause A "Terms & Conditions with Respect to Execution of the Sub-Project" of the Grant Agreement dated March 13, 2025, the total approved cost for the components mentioned above was Rs. 6,00,000/-. However, based on the bank statement and contract details the component was executed for Rs. 6,21,000/-, resulting in an excess of Rs.21,000/. Further approval from DIU/RIU regarding the same was not made available by the CBO.

- It appears that the performance security submitted by the bidder dated April 2, 2025, of Rs. 31,050/- has not been deposited in the SMART Bank Account.

- Delivery challan is pending for verification.

Details of bidders are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)
15/04/2025	Sachin Automobiles	77	60616	6,21,000

Observation 8: It has been observed that a payment of Rs. 13,26,000/- has been debited from the SMART Account to the CBO's personal account for pre-operative expenses. However, the following discrepancies have been noted:

- The SMART Account was opened on April 30, 2024, yet operative expenses continued to be incurred from the CBO's personal account, raising concerns regarding the appropriateness of the transaction flow.
- The approval letter and supporting documents, including conveyance bills, itemized expense components, and other relevant documentation, are yet to be submitted for verification.
- An amount of Rs. 3,24,969/- has been paid via challan which reflects the name of an unrelated individual, Mr. Rohan Galpelli.

Details of payment are as follows:

Date of Transaction	Particulars	Purpose	Cheque No.	Amount (In Rs.)
17-01-2025	Transferred to Saidisha FPC	Operative Expenses	60601	13,26,000

Details of Operative Expenses are as follows:

Date of Invoice/Challan	Particulars	Purpose	Amount as per Supporting Docs (Rs.)
11-01-2024	Inspector General of Registration	Stamp Duty & Reg. Fees	1,27,800
27-11-2024		Stamp Duty & Reg. Fees	40,100
27-11-2024		Stamp Duty & Reg. Fees	28,100
25-03-2024	Soham Advertisement	Tender Advertisement	12,000
16-09-2024	Sai Arpan Publications	Tender Advertisement	7,000
29-09-2024	Sai Arpan Publications	Tender Advertisement	12,000
15-01-2024	Orel Outsourcing	DPR Charges	45,000
12-01-2024	Sai Inficon	Estimate, Blueprint & RCC design	86,488
NA	Travel Expenses	The letter dated December 12, 2024, regarding the actual purpose has been submitted; however, the supporting documents i.e. travel bills are pending for verification.	62,300
31-08-2024	Sujay Computers	Office Expense Computer/Laptop	1,55,000
02-08-2024	Elliptical Services India Pvt Ltd	Trademark Registration	35,400
05-08-2024	Bombay Test House Private Ltd	Corn Cob Testing	38,350
2023-24 & 2024-25	NA	Other Items Challan, MPCB & Others	2,31,895
Jan-24 to Dec-24	Rent	Rent Per Month Rs. 10,000/- for the period Jan 2024 to Dec 2024 Note: The grant sanction letter has been approved on March 7, 2024	1,20,000
			10,01,433

Note: As per the information provided by the CBO, the operative expenses amounts to Rs. 13,26,402/-, however, an amount of Rs. 3,24,969/- has been paid via challan which reflects the name of an unrelated individual, Mr. Rohan Galpelli. Further, the purpose and justification for this payment have not been furnished and the relevant supporting documents are yet to be verified

Impact: Non-compliance with the procurement manual & project guidelines marks the question on the whole procurement process. Further, non-maintenance or improper maintenance of required records/information marks questions on the client's documentation mechanism and reliability of record maintenance.

Recommendation: It is recommended that the procurement guidelines should be strictly adhered and the assessment process should be carried out diligently ensuring that all aspects are considered and that bidders comply with the specified criteria.

Annexure 5: Grant Working

The below table is as per the figure mentioned in the Grant Agreement made available to us and Actual Cost Incurred mentioned as per record made available to us.

