INDEPENDENT AUDITOR'S REPORT

To the Members of
NOVA AGRISCIENCES PRIVATE LIMITED

Report on the Financial Statements:

We have audited the accompanying financial statements of **NOVA AGRISCIENCES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2018 and the Statement of Profit and Loss and cash flow statement for the year ended 31st March 2018, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

The Company's Board of Directors are responsible for the matters in section 134(5) of the Companies Act, 2013 ("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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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.

Chartered Accountants

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
b) In the case of the Profit and Loss statement, of the Profit for the year ended March 31, 2018
c) In the case of the Cash Flow Statement, of the Cash Flows for the year ended March 31, 2018

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 A"** 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 account.

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

   e) Based on written representations from the management, out of the total directors on the board, none of the directors has been disqualified as the year ended 31st March 2018.

   f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, to the best of. our information and according to the explanations given to us, 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 as at March 31, 2018.

NSVR & ASSOCIATES LLP
Firm Reg. No: 008801S/S200060
Chartered Accountants

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, 2016, in our opinion and to the best of our information and according to the explanations given to us:

i) There are no pending litigations against the company during the year.
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.

For NSVR & Associates LLP.,
Chartered Accountants
FRN: 008801S/S200060

VENKATA RATNAM P
Partner
Membership No. 230675

Place: Hyderabad
Date: 23/08/2018

Annexure A to Auditor's Report:

The Annexure referred to in Independent Auditor's report to the members of the company on the standalone Financial Statements for the year ended 31st March 2018, we report that:

a)

1. The company has maintained proper records showing full particulars including quantitative details & location of Fixed Assets.
2. These Fixed Assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed during such verification and the same has been properly dealt in the Financial Statements.
3. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

b)

1. The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
2. In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
3. On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to book records were not material.

c)According to the explanations given to us, the company has given advances to companies, firms, LLPs or other parties covered under the register maintained under section 189 of Companies Act, 2013 in respect of which:

1. In our opinion, the terms & conditions of such advances are not prejudicial to the interest of the company.
2. The repayment of such advances is regular as per the stipulated Terms & conditions without any default.
3. There are no overdue amounts remaining outstanding at the year end

d) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

e)According to the information and explanations given to us, the Company has not accepted any deposit during the year. In respect of unclaimed deposits, the Company has complied with the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013.

f) According to the information and explanations given to us, in respect of statutory dues:

1. The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Goods and Service Tax, cess and other material statutory dues applicable to it to the appropriate authorities.

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2. There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Goods and Service Tax, cess and other material statutory dues in arrears as at March 31, 2018 for a period of more than six months from the date they became payable.

g) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to banks. The Company did not have dues to financial institutions, government and to debenture holders.

h) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause (ix) of the Order is not applicable.

i) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.

j) As the company is private limited company, in our opinion the provisions of sec 197 is not applicable and hence the approvals stipulated under section 197 of the Companies Act, 2013 is not applicable.

k) 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 Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.

l) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

m) The company has not issued any shares during the year by way of private placement or through issue of debentures.

n) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any noncash transactions with its directors or directors of its holding or subsidiary company or persons connected with them and hence provisions of section 192 of the Act are not applicable.

