

a Belief

a Trust

a Credibility



AGRITECH PVT LTD.

... for better HARVEST



11th Annual Report

2017-18

An ISO 9001 : 2015 Certified Company

Corporate Information

Board of Directors:

Mr. Sambasivarao Yeluri (Upto 18.08.2018)	Director
Mrs. Malathi Siripurapu (Upto 18.08.2018)	Director
Mr. Kiran Kumar Atukuri (From 09.07.2018) (CEO from 09.07.2018 to 18.08.2018)	Additional Director
Mr. Sreekanth Yenigalla (From 16.02.2017)	Director-Marketing
Mr. Nadella Basanth Kumar (From 26.05.2018)	Additional Director
Mr. Mohammad Ali (From 16.02.2018 to 26.05.2018)	Director & CEO
Mr. Ashok Kumar J (w.e.f 18.08.2018)	Chief Financial Officer
Mrs. Padmasri Samaleti (w.e.f 21.02.2018)	Company Secretary

Corporate Identity Number: U01119TG2007PTC053901

Registered Office:

Plot No.57, Hanuman Nagar, Chinatokatta, New Bowenpally,
Secunderabad, Hyderabad, Telangana - 500011 India.

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 Tech Pvt. Ltd.

...for better HARVEST

Plot No. 57, Hanuman Nagar, Chinnatokatta,
New Bowenpally, Secunderabad - 500 011.
Email : nova.agritech@gmail.com
website : www.novaagritech.com
Phone : 040-27957082, Fax : 040-27957081
CIN : U01119TG2007PTC053901

NOTICE

NOTICE is hereby given that the **11th Annual General Meeting** of the members of 'Nova Agritech Private Limited' will be held on Saturday, the **22nd day of September 2018 at 11.00 A.M.** at its registered office situated at Plot No. 57, Hanuman Nagar, Chinatokatta, New Bowenpally, Secunderabad, Hyderabad, Telangana - 500011 India; for transacting the following business:

Ordinary Business:

1. Adoption of Audited Standalone and Consolidated Financial Statements for the Financial Year 2017-18:

To consider and adopt (a) the audited Standalone financial statements of the Company for the financial year ended 31st March, 2018 and the reports of the Auditors and Board of Directors thereon; and (b) the audited consolidated financial statements of the Company for the financial year ended 31st March, 2018 and the report of Auditors thereon and in this regard, pass the following resolutions, with or without modification(s), as Ordinary Resolutions:

- a. **"RESOLVED THAT** the audited Standalone financial statements of the Company for the financial year ended 31st March, 2018 and the reports of the Auditors and Board of Directors thereon laid before this meeting, be and are hereby considered and adopted."
- b. **"RESOLVED THAT** the audited consolidated financial statements of the Company for the financial year ended 31st March, 2018 and the report of Auditors thereon laid before this meeting, be and are hereby considered and adopted."

2. Appointment of M/s. NSVR & Associate LLP as Statutory Auditors for five years:

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

"RESOLVED THAT in terms of section 139 and other applicable provisions of the Companies Act, 2013 and Rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), the appointment of M/s. NSVR & ASSOCIATES LLP., Chartered Accountants (FRN.: 008801S/S200060), be and is hereby Appointed as the statutory auditors of the company from the conclusion of this annual general meeting to till the conclusion of 16th annual general meeting, for the term of 5 (five) Financial years subject to the approval of shareholders in the Annual General Meeting, on such remuneration as may be agreed upon by the board of directors and the auditors, in addition to the reimbursement of all out of pocket expenses in connection with the audit of the accounts of the Company.

Mfg. Unit : Sy.No. 107 & 109, Near Swimming Pool, Kompally (M), Quithbullapur (M), Rangareddy (D) - 500 014.

"RESOLVED FURTHER THAT the Board of Directors, be and are hereby authorized to do all such acts, deeds and things and execute all such documents and writings, as it may in its absolute discretion deem necessary or incidental thereto including paying such fees and incurring such expenses in relation thereto as it may deem appropriate and to file such documents, forms, etc., as required with the regulatory/statutory authorities and authorize the officials of the Company for the aforesaid purpose, as may be deemed fit to give effect to this Resolution."