SN	Sub-Project Component	Cost (In Lakhs)	SMART Grant (In Lakhs)	CBO Equity (In Lakhs)	Actual Cost Incurred as per Bank Statement (In Lakhs)	Remarks
A	Core Investment in Sub-Project Component					
1	Godown: 700 Mtons	80.64	48.38	32.26	85.54	Partially Utilized
2	Construction of Processing Plant (28*18.90 Sq. Mtr.) = 529.20 Sq. Mtr.	72.06	43.24	28.82		
3	Fully Automatic Seed Cleaning and Grading Plant 2.00 TPH	18.70	11.22	7.48	-	Not Utilized
4	Rotary Machine for Dry Leave Separation: 2 Ton/Day	4.67	2.8	1.87	-	Not Utilized
5	Inclined Belt Conveyor for Raw Material /Semi Raw Material Movement (02 Units)	9.27	5.56	3.71	9.27	Utilized
6	Pre-Crusher Machine for Corncob: 200-300 Kgs/Hrs	9.82	5.89	3.93	9.82	Utilized
7	Hammer Crusher with pneumatic Conveying System, Hammer Crusher, Magnetic Device, Motor, Cyclone Collector, Blower, Filter, Dust Collector: 250 Kgs/Hrs	9.88	5.92	3.96	9.90	Over Utilized
8	Vibrating Screen Machine -36"	8.33	4.99	3.34	-	Not Utilized
9	Air Classifier for Dust and Foreign Particle Removals.	5.31	3.19	2.12	5.61	Over Utilized
10	Industrial Fan for Air Flow (02:Qty)	0.30	0.18	0.12	-	Not Utilized
11	Front Loader for Raw Corncob Shifting to Input Section	5.78	3.47	2.31	5.78	Utilized
12	Weigh Bridge: 60 M Tons	7.00	4.20	2.80	-	Not Utilized
13	Bag Stitching Machine of Two Needles (02 Qty)	0.15	0.09	0.06	0.15	Utilized
14	Digital Moisture Meter	0.06	0.04	0.02	0.06	Utilized
15	Weighing Machine: 100 Kgs	0.18	0.11	0.07	0.18	Utilized
16	Emergency Fire Extinguisher	0.29	0.17	0.12	-	Not Utilized
17	Roof Top Solar Paneling: 66 KWp	35.99	21.59	14.40	-	Not Utilized
18	28 HP 4 WD Tractor	6.00	3.60	2.40	6.21	Over Utilized
19	Trailer: 5 Tons	1.50	0.90	0.60	1.48	Under Utilized
	Sub-Total (A)	275.93	165.54	110.39	134.00	
B	5% Operative Expenses	13.80	8.28	5.52	9.19	Subject to Annexure 4
	Sub-Total (B)	13.80	8.28	5.52	9.19	-
	Total (A+B)	289.73	173.82	115.91	143.19	-

Annexure 6: MCA Compliances

Company Information

CIN	U01122PN2022PTC208624
Company Name	SAIDISHA FARMER PRODUCER COMPANY LIMITED
ROC Name	ROC Pune
Registration Number	208624
Date of Incorporation	22/02/2022
Email Id	saidisha.fpc@gmail.com
Registered Address	GATNO.8,MANSHANTI,SHIRDROADAT/PO-PIMPALWADI,TAL-RAHATA, Ahmednagar, AHMEDNAGAR, Maharashtra, India, 423109
Address at which the books of account are to be maintained	-
Listed in Stock Exchange(s) (Y/N)	No
Category of Company	Company limited by shares
Subcategory of the Company	Non-government company
Class of Company	Private
ACTIVE compliance	-
Authorised Capital (Rs)	20,00,000
Paid up Capital (Rs)	19,77,800
Date of last AGM	02/09/2024
Date of Balance Sheet	31/03/2024
Company Status	Active

Jurisdiction	
ROC (name and office)	ROC Pune
RD (name and Region)	RD, Western Region

Annexure 7: Snapshot of Work Execution



Annexure 8: Utilization Certificate



Pavan B. Autade & Co.
Chartered Accountants.
2nd Floor, Kesharpuram,
Main Road, Shrirampur.
Ph.No.9970113472.

Name of the CBO: SAIDISHA FARMER PRODUCER COMPANY LIMITED
Address: Gat No. 164/2/1/1, Shirdi Road, At/Po: Pimpalwadi, Tal: Rahata, Dist: Ahilyanagar. 423109
Sub-Project proposal Productive Partnership amount approved: Rs. 289.73 Lakhs.
III. Audit Utilization Certificate Format (to be issued at the time of completion of sub-project activity as per grant agreement) of SMART Dedicated Current Account no. 604 886 685 44 (BoM – Shirdi).

Period from 01.04.2024 to 23.07.2025.

Receipt	Amount in Rs.			Payment & Nature of Expenses	Amount in Rs.		
	Smart Grants	Bank Loan + Own Contribution	Over and Above sub-project proposal cost		Smart Grants	Bank Loan + Own Contribution	Over and Above sub-project proposal cost
1 st Tranche	SMART Grant Dtd:13/12/2024 25,00,000.00 Dtd: 24/02/2025 88,52,000.00	Self-Contribution for Tranche: I Dtd: 29/11/2024 14,00,000.00 Self-Contribution for Tranche: I Dtd: 29/11/2024 7,000.00 Bank Loan portion for Tranche: I Dtd: 16/01/2025 12,52,000.00 Bank Loan portion for Tranche: I Dtd: 24/03/2025 29,31,000.00	0.00	Pre-operative Expenditure @ 5% (Agreement, Stamp Duty, News Paper Advt., DPR by CA, RCC Consultant work, Traveling exp, Computer/Laptop Purchase, Trademark Registration, Material Testing, MPCB, Fire, TP NA work, Land Rent etc) Bill Pay to Saidisha FPCL Dtd: 17.01.2025 Plant & Machinery (details in a. Digital Moisture Meter b. 100 Kgs Weigh Scale c. Bag Stitching Machine Bill Pay to: Signa Solar Inv. Battery Dtd: 06.02.2025 Civil Work (1 st RA Bill in 03 Installments; Total Amount: Rs. 53,37,625/-) First Part Dtd: 15.02.2025 Bill Pay to: Vira Infrastructure Dtd: 15.02.2025 Civil Work (1 st RA Bill in 03 Installments; Total Amount: Rs. 53,37,625/-) Second Part Dtd: 15.02.2025 Bill Pay to: Vira Infrastructure Dtd: 04.03.2025 Plant & Machinery (details in) Front Loader for raw Corn cob Shifting Bill Pay to: Essey Engineering Co. Dtd: 05.03.2025	7,95,600.00 3,600.00 10,800.00 9,000.00 16,74,969.74 4,08,669.36 3,46,800.00	3,97,800.00 1,32,600.00 1,800.00 600.00 5,400.00 1,800.00 4,500.00 1,500.00 8,37,484.87 2,79,161.62 2,04,334.68 68,111.56 1,73,400.00 57,800.00	0.00 0.00 0.00 0.00 9,703.77 3,566.00 0.00

