

10TH ANNUAL REPORT

2019-20

***NOVA AGRI SCIENCES
PRIVATE LIMITED***



Corporate Information

Board of Directors:

Sambasivarao Yeluri	Director
Pullela Ajay Babu	Director
Kiran Kumar Atukuri	Director

Corporate Identity Number: U01403TG2010PTC068405

Registered Office:

From 10.03.2020

Sy.No.251/A/1., Singannaguda Village
Mulugu Mandal Siddipet
Medak TG 502279 IN

Till 10.03.2020

Plot No. 57, Hanuman Nagar, Chinatokatta,
New Bowenpally, Secunderabad – 500011, Telangana.

E-Mail : nova.agritech@gmail.com

Statutory Auditors:

M/s. NSVR and Associates
LLP, Chartered Accountants,
FRN: 008801S/S200060
Address: Plot No. 28, Flat No.
202, Nestcon Gayatri, Road No.
10, Banjara Hills, Hyderabad-
500034, Telangana.

NOVA AGRI SCIENCES PRIVATE LIMITED

CIN: U01403TG2010PTC068405

Regd. Office: Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet
Medak 502279, Telangana

NOTICE

Notice is hereby given that the 10th Annual General Meeting of the members of '**NOVA AGRI SCIENCES PRIVATE LIMITED**' ("**THE COMPANY**") will be held on Thursday, the 31st day of December 2020 at 03.00 P.M. at its registered office situated at Sy. No. 251/A/1, Singannaguda Village Mulugu Mandal Siddipet, Medak – 502279, Telangana for transacting the following business:

ORDINARY BUSINESS:

- 1. Adoption of Audited Financial Statements of the Company for the financial year ended 31st March, 2020 and the reports of the Auditors and Board of Directors thereon.**

To consider and if thought fit, to pass with or without modification(s) the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of section 129 and all other applicable provisions of the Companies Act, 2013 and Rules made there under the Audited Financial Statements of the Company for the financial year ended 31st March, 2020, together with the Report of the Board of Directors and the Auditors thereon, be and are hereby considered, approved and adopted."

"RESOLVED FURTHER THAT the Board of Directors be and are hereby authorized to do or cause to be done all such acts, deeds and things as may be required or considered necessary or incidental thereto for giving effect to the aforesaid resolution."

- 2. To Appoint a director in place of Mr. Pullela Ajay Babu (holding DIN: 07227687) who retires by rotation, and being eligible offers himself for re-appointment:**

To consider and, if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution:

"RESOLVED THAT Mr. Pullela Ajay Babu (holding DIN: 07227687), who retires by rotation and being eligible offers himself for re-appointment, be and is hereby appointed as Director of the Company, liable to be retire by rotation."

"RESOLVED FURTHER THAT the Board of Directors be and are hereby authorized to do or cause to be done all such acts, deeds and things as may be required or considered necessary or incidental thereto for giving effect to the aforesaid resolution."

By Order of the Board
For NOVA AGRI SCIENCES PRIVATE LIMITED

Date: 25-10-2020

Place: Singannaguda


Kiran Kumar Atukuri
Director
DIN: 08143781

NOTES:

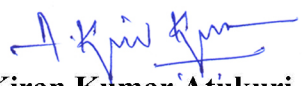
1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE 10TH ANNUAL GENERAL MEETING (AGM) IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE ON HIS / HER BEHALF ONLY ON A POLL. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT OF PROXY, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE AGM.
2. As required under SS-2 issued by the ICSI, a route map, including a prominent landmark, showing directions to reach the AGM venue is annexed to the Annual Report.
3. Pursuant to Section 113 of the Companies Act, 2013 and Rules framed there under, the corporate members intending to send their authorized representatives to attend the AGM are requested to send to the Company, a certified copy of the Board Resolution and Power of Attorney, if any, authorizing their representative(s) to attend and vote, on their behalf, at the AGM.
4. The Ministry of Corporate Affairs (MCA), Government of India has introduced a 'Green initiative in Corporate Governance' by allowing paperless compliances by the Companies for service of documents to their Members through electronic mode, which will be in compliance with Section 20 of the Companies Act, 2013 and Rules framed there under.
5. Members are requested to bring and produce the Attendance Slip duly signed as per the specimen signature recorded with the Company for admission to the AGM venue.

Details of Directors seeking re-appointment at the forthcoming Annual General Meeting
[Pursuant to Clause 1.2.5 of Secretarial Standards-2 on General Meetings]

A	Name	Mr. Pullela Ajay Babu
B	Brief Resume	
	i) Age	About 55 years
	ii) Qualification	B.A
	iii) Experience in specific functional area	Agricultural Products
	iv) Date of appointment on the Board of the Company	06.12.2017
C	Nature of expertise in specific functional Areas	Agricultural Products, bio fertilizers, bio Chemicals
D	Names of other companies in which he is acting as Director	Nova Agri Seeds India Private Limited Nova Ferticare Private Limited
E	Name(s) of companies in which committee Membership(s) held	NIL
F	No. of shares of Rs. 10/- each held by the Director	NIL
G	Relationship with other director	Not related to any

By Order of the Board
For, NOVA AGRI SCIENCES PRIVATE LIMITED

Date: 25-10-2020
Place: Singannaguda


Kiran Kumar Atukuri
Director
DIN: 08143781

NOVA AGRI SCIENCES PRIVATE LIMITED

CIN: U01403TG2010PTC068405

Regd. Office: Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet
Medak 502279, Telangana

Form No. MGT-11

PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the
Companies (Management and Administration) Rules, 2014)

Name of the member(s) :	
Registered Address :	
E-mail Id :	
Folio No./ Client ID :	DP ID:

I/ We, being the member(s) of _____ shares of the above named Company, hereby appoint:

- 1) Name _____
Address: _____
Email ID: _____
Signature _____ or failing him/her;
- 2) Name _____
Address: _____
Email ID: _____
Signature _____ or failing him/her;
- 3) Name _____
Address: _____
Email ID: _____
Signature _____

as my/ our Proxy to attend and vote (on a poll) for me/ us and on my/ our behalf at the 10th Annual General Meeting of the Company, to be held on Thursday, the 31st day of December 2020 at 03.00 P.M. at its registered office situated at Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN India and at any adjournment thereof in respect of the following resolutions:

Resol ution No.	Ordinary and Special Business:
1	Adoption of Audited Financial Statements of the Company for the financial year ended 31 st March, 2020 and the reports of the Auditors and Board of Directors thereon.
2	To Appoint a director in place of Mr. Pullela Ajay Babu (holding DIN: 07227687) who retires by rotation, and being eligible offers himself for re-appointment

Affix
Revenue
Stamp

Signed this _____ day of December, 2020

Signature of Shareholder: _____

Signature of Proxy holder: _____

NOVA AGRI SCIENCES PRIVATE LIMITED

CIN: U01403TG2010PTC068405

Regd. Office: Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet
Medak 502279, Telangana

ATTENDANCE SLIP

DP.ID*		Master Folio No.	
Client ID*		No. of Shares held	

I hereby record my presence at the 10th Annual General Meeting of the Company on Thursday, the 31st day of December 2020 at 03.00 P.M. at its registered office situated at Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN.

MEMBER'S/PROXY'S NAME IN BLOCK LETTER	
MEMBER'S/PROXY'S/AUTHORIZED REPRESENTATIVE'S SIGNATURE	

NOTES:

1. Please complete the DP ID- Client ID No. and name of the Member/Proxy, sign this attendance slip and hand it over, duly signed, at the entrance of the meeting hall.
2. Shareholder/Proxy holder desiring to attend the meeting should bring his/her copy of the notice of Annual General Meeting for reference at the meeting.