For NSVR & Associates LLP.,
Chartered Accountants
FRN: 008801S/S200060

VENKATA RATNAM P
Partner
Membership No. 230675

Place: Hyderabad
Date: 23/08/2018

NOVA AGRI SCIENCES PRIVATE LIMITED

PLOT NO.57, HANUMAN NAGAR, CHINATOKATTA, NEW BOWENPALLY, SECUNDERABAD - 500011

BALANCE SHEET AS AT 31st MARCH, 2018

Particulars	Notes	*Figures as at the end of current reporting year ending 31st March 2018*	*Figures as at the end of previous reporting year ending 31st March 2017*
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	1,80,00,000	1,80,00,000
(b) Reserves and Surplus	3	(46,50,022)	(1,07,91,432)
(2) Share Application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	4	4,21,59,849	1,80,00,483
(b) Other long Term Liabilities	5	27,90,042	5,90,000
(4) Current Liabilities			
(a) Short-Term Borrowings	6	4,00,74,980	4,02,89,060
(b) Trade Payables	7	4,77,27,752	3,99,23,041
(c) Other Current Liabilities	8	81,06,611	57,33,532
(d) Short-Term Provisions	9	12,30,889	-
Total Equity & Liabilities		**15,54,40,102**	**11,17,44,684**
II.ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(I) Tangible Asset	10	2,40,74,356	3,15,01,611
(ii) Intangible Asset	10	7,25,358	9,78,759
Net Block		**2,47,99,714**	**3,24,80,370**
(iii) Capital Work In Progress	10	4,27,813	-
(b) Non - Current Investments		-	-
(c) Deferred tax assets (net)	11	23,37,049	15,09,559
(d) Other Long Term Loans & Advances	12	1,15,143	30,000
(e) Other non-current assets	13	-	76,423
(2) Current Assets			
(a) Inventories	14	7,30,02,500	4,85,05,748
(b) Trade receivables	15	5,31,83,793	62,24,101
(c) Cash and cash equivalents	16	1,02,051	3,70,513
(d) Short-term loans and advances	17	14,72,039	2,25,47,970
Total Assets		**15,54,40,102**	**11,17,44,684**

Schedules referred to above and notes attached there to form an integral part of Balance Sheet in Note no 1

This is the Balance Sheet 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

On behalf of Board of Directors
For NOVA AGRI SCIENCES PRIVATE LIMITED

KIRAN KUMAR ATUKURI
(Director)
(DIN: 08143781)

PULLELA AJAY BABU
(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 31.3.2018

Sr. No	Particulars	Note No.	*Figures as at the end of current reporting year ending 31st March 2018*	*Figures as at the end of previous reporting Year ending 31st March 2017*
I	Revenue from operations	18	9,76,84,889.73	1,79,82,590.00
II	Other Income	19	5,928.57	5,48,019.72
III	***Total Revenue (I +II)***		**9,76,90,818.30**	**1,85,30,609.72**
IV	***Expenses:***			
	(a) Purchases	20	7,23,03,287.48	5,04,47,367.00
	(b) Changes in inventories of Raw material, finished goods, work-in-progress and Stock-in-trade	21	(2,44,96,752.00)	(4,85,05,748.00)
	(c) Employee Benefit Expense	22	1,40,78,050.66	24,25,795.00
	(d) Finance Costs	23	77,22,322.00	80,25,718.00
	(e) Depreciation and Amortization Expense	24	79,33,423.93	99,92,420.00
	(f) Other Expenses	25	1,36,90,819.94	61,00,072.00
	Total Expenses (IV)		**9,12,31,152.01**	**2,84,85,624.00**
V	Profit before exceptional and extraordinary items and tax		**64,59,666.29**	**(99,55,014.28)**
VI	Exceptional Items		-	
VII	Profit before extraordinary items and tax (V - VI)		**64,59,666.29**	**(99,55,014.28)**
VIII	Extraordinary Items		-	
IX	Profit before tax (VII - VIII)		**64,59,666.29**	**(99,55,014.28)**
X	***Tax expense:***			
	(1) Current tax		11,45,746.85	-
	(2) Deferred tax		(8,27,490.42)	(14,61,971.00)
XI	Profit/(Loss) for the period (XI + XIV)		**61,41,409.87**	**(84,93,043.28)**
XII	Earning per equity share:			
	(1) Basic		3.41	(4.72)
	(2) Diluted		3.41	(4.72)

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement in Note no. 1

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

NSVR & ASSOCIATES LLP Chartered Accountants Firm Reg. No. 008801S/S200060

VENKATA RATNAM P
Partner
Membership No. 230675

On behalf of Board of Directors
For NOVA AGRI SCIENCES PRIVATE LIMITED

KIRAN KUMAR ATUKUR	**PULLELA AJAY BABU**
(Director)	(Director)
(DIN: 08143781)	(DIN: 07227687)

Place : Hyderabad
Date : 23/08/2018

NOVA AGRI SCIENCES PRIVATE LIMITED
PLOT NO.57, HANUMAN NAGAR, CHINATOKATTA, NEW BOWENPALLY, SECUNDERABAD - 500011
CASH FLOW STATEMENT FOR THE PERIOD 1.4.2017 TO 31.3.2018