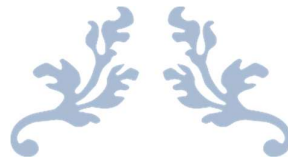
Receipt	Amount in Rs.			Payment & Nature of Expenses	Amount in Rs.		
	Smart Grants	Bank Loan + Own Contribution	Over and Above sub-project proposal cost		Smart Grants	Bank Loan + Own Contribution	Over and Above sub-project proposal cost
				TDS Deductions: 2% TDS Deducted on First RA Bill of Civil Work of Vira Infrastructure. Paid to: Income Tax Dept. Dtd: 05.03.2025 Plant & Machinery (details in) Air Classifier Machine. Bill Pay to: Avity AgroTech (P) Ltd Dtd: 05.03.2025 Labour Cess Deductions: 1% Deducted on First RA Bill of Civil Work of Vira Infrastructure. Paid to: MS Labour Welfare Fund Dtd: 05.03.2025 Retention Amount: 6% Retention Amount of First RA Bill (I +II) Rs. 38,30,771.00 amounting to Rs. 2,29,846.00 transferred. Bill Pay to: Saidisha FPCL Dtd: 21.03.2025 All Deductions: 2% TDS, 1% Labour Cess, 6% Retention Deducted on First RA Bill (III Part) of Civil Work of Vira Infrastructure. Bill Pay to: Saidisha FPCL Dtd: 26.03.2025 Civil Work (1 st RA Bill in 03 Installments; Total Amount: Rs. 53,37,625/-) Third Part Dtd: 26.03.2025 Bill Pay to: Vira Infrastructure Dtd: 26.03.2025 Plant & Machinery (details in) Pre Crusher for Comcob Base Bill Pay to: Avity AgroTech (P) Ltd Dtd: 15.04.2025 Plant & Machinery (details in) Trolley: 5 Tons. Bill Pay to: Dandwate Tractors Dtd: 15.04.2025 Plant & Machinery (details in) Tractor: 27 HP, 4 WD. Bill Pay to: Sachin Automobiles Dtd: 15.04.2025 Plant & Machinery (details in) Hammer Crusher Machine Bill Pay to: Avity AgroTech (P) Ltd Dtd: 17.05.2025 Plant & Machinery (details in) Inclined Belt Conveyor (02 Qty) Bill Pay to: Avity AgroTech (P) Ltd Dtd: 17.05.2025	44,969.60 3,18,599.98 22,984.62 1,37,907.60 38,321.40 8,62,659.16 5,89,200.00 88,860.00 3,60,000.00 5,94,000.00 5,56,200.00	22,984.80 7,661.60 1,59,299.99 53,099.99 11,492.31 68,953.80 22,984.60 19,160.70 4,31,329.58 1,43,776.53 2,94,600.00 98,200.00 0.00 59,240.00 0.00 2,40,000 2,97,000.00 99,000.00 2,78,100.00 92,700.00	0.00 30,000.04 0.00 0.00 0.00 0.00 21,000.00 0.00 0.00

Receipt	Amount in Rs.			Payment & Nature of Expenses	Amount in Rs.		
	Smart Grants	Bank Loan + Own Contribution	Over and Above sub-project proposal cost		Smart Grants	Bank Loan + Own Contribution	Over and Above sub-project proposal cost
2 nd Tranche	SMART Grant Dtd:06/06/2025 52,15,000.00	Self-Contribution (No Loan Availed due to revised Sanction, hence shortfall of Tranche: I deposited) Dtd: 26/04/2025 3,68,730.00 Self-Contribution for Tranche: II Dtd: 27/04/2025 9,03,750.00 Self-Contribution for Tranche: II Dtd: 04/06/2025 70,000.00	0.00	Civil Work (2 nd RA Bill Total Amount: Rs. 31,91,017.99/-) Dtd: 23.06.2025 Bill Pay to: Vira Infrastructure Dtd: 15.07.2025 Bank Charges, SMS, RTGS, GST etc	19,07,978.59	9,53,989.29 3,17,996.43	11,053.68
Expenses till 23.07.2025							
Total	1,35,67,000.00	69,32,480.00		Total	87,71,119.45	58,50,157.32	80,543.23
Grand Total Received (Rs.)	2,04,99,480.00			Grand Total Expenses executed (Rs.)	1,46,21,276.77	80,543.23	

Date : 23.07.2025
Place : Shrirampur.
UDIN: 25136649BMGSVE6262

M/s. Pavan B. Autade & Co.
Chartered Accountant

Pavan B. Autade
Proprietor
Mem. No. 136649



COMPLIANCE STATEMENT

Audit Project: State of Maharashtra Agribusiness and Rural Transformation Project (SMART)

Audit Entity: M/s Saidisha Farmer Producer Company Limited- CBO

Location: At Post - Pimpalwadi, Taluka - Rahata, District - Ahilyanagar, Maharashtra.



