

Annual Report

Of

**KRANTISURYA
AGRO FARMER
PRODUCER
COMPANY LIMITED**

31-03-2025

R Subhash & Associates
Chartered Accountants



R SUBHASH & ASSOCIATES
CHARTERED ACCOUNTANTS

Office : 201, Shrika Corporate, Pande Layout,
Khamla, Nagpur- 440026
E-mail : casubhash.ngp@gmail.com
Mob. : 9822467393

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF KRANTISURYA AGRO FARMER PRODUCER
COMPANY LIMITED

I OPINION

We have audited the accompanying Standalone financial statements of M/s. **KRANTISURYA AGRO FARMER PRODUCER COMPANY LIMITED**, which comprises the Balance Sheet as at March 31, 2025 and the Statement of Profit and Loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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 March 31, 2025, and its profit for the year ended on that date.

II Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.



Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

IV Responsibility of Management 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 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

V Auditor's Responsibility 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 scepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- 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.

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.



VI Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matter specified in the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in the terms of sub-section (11) of section 143 of the Companies Act 2013, since in our opinion and according to the information and explanation given to us, the said order is not applicable to the company during the year under audit.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The company has no branch office. The reports on the accounts of the branch offices of the Company audited under Section 143(8) is not applicable.
 - d) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendments Rules, 2016.
 - f) On the basis of the written representations received from the directors taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
 - g) This report does not include a statement on the adequacy of Internal Financial Controls over financial reporting of the company & the operating effectiveness of such controls, since in our opinion and according to the information and explanation given to us, it is not applicable to the company during the year under audit.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contract including derivative contracts for which there were any material foreseeable losses.
 - iii. There was no amount, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or



otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub clause (iv) (a) and (iv) (b) contain any material mis-statement.

- v. The Company has not declared or paid any dividend during the year (or "has complied with Section 123 of the Companies Act, 2013 with respect to dividend declared").
- vi. As per the information and explanations given to us and based on our examination, the Company has used such accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all relevant transactions recorded in the software. Further, during the course of audit, we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.



For R Subhash & Associates
Chartered Accountants
(FRN- 158734W)

A handwritten signature in black ink, appearing to read "Subhash Rahangdale".

SUBHASH RAHANGDALE
M No. 153375

Place : NAGPUR

Date : 19-11-2025

UDIN: 25153375BMJQSE1190

Balance Sheet as at 31st March 2025

₹ in hundred

Particulars	Note No.	As at 31st March 2025	As at 31st March 2024
EQUITY AND LIABILITIES			
Shareholder's funds			
Share capital	1	4,660.00	3,900.00
Reserves and surplus	2	207.78	173.65
Money received against share warrants			
		4,867.78	4,073.65
Share application money pending allotment			
Non-current liabilities			
Long-term borrowings	3	14,200.00	10,200.00
Deferred tax liabilities (Net)			
Other long term liabilities			
Long-term provisions	4		
		14,200.00	10,200.00
Current liabilities			
Short-term borrowings			
Trade payables	5		
(A) Micro enterprises and small enterprises			
(B) Others		477.65	297.66
Other current liabilities	6	40,625.21	27,754.18
Short-term provisions	4	161.49	138.91
		41,264.35	28,190.75
TOTAL		60,332.13	42,464.40
ASSETS			
Non-current assets			
Property, Plant and Equipment and Intangible assets	7		
Property, Plant and Equipment		28,873.78	14,929.54
Intangible assets			
Capital work-in-Progress			
Intangible assets under development			
Non-current investments			
Deferred tax assets (net)			
Long-term loans and advances	8	25,450.00	(1,500.00)
Other non-current assets			
		54,323.78	13,429.54
Current assets			
Current investments			
Inventories			
Trade receivables			
Cash and cash equivalents	9	6,008.35	28,984.86
Short-term loans and advances			
Other current assets	10		50.00
		6,008.35	29,034.86
TOTAL		60,332.13	42,464.40

The accompanying notes are an integral part of the financial statements.