* Applicable for shareholders holding shares in electronic form.

ROUTE MAP FOR THE 10th ANNUAL GENERAL MEETING



NOVA AGRI SCIENCES PRIVATE LIMITED

CIN: U01403TG2010PTC068405

Regd. Office: Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet
Medak 502279, Telangana

DIRECTORS' REPORT

Your Directors have pleasure in presenting the **10th ANNUAL REPORT** on the business and operations of the Company together with the Audited Financial Statements for the Financial Year ended March 31, 2020.

FINANCIAL PERFORMANCE:

(Values in Rs.)

Particulars	Year Ended March 31, 2020	Year Ended March 31, 2019
Income from Operations	40,66,01,313	20,68,59,462
Other income	4,767	1,63,215
Total income	40,66,06,080	20,70,22,677
Total Expenditure	37,87,64,294	19,91,57,971
Profit Before Tax	2,78,41,786	78,64,707
Less: Tax expenses	86,65,150	28,06,432
Net Profit/Loss	1,91,76,636	50,58,275

SUMMARY OF OPERATIONS & STATE OF COMPANY'S AFFAIRS:

During the financial year under review your company recorded a profit for the FY 2019-20 Rs. **1,91,76,636/-** as against a profit of Rs. **50,58,275/-** for the FY 2018-19. The affairs of the Company are conducted in accordance with the accepted business practices and within the purview of the applicable legislations.

SUBSIDIARY(IES)

SUBSIDIARY COMPANIES/JOINT VENTURES/ASSOCIATE COMPANIES:

The Company does not have any Subsidiary Company, Joint Ventures. However, your Company is a Subsidiary Company of Nova Agritech Limited.

During the year under review no Company has become/ceased to be its Subsidiary, Joint Venture or Associate of Company.

SHARE CAPITAL:

The paid- up Equity Share Capital as at March 31, 2020 stood at Rs. 1,80,00,000/-. During the year, under review, there is no change in the capital structure of the company.

CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of the business during the financial year under review.

ABOUT COVID-19 PANDEMIC:

As the recent development of Covid-19 Pandemic started in the end of financial year 2019-20 lead to global crisis and forcing all the governments to enforce lockdowns on all economic activity and accordingly work from home was enable strictly in our company to ensure the health and well-being of all the employees, and on minimizing – disruption to services to all our customers/ clients domestically and globally.

DIVIDEND:

The Board of directors do not recommend any Dividend for the year under review.

TRANSFERS TO RESERVES:

During the year under review, the company has transferred Rs. 1,91,76,636/- to reserves for the financial year 2019-20.

MATTERS RELATED TO DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the year under review, there is no change in the Board of Directors of the Company.

Mr. Pullela Ajay Babu (holding DIN: 07227687), who retires by rotation and being eligible offers himself for re-appointment, be and is hereby appointed as Director of the Company, liable to be retire by rotation.

NO. OF BOARD MEETINGS HELD DURING THE YEAR:

The Board of Directors duly met 5 (Five) times and in respect of which meetings, proper notices were given and the proceedings were properly recorded.

DIRECTORS' RESPONSIBILITY STATEMENT:

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the Internal, Statutory Auditors and the reviews performed by Management and the Board, the Board is of the opinion that the Company's internal financial controls were adequate and effective during the financial year 2019-20.

Accordingly, pursuant to Section 134 (3) (c) and 134 (5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- i. in the preparation of the annual accounts for the year ended March 31, 2020, the applicable accounting standards have been followed and there are no material departures;

- ii. accounting policies have been selected and applied consistently and judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company as at FY ended March 31, 2019 and of the profit and loss of the Company for that period on that date;
- iii. proper and sufficient care have been taken for the maintenance of accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company, for preventing & detecting fraud and/or other irregularities;
- iv. the annual accounts have been prepared on a going concern basis;
- v. internal financial controls have been laid down by the Company and that such internal financial controls are adequate and are operating effectively; and
- vi. proper systems have been devised to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

STATUTORY AUDITORS:

Pursuant to Section 139, 141 & 142, and other applicable provisions, if any, of the Companies Act, 2013, M/s. NSVR & ASSOCIATES, Chartered Accountants (Firm Registration No. 008801S/S200060) were appointed by the Shareholders of the Company as Statutory Auditors of the Company to hold office from the conclusion of the 8th Annual General Meeting of the Company to the conclusion of the 13th Annual General Meeting.

REPLIES TO THE STATUTORY AUDITOR'S REMARKS

The Auditors Report for the financial year ended 31st March, 2020 does not contain any qualification, adverse remark or reservation and therefore, do not call for any further explanation or comments from the Board under Section 134 (3) of the Companies Act, 2013.

FRAUDS REPORTED BY THE AUDITORS

There are no frauds reported by auditors under sub-section (12) of section 143 other than those which are reportable to the Central Government.

COST RECORDS/ COST AUDIT

As per the criteria laid down in Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, your Company is not required to maintain of cost records and accordingly cost audit is not applicable to your comp.

PUBLIC DEPOSITS

During the Financial Year 2019-20, your Company has not accepted/ not required to renew any deposit that falls within the meaning of Section 73 and 74 of the Companies Act, 2013.

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS UNDER SECTION 186:

During the year under review, the Company has not given any loan/ provided guarantee/ made any investments as specified under the provisions of section 186 of the Companies Act, 2013.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, affecting the financial position of the Company which have occurred during/ after the balance sheet date till the date of this directors' report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS

During the Financial year under review, no significant and material orders passed by regulators or courts or tribunals impacting the going concern status and company operations in future.

RISK MANAGEMENT FRAMEWORK:

The Company has a robust internal business management framework to identify, evaluate business risks and opportunities which seeks to minimize adverse impact on the business objectives and enhance the Company's business prospects.

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of the Annual Return in form MGT 9 as required under Section 92 of the Companies Act, 2013, is annexed herewith as 'Annexure I' to this report.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

During the year under review, there were transactions entered with Related Parties under the provisions of Section 188 of the Companies Act, 2013 and the Rules made thereunder. Please refer Note No. 27 of Notes to Financial Statements.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Conservation of energy:

The operations of the Company are not energy-intensive. However, The Company is making continuous efforts on ongoing basis to conserve the energy by adopting innovative measures to reduce wastage and optimize consumption.

	The steps taken or impact on conservation of energy	The operations of the company are not energy intensive, adequate measures have, however, been taken, to conserve and reduce wastage and optimize consumption.
	The steps taken by the company for utilizing alternate sour sources of energy	
	The Capital investment on energy conservation equipment's	

Technology Absorption: Nil**Foreign Exchange Earnings & Outgo:**

(Amount in Rs.)		
Particulars	2019-20	2018-19
Foreign Exchange earnings	0	0
Foreign Exchange outgo	0	0

CORPORATE SOCIAL RESPONSIBILITY (CSR)

Pursuant to Section 135 and Schedule VII of the Companies Act, 2013, the company do not fall under the class of companies as provided in the Act, hence, provisions of CSR shall not apply to the company.

PARTICULARS OF EMPLOYEES

There is no Employee drawing remuneration aggregating to the limits prescribed under the provisions of Section 134(3)(q) of the Companies Act, 2013 read with Rule 5(2) the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of the Annual Return in form MGT 9 as required under Section 92 of the Companies Act, 2013, are annexed herewith as 'Annexure 1' to this report.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The management has established and maintaining adequate internal financial controls to ensure orderly and efficient conduct of its business including adherence to company's policies to safeguard its assets, prevent and detect frauds and errors, check the accuracy and completeness of accounting records and prepare financial information.