JANUARY 17, 2026

S K PATODIA & ASSOCIATES LLP

Chartered Accountants



SN	Particulars	Observations	Evidence	Auditor's Remarks 1	Evidence	Auditor's Remarks 2	Evidence	Auditor's Remarks 3																				
1.	Maintenance of Books of Accounts	It has been observed that the Bank Reconciliation Statement has not been reconciled within the accounting software & that the accounting entries lack adequate narrations.	-	Request you to kindly provide the Accounting software tally for verification.	BRS	CBO has provided the BRS till the month of Febuary,2025. Request you to kindly provide the BRS till the date of audit visit.	BRS	Complied																				
2.	Other Aspects	<p>Observation: As per the information provided by the auditee, the amount transferred to the CBO's current account pertains to the transfer of the retention amount and payment of TDS and Labour Cess. However, upon verification, the transferred amount does not reconcile with the deduction details reflected in the RA Bill. Further, it was observed that the payment towards TDS and Labour Cess deductions related to RA Bill 1 has already been made from the SMART Account.</p> <p>Details of Payment are as follows:</p> <table border="1"> <thead> <tr> <th>Date of Transaction</th> <th>Payment</th> <th>Cheque No.</th> <th>Amount (Rs.)</th> <th>Auditee's Remarks</th> </tr> </thead> <tbody> <tr> <td>21/03/2025</td> <td>To Saidisha Farmer Producer Co Ltd.</td> <td>60610</td> <td>2,29,846</td> <td>Retention amount from the two bills paid to civil Contractor had been transferred to Saidisha regular Current Account</td> </tr> <tr> <td>26/03/2025</td> <td>To Saidisha Farmer Producer Co Ltd.</td> <td>60612</td> <td>63,869</td> <td>2% TDS, 1% Labour Cess, 6% Retention amount transferred to Saidisha Regular Current A/c based on the remaining Final portion of RA - I Bill</td> </tr> <tr> <td>15/07/2025</td> <td>To Saidisha Farmer Producer Co Ltd.</td> <td>60621</td> <td>2,16,340</td> <td>6% Retention, 2% TDS from the RA - II Work of Rs. 31,91,017.99/- Civil</td> </tr> </tbody> </table>	Date of Transaction	Payment	Cheque No.	Amount (Rs.)	Auditee's Remarks	21/03/2025	To Saidisha Farmer Producer Co Ltd.	60610	2,29,846	Retention amount from the two bills paid to civil Contractor had been transferred to Saidisha regular Current Account	26/03/2025	To Saidisha Farmer Producer Co Ltd.	60612	63,869	2% TDS, 1% Labour Cess, 6% Retention amount transferred to Saidisha Regular Current A/c based on the remaining Final portion of RA - I Bill	15/07/2025	To Saidisha Farmer Producer Co Ltd.	60621	2,16,340	6% Retention, 2% TDS from the RA - II Work of Rs. 31,91,017.99/- Civil	-	The observation is continued. However, the retention money should not be transferred from the SMART bank account, and all statutory deductions should be transferred	-	Complied Retention money has been deposited in CBO personal Account. It is recommended that the expenses related to the sub project component cost should be carried out from the	-	Complied
Date of Transaction	Payment	Cheque No.	Amount (Rs.)	Auditee's Remarks																								
21/03/2025	To Saidisha Farmer Producer Co Ltd.	60610	2,29,846	Retention amount from the two bills paid to civil Contractor had been transferred to Saidisha regular Current Account																								
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15/07/2025	To Saidisha Farmer Producer Co Ltd.	60621	2,16,340	6% Retention, 2% TDS from the RA - II Work of Rs. 31,91,017.99/- Civil																								



				Contractor being deducted & transferred to Saidisha regular Current A/c
			5,10,055	

Details of RA Bill Deductions:

Particulars	First RA Bill (Rs.)	Second RA Bill (Rs.)	Total Amount (Rs.)
TDS	90,468	54,085	1,44,553
2% Labour Cess	45,234	27,043	72,277
6% Retention Amount	2,71,405	1,62,255	4,33,600
Total Amount	4,07,107	2,43,383	6,50,490

Details of Payment of TDS & Labour Cess:

Payment Head	Date of Payment	Particulars	Total Amount (Rs.)
TDS	05-03-2025	TI-050320255TINTAX 25030500264392 transfer to 60425114191 TO Central Govt Taxes	1,44,553
2% Labour Cess	05-03-2025	NEFT MAHBN62025030505642279 MAHARASHTRA BUILDING	72,277
Total Amount			2,16,830