As per our report of even date
 For R Subhash and Associates
 Chartered Accountants
 (FRN: 158734W)

For and on behalf of the Board of Directors

Subhash
 SUBHASH RAHANGDALE
 PROPRIETOR
 Membership No.: 153375
 UDIN : 25153375BIMJQSE1190
 Place: NAGPUR
 Date: 19/11/2025



DIRECTOR

DIRECTOR

Statement of Profit and loss for the year ended 31st March 2025

Particulars	Note No.	₹ in hundred	
		31st March 2025	31st March 2024
Revenue			
Revenue from operations			
Other income	11	17,384.00	15,802.74
Total Income		17,384.00	15,802.74
Expenses			
Cost of material Consumed			
Purchase of stock-in-trade	12		
Changes in inventories	13	15,788.27	14,211.00
Employee benefit expenses			
Finance costs	14	960.00	960.00
Depreciation and amortization expenses			
Other expenses	15		
Total expenses	16	589.61	571.40
Profit before exceptional, extraordinary and prior period items and tax		17,337.88	15,742.40
Exceptional items		46.12	60.34
Profit before extraordinary and prior period items and tax		46.12	60.34
Extraordinary items			
Prior period item			
Profit before tax			
Tax expenses		46.12	60.34
Current tax			
Deferred tax	17	11.99	9.41
Excess/short provision relating earlier year tax			
Profit(Loss) for the period			
Earning per share-in ₹		34.13	50.93
Basic			
Before extraordinary Items	18		
After extraordinary Adjustment		0.73	1.31
Diluted			
Before extraordinary Items			
After extraordinary Adjustment		0.73	1.31

The accompanying notes are an integral part of the financial statements.

As per our report of even date
 For R Subhash and Associates
 Chartered Accountants
 (FRN: 158734W)

For and on behalf of the Board of Directors

SUBHASH RAHANGDALE
 PROPRIETOR
 Membership No.: 153375
 UDIN : 25153375BMJQSE1190
 Place: NAGPUR
 Date: 19/11/2025



DIRECTOR

DIRECTOR

Notes to Financial statements for the year ended 31st March 2025
 The previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.

Note No. 1 Share Capital

₹ in hundred

Particulars	As at 31st March 2025	As at 31st March 2024
Authorised :		
5000 (31/03/2024:5000) Equity shares of Rs. 100.00/- par value	5,000.00	5,000.00
Issued :		
4660 (31/03/2024:3900) Equity shares of Rs. 100.00/- par value	4,660.00	3,900.00
Subscribed and paid-up :		
4660 (31/03/2024:3900) Equity shares of Rs. 100.00/- par value	4,660.00	3,900.00
Total	4,660.00	3,900.00

Reconciliation of the Shares outstanding at the beginning and at the end of the reporting period

Equity shares

₹ in hundred

	As at 31st March 2025		As at 31st March 2024	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the period	3,900	3,900.00	3,900	3,900.00
Issued during the Period	760	760.00		
Redeemed or bought back during the period				
Outstanding at end of the period	4,660	4,660.00	3,900	3,900.00

Right, Preferences and Restriction attached to shares

Equity shares

The company has only one class of Equity having a par value Rs. 100.00 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the board of directors is subject to the approval of the shareholders in ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

Note No. 2 Reserves and surplus

₹ in hundred

Particulars	As at 31st March 2025	As at 31st March 2024
Surplus		
Opening Balance	173.65	122.72
Add: Profit for the year	34.13	50.93
Less : Deletion during the year		
Closing Balance	207.78	173.65
Balance carried to balance sheet	207.78	173.65

Note No. 3 Long-term borrowings

₹ in hundred

Particulars	As at 31st March 2025			As at 31st March 2024		
	Non-Current	Current Maturities	Total	Non-Current	Current Maturities	Total
Other Loans and advances						
GAURAV TRADING COMPANY	4,950.00		4,950.00	10,200.00		10,200.00
MANOJ GANGARAM NAGPURE	7,250.00		7,250.00			
RAMESH CHAITRAM GARADE	2,000.00		2,000.00			
	14,200.00		14,200.00	10,200.00		10,200.00
The Above Amount Includes						
Unsecured Borrowings	14,200.00		14,200.00	10,200.00		10,200.00
Net Amount	14,200.00		14,200.00	10,200.00	0	10,200.00



Note No. 4 Provisions

₹ in hundred

Particulars	As at 31st March 2025			As at 31st March 2024		
	Long-term	Short-term	Total	Long-term	Short-term	Total
Other provisions						
Audit Fees Payable		69.50	69.50		49.50	49.50
Provision for Income Tax		11.99	11.99		9.41	9.41
Salary Payable		80.00	80.00		80.00	80.00
Total		161.49	161.49		138.91	138.91

Note No. 5 Trade payables

₹ in hundred

Particulars	As at 31st March 2025	As at 31st March 2024
(B) Others		
Sundry Creditors	477.65	297.66
Total	477.65	297.66