RISK MANAGEMENT POLICY

The Company has developed and implemented a risk management policy which identifies major risks which may threaten the existence of the Company. The same has also been adopted by your Board and is also subject to its review from time to time. Risk mitigation process and measures have been also formulated and clearly spelled out in the said policy.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during each Calendar year:

- No. of complaints received : Nil
- No. of complaints disposed off : Nil

APPRECIATION:

The Directors express their appreciation to all employees of the various divisions for their diligence and contribution to performance. The Directors also record their appreciation for the support and co-operation received from bankers and all other stakeholders. Last but not the least, the Directors wish to thank all shareholders for their continued support.

By Order of the Board
For NOVA AGRI SCIENCES PRIVATE LIMITED

Date: 25-10-2020

Place: Singannaguda


Kiran Kumar Atukuri
Director
DIN: 08143781


Sambasivarao Yeluri
Director
DIN: 02311336

NOVA AGRI SCIENCES PRIVATE LIMITED

CIN: U01403TG2010PTC068405

Regd. Office: Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet
Medak 502279, Telangana

Annexure-I

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

For the financial year ended 31st March 2020

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U01403TG2010PTC068405
ii.	Registration Date	12th May 2010
iii.	Name of the Company	Nova Agri Sciences Private Limited
iv.	Category / Sub-Category of the Company	Private Limited Company
v.	Address of the Registered office and contact details	Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN
vi.	Whether listed Company	No
vii.	Name, Address & Contact details of Registrar & Transfer Agent, if any	NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

S. No.	Name and Description of main products / service	NIC Code of the Product/ Service	% to total turnover of the Company
1	Manufacture of pesticides and other Agro chemical products	2021	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S. No.	Name Of The Company	CIN	Holding/ Subsidiary/ Associate/ Joint Venture	% of shares held
1	Nova Agritech Limited	U01119TG2007PLC053 901	Holding Company	100

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):

(i) Category-wise Share Holding:

[illegible]

(2) Non-Institutions									
a) Bodies Corp.									
i) Indian	0	0	0	0	0	0	0	0	0
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									
i) Individual Shareholders holding nominal share capital upto Rs. 1 lakh	0	0	0	0	0	0	0	0	0
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	0	0	0	0	0	0	0	0	0
c) Others (specify)	0	0	0	0	0	0	0	0	0
i) NRI's	0	0	0	0	0	0	0	0	0
ii) Market Makers	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	0	0	0	0	0	0	0	0	0
Total Public Shareholding (B)=(B)(1)+(B)(2)	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs&ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	18,00,000	18,00,000	100	0	18,00,000	18,00,000	100	0

(ii) Shareholding of Promoters:

S. No.	Shareholder's Name	Shareholding at the beginning of the year (01-04-2019)			Shareholding at the end of the year (31-03-2020)			% change in Share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	

1.	Mohammad Ali	1	0.00005%	Nil	1	0.00005%	Nil	0
2.	Nova Agritech Limited	17,99,999	99.99995%	Nil	17,99,999	99.99995%	Nil	0
	Total	18,00,000	100.00	0	18,00,000	100.00	0	0

(iii) Change in Promoters' Shareholding (please specify, if there is no change):

S. No.		Shareholding at the beginning of the year			Cumulative Shareholding during the year		
		No. of Shares	% of total shares of the Company	Cumulative shareholding	No. of Shares	% of total shares of the Company	Cumulative shareholding
1.	At the beginning of the year	18,00,000	100%	18,00,000	100%	18,00,000	100%
	Date wise Increase / Decrease in Promoters Share Holding during the Year specifying the reasons for increase / decrease (e.g., allotment / transfer / bonus/sweat equity etc):	-	-	-	NIL	-	-
3.	At the end of the year	18,00,000	100%	18,00,000	100%	18,00,000	100%

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Not Applicable

(v) Shareholding of Directors and Key Managerial Personnel:

S. No.	Name	Shareholding					Cumulative Shareholding during the year	
		No. of Share at the Beginning (01.04.2019) / end of the year (31.03.2020)	% of total Shares of the Company	Date	Increase / Decrease in Shareholding	Reason	No. of shares	% of Total Shares of the Company
1.	Sambasivarao Yeluri	0	0	01-04-2019	-	-	0	0
		0	0	31-03-2020				
2.	Pullela Ajay Babu	0	0	01-04-2019	-	-	0	0
		0	0	31-03-2020				
3.	Kiran Kumar Atukuri	0	0	01-04-2019	-	-	0	0
		0	0	31-03-2020				

V. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due:

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	1,18,67,982	2,58,84,500	0	3,77,52,482
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	1,18,67,982	2,58,84,500	0	3,77,52,482
Change in Indebtedness during the financial year				
* Addition	0	0	0	0
* Reduction	47,33,597	40,37,492	0	87,71,089
Net Change	47,33,597	40,37,492	0	87,71,089
Indebtedness at the end of the financial year				
i) Principal Amount	71,34,385	2,18,47,008	0	2,89,81,393
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	71,34,385	2,18,47,008	0	2,89,81,393

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

(i) Remuneration to Managing Director, Whole-time Directors and/or Manager: *Not Applicable*

S. No.	Particulars of Remuneration	Name of MD/MTD/ Manager	Total Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NA	NA
2.	Stock Option	NA	NA
3.	Sweat Equity	NA	NA
4.	Commission - as % of profit - others, specify...	NA	NA
5.	Others, please specify	NA	NA
Total		NA	NA

(ii) Remuneration to other directors:

S. No.	Particulars of Remuneration	Amount
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NA
2.	Stock Option	NA
3.	Sweat Equity	NA
4.	Commission - as % of profit - others, specify...	NA
5.	Others, please specify	NA
Total		-

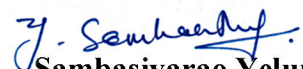
VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties / punishment / compounding of offences for the year ending March 31, 2020.

By Order of the Board
For NOVA AGRI SCIENCES PRIVATE LIMITED

Date: 25-10-2020
Place: Singannaguda


Kiran Kumar Atukuri
Director
DIN: 08143781


Sambasivarao Yeluri
Director
DIN: 02311336



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF NOVA AGRI SCIENCES PRIVATE LIMITED

Report on the Financial Statements:

We have audited the accompanying financial statements of **NOVA AGRI SCIENCES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

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 and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our 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 financial statements under the provisions of the Act and the Rules made thereunder, 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below as the Key audit matters to be communicated in our report.



A. Trade Receivables And Trade Payables: -

Net Trade receivables amounting to Rs.19,18,36,162. Net Trade payables amounting to Rs.21,43,96,171.

Both Trade receivables & Trade Payables are recognized at their anticipated realized value, which is the Original invoice amount less estimated value of allowance.

Both Trade receivables & Trade Payables are considered as key audit matters in the audit due to size of trade receivables & trade payable balance and the high level of management judgment used in determining the provision.

Our Key audit procedure includes the following: -

- We obtained balance confirmations from both vendors and customers;
- We analyzed the aging of trade receivables & payables; and
- We obtained a list of long outstanding receivables, Payables and assessed the recoverability of these through inquiry with management and by obtaining sufficient corroborative evidence to support the conclusions.

B. Valuation of Inventory: -

The Net carrying value of the inventory is Rs. 14,70,01,455. as on 31.03.2020 which is 39.16 % of the total assets of the company.