It has been observed that the Utilization Certificate and Expenditure Report presented to us, doesn't not match with the actual expenditures reflected in the SMART dedicated bank account.

directly from the SMART account.		SMART bank account itself.			
-	Observation is continued	-	Observation is continued	UC	Complied



1. Discrepancies in Compliance of Procurement Procedure and Record Keeping:	<p>Observation 1: It has been observed that payment has been released to M/s. Vira Infrastructure for construction of Godown: 700 Mtons & Construction of Processing Plant 529.20 Sq.Mtrs, amounting to Rs.79,03,664/-. However, the following discrepancies have been noted: Details of bidders are as follows:</p> <table border="1" data-bbox="262 324 1249 568"> <thead> <tr> <th>SN</th> <th>Name of the Bidders</th> <th>Remarks</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Dadasaheb Dhavane</td> <td>Qualified</td> </tr> <tr> <td>2</td> <td>Prashant G. Phalke</td> <td>Qualified</td> </tr> <tr> <td>3</td> <td>Vira Infrastructure</td> <td>Qualified</td> </tr> <tr> <td>4</td> <td>B M Infrastructure</td> <td>Disqualified</td> </tr> <tr> <td>5</td> <td>Vinit Bhaskar Shirsath</td> <td>Disqualified</td> </tr> <tr> <td>6</td> <td>Nrusinha Construction</td> <td>Disqualified</td> </tr> </tbody> </table> <p>- Stage-wise & Completion Certificate are pending for verification. - It has been observed that the performance security submitted was in the form of a cheque, rather than a Bank Guarantee or Demand Draft as stipulated in the Letter of Acceptance dated August 21, 2024, resulting in a discrepancy with the prescribed mode of payment. Further, while the tender was awarded to <i>Vira Enterprises</i>, the performance security was submitted in the name of <i>Global Construction Services</i>, leading to an inconsistency in the name of the submitting party. Also, as per the bank statement the performance security has not been deposited. - Further, as per RA Bills, the total net payment to be released to the contractor amounts to Rs. 74,73,931/-, however, as per the bank statement total amount of Rs. 79,03,664/- was released to the contractor, resulting in an excess payment of Rs. 4,31,265/-.</p> <p>Details of payment are as follows:</p> <table border="1" data-bbox="262 998 1260 1242"> <thead> <tr> <th>SN</th> <th>Date of Transaction</th> <th>RA Bill</th> <th>Invoice No.</th> <th>Cheque No.</th> <th>Amount (In Rs.)</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>15/02/2025</td> <td rowspan="3">First</td> <td rowspan="3">-</td> <td>60605</td> <td>28,01,320</td> </tr> <tr> <td>2</td> <td>04/03/2025</td> <td>60606</td> <td>6,84,682</td> </tr> <tr> <td>3</td> <td>26/03/2025</td> <td>60611</td> <td>14,42,985</td> </tr> <tr> <td>4</td> <td>15/07/2025</td> <td>Second</td> <td>-</td> <td>60620</td> <td>29,74,678</td> </tr> <tr> <td colspan="5">Total</td> <td>79,03,664</td> </tr> </tbody> </table>	SN	Name of the Bidders	Remarks	1	Dadasaheb Dhavane	Qualified	2	Prashant G. Phalke	Qualified	3	Vira Infrastructure	Qualified	4	B M Infrastructure	Disqualified	5	Vinit Bhaskar Shirsath	Disqualified	6	Nrusinha Construction	Disqualified	SN	Date of Transaction	RA Bill	Invoice No.	Cheque No.	Amount (In Rs.)	1	15/02/2025	First	-	60605	28,01,320	2	04/03/2025	60606	6,84,682	3	26/03/2025	60611	14,42,985	4	15/07/2025	Second	-	60620	29,74,678	Total					79,03,664	Declaration	a.Observation is continued b. As per the data & information provided by the CBO, request you to kindly provide the Demand draft & attach the snapshot of the SMART bank statement reflecting the deposited transaction. c. Complied	Bank statement	a. Complied b. Complied c. Complied	-	a. Complied b. Complied c. Complied
SN	Name of the Bidders	Remarks																																																										
1	Dadasaheb Dhavane	Qualified																																																										
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3	26/03/2025			60611	14,42,985																																																							
4	15/07/2025	Second	-	60620	29,74,678																																																							
Total					79,03,664																																																							



Observation 2: It has been observed that payment has been released to Essey Eng for procurement of Front Loader for Raw Corncob Shifting to Input Section, amounting to Rs.5,78,000/-, however, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Shamam Engineering Industry	Qualified
2	E-Agro Care Machineries & Equipment Pvt Ltd	Qualified
3	Essey Engineering Company	Qualified

- The performance security has been submitted before the issuance of Letter of Acceptance. Further, it appears that the performance security has not been deposited in the SMART Bank Account.
- As per the supply order dated January 24, 2025, 90% of the contract price was to be disbursed upon delivery and installation, with the remaining 10% payable one month thereafter, however, based on the testing report, training certificate and delivery note, the machine was dispatched on February 20, 2025, and 100% of the payment was disbursed to the vendor within 15 days of dispatch, which is inconsistent with the agreed payment terms.