Note No. 6 Other current liabilities

₹ in hundred

Particulars	As at 31st March 2025	As at 31st March 2024
Unpaid matured deposits and interest accrued thereon		
Security Deposit (Akhande)	1,455.40	899.37
	1,455.40	899.37
Others payables		
Advance From Farmers	20,690.00	16,950.00
Royalty Payable	0.82	194.81
Grant Received for Free Demonstration	3,598.99	
Grant Utilized (Demonstration)	(2,590.00)	
Smart Project Grant Received	17,470.00	9,710.00
	39,169.81	26,854.81
Total	40,625.21	27,754.18

NOTE: As per AS 12 Government Grant, the company has received Smart Grant of Rs. 7,76,000/- & the company has utilized Rs. Nil /-. The unutilized amount of Grant as on 31.03.2025 is Rs 17,47000/-.



Note No. 7 Property, Plant and Equipment and Intangible assets as at 31st March 2025

Assets	Useful Life (In Years)	Gross Block						Accumulated Depreciation/ Amortisation				Net Block	
		Balance as at 1st April 2024	Additions during the year	Revaluation increase (decrease)	Deletion during the year	Increase (Decrease) through net exchange difference	Other Adjustment (Gross Block)	Balance as at 31st March 2025	Balance as at 1st April 2024	Provided during the year	Deletion / adjustment during the year	Balance as at 31st March 2025	Balance as at 31st March 2024
A Tangible assets													
Own Assets													
Asta Machine		0.01											0.01
Dal Mill Machine			3,009.00										3,009.00
Godown WIP		14,929.52	10,935.24										25,864.76
Uniya Machine		0.01											0.01
Total (A)		14,929.54	13,944.24										28,873.78
P.Y Total		14,929.54											14,929.54

General Notes :

1. No depreciation if remaining useful life is negative or zero.
2. Depreciation is calculated on pro-rata basis in case assets is purchased/sold during current F.Y.
3. If above assets is used for any time during the year for double shift, the depreciation will increase by 50% for that period and in case of the triple shift the depreciation shall be calculated on the basis of 100% for that period.



Note No. 8 Loans and advances

Particulars	As at 31st March 2025		As at 31st March 2024	
	Long-term	Short-term	Long-term	Short-term
Other loans and advances				
GOMA B LILHARE	2,000.00			
HEMRAJ BABURAO LANJEWAR	8,500.00		(1,500.00)	
JIWAN SANGHARSH AGRO FARMER	2,500.00			
LAXMAN MOTIRAM SIHORE	1,000.00			
MANOJ M DAMAHE	3,400.00			
MAYURKUMAR RAJKUMAR SAWWALAKHE	1,500.00			
SARITA CHHAGAN BASHINE	5,000.00			
VANITA BHARAT DAMAHE	1,000.00			
VILAS LAXMAN MUNDOKAR	550.00			
	25,450.00		(1,500.00)	
Total	25,450.00		(1,500.00)	

Note No. Inventories

Particulars	As at 31st March 2025	As at 31st March 2024
(Valued at cost or NRV unless otherwise stated)		
Total		

Note No. 9 Cash and cash equivalents

Particulars	As at 31st March 2025		As at 31st March 2024	
Balance with banks				
Bank of Maharashtra (4230)	3,374.08	3,374.08	6,385.36	6,385.36
CANARA BANK	2,292.96	2,292.96	22,566.26	22,566.26
Total	5,667.05	5,667.05	28,951.62	28,951.62
Cash in hand				
Cash	341.31	341.31	33.24	33.24
Total	341.31	341.31	33.24	33.24
Total	0	6,008.36	0	28,984.86

Note No. 10 Other current assets

Particulars	As at 31st March 2025	As at 31st March 2024
Other Assets		50.00
Misc. Expenses (ASSET)		50.00
Total		

Note No. 11 Revenue from operations

Particulars	31st March 2025	31st March 2024
Sale of products	17,384.00	15,802.74
Sale Account	17,384.00	15,802.74
Revenue from operations	17,384.00	15,802.74
Less: Excise duty		
Net revenue from operations	17,384.00	15,802.74

Note No. 13 Purchase of stock-in-trade

Particulars	31st March 2025	31st March 2024
Purchase Account	15,788.27	14,211.00
Total	15,788.27	14,211.00



Note No. 14 Employee benefit expenses

₹ in hundred

Particulars	31st March 2025	31st March 2024
Salaries and Wages		
Salary Expenses	960.00	960.00
	960.00	960.00
Total	960.00	960.00