Particulars	Figures as at the end of current reporting year ending 31st March 2018
(A) CASH FLOW FROM OPERATING ACTIVITIES	
Net Profit before Tax	64,59,666
Adjustments for :	
Depreciation	79,33,424
Preliminary Expenses written off	
Interest Expenses	77,22,322
Interest Income	(5,54,191)
Operating Cash Flow before Working Capital Changes	**2,15,61,221**
Adjustments for Changes in Working Capital	
Decrease/(Increase) in Inventories	(2,44,96,752)
Decrease/(Increase) in Trade Receivables	(4,69,59,692)
Decrease/(Increase) in Short Term Loans & Advances	2,10,75,931
Increase/(Decrease) in Trade Payables	78,04,711
Increase/(Decrease) in Other Current Liabilities	23,73,079
Cash Generated from Operations	**(1,86,41,502)**
Less: Taxes Paid	
Cash Flow from Operating Activities	**(1,86,41,502)**
Less: Extra ordinary items	-
Net Cash Flow from Operating Activities(A)	**(1,86,41,502)**
(B) CASH FLOW FROM INVESTING ACTIVITIES	
Purchase of Fixed Assets	(2,52,768)
Sale of Fixed Assets	-
Interest Received	5,54,191
Purchase of Investments	-
Decrease/(Increase) in Capital Work-in Progress	(4,27,813)
Decrease/(Increase) in Other Long Term Loans & Advances	-
Decrease/(Increase) in Other Non Current Assets	76,423
Cash Flow from Investing Activities(B)	**(49,966)**
(C) CASH FLOW FROM FINANCING ACTIVITIES	
Increase in Share Capital	-
Repayment of Loans	2,41,59,366
Interest Paid	(77,22,322)
Increase/(Decrease) in other Long term Liabilities	22,00,042
Increase/(Decrease) in Short Term Borrowings	(2,14,080)
Cash Flow from Financing Activities(C)	**1,84,23,006**
D. NET CHANGES IN CASH FLOW DURING THE YEAR (A+B+C)	**(2,68,462)**
E. OPENING BALANCE OF CASH & CASH EQUIVALENTS	**3,70,513**
F. CLOSING BALANCE OF CASH & CASH EQUIVALENTS (D+E)	**1,02,051**

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

VENKATA RATNAM P
Partner
Membership No. 230675

On behalf of Board of Directors
For NOVA AGRI SCIENCES PRIVATE LIMITED

KIRAN KUMAR ATUKURI
(Director)
(DIN: 08143781)

Place : Hyderabad
Date : 23/08/2018

NOVA AGRI SCIENCES PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st MARCH, 2018

Note : 2 Share Capital

Sr. No	Particulars	31-03-2018		31-03-2017	
1	**AUTHORIZED CAPITAL**				
	50,00,000 Equity Shares of Rs. 10/- each.	50,00,000.00	5,00,00,000.00	50,00,000.00	5,00,00,000.00
		50,00,000.00	5,00,00,000.00	50,00,000.00	5,00,00,000.00
2	**ISSUED , SUBSCRIBED & FULLY PAID UP CAPITAL**				
	18,00,000 Equity Shares of Rs. 10/- each,	18,00,000.00	1,80,00,000.00	18,00,000.00	1,80,00,000.00
	Total in	**18,00,000.00**	**1,80,00,000.00**	**18,00,000.00**	**1,80,00,000.00**
3	**Reconciliation of Number of Shares**				
		Current Year		**Previous Year**	
	Equity Shares:	**No of shares**	**Amount**	**No of shares**	**Amount**
	Balance as at the beginning of the year	18,00,000.00	1,80,00,000.00	18,00,000.00	1,80,00,000.00
	Add: Shares issued during the Year	-	-		-
	Balance as at the end of the year	**18,00,000.00**	**1,80,00,000.00**	**18,00,000.00**	**1,80,00,000.00**
4	**Details of Shareholders Holding more then 5% of shares in the company**				
		Current Year		**Previous Year**	
	Equity Shares:	**No of shares**	**% of holding in the class**	**No of shares**	**% of holding in the class**
	Name of the Share Holder				
	Nova Agri Tech Private Limited	18,00,000	100.00%		
	Mohammad Ali	-	0.00%		
	Yeluri Sambasiva Rao	-	0.00%	5,38,500	29.92%
	J Ashok Kumar	-	0.00%	1,65,000	9.17%
	Y. Sreekanth	-	0.00%	1,00,000	5.56%
	P.Ajay Babu	-	0.00%	1,00,000	5.56%
	G Santhosh Chandra Rao	-	0.00%	1,10,000	6.11%
	Nazia Tarunnam	-	0.00%	1,55,000	8.61%
	Padmavathi	-	0.00%	1,00,000	5.56%
	Mohammad Ali	-	0.00%	2,26,000	12.56%
	Malathi Yeluri	-	0.00%	1,04,000	5.78%
		18,00,000	**100.00%**	**15,98,500**	**88.81%**