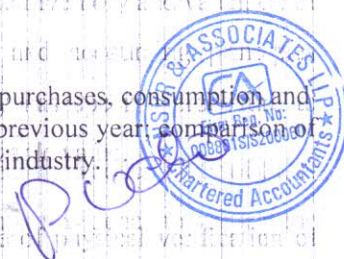
Valuation of Inventories considered as key audit matter in the audit due to size of the Inventory and valuation of Inventory includes management judgment. According to financial statements and accounting principles inventories are measured at lower of cost or net realizable value. The company has specific procedure to identifying the risk of obsolescence and measuring the inventories at cost or net realizable value.

Due to COVID-19 pandemic and resulting countrywide shutdown, the programme of physical verification of inventories of stores and spares could not be completed.

Our Key audit procedure includes the following: -

- We have obtained written confirmations of inventories held by the stores in-charge of different locations.
- We have tested the effectiveness of controls present for inwards and issues for consumption. We have selected samples of current year purchases present in closing stock and have verified there Goods Receipt Notes and subsequent payments made by the company.

We have employed analytical procedures such reconciliation of quantities of opening stock, purchases, consumption and closing stock; comparison of current year gross profit ratio with the gross profit ratio for the previous year; comparison of significant ratios relating to inventories with the similar ratios for other company in the same industry.



Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, 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 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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these 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 referred to in Section 133 of Companies Act 2013. 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 responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the Accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. 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.



ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Nova Agri Sciences Private Limited of even date)

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

We have audited the internal financial controls over financial reporting of **NOVA AGRI SCIENCES PRIVATE LIMITED** ("the Company") as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

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

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



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016, issued by the department of company affairs, in terms of section 143 (11) of the companies Act, 2013, and on the basis of our examination of the books and records as we considered appropriate and according to the information and explanation given to us, we give in the "Annexure B" a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.

2. As required by section 143(3) of the Companies Act 2013, 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 purpose of our audit.

b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

c) The Balance Sheet and Statement of Profit and Loss and Cash flow Statement dealt with by this Report are in agreement with the books of accounts.

d) In our opinion, the aforesaid financials comply with the Accounting Standards specified under of Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on March 31, 2020, and 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 sub section (2) of section 164 of the Companies Act, 2013.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i) There are no pending litigations for or against the Company which would impact its financial position.

ii) The Company does not have any derivatives contracts. Further there are no long term contracts for which provisions for any material foreseeable losses is required to be made.

iii) There are no amounts pending that are required to be transferred to Investor Education and Protection Fund.

Chartered Accountants
(FRN No.008801S/S200060).



Date: 25/10/2020 **P. Venkata Ratnam**
Place: Hyderabad

UDIN : 21230675AAAAGJ7169

For NSVR & ASSOCIATES LLP.,

Partner
M.no: 230675.

Meaning of internal financial Controls over Financial reporting

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

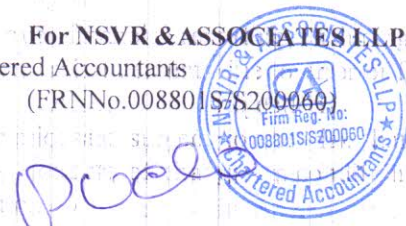
Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion:

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

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRN No. 008801S/S200060)



P. Venkata Ratnam
Partner

M.no: 230675

Date: 25/10/2020

Place: Hyderabad

UDIN : 21230675AAAAGJ7169

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of NOVA AGRI SCIENCES PRIVATE LIMITED of even date)

i. In respect of the Company's fixed assets:

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.

ii. a) As explained to us, the physical verification of inventories, excluding stocks lying with third parties, have been conducted at reasonable intervals by the Management during the year. In case of inventories lying with third parties, certificates of stocks holding have been received.

b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the Management were reasonable and adequate in relation to the size of the Company and the nature of its business.

c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification of stocks as compared to book records.

iii. The Company has not granted any loans, secured or unsecured to companies, firms or other Parties covered in the register maintained under section 189 of the Companies Act. Thus, Clause 3(iii) of the Order is not applicable.

iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loans or provided any guarantees or given any security or made any investments to which the provisions of Sections 185 and 186 of the Act. Accordingly, paragraph 3(iv) of the order is not applicable.

v. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

vi. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.



- vii. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Customs Duty, Cess and other material statutory dues Other than Income Tax applicable to it with the appropriate authorities.
 - (b) There are undisputed amounts payable in respect of Income Tax amounting to Rs.31,19,658/- in arrears as at March 31, 2020 for a period of more than six months from the date they became payable.
- viii. Based on our Audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institutions, banks or debenture holders.
- ix. Money raised by way of term loan were applied for the purpose for which it was raised. The Company has not raised moneys by way of initial public offer or further public offer.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. The provisions of Section 197 read with Schedule V to the Act are not applicable as the company is a private company.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the company, the company has private placement during the year and in respect of which the company complied with the section 39(4), 42(9) and 62 of the Act and amount raised have been applied for the purpose for which funds Raised
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For NSVR & ASSOCIATES LLP.

Chartered Accountants

(FRN No.008801S/S200060) Im Reg. No:

008801S/S200060

P. Venkata Ratnam

Partner

M.no:230675.

UDIN : 21230675AAAAGJ7169

Date:25/10/2020

Place:Hyderabad

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF NOVA AGRI SCIENCES PRIVATE LIMITED

Report on the Financial Statements:

We have audited the accompanying financial statements of **NOVA AGRI SCIENCES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

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 and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our 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 financial statements under the provisions of the Act and the Rules made thereunder, 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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below as the Key audit matters to be communicated in our report.

A. Fully Utilization cash credit :-

During previous financial year, the Company had Fully utilized its cash credit from bank. Total cash credit limit for the company is 4cr and its balance as per financials as on 31.03.2020 is 3.99cr.

Considering the quantum of expenditure, we have considered Fully Utilization of cash credit as key audit matter.

Our Key audit procedure includes the following: -

- We obtained balance confirmation from the Bank and also verified the BRS statement.
- Obtained an understanding of the company process of authorization for application of its funds from its cash credit.



NOVA AGRI SCIENCES PRIVATE LIMITED
PLOT NO.57, HANUMAN NAGAR, CHINATOKATTA, NEW BOWENPALLY, SECUNDERABAD - 500011
BALANCE SHEET AS AT 31st MARCH, 2020

Particulars	Notes	As at 31.03.2020	As at 31.03.2019
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	1,80,00,000	1,80,00,000
(b) Reserves and Surplus	2	1,95,84,889	4,08,253
(2) Share Application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	3	2,89,81,393	3,77,52,482
(b) Other long Term Liabilities	4	87,80,591	57,55,094
(4) Current Liabilities			
(a) Short-Term Borrowings	5	3,99,16,822	3,98,40,279
(b) Trade Payables	6	21,43,96,171	10,86,94,864
(c) Other Current Liabilities	7	3,36,60,762	1,24,42,423
(d) Short-Term Provisions	8	1,20,93,001	31,19,658
Total Equity & Liabilities		37,54,13,628	22,60,13,053
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Asset	9	1,86,87,295	2,30,74,272
(ii) Intangible Asset	9	5,31,403	7,14,545
Net Block		1,92,18,698	2,37,88,816
(iii) Capital Work In Progress	9	4,86,860	4,27,813
(b) Non - Current Investments		-	-
(c) Deferred tax assets (net)	10	30,43,611	27,35,418
(d) Other Long Term Loans & Advances	11	50,000	30,000
(e) Other non-current assets	12	15,00,000	-
(2) Current Assets			
(a) Inventories	13	14,70,01,455	11,32,81,066
(b) Trade receivables	14	19,18,36,162	7,70,62,230
(c) Cash and cash equivalents	15	1,08,684	4,53,084
(d) Short-term loans and advances	16	1,21,68,158	82,34,625
Total Assets		37,54,13,628	22,60,13,053

Schedules referred to above and notes attached there to form an integral part of Balance Sheet in Note no A
This is the Balance Sheet referred to in our Report of even date.