Details of Payment are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (Rs.)
05/03/2025	Essey Engineering Company	EEC/414/24-25	60608	5,78,000

-	Not Complied, Kindly revert the performance security to SMART Bank Account and attach the snapshot of the transaction reflecting the same. Further request you to kindly provide approval from competent authority regarding the 100% payment to the vendor within 15 days of dispatch.	Declaration	Complied It is recommended that the terms and conditions mentioned in the bid documents be duly adhered to.	-	Complied
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Observation 3: It has been observed that payment has been released to M/s Avity Agrotech Private Limited for procurement of Air Classifier for Dust & Foreign Particle Removals, amounting to Rs. 5,61,000/-. However, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Shamam Engineering Industry	Qualified
2	E-Agro Care Machineries & Equipment Pvt Ltd	Qualified
3	Essey Engineering Company	Qualified

- The performance security has been submitted before the issuance of Letter of Acceptance. Further, it appears that the performance security has not been deposited in the SMART Bank Account.

Details of Bidders are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (Rs.)
05/03/2025	Avity Agrotech Pvt. Ltd.	2425077	60609	5,61,000

-	Observation is continued	Declaration	Complied	-	Complied
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Observation 4: It has been observed that payment has been released to M/s Avity Agrotech Private Limited for procurement of Inclined Belt Conveyor for Raw Material/Semi Raw Material Movement (02 Units), amounting to Rs. 9,27,000/-, however, the following discrepancies have been observed:

Details of Bidders are as follows:

SN	Name of the Bidders	Remarks
1	Avity Agrotech Private Limited	Qualified
2	JS Vibro	Qualified
3	Khushboo	Qualified

- It appears that the performance security submitted by the bidder dated December 27, 2024, of Rs. 46,350/- has not been deposited in the SMART Bank Account.

- As per the supply order dated January 24, 2025, 90% of the contract price was to be disbursed upon delivery and installation & receipt of tax invoice & testing report, with the remaining 10% payable one month thereafter, however, based on the testing report the machine was ready to use from April 25, 2025, and 100% of the payment was disbursed to the vendor within 20 days of dispatch, which is inconsistent with the agreed payment terms.

-	Observation is continued	Declaration	Complied	-	Complied
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Details of Payment are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)
17/05/2025	Avity Agrotech Private Limited	NA	60618	9,27,000

Observation 5: It has been observed that payment has been released to M/s Avity Agrotech Private Limited for procurement of Pre-Crusher Machine, amounting to Rs. 9,82,000/-, however, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Avity Agrotech Private Limited	Qualified
2	JS Vibro	Qualified
3	Khushboo	Qualified

-It appears that the performance security submitted by the bidder dated December 27, 2024, of Rs. 49,100/- has not been deposited in the SMART Bank Account.
 -As per the supply order dated January 28, 2025, 90% of the contract price was to be disbursed upon delivery and installation & receipt of tax invoice & testing report, with the remaining 10% payable one month thereafter, however, based on the testing report the machine was ready to use from April 25, 2025, and 100% of the payment was disbursed to the vendor in advance on April 15, 2025, which is inconsistent with the agreed payment terms. Also, approval for disbursement of advance amount is pending for verification.

Details of Payment are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)
15/04/2025	Avity Agrotech Private Limited	2425093	60614	9,82,000

-	Not Complied, Further, Kindly revert the performance security to SMART Bank Account and attach the snapshot of the transaction reflecting the same. Further request you to kindly provide approval from competent authority regarding the 100% payment to the vendor	Declaration	Complied	-	Complied
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within 15 days of dispatch.

Observation 6: It has been observed that payment has been released to M/s Avity Agrotech Private Limited for procurement of Hammer Crusher Machine, amounting to Rs.9,90,000/-, however, the following discrepancies have been noted:

Details of bidders are as follows:

SN	Name of the Bidders	Remarks
1	Avity Agrotech Private Limited	Qualified
2	JS Vibro	Qualified
3	Khushboo	Qualified

-It appears that the performance security submitted by the bidder dated December 27, 2024, of Rs. 49,500/- has not been deposited in the SMART Bank Account.

-As per the supply order dated January 28, 2025, 90% of the contract price was to be disbursed upon delivery and installation & receipt of tax invoice & testing report, with the remaining 10% payable one month thereafter, however, based on the tax invoice dated May 6, 2025 & testing report the machine was ready to use from April 25, 2025, and 100% of the payment was disbursed to the vendor in advance on April 17, 2025, which is inconsistent with the agreed payment terms.