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 interms of dividend, voting & Assets of the company

b. In the period of last five years immediately preceding to March 31st 2018:

Nil

Note : 3 Reserve & Surplus

Sr. No	Particulars	Current Year	Previous Year
1	**Securities Premium**	-	-
2	**Surplus (Profit & Loss Account)**	- **46,50,022.22**	- **1,07,91,431.63**
	Balance brought forward from previous year	- 1,07,91,432.09	(22,98,388.35)
	Add: Profit for the period	61,41,409.87	- 84,93,043.28
	Total in `	- **46,50,022.22**	- **1,07,91,431.63**

Note : 4 Long Term Borrowings

Sr. No	Particulars	Current Year	Previous Year
1	**Secured Loans**		
	Term Loan From Corp Bank	1,32,72,310	1,60,00,842.00
	Vehicle Loan from Ais Bank	-	3,60,641.00
	Long Term portion of Borrowings	**1,32,72,310.00**	**1,63,61,483.00**
2	**Unsecured Loans**		
	From Related Parties	1,08,87,549.00	16,39,000.00
	From Directors	1,80,00,000.00	-
	Total in `	**4,21,59,859.00**	**1,80,00,483.00**

S.No	Name of the Bank	Sanctioned Amount	Rate of Interest	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/-	Exlusive first charge on the entire fied assets of the company by way of Hypothecation of moveable assets/ machinaries proposed to be purchased	1,32,72,310

Note : 5 Other Long Term Liabilities

Sr. No	Particulars	Current Year	Previous Year
1	Security Deposits from Dealers	27,90,042.05	5,90,000.00
	Total in `	**27,90,042.05**	**5,90,000.00**

Note : 6 Short Term Borrowings

Sr. No	Particulars	Current Year	Previous Year
1	**Secured Loans**		
	- From Corporation Bank CC	4,00,74,980.44	4,02,89,060.00
2	**Unsecured Loans**		
	From Financial Institutions	-	-
	Total in `	**4,00,74,980.44**	**4,02,89,060.00**

S.No	Name of the Bank	Amount sanctioned	Date of Sanctio	Security	DP limit	Rate of Interest	Amount O/s
1	Corporation Bank	Rs. 400 lakhs	29th sept 2015	Secured by Hypothecation of Stock, Trade receivables & all other current assets of the company	Rs. 400 lakhs	12.50% p.a	400.75

Note : 7 Trade Payables

Sr. No	Particulars	Current Year	Previous Year
1	Supplier for Goods & Services	4,77,27,751.95	3,99,23,041.00
	Total in `	**4,77,27,751.95**	**3,99,23,041.00**

Note : 8 Other Current Liabilities

Sr. No	Particulars	Current Year	Previous Year
1	Statutory Dues Payables	4,29,257	5,19,901
2	Expenses Payable	12,91,432	20,000
3	Payable to Employees	11,21,661	
4	Current Maturities of Long Term Borrowings	52,64,261	51,93,630
	Total in `	**81,06,611.00**	**57,33,531.00**

Note : 9 Short Term Provisions

Sr. No	Particulars	Current Year	Previous Year
1	Provision For Taxation (Net of TDS & Advance Tax)	12,30,889.41	
	Total in `	**12,30,889.41**	**-**

NOVA AGRI SCIENCES PRIVATE LIMITED

Notes Forming Integral Part of the Balance Sheet as at 31st MARCH, 2018

Note : 11 Deferred Tax Asset (Net)