For NSVR & ASSOCIATES LLP.,

Chartered Accountants

Firm Regd No. 008801S/8200060


VENKATA RATNAM P
Partner

Membership No. 230675

UDIN : 21230675AAAAGJ7169

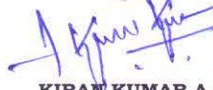
Place : Hyderabad

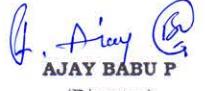
Date : 25/10/2020

On behalf of Board of Directors

For NOVA AGRI SCIENCES PRIVATE LIMITED


SAMBASIVA RAO YELURI
(Director)
(DIN: 02311336)


KIRAN KUMAR A
(Director)
(DIN: 08143781)


AJAY BABU P
(Director)
(DIN: 07227687)

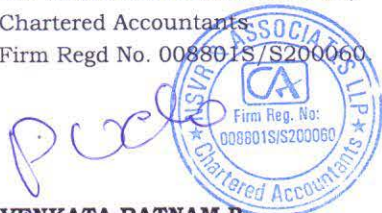
NOVA AGRI SCIENCES PRIVATE LIMITED
PLOT NO.57, HANUMAN NAGAR, CHINATOKATTA, NEW BOWENPALLY, SECUNDERABAD - 500011
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDING 31.3.2020

Sr. No	Particulars	Note No.	For Year Ended 2019-2020	For Year Ended 2018-19
I	Revenue from operations	17	40,66,01,313	20,68,59,462
II	Other Income	18	4,767	1,63,215
III	Total Revenue (I +II)		40,66,06,080	20,70,22,677
IV	Expenses:			
	(a) Purchases	19	29,44,15,771	17,35,67,415
	(b) Changes in inventories of Raw material, finished goods, work-in-progress and Stock-in-trade	20	(3,37,20,390)	(4,02,78,566)
	(c) Employee Benefit Expense	21	3,71,28,992	3,17,61,622
	(d) Finance Costs	22	67,89,628	73,44,369
	(e) Depreciation and Amortization Expense	23	55,07,199	73,41,455
	(f) Other Expenses	24	6,86,43,095	1,94,21,676
	Total Expenses (IV)		37,87,64,294	19,91,57,971
V	Profit before exceptional and extraordinary items and tax		2,78,41,786	78,64,707
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		2,78,41,786	78,64,707
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		2,78,41,786	78,64,707
X	Tax expense:			
	(1) Current tax		89,73,343	32,04,801
	(2) Deferred tax		(3,08,193)	(3,98,369)
XI	Profit/(Loss) for the period (XI + XIV)		1,91,76,636	50,58,274
XII	Earning per equity share:			
	(1) Basic		10.65	2.81
	(2) Diluted		10.65	2.81

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement in Note no. A
This is the Profit & Loss Statement referred to in our Report of even date.

For NSVR & ASSOCIATES LLP.,

Chartered Accountants
Firm Regd No. 008801S/S200060



VENKATA RATNAM P

Partner

Membership No. 230675

UDIN : 21230675AAAAGJ7169

Place : Hyderabad

Date : 25/10/2020

On behalf of Board of Directors

For NOVA AGRI SCIENCES PRIVATE LIMITED

S. Sambasiva Rao
SAMBASIVA RAO YELURI

(Director)

(DIN: 02311336)

Kiran Kumar A

KIRAN KUMAR A

(Director)

(DIN: 08143781)

Ajay Babu P

AJAY BABU P

(Director)

(DIN: 07227687)

NOVA AGRI SCIENCES PRIVATE LIMITED
PLOT NO.57, HANUMAN NAGAR, CHINATOKATTA, NEW BOWENPALLY, SECUNDERABAD - 500011
CASH FLOW STATEMENT FOR THE PERIOD 1.4.2019 TO 31.3.2020

Particulars	For Year Ended 2019-2020	For Year Ended 2018-19
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	2,78,41,786	78,64,707
Adjustments for :		
Depreciation	55,07,199	73,41,455
Profit on Sale Of Car	-	(1,55,215)
Preliminary Expenses written off		
Interest Expenses	67,89,628	73,44,369
Interest Income	(3,18,893)	(85,267)
Operating Cash Flow before Working Capital Changes	3,98,19,720	2,23,10,049
Adjustments for Changes in Working Capital		
Decrease/(Increase) in Inventories	(3,37,20,389)	(4,02,78,566)
Decrease/(Increase) in Trade Receivables	(11,47,73,932)	(2,38,78,439)
Decrease/(Increase) in Short Term Loans & Advances	(39,33,533)	(67,62,586)
Increase/(Decrease) in Trade Payables	10,57,01,306	6,09,67,123
Increase/(Decrease) in Other Current Liabilities	2,12,18,338	43,35,812
Cash Generated from Operations	1,43,11,510	1,66,93,392
Less: Taxes Paid		(12,30,889)
Cash Flow from Operating Activities	1,43,11,510	1,54,62,503
Less: Extra ordinary items		
Net Cash Flow from Operating Activities(A)	1,43,11,510	1,54,62,503
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(9,37,080)	(66,70,343)
Sale of Fixed Assets		4,95,002
Interest Received	3,18,893	85,267
Purchase of Investments		
Decrease/(Increase) in Capital Work-in Progress	(59,047)	
Decrease/(Increase) in Other Long Term Loans & Advances	(20,000)	
Decrease/(Increase) in Other Non Current Assets	(15,00,000)	
Cash Flow from Investing Activities(B)	(21,97,234)	(60,90,074)
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Increase in Share Capital/long loan & advance		
Repayment of Loans	(87,71,089)	(44,07,377)
Interest Paid	(67,89,628)	(73,44,369)
Increase/(Decrease) in other Long term Liabilities	30,25,496	29,65,052
Increase/(Decrease) in Short Term Borrowings	76,544	(2,34,702)
Cash Flow from Financing Activities(C)	(1,24,58,677)	(90,21,396)
D. NET CHANGES IN CASH FLOW DURING THE YEAR (A+B+C)	(3,44,401)	3,51,033
E. OPENING BALANCE OF CASH & CASH EQUIVALENTS	4,53,084	1,02,051
F. CLOSING BALANCE OF CASH & CASH EQUIVALENTS (D+E)	1,08,684	4,53,084

For NSVR & ASSOCIATES LLP.,

Chartered Accountants

Firm Regd No. 008801S/S200060

008801S/S200060

Chartered Accountants

VENKATA RATNAM P

Partner

Membership No. 230675

UDIN : 21230675AAAAGJ7169

Place : Hyderabad

Date : 25/10/2020

On behalf of Board of Directors

For NOVA AGRI SCIENCES PRIVATE LIMITED

S. Sambasiva Rao
SAMBASIVA RAO YELURI

(Director)

(DIN: 02311336)

Kiran Kumar A
KIRAN KUMAR A

Director

DIN: 08143781

Ajay Babu P
AJAY BABU P

Director

DIN: 07227687

NOVA AGRI SCIENCES PRIVATE LIMITED
Notes Forming Integral Part of the Balance Sheet as at 31st MARCH, 2020