Special Business:

3. Ratification of Remuneration of Cost Auditors:

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

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, Mr. N.V.S. Kapardi, Cost Accountant appointed as Cost Auditors by the Board of Directors of the Company to audit the cost records of the Company for the financial year 2018-19 be paid a remuneration of Rs. 30,000/- per annum plus applicable taxes and out of pocket expenses that may be incurred

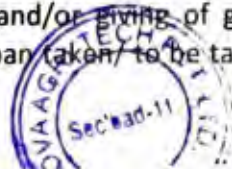
RESOLVED FURTHER THAT the Board of Directors, be and are hereby authorized to do all such acts, deeds and things and execute all such documents and writings, as it may in its absolute discretion deem necessary or incidental thereto including paying such fees and incurring such expenses in relation thereto as it may deem appropriate and to file such documents, forms, etc., as required with the regulatory/statutory authorities and authorize the officials of the Company for the aforesaid purpose, as may be deemed fit to give effect to this Resolution.

RESOLVED FURTHER THAT Mr. M. Ramana Reddy, Practicing Company Secretary P.S. Rao & Associates, Hyderabad be and is hereby authorised to pre-certify, to affix the Digital Signature in the required e-Forms, if any and to submit the all necessary forms with the Registrar of Companies/Ministry of Corporate Affairs, to bring into effect the above resolution."

4. Approval of Loans, Investments, Guarantee or Security under Section 185 of Companies Act, 2013

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

"RESOLVED THAT pursuant to the provisions of Section 185 of the Companies Act, 2013, as amended by the Companies (Amendment) Act, 2017, approval of members of the Company be and is hereby accorded for making of loan(s) including loan represented by way of Book Debt (the "Loan") to, and/or giving of guarantee(s), and/or providing of security(ies) in connection with any Loan taken/ to be taken by all Companies and entities



covered under the category of 'a person in whom any of the director of the company is interested' as specified in the explanation to Sub-section 2 of the said Section, of an aggregate outstanding amount not exceeding Rs. 200 Crores (Rupees Two Hundred Crores only) per annum, respectively for each entity."

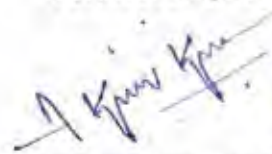
RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board of Directors of the Company (hereinafter referred to as "the Board", which term shall be deemed to include any committee thereof) be and is hereby authorized to negotiate, finalise and agree to the terms and conditions of the aforesaid Loan/ Guarantee/ security, and to take all necessary steps, to execute all such documents, instruments and writings and to do all necessary acts, deed and things in order to comply with all the legal and procedural formalities and to do all such acts, deeds or things incidental or expedient thereto and as the Board may think fit and suitable."

Place: Hyderabad

Date: 23rd August 2018

By Order of the Board

For, Nova Agritech Private Limited



Kiran Kumar Atukuri

Executive Director

DIN: 08143781



NOTES:-

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.
2. Proxies in order to be effective must be received by the Company not less than 48 hours before the meeting at the Registered Office of the Company.



EXPLANATORY STATEMENT:

(Pursuant to Section 102 of the Companies Act, 2013)

ITEM NO. 3:

In pursuance of Section 148 of the Companies Act, 2013 and Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the Company is required to appoint a cost auditor to audit the cost records of the applicable products of the Company.

The Board of Directors of the Company at its meeting held on 23rd August 2018, considered and approved the appointment of Mr. N.V.S. Kapardi, Cost Accountant as the cost auditor for the financial year 2018-19 at a remuneration of Rs. 30,000/- per annum plus applicable taxes and reimbursement of out of pocket expenses.

The Board recommends this resolution for approval of the Members

None of the Directors/Key Managerial Personnel of the Company/their relatives are in any way, concerned or interested, financially or otherwise, in the resolution.

Item No.4:

The Company may be required to make loan(s) including loan represented by way of Book Debt (the "loan") to, and/or give guarantee(s) and/or provide security(ies) in connection with any loan, including loan represented by way of Book debt, if any (the "Loan") taken/ to be taken by all the companies and entities in which director of the company are interested. The said Loan(s)/ guarantee(s)/security(ies) shall be utilised by the same company or entity for their principal business activities and the matters connected and incidental thereto (the "Principal Business Activities").