Sr. No	Particulars	Current Year	Previous Year
	Deferred Tax Asset		
	Opening Balance	15,09,559.00	47,588.00
	Add: Addition during the year	8,27,490.42	14,61,971.00
	Closing Balance	**23,37,049.42**	**15,09,559.00**
	Total in	**23,37,049.42**	**15,09,559.00**

Note : 12 Long Term Loans & Advances

Sr. No	Particulars	Current Year	Previous Year
1	Security Deposits	30,000	30,000
2	MAT credit entitlement	85,143	-
	Total in	**1,15,142.56**	**30,000.00**

Note : 13 Other Non Current Assets

Sr. No	Particulars	Current Year	Previous Year
1			
	Preliminary Expenses		
	Opening Balance	76,423.00	1,14,634.00
	Add: Expenses incurred during the year		
	Less: Written off during the year	(76,423.00)	(38,211.00)
	Closing Balance	-	**76,423.00**
	Total in	-	**76,423.00**

Note : 14 Inventories

Sr. No	Particulars	Current Year	Previous Year
1	**Closing Stock :**		
	Raw material	1,90,89,639.00	2,14,26,783.00
	Work in Progress	1,02,45,671.00	65,74,690.00
	Finished Goods	58,54,690.00	72,14,350.00
	Packing Material	3,78,12,500.00	1,32,89,925.00
	Total in	**7,30,02,500.00**	**4,85,05,748.00**

Note : 15 Trade Receivables

Sr. No	Particulars	Current Year	Previous Year
1	**Debtors :**		
	- O/s for more than 180 days	2,12,73,517.00	
	- Others	3,19,10,276.00	62,24,101.00
	(Secured, Considered Good)		

Note : 16 Cash & Cash Equivalents

Sr. No	Particulars		Current Year	Previous Year
a	**Cash-in-Hand**			
	Cash Balance		84,000.00	3,42,417.00
		Sub Total (A)	**84,000.00**	**3,42,417.00**
b	**Bank Balance**		18,051.15	28,096.00
		Sub Total (B)	**18,051.15**	**28,096.00**
	Total [A + B]		**1,02,051.15**	**3,70,513.00**

Note : 17 Short Terms Loans and Advances

Sr. No	Particulars	Current Year	Previous Year
1	Balance with revenue Authorities	14,72,039	16,93,992
2	Other Advances	-	2,08,53,978
	Total in `	**14,72,039.10**	**2,25,47,970.00**

NOVA AGRI SCIENCES PRIVATE LIMITED

Notes Forming Integral Part of the Profit & Loss statement as at 31st MARCH, 2018

Note : 18 Revenue from Operations

Sr. No	Particulars	Current Year	Previous Year
1	Sales (Net)	9,71,30,699	1,79,41,618
2	**Other Operating Income:**		
	Interest Income	5,54,191	40,972
	Total in	**9,76,84,890**	**1,79,82,590**

Note : 19 Other Income

Sr. No	Particulars	Current Year	Previous Year
3	Misc. Income	5,929	1,737
4	Agricultural Products	-	5,46,283
	Total in	**5,929**	**5,48,020**

Note : 20 Purchases

Sr. No	Particulars	Current Year	Previous Year
a)	**PURCHASES OF RAW MATERIALS AND STORES**		
1	Purchases (Net)	7,23,03,287	5,04,47,367
	Sub-total (a)	**7,23,03,287**	**5,04,47,367**
	Total in	**7,23,03,287**	**5,04,47,367**

Note : 21 Change in Inventories

Sr. No	Particulars	Current Year	Previous Year
1	Opening Stock of Inventory	4,85,05,748	-
2	Closing Stock of Inventory	7,30,02,500	4,85,05,748
	Total in `	**- 2,44,96,752**	**- 4,85,05,748**

Note : 22 Employee Benefit Expenses

Sr. No	Particulars	Current Year	Previous Year
1	Salaries, Bonus and Director Remuneration	1,33,08,359	24,02,795
2	Contribution to PF, ESI	6,46,342	-
3	Staff welfare Expenses	1,23,350	23,000
	Total in	**1,40,78,051**	**24,25,795**

Note : 23 Finance Cost

Sr. No	Particulars	Current Year	Previous Year
1	Interest On CC & Terms Loan	73,28,949	79,34,219
2	Interest On Vehicle Loan		