Note No. 16 Other expenses

₹ in hundred

Particulars	31st March 2025	31st March 2024
Transportation Expenses	174.60	156.90
Accounting Charges	100.00	100.00
Audit fees	20.00	20.00
Bank charges	16.95	50.55
Incorporation Expenses W/off	50.00	50.00
Meeting Expenses	71.40	60.20
Office Expenses	29.60	15.88
Other Misc Expenses	31.40	26.88
Printing and Stationery Exp	20.66	15.99
Roc and Other Compliance Exp	75.00	75.00
Total	589.61	571.40

Note No. 17 Current tax

₹ in hundred

Particulars	31st March 2025	31st March 2024
Current tax pertaining to current year	11.99	9.41
Total	11.99	9.41

Note No. 18 Earning Per Share

₹ in hundred

Particulars	Before Extraordinary items		After Extraordinary items	
	31st March 2025	31st March 2024	31st March 2025	31st March 2024
Basic				
Profit after tax (A)	34.13	50.93	34.13	50.93
Weighted average number of shares outstanding (B)	4,660	3,900	4,660	3,900
Basic EPS (A / B)	0.73	1.31	0.73	1.31
Diluted				
Profit after tax (A)	34.13	50.93	34.13	50.93
Weighted average number of shares outstanding (B)	4,660	3,900	4,660	3,900
Diluted EPS (A / B)	0.73	1.31	0.73	1.31
Face value per share	100.00	100.00	100.00	100.00



KRANTISURYA AGRO FARMER PRODUCER COMPANY LIMITED

The details of Shareholders holding more than 5% shares

Sr.No.	Name of Shareholder	31.3.2025		31.3.2024	
		No. of Shares	% held	No. of Shares	% held
1					
2					
Total		0	0	0	0

**DISCLOSURE REQUIREMENT AS PER AS-18 :
RELATED PARTY DISCLOSURE (01.04.2024 TO 31.03.2025)**

List of related parties and relationship where transaction has taken place

S.No.	NAME OF THE RELATED PARTIES	Relation
1		
2		

NATURE OF RELATIONSHIP →	KEY MANAGEMENT PERSONNEL	
NATURE OF TRANSACTION ↓		
Loan Accepted	1,755,000.00	1,140,000.00
Loan Repaid	1355000.00	120,000.00
Closing Balance (Dr)		
Closing Balance (Cr)	1,420,000.00	1,020,000.00



SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS

A. Significant Accounting Policies

1. Basis of accounting:-

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) including the Accounting Standards notified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.

The financial statements have been prepared under the historical cost convention on accrual basis.

2. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

3. Revenue Recognition :-

Expenses and Income considered payable and receivable respectively are accounted for on accrual basis.

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

4. Property, Plant & Equipment :-

Property, Plant & Equipment including intangible assets are stated at their original cost of acquisition including taxes, freight and other incidental expenses related to acquisition and installation of the concerned assets less depreciation till date.

Company has adopted cost model for all class of items of Property Plant and Equipment.

5. Depreciation :-

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Depreciation on assets acquired/sold during the year is recognised on a pro-rata basis to the statement of profit and loss till the date of acquisition/sale.



The carrying amount of assets is reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets, net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

6. Foreign currency Transactions :-

Transactions arising in foreign currencies during the year are converted at the rates closely approximating the rates ruling on the transaction dates. Liabilities and receivables in foreign currency are restated at the year-end exchange rates. All exchange rate differences arising from conversion in terms of the above are included in the statement of profit and loss.

7. Investments :-

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminutions in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

8. Inventories :-

Inventories are valued as under:-

1. Inventories : At cost
2. Scrap : At net realizable value.

9. Borrowing cost:-

Borrowing costs that are attributable to the acquisition or construction of the qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended uses or sale. All other borrowing costs are charged to revenue in the year of incurrence. The amount of borrowing cost capitalized during the year is NIL.

10. Taxes on Income:-

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961.

11. Provisions, Contingent Liabilities and Contingent Assets:- (AS-29)

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made.



Contingent Liabilities is disclosed in Notes to the account for:-

- (i) Possible obligations which will be confirmed only by future events not wholly within the control of the company or
- (ii) Present Obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognized in the financial statement since this may result in the recognition of the income that may never be realized.

General:

Except wherever stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied.



Contingent Liabilities is disclosed in Notes to the account for:-

- (i) Possible obligations which will be confirmed only by future events not wholly within the control of the company or
- (ii) Present Obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognized in the financial statement since this may result in the recognition of the income that may never be realized.

General:

Except wherever stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied.