All Companies and entities covered under the category of 'a person in whom any of the director of the company is interested' as specified in the explanation to Sub-section 2 of the Section 185 of Companies Act, 2013 and hence consent of the members is being sought by way of a special resolution pursuant to Section 185 of the Companies Act, 2013 (as amended by the Companies (Amendment) Act, 2017) for making of Loan(s) to, and/or giving of guarantee(s), and/or providing of security(ies) in connection with any Loan taken/ to be taken by all the companies and entities in which director of the company are interested of an aggregate outstanding amount not exceeding Rs. 200 Crores (Rupees Two hundred crores only) per

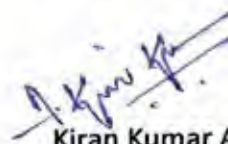


annum respectively for each entity on the terms mentioned in the resolution set out at item no. 4 and necessary delegation of authority to the Board for this purpose.

Your Directors recommend the resolution set out at Item no. 4 to be passed as a **special resolution** by the members.

Place: Hyderabad
Date: 23rd August 2018

By Order of the Board
For, **Nova Agritech Private Limited**



Kiran Kumar Atukuri
Executive Director
DIN: 08143781



Nova Agritech Private Limited

Registered Office: Plot No.57, Hanuman Nagar, Chinatokatta, New Bowenpally,
Secunderabad, Hyderabad, Telangana - 500011 India. **CIN:** U01119TG2007PTC053901

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 11th Annual General Meeting of the Company, to be held on Saturday, 22nd September, 2018, at 11.00 A.M. at Plot No. 57, Hanuman Nagar, Chinatokatta, New Bowenpally, Secunderabad, Hyderabad-500011, Telangana, India and at any adjournment thereof in respect of the following resolutions:

Resolution No.	Special Business:
1	Adoption of Audited Financial Statements of the Company for FY 2017-18
2	Appointment of appointment of Statutory Auditors for 5 years
3	Ratification of appointment and remuneration of cost auditor
4	Approval of Loans, Investments, Guarantee or Security under Section 185 of Companies Act, 2013

Affix
Revenue
Stamp

Signed this _____ day of September, 2018

Signature of Shareholder: _____

Signature of Proxy holder: _____

Nova Agritech Private Limited

Registered Office: Plot No.57, Hanuman Nagar, Chinatokatta, New Bowenpally,
Secunderabad, Hyderabad, Telangana - 500011 India. **CIN:** U01119TG2007PTC053901

ATTENDANCE SLIP

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

I hereby record my presence at the **11th Annual General Meeting** of the Company on Saturday, 22nd September, 2018 at 11.00 AM at Plot No. 57, Hanuman Nagar, Chinatokatta, New Bowenpally, Secunderabad, Hyderabad-500011, Telangana, India.

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.

Nova Agritech Private Limited

Registered Office: Plot No.57, Hanuman Nagar, Chinatokatta, New Bowenpally,
Secunderabad, Hyderabad, Telangana - 500011 India. **CIN:** U01119TG2007PTC053901

ROUTE MAP FOR 11th ANNUAL GENERAL MEETING



DIRECTORS' REPORT

We, the Directors have pleasure in presenting the **11th ANNUAL REPORT** on the business and operations of the Company together with the Audited Financial Statements for the Financial Year ended March 31, 2018.

FINANCIAL PERFORMANCE:

(Values in Rs.)

Particulars	Year Ended March 31, 2018	Year Ended March 31, 2017	Year Ended March 31, 2018	Year Ended March 31, 2017
	Standalone	Standalone	Consolidated	Consolidated
Income from Operations	1,06,23,55,451	95,78,14,834.00	1,15,66,40,874.75	NA
Other income	38,913	40,65,120.43	8,59,627.75	NA
Total income	1,06,23,94,364	96,18,79,954.83	1,15,75,00,502.50	NA
Total Expenditure	97,13,96,106	(92,49,83,570.23)	(1,06,05,03,818.71)	NA
Profit Before Tax	9,09,98,258	3,68,96,384.20	9,69,96,683.79	NA
Less: Tax expenses	3,27,41,821	(1,38,50,375.41)	3,30,60,077.54	NA
Net Profit/Loss	5,82,56,437	2,30,46,008.79	6,39,36,606.25	NA

SUMMARY OF OPERATIONS & STATE OF COMPANY'S AFFAIRS:

No material changes and commitments have occurred after the close of the financial year till the date of this Report.