	Total in	**77,22,322**	**80,25,718**

Note : 24 Depreciation & Amortization

Sr. No	Particulars	Current Year	Previous Year
1	Depreciation on Fixed Assets	79,33,424	99,92,420
	Total in	**79,33,424**	**99,92,420**

Note : 25 Other Expenses

Sr. No	Particulars	Current Year	Previous Year
1	Audit Fees	1,00,000	28,750
2	Transport Charges	22,90,459	2,93,704
3	Travelling Expenses	43,91,769	1,29,900
4	Rental Expense	8,11,598	8,30,651
5	Repairs & Maintenance	5,55,277	12,050
6	Insurance Expenses	1,20,107	68,171
7	Discount Allowed	10,77,044	18,97,245
8	Telephone Expenses & Internet Charges	2,41,901	10,000
9	Subscriptions & Renewals	2,00,400	2,04,294
10	Electricity Charges	20,81,957	8,00,398
11	Bank Charges	43,477	71,115
12	Office maintenance	1,46,915	18,175
13	Packing Expenses	80,000	1,362
14	Printing & Stationary Expenses	7,21,792	5,69,386
15	Consultancy Charges	1,02,500	6,30,000
16	Rates & Taxes	72,650	95,900
17	Sales Promotion Expenses	2,97,720	3,94,760
18	Other Expenses	3,55,254	44,211
	Total in	**1,36,90,820**	**61,00,072**

Nova Agri Sciences Private Limited

Note -11 Depreciation as per Companies Act, 2013

		Gross Block				Accumulated Depreciation				Net Block	
S.No	Head of the asset	Opening	Additions	Deletions	Closing	Opening	Additions	Deletions	Closing	31-03-2018	31-03-2017
1	Motor vehicles	1879378	0	0	1879378	1268140	190890	0	1459030	420348	611238
2	Plant & Machinery	33552551	225000	0	33777551	10929477	7080202	0	18009679	15767872	22623074
3	Land	7075430	0	0	7075430	0	0	0	0	7075430	7075430
4	Furnitures & Fixtures	475900	0	0	475900	124211	91052	0	215263	260637	351689
5	Electrical Equipment	656250	27768	0	684018	204699	118463	0	323162	360856	451551
6	Office Equipment	463406	0	0	463406	208893	114709	0	323602	139804	254513
7	Computers & peripherals	143290	0	0	143290	9174	84708	0	93882	49408	134116
8	Intangible Assets	1161382		0	1161382	182623	253401	0	436024	725358	978759
	Total	**45407587**	**252768**	**0**	**45660355**	**12927217**	**7933424**	**0**	**20860641**	**24799714**	**32480370**
	Capital Work in Progress	-	**4,27,812.50**	-	**427813**	-	-	-	-	**4,27,812.50**	-

PRECIATION AS PER INCOME TAX ACT

o	Head of Asset	Rate of Dep	Opening WDV	Additions during the year		Deletions	Closing WDV before Dep	Depreciation charged during the year					Closing WDV
				<180 days	> 180 days			On Opening WDV	On Additions (<180)	On Additions (>180)	On Deletions	Total Depreciation	
1	Furniture & Fixtures	10	406894				406894	40689.4	0	0		40689.4	366204.6
2	Plant & Machinery	15	28883008	252768			29135776	4332451.2	18957.6	0		4351408.8	24784367.2
3	Plant & Machinery	40	100303				100303	40121.2	0	0		40121.2	60181.8
4	Intangible Assets	25	900036	354500	73312		1327848	225009	44312.5	18328		287649.5	1040198.5
5	Land	0	7075430				7075430	0	0	0		0	7075430
	Total		**37365671**	**607268**	**73312**	**0**	**38046251**	**4638270.8**	**63270.1**	**18328**	**0**	**4719868.9**	**33326382.1**

Computation of Income Tax

Particulars	Amount
Net Profit as per Profit & Loss A/c	6459666.294
Add: Dep as per Co Act 2013	79,33,424
Less: Dep as per IT act	-4719869
Taxable Profit under the Head PGBP	**9673221.32**
Less: Carry forward Losses	**5223719**
Tax on Total Income	1112375.58
Surcharge on Above	
Add: Edu Cess @ 3%	33371.2674
Total Tax Payable	**1145746.847**
Less: TDS Deducted	
Less: Self Assessment Tax paid	
Balance Tax Payable	**1145746.847**