Details of Payment are as follows:

Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (Rs.)
17/05/2025	Avity Agrotech Private Limited	2526009	60617	9,90,000

- Not Complied, Further, Kindly revert the performance security to SMART Bank Account and attach the snapshot of the transaction reflecting the same. Further request you to kindly provide approval from competent authority regarding the 100% payment to the vendor within 15

Declar

ation Complied

-

Complied



					days of dispatch.																								
	<p>Observation 7: It has been observed that payment has been released to M/s Sachin Automobiles for procurement of 28 HP 4 WD Tractor, amounting to Rs. 6,21,000/-. However, the following discrepancies have been noted: Details of bidders are as follows:</p> <table border="1"> <thead> <tr> <th>SN</th> <th>Name of the Bidders</th> <th>Remarks</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Dandawate Tractor</td> <td>Qualified</td> </tr> <tr> <td>2</td> <td>Sachin Automobiles</td> <td>Qualified</td> </tr> <tr> <td>3</td> <td>Vrudheshwar Tractor</td> <td>Disqualified</td> </tr> </tbody> </table> <p>- As per Clause A "Terms & Conditions with Respect to Execution of the Sub-Project" of the Grant Agreement dated March 13, 2025, the total approved cost for the components mentioned above was Rs. 6,00,000/-. However, based on the bank statement and contract details the component was executed for Rs. 6,21,000/-, resulting in an excess of Rs.21,000/-. Further approval from DIU/RIU regarding the same was not made available by the CBO.</p> <p>- It appears that the performance security submitted by the bidder dated April 2, 2025, of Rs. 31,050/- has not been deposited in the SMART Bank Account.</p> <p>- Delivery challan is pending for verification.</p> <p>Details of bidders are as follows:</p> <table border="1"> <thead> <tr> <th>Date of Transaction</th> <th>Name of the Vendor</th> <th>Invoice No.</th> <th>Cheque No.</th> <th>Amount (In Rs.)</th> </tr> </thead> <tbody> <tr> <td>15/04/2025</td> <td>Sachin Automobiles</td> <td>77</td> <td>60616</td> <td>6,21,000</td> </tr> </tbody> </table>	SN	Name of the Bidders	Remarks	1	Dandawate Tractor	Qualified	2	Sachin Automobiles	Qualified	3	Vrudheshwar Tractor	Disqualified	Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)	15/04/2025	Sachin Automobiles	77	60616	6,21,000	-	Request you to kindly attach the approval letter from competent authority regarding excess payment. Further, Kindly revert the performance security to SMART Bank Account and attach the snapshot of the transaction reflecting the same & delivery challan is pending for verification.	Declaration	Complied	-	Complied
SN	Name of the Bidders	Remarks																											
1	Dandawate Tractor	Qualified																											
2	Sachin Automobiles	Qualified																											
3	Vrudheshwar Tractor	Disqualified																											
Date of Transaction	Name of the Vendor	Invoice No.	Cheque No.	Amount (In Rs.)																									
15/04/2025	Sachin Automobiles	77	60616	6,21,000																									



Observation 8: It has been observed that a payment of Rs. 13,26,000/- has been debited from the SMART Account to the CBO's personal account for pre-operative expenses. However, the following discrepancies have been noted:

- The SMART Account was opened on April 30, 2024, yet operative expenses continued to be incurred from the CBO's personal account, raising concerns regarding the appropriateness of the transaction flow.
- The approval letter and supporting documents, including conveyance bills, itemized expense components, and other relevant documentation, are yet to be submitted for verification.
- An amount of Rs. 3,24,969/- has been paid via challan which reflects the name of an unrelated individual, Mr. Rohan Galpelli.

Details of payment are as follows:

Date of Transaction	Particulars	Purpose	Cheque No.	Amount (In Rs.)
17-01-2025	Transferred to Saidisha FPC	Operative Expenses	60601	13,26,000

Details of Operative Expenses are as follows:

Date of Invoice/Challan	Particulars	Purpose	Amount as per Supporting Docs (Rs.)
11-01-2024	Inspector General of Registration	Stamp Duty & Reg. Fees	1,27,800
27-11-2024		Stamp Duty & Reg. Fees	40,100
27-11-2024		Stamp Duty & Reg. Fees	28,100
25-03-2024	Soham Advertisement	Tender Advertisement	12,000
16-09-2024	Sai Arpan Publications	Tender Advertisement	7,000
29-09-2024	Sai Arpan Publications	Tender Advertisement	12,000
15-01-2024	Orel Outsourcing	DPR Charges	45,000
12-01-2024	Sai Inficon	Estimate, Blueprint & RCC design	86,488
NA	Travel Expenses	The letter dated December 12, 2024, regarding the actual purpose has been submitted; however, the supporting documents i.e. travel bills are pending for verification.	62,300
31-08-2024	Sujay Computers	Office Expense Computer/Laptop	1,55,000

Approval letter from PIU-VSTF

Approval letter from PIU-VSTF has been provided by the CBO.

-

Not-Complied

Request you to kindly provide the clarification regarding the observation raised.