NOTE : 1 SHARE CAPITAL

Sr. No	Particulars	2019-2020		2018-19	
		No of shares	Amount	No of shares	Amount
1	AUTHORIZED CAPITAL 50,00,000 Equity Shares of Rs. 10/- each.	50,00,000	5,00,00,000	50,00,000	5,00,00,000
		50,00,000	5,00,00,000	50,00,000	5,00,00,000
2	ISSUED, SUBSCRIBED & FULLY PAID UP CAPITAL 18,00,000 Equity Shares of Rs. 10/- each, Total in	18,00,000	1,80,00,000	18,00,000	1,80,00,000
		18,00,000	1,80,00,000	18,00,000	1,80,00,000
3	Reconciliation of Number of Shares	2019-2020		2018-19	
	Equity Shares:	No of shares	Amount	No of shares	Amount
	Balance as at the beginning of the year	18,00,000	1,80,00,000	18,00,000	1,80,00,000
	Add: Shares issued during the Year	-	-	-	-
	Balance as at the end of the year	18,00,000	1,80,00,000	18,00,000	1,80,00,000
4	Details of Shareholders Holding more than 5% of shares in the company	2019-2020		2018-19	
		No of shares	% of holding in the class	No of shares	% of holding in the class
	Equity Shares:				
	Name of the Share Holder				
	Nova Agri Tech Limited	18,00,000	100%	18,00,000	100%
		18,00,000	100%	18,00,000	100%

a. Rights Attached to Equity Shares:

The company has only one class of Equity shares having a par value of Rs. 10/- each. The shareholders have equal rights per share in terms of dividend, voting & Assets of the company.

b. In the period of last five years immediately preceding to March 31st 2019:

Nil



(Signature)
y. Sankar

(Signature)
G. Arun

NOVA AGRI SCIENCES PRIVATE LIMITED
Notes Forming Integral Part of the Balance Sheet as at 31st MARCH, 2020

NOTE : 2 RESERVE & SURPLUS

Sr. No	Particulars	2019-2020	2018-19
1	Securities Premium		
2	Surplus (Profit & Loss Account)	1,95,84,889	4,08,253
	Balance brought forward from previous year	4,08,253	(46,50,022)
	Add: Profit for the period	1,91,76,636	50,58,274
	Total in `	1,95,84,889	4,08,253

NOTE : 3 LONG TERM BORROWINGS

Sr. No	Particulars	2019-2020	2018-19
1	Secured Loans		
	Term Loan From Corp Bank	71,34,385	1,18,67,982
	Long Term portion of Borrowings	71,34,385	1,18,67,982
2	Unsecured Loans		
	From Directors and Related Parties	2,18,47,008	2,58,84,500
	Total in `	2,89,81,393	3,77,52,482

S.No	Bank	Amount	ROI	Repayment Schedule	Security	Amount O/s
1	Corporation Bank	Rs.250 lakhs	13.10% p.a	Repayable in 84 monthly equal installments of Rs. 306845/-	Exclusive first charge on the entire fixed assets of the company by way of Hypothecation of moveable assets/ machinaries	71,34,385

NOTE : 4 OTHER LONG TERM LIABILITIES

Sr. No	Particulars	2019-2020	2018-19
1	Security Deposits from Dealers	87,80,591	57,55,094
	Total in `	87,80,591	57,55,094

NOTE : 5 SHORT TERM BORROWINGS

Sr. No	Particulars	2019-2020	2018-19
1	Secured Loans		
	- From Corporation Bank CC	3,99,16,822	3,98,40,279
2	Unsecured Loans		
	From Financial Institutions		
	Total in `	3,99,16,822	3,98,40,279

S.No	Bank	Amount	Date	Security	DP limit	ROI	Amount O/s (lakhs)
1	Corporation Bank	Rs. 400 lakhs	24th sept 2019	Secured by Hypothecation of Stock, Trade receivables & all other current assets of the company	Rs. 400 lakhs	12.40% p.a	399.17

NOTE : 6 TRADE PAYABLES

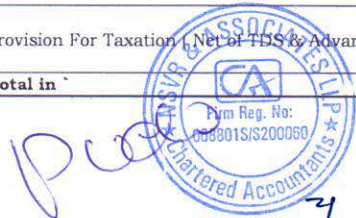
Sr. No	Particulars	2019-2020	2018-19
1	Supplier for Goods & Services	21,43,96,171	10,86,94,864
	Total in `	21,43,96,171	10,86,94,864

NOTE : 7 OTHER CURRENT LIABILITIES

Sr. No	Particulars	2019-2020	2018-19
1	Statutory Dues Payables	1,94,37,750	65,87,789
2	Expenses Payable	11,78,501	3,52,920
3	Payable to Employees	24,27,712	17,97,974
4	Current Maturities of Long Term Borrowings	30,03,740	37,03,740
5	Advance From Customers	76,13,058	
	Total in `	3,36,60,762	1,24,42,423

NOTE : 8 SHORT TERM PROVISIONS

Sr. No	Particulars	2019-2020	2018-19
1	Provision For Taxation (Net of TDS & Advance Tax)	1,20,93,001	31,19,658
	Total in `	1,20,93,001	31,19,658



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NOVA AGRI SCIENCES PRIVATE LIMITED
Notes Forming Integral Part of the Balance Sheet as at 31st MARCH, 2019

NOTE : 10 DEFERRED TAX ASSET (NET)

Sr. No	Particulars	2019-2020	2018-19
	Deferred Tax Asset		
	Opening Balance	27,35,418	23,37,049
	Add: Addition during the year	3,08,193	3,98,369
	Closing Balance	30,43,611	27,35,418
	Total in	30,43,611	27,35,418

NOTE : 11 LONG TERM LOANS & ADVANCES

Sr. No	Particulars	2019-2020	2018-19
1	Security Deposits	30,000	30,000
2	Bellery Godown Advance to K Surya	20,000	-
	Total in	50,000	30,000

NOTE : 12 OTHER NON CURRENT ASSETS

Sr. No	Particulars	2019-2020	2018-19
1	Nova Agri Seeds Pvt Ltd	5,00,000	-
2	Swamy Pentyala	10,00,000	-
	Total in	15,00,000	-

NOTE : 13 INVENTORIES

Sr. No	Particulars	2019-2020	2018-19
1	Closing Stock :		
	Raw material	3,84,39,844	2,96,22,200
	Work in Progress	2,06,31,190	1,58,98,641
	Finished Goods	1,17,89,294	90,84,970
	Packing Material	7,61,41,126	5,86,75,255
	Total in	14,70,01,455	11,32,81,066

NOTE : 14 TRADE RECEIVABLES

Sr. No	Particulars	2019-2020	2018-19
1	Debtors :		
	- O/s for more than 180 days		
	- Others	19,18,36,162	7,70,62,230
	(Secured, Considered Good)		
	Total in	19,18,36,162	7,70,62,230

NOTE : 15 CASH & CASH EQUIVALENTS

Sr. No	Particulars	2019-2020	2018-19
a	Cash-in-Hand		
	Cash Balance	36,014	88,680
	Sub Total (A)	36,014	88,680
b	Bank Balance		
		72,670	3,64,404
	Sub Total (B)	72,670	3,64,404
	Total [A + B]	1,08,684	4,53,084

NOTE : 16 SHORT TERMS LOANS AND ADVANCES

Sr. No	Particulars	2019-2020	2018-19
1	Balance with revenue Authorities	1,20,14,197	81,11,625
2	Other Loans and advances	50,000	50,000
3	Advances to Employees	1,03,961	73,000
	Total	1,21,68,158	82,34,625



Y. Sankar

A. K. Sankar

A. Arun

NOVA AGRI SCIENCES PRIVATE LIMITED

Notes Forming Integral Part of the Profit & Loss statement as at 31st MARCH, 2020

NOTE : 17 REVENUE FROM OPERATIONS

Sr. No	Particulars	F.Y 2019-2020	F.Y 2018-19
1	Sales (Net)	40,62,82,420	20,67,74,195
2	Other Operating Income:		
	Interest Income	3,18,893	85,267
	Total in	40,66,01,313	20,68,59,462