Computation as per MAT

Particulars	Amount
Book profit	64,59,666.29
Rate for MAT Computation	18.50
Tax as per MAT	1195038.264
Add: Ed cess	35851.14793
Total Tax liability under MAT	**1230889.412**
MAT credit available	**85142.56483**

Computation of Deferred Tax

Particulars	Amount
Dep as per Companies Act	7933424
Dep as per IT Act	4719868.9
Diff	**3213555**
Tax rate	25.75%
DTA to be provided in Current year	**827490.4193**

NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

Note -1 -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 2018 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

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 Written down Value method during the Current year.

I. 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.

J. 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.

NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

K. 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.

L. Segment Reporting :

The Segment reporting is based on the following Accounting policies adopted by the company which is in line with the regular accounting policy.

a. Inter Segment revenue has been accounted on the basis of estimated price, on the basis of ruling market prices.
b. Revenue and expenses directly relatable to the segment has been ascertained on the basis of their relationship to the activities of the segment.
c. Expenses not relatable to segment and not allocable have been included under unallocated corporate expenses.

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

M. Earnings per share :

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.

N. 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.

O. 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.

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.

P. 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.

Q. 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.

NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

NOTES TO ACCOUNTS:

26. Contingent Liabilities & other Commitments:

Particulars	As on March 31 2018	As on March 31 2017
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**

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 Ferticare Pvt Ltd
Nova Agrisciences Private Limited
Suraksha Agri Retails India Private Limited

NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

Transaction with related parties:

I. Directors or KMPs :

Particulars	**For the FY ending 31st March 2018**	**For the FY ending 31st March 2017**
1. Salary & Remuneration	23,00,000	20,00,000
2. 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. Advances taken by the company		
i. Opening Balance	16,39,000	-
ii. Loans taken by the company	-	16,39,000
iii. Repayment of Loans	16,39,000	-
iv. Closing Balance	-	16,39,000

II. Relatives of Directors or KMPs : Nil

III. Enterprises over which Directors or relatives of Directors are having significant Influence :

Particulars	**For the FY ending 31st March 2018**	**For the FY ending 31st March 2017**
1. Loans given by the company		
i. Opening Balance	17,73,900	-
ii. Transactions during the year	54,000	17,73,900
iii. Closing Balance	18,27,900	17,73,900
2. Advances taken by the company :		
i. Opening Balance	(22,10,478)	-
ii. Transactions during the year	52,67,751	(2210748)
iii. Closing Balance	30,57,273	(2210748)
3. Sales	3,19,788	-
4. Purchases	9,55,344	-

28. Earnings per share:

Particulars	**For the Financial Year ending 31st March 2018**	**For the Financial Year ending 31st March 2017**
Net Profit as per Profit & Loss Account available for Equity Shareholders	61,41,409	(84,93,043)
Weighted Average Number of Equity Shares for EPS Computation		
A. For Basic Earnings Per Share of ` 10 each	1800000	1800000
B. For Diluted Earnings Per Share of `10 each	1800000	1800000
Earnings Per Share		
-Basic	**3.41**	**(4.72)**
`Diluted	**3.41**	**(4.72)**

NOVA AGRI SCIENCES PRIVATE LIMITED
Notes forming Part of Financial Statements

29. Deferred Tax Asset:

Particulars	2018	2017
Deferred tax (liabilities)/assets arising on account of timing difference in:		
Opening Balance	1509559	47588
Add: Addition during the year on account of difference in Depreciation	827490.42	1461971
Closing Balance	**2337049.42**	**1509559**

30. Auditor's Remuneration:

Particulars	2018	2017
Statutory Audit Fees	75,000	28,750
For Other Matters	25,000	-
Total	**1,00,000**	**28,750**

31. Earnings & Expenditure in Foreign Currency:

Particulars	2018	2017
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

On & behalf of Board
For NOVA AGRISCIENCES PRIVATE LIMITED

KIRAN KUMAR ATUKURI
(Director)
(DIN: 08143781)

PULLELA AJAY BABU
Director)
(DIN: 07227687)

Place: Hyderabad
Date: 23/08/2018