Declaration

Complied



02-08-2024	Elliptical Services India Pvt Ltd	Trademark Registration	35,400
05-08-2024	Bombay Test House Private Ltd	Corn Cob Testing	38,350
2023-24 & 2024-25	NA	Other Items Challan, MPCB & Others	2,31,895
Jan-24 to Dec-24	Rent	Rent Per Month Rs. 10,000/- for the period Jan 2024 to Dec 2024 Note: The grant sanction letter has been approved on March 7, 2024	1,20,000
			10,01,433

Note: As per the information provided by the CBO, the operative expenses amounts to Rs. 13,26,402/-, however, an amount of Rs. 3,24,969/- has been paid via challan which reflects the name of an unrelated individual, Mr. Rohan Galpelli. Further, the purpose and justification for this payment have not been furnished and the relevant supporting documents are yet to be verified.

Grant Working

1.	The below table is as per the figure mentioned in the Grant Agreement made available to us and Actual Cost Incurred mentioned as per record made available to us.	-	Not Complied	-	Not Complied	UC	Complied																																							
<table border="1"> <thead> <tr> <th>SN</th> <th>Sub-Project Component</th> <th>Cost (In Lakhs)</th> <th>SMART Grant (In Lakhs)</th> <th>CBO Equity (In Lakhs)</th> <th>Actual Cost Incurred as per Bank Statement (In Lakhs)</th> <th>Remarks</th> </tr> </thead> <tbody> <tr> <td colspan="7">A Core Investment in Sub-Project Component</td> </tr> <tr> <td>1</td> <td>Godown: 700 Mtons</td> <td>80.64</td> <td>48.38</td> <td>32.26</td> <td rowspan="2">85.54</td> <td rowspan="2">Partially Utilized</td> </tr> <tr> <td>2</td> <td>Construction of Processing Plant (28*18.90 Sq. Mtr.) = 529.20 Sq. Mtr.</td> <td>72.06</td> <td>43.24</td> <td>28.82</td> </tr> <tr> <td>3</td> <td>Fully Automatic Seed Cleaning and Grading Plant 2.00 TPH</td> <td>18.70</td> <td>11.22</td> <td>7.48</td> <td>-</td> <td>Not Utilized</td> </tr> <tr> <td>4</td> <td>Rotary Machine for Dry Leave Separation: 2 Ton/Day</td> <td>4.67</td> <td>2.8</td> <td>1.87</td> <td>-</td> <td>Not Utilized</td> </tr> </tbody> </table>		SN	Sub-Project Component	Cost (In Lakhs)	SMART Grant (In Lakhs)	CBO Equity (In Lakhs)	Actual Cost Incurred as per Bank Statement (In Lakhs)	Remarks	A Core Investment in Sub-Project Component							1	Godown: 700 Mtons	80.64	48.38	32.26	85.54	Partially Utilized	2	Construction of Processing Plant (28*18.90 Sq. Mtr.) = 529.20 Sq. Mtr.	72.06	43.24	28.82	3	Fully Automatic Seed Cleaning and Grading Plant 2.00 TPH	18.70	11.22	7.48	-	Not Utilized	4	Rotary Machine for Dry Leave Separation: 2 Ton/Day	4.67	2.8	1.87	-	Not Utilized					
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5	Inclined Belt Conveyor for Raw Material /Semi Raw Material Movement (02 Units)	9.27	5.56	3.71	9.27	Utilized
6	Pre-Crusher Machine for Corncob: 200-300 Kgs/Hrs	9.82	5.89	3.93	9.82	Utilized
7	Hammer Crusher with pneumatic Conveying System, Hammer Crusher, Magnetic Device, Motor, Cyclone Collector, Blower, Filter, Dust Collector: 250 Kgs/Hrs	9.88	5.92	3.96	9.90	Over Utilized
8	Vibrating Screen Machine -36"	8.33	4.99	3.34	-	Not Utilized
9	Air Classifier for Dust and Foreign Particle Removals.	5.31	3.19	2.12	5.61	Over Utilized
10	Industrial Fan for Air Flow (02:Qty)	0.30	0.18	0.12	-	Not Utilized
11	Front Loader for Raw Corncob Shifting to Input Section	5.78	3.47	2.31	5.78	Utilized
12	Weigh Bridge: 60 M Tons	7.00	4.20	2.80	-	Not Utilized
13	Bag Stitching Machine of Two Needles (02 Qty)	0.15	0.09	0.06	0.15	Utilized
14	Digital Moisture Meter	0.06	0.04	0.02	0.06	Utilized
15	Weighing Machine: 100 Kgs	0.18	0.11	0.07	0.18	Utilized
16	Emergency Fire Extinguisher	0.29	0.17	0.12	-	Not Utilized
17	Roof Top Solar Paneling: 66 KWp	35.99	21.59	14.40	-	Not Utilized
18	28 HP 4 WD Tractor	6.00	3.60	2.40	6.21	Over Utilized
19	Trailer: 5 Tons	1.50	0.90	0.60	1.48	Under Utilized
	Sub-Total (A)	275.93	165.54	110.39	134.00	
B	5% Operative Expenses	13.80	8.28	5.52	9.19	Subject to Annexure 4
	Sub-Total (B)	13.80	8.28	5.52	9.19	-
	Total (A+B)	289.73	173.82	115.91	143.19	-