NOTE : 18 OTHER INCOME

Sr. No	Particulars	F.Y 2019-2020	F.Y 2018-19
1	Misc. Income	4,767	8,000
2	Profit on Sale of Car	-	1,55,215
	Total in	4,767	1,63,215

NOTE : 19 PURCHASES

Sr. No	Particulars	F.Y 2019-2020	F.Y 2018-19
a)	PURCHASES OF RAW MATERIALS AND STORES		
1	Purchases (Net)	29,44,15,771	17,35,67,415
	Sub-total (a)	29,44,15,771	17,35,67,415
	Total in	29,44,15,771	17,35,67,415

NOTE : 20 CHANGE IN INVENTORIES

Sr. No	Particulars	F.Y 2019-2020	F.Y 2018-19
1	Opening Stock of Inventory	11,32,81,066	7,30,02,500
2	Closing Stock of Inventory	14,70,01,456	11,32,81,066
	Total in	(3,37,20,390)	(4,02,78,566)

NOTE : 21 EMPLOYEE BENEFIT EXPENSES

Sr. No	Particulars	F.Y 2019-2020	F.Y 2018-19
1	Salaries, Bonus and Director Remuneration	3,53,64,062	3,03,94,818
2	Contribution to PF, ESI	13,47,184	10,88,010
3	Staff welfare Expenses	4,17,746	2,78,794
	Total in	3,71,28,992	3,17,61,622



y. Sankar

A. K. Singh

G. Arun

NOTE : 22 FINANCE COST

Sr. No	Particulars	F.Y 2019-2020	F.Y 2018-19
1	Interest On CC & Terms Loan	65,98,828	72,10,838
2	Interest On Vehicle Loan	-	17,530
3	Interest On Security Deposits	2,000	6,001
4	Other Borrowing Costs	1,88,800	1,10,000
	Total in	67,89,628	73,44,369

NOTE : 23 DEPRECIATION & AMORTIZATION

Sr. No	Particulars	F.Y 2019-2020	F.Y 2018-19
1	Depreciation on Fixed Assets	55,07,199	73,41,455
	Total in	55,07,199	73,41,455

NOTE : 24 OTHER EXPENSES

Sr. No	Particulars	F.Y 2019-2020	F.Y 2018-19
1	Audit Fees	1,00,000	1,00,000
2	Transport Charges	77,08,962	40,03,342
3	Travelling Expenses	91,47,874	51,79,962
4	Rental Expense	4,93,500	4,69,500
5	Repairs & Maintenance	3,81,536	1,19,760
6	Insurance Expenses	4,24,531	59,001
7	Discount Allowed	4,07,81,348	26,19,320
8	Telephone Expenses & Internet Charges	11,03,242	5,54,014
9	Subscriptions & Renewals	2,45,461	3,26,533
10	Electricity Charges	17,47,391	18,07,468
11	Bank Charges	87,196	95,968
12	Office maintenance	5,09,117	3,81,352
13	Printing & Stationary Expenses	23,83,675	16,80,165
14	Consultancy Charges	7,60,370	28,000
15	Sales Promotion Expenses	6,14,053	5,67,950
18	Dealers Meeting Expenses	10,07,218	7,41,078
19	Other Expenses	11,47,621	6,88,263
	Total in	6,86,43,095	1,94,21,676



J. Sankar

A. K. Sankar

G. Aravind

Nova Agri Sciences Private Limited F.Y.2019-2020

Note -09 Depreciation as per Companies Act, 2013

S.No	Head of the asset	Gross Block				Accumulated Depreciation				Net Block		RATE
		Opening	Additions	Deletions	Closing	Opening	Additions	Deletions	Closing	31-03-2020	31-03-2019	
1	Plant & Machinery	3,86,09,753	7,44,437	-	3,93,54,190	2,41,32,994	45,24,029	-	2,86,57,022	1,06,97,168	1,44,76,759	31.23
2	Land	70,75,430	-	-	70,75,430	-	-	-	-	70,75,430	70,75,430	-
3	Furnitures & Fixtures	4,75,900	-	-	4,75,900	2,82,742	50,009	-	3,32,751	1,43,149	1,93,158	25.89
4	Electrical Equipment	6,84,018	-	-	6,84,018	4,16,587	69,238	-	4,85,825	1,98,193	2,67,431	25.89
5	Office Equipment	8,36,366	-	-	8,36,366	4,26,037	1,84,935	-	6,10,972	2,25,394	4,10,329	45.07
6	Computers & peripherals	13,94,721	1,90,643	-	15,85,364	7,43,557	4,93,847	-	12,37,403	3,47,961	6,51,164	63.16
7	Intangible Assets	13,75,132	2,000	-	13,77,132	6,60,587	1,85,142	-	8,45,729	5,31,403	7,14,545	25.89
	Total	5,04,51,320	9,37,080	-	5,13,88,400	2,66,62,504	55,07,199	-	3,21,69,702	1,92,18,698	2,37,88,816	
	Capital Work in Progress	4,27,813	59,047	-	4,86,860	-	-	-	-	4,86,860	4,27,813	



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G. Arun

NOVA AGRI SCIENCES PRIVATE LIMITED

Notes forming Part of Financial Statements

Note -A -Significant Accounting Policies

Disclosure of Accounting Policies:

A. Basis of Preparation of Financial Statements:

The Financial Statements of the company Nova Agri sciences Private Limited for the year ended 31st march 2020 have been prepared under the Generally accepted accounting principles in India (Indian GAAP) and were originally approved by the Board of Directors of the company.

The Company has prepared the financial statements to comply in all material respects with the accounting standards specified under the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014, Companies (Accounting Standards) Amendment Rules, 2016 and other accounting principles generally accepted in India. The financial statements have been prepared under the historical cost convention and on an accrual basis. The accounting policies have been consistently applied by the Company.

These financial statements have been prepared using presentation and disclosure requirements of the Schedule III of Companies Act 2013.

B. Use of Estimates :

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the result of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

C. Valuation of Inventories :

Inventories are valued in accordance with the requirements of accounting standard (AS-2) on Valuation of Inventories. Inventory consists of **chemicals, solvents & other packing materials** which are valued at lower of cost and net realizable value after providing for obsolescence and other losses, where ever considered necessary. Cost comprises of the purchase price including duties and taxes, freight inwards and other expenditure directly attributable to the acquisition of inventory.

D. Cash Flow Statement :

Cash Flow statement is reported using the indirect method, where by profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flow. The cash flow from operating, investing and financing activities of company is segregated based on the available information.

E. Events & Contingencies occurring after the date of Balance Sheet :

All contingencies and events occurring after the balance sheet date which have a material effect on the financial position of the company are considered for preparing the financial statements



NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

F. Net profit or loss for the period, prior period items and changes in Accounting Policies:

All the extra ordinary and prior period items of Income and expenses are separately disclosed in the statement of Profit and Loss account in the manner such that its impact on the current profit or loss can be perceived. If there has been any change in the Company's accounting policies or accounting estimate so as to have material impact on the current year profit/loss or that of later periods the same would be disclosed as part of notes to accounts. All the items of Income and Expenses from ordinary activities with such size and nature such that they become relevant to explain the performance of the company have been disclosed separately. The same is in compliance with AS-5 to the extent applicable.

G. Revenue Recognition :

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.

Revenue from sale of Pesticides, Fungicides & Herbicides is recognized when significant risks & rewards in relation to the ownership of goods has been transferred to the buyer.

Revenue presented is net of Service Tax and GST, to the extent applicable.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable as on that date.

H. Property, Plant & Equipment:

Property, Plant & Equipment is stated at cost of acquisition or construction, less accumulated depreciation and impairment losses, if any.

The cost of Property, Plant & Equipment comprises:

1. Its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates.
2. Any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating.

Method of Depreciation :

Depreciation on Property, plant and equipment is provided based on useful life prescribed under the Schedule II of the Companies act, 2013. Depreciation is provided on Writtendown Value method during the Current year.

I. Foreign Currency Transactions :

- a. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- b. Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contracts is recognized over the life of the contract.
- c. Non-monetary foreign currency items are carried at cost.



NOVA AGRI SCIENCES PRIVATE LIMITED

Notes forming Part of Financial Statements

- d. In respect of branches, which are integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual rate at the date of transaction. Branch monetary assets and liabilities are restated at the year end rates.
- e. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit and Loss, except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

J. Borrowing Costs :

Borrowing costs are interest and other costs incurred by an enterprise in connection with the borrowing of funds. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

The borrowing cost other than those capitalized as above have been debited to the Statement of Profit and Loss of the current year.

K. Investments

Non-current investments are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment. The reduction in the carrying amount is reversed when there is a rise in the value of the investment or if the reasons for the reduction no longer exist. Any reduction in the carrying amount and any reversal in such reductions are charged or credited to the statement of profit and loss.

L. Employee Benefit Expenses :

All short-term employee benefits such as salary, wages etc. are accounted on undiscounted basis during the accounting period based on services rendered by employees.

The Company makes specified monthly contributions towards Provident Fund and Employee State Insurance. These are considered as the defined contribution schemes and are recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

M. Segment Reporting :

The company has only one reportable segment i.e, Sale of Pesticides, Fungicides & Herbicides and hence this standard is not applicable.

N. Earnings per share



NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

Basic earnings/ (loss) per share are calculated by dividing the net profit/ (loss) for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events of bonus issue and share split.

For the purpose of calculating diluted earnings/(loss) per share, the net profit/(loss) for the period/year attributable to equity shareholders and the weighted average number of shares outstanding during the period/ year are adjusted for the effects of all dilutive potential equity shares except where the results will be anti-dilutive. The dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date.

O. Taxes on Income :

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognized in statement of profit and loss.

Current Tax:

Current tax expenses are accounted in the same period to which the revenue and expenses relate. Provision for current income tax is made for the tax liability payable on taxable income after considering tax allowances, deductions and exemptions determined in accordance with the applicable tax rates and the prevailing tax laws.

Deferred tax:

Deferred tax is recognized on timing differences; being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax is accounted for using the tax rates and laws that have been substantively enacted as of the balance sheet date.

Deferred tax assets/ liabilities in respect of unabsorbed depreciation and carry forward of losses are recognized only if there is virtual certainty that such deferred tax asset/ liability can be realized against future taxable profits.

Minimum Alternate Tax credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

P. Leases:

At the inception of the lease, a lease arrangement is classified as either a finance lease or an operating lease, based on the substance of the lease arrangement.

Finance leases

A finance lease is a lease that transfers substantially all the risks and rewards incident to ownership of an asset. A finance lease is recognized as an asset and a liability at the commencement of the lease, at the lower of the fair value of the asset and the present value of the minimum lease payments. Initial direct costs, if any, are also capitalized and, subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.



NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Q. Impairment of Assets :

The Company assesses at each reporting date as to whether there is any indication that an asset (tangible and intangible) may be impaired. An asset is treated as impaired, when the carrying cost of the asset exceeds its recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

An impairment loss is charged to Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

R. Provisions, Contingent Liabilities & Contingent Assets :

A provision is recognized if it is as a result of a past event, the company has a present legal obligation that can be reasonably estimated, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

NOTES TO ACCOUNTS:

26. Contingent Liabilities & other Commitments:

Particulars	As on March 31 2020	As on March 31 2019
Claims against the Company not acknowledged as debts		
Goods & Service Tax	-	-
Income Tax	-	-
Corporate Guarantees given on Behalf of the Subsidiary Company		
- Nova Agritech Private Limited	1,37,33,000	1,37,33,000
Total	1,37,33,000	1,37,33,000



NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

27. Related Party Transactions:

Statement of related parties:

I. Directors & KMP :

Name of the Person	Designation
Sambasiva Rao Yeluri	Director
Sreekanth Yenigalla	Holding Company Director
Kiran Kumar Atukuri	Director
Nadella Basanth Kumar	Holding Company Director
Malathi Siripurapu	Holding Company Director
Ashok Kumar J	Manager F&A
Kiran Kumar R	Manager HR

II. Relatives of Directors & KMP: Nil

III. Enterprise over which Directors or relatives of Directors are having Significant Influence :

Name of the Enterprise
Nova Agritech Private Limited
Nova Fertilcare Pvt Ltd
Nova Agrisciences Private Limited
Suraksha Agri Retails India Private Limited

Transaction with related parties:

I. Directors or KMPs :

Particulars	For the FY ending 31 st March 2020	For the FY ending 31 st March 2019
1. Salary & Remuneration	-	2,85,000
2. Loans & Advances given by the company		
i. Opening Balance	-	-
ii. Advances given during the year	-	-
iii. Receipt of Loan given during the year	-	-
iv. Closing Balance	-	-
3. Loans & Advances taken by the company		
i. Opening Balance	2,58,84,500	-
ii. Loans taken by the company	1,48,33,076	2,63,53,000
iii. Repayment of Loans	1,88,70,568	4,68,500
iv. Closing Balance	2,18,47,008	2,58,84,500

II. Relatives of Directors or KMPs : Nil.



NOVA AGRI SCIENCES PRIVATE LIMITED**Notes forming Part of Financial Statements****28. Earnings per share:**

Particulars	For the Financial Year ending 31 st March 2020	For the Financial Year ending 31 st March 2019
Net Profit as per Profit & Loss Account available for Equity Shareholders	1,91,76,636	50,58,274
Weighted Average Number of Equity Shares for EPS Computation		
A. For Basic Earnings Per Share of ` 10 each	18,00,000	18,00,000
B. For Diluted Earnings Per Share of ` 10 each	18,00,000	18,00,000
Earnings Per Share		
-Basic	10.65	2.81
-Diluted	10.65	2.81

29. Deferred Tax Asset:

Particulars	For the Financial Year ending 31 st March 2020	For the Financial Year ending 31 st March 2019
Deferred tax (liabilities)/assets arising on account of timing difference in:		
Opening Balance	27,35,418	23,37,049
Add: Addition during the year on account of difference	3,08,193	3,98,369
Closing Balance	30,43,611	27,35,418

30. Auditor's Remuneration:

Particulars	For 2019-2020	For 2018-19
Statutory Audit Fees	75,000	75,000
For Other Matters	25,000	25,000
Total	1,00,000	1,00,000



NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

31. Earnings & Expenditure in Foreign Currency:

Particulars	For 2019-2020	For 2018-19
Earnings in Foreign Exchange	-	-
Expenditure in Foreign Exchange	-	-
Total	-	-

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
Firm Regd. No. 008801S/S200060



VENKATA RATNAM P

Partner

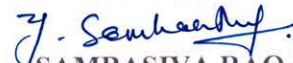
Membership No. 230675

UDIN : 21230675AAAAGJ7169

Place: Hyderabad

Date: 25/10/2020

On& behalf of Board
NOVA AGRISCIENCES PRIVATE LIMITED


SAMBASIVA RAO Y
(Director)
(DIN: 02311336)


KIRAN KUMAR A
(Director)
(DIN:08143781)


AJAY BABU P
(Director)
(DIN:07228577)