During the year under review, there is no change in nature of the business of the Company. The affairs of the Company are conducted in accordance with the accepted business practices and within the purview of the applicable legislations.

SHARE CAPITAL:

The paid-up Equity Share Capital as at March 31, 2018 stood at Rs. 12,54,05,480. During the year, under review, the company has issued 1,01,83,872 shares of Rs. 10/- each by way of Private Placement and Bonus Issue.

DIVIDEND:

During the year under review, though profits were generated, the Board of Directors of the company did not recommend any dividend.

TRANSFERS TO RESERVES:

During the year under review, the company has transferred profit of Rs. 5,82,56,437/- to reserves for the financial year 2017 -18.

DEPOSITS:

During the year under review, the Company has neither accepted nor renewed any deposits which are covered under the Chapter-V of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 from its members and public during the Financial Year.

MATTERS RELATED TO DIRECTORS AND KEY MANAGERIAL PERSONNEL:**Directors:**

During the year under review,

1. Mr Srikanth Yenigala has been appointed as Director w.e.f 06th December 2018.
2. Mr. Mohammad Ali has been appointed as Additional Director w.e.f 16th February 2018 and later he has been regularized. He has resigned from the Board on 26th May 2018.

Key Managerial Personnel:

1. Mrs. Padmasri Samaleti has been appointed as Company Secretary of the Company w.e.f 21st February 2018.
2. Mr. Mohammad Ali has been resigned as CEO of the Company w.e.f 26th May 2018

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 2017-18.

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 financial statements for the year ended March 31, 2018, 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 have been made, so as to give a true and fair view of the state of affairs of the Company as at March 31, 2018 and of the loss of the Company for the year ended 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 that such systems are adequate and operating effectively.

NO. OF BOARD MEETINGS HELD DURING THE YEAR:

The Board of Directors duly met Eleven times on 20th May 2017, 22nd May 2017, 21st June 2017, 22nd June 2017, 20th August 2017, 08th November 2017, 6th December 2017, 16th February 2018, 17th February 2018, 21st February 2018 and 20th March 2018

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS UNDER SECTION 186:

The Company has not given/ made any loans, guarantees and investments under Section 186 of the Companies Act, 2013.

STATUTORY AUDITORS:

The Auditors Report for the financial year ended 31st March, 2018 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.

M/s Abhishek and associates, Chartered Accountants (FRN.:011754S) who were appointed at 8th Annual General Meeting for a period of 5 Financial Years till the conclusion of 13th Annual General Meeting has resigned as Statutory auditor of the Company on 20th March 2018 by creating the casual Vacancy.

Pursuant to Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made thereunder, including any statutory modification(s) or re-enactment(s) thereof for the time being in force, M/s. NSVR & ASSOCIATES LLP., Chartered Accountants (FRN.: 008801S/S200060), appointed as Statutory Auditors of the Company for the Financial Year 2017-18 to fill the Casual Vacancy, at the Extra-Ordinary General Meeting (EGM) held on 12th April 2018 till the conclusion of the 11th AGM to be held in 2018.

Further it is proposed to appoint M/s. NSVR & ASSOCIATES LLP., Chartered Accountants (FRN.: 008801S/S200060), for the period of 5 (Five) Financial years as statutory Auditors of the Company from the Conclusion of 11th Annual general Meeting till the Conclusion of 16th Annual General Meeting on a remuneration plus a reimbursement for out-of-pocket expenses as may be agreed upon by the Board of Directors and the Auditors.

Necessary resolution for Appointment of the said Auditors is included in the Notice of Annual General Meeting, for seeking approval of members.

COST AUDITORS:

Pursuant to Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Amendment Rules, 2014, the board, appointed Mr. N. V. S. Kapardi, Cost Accountant, Firm Registration No. 100231 to audit the cost accounts of the Company for the financial year 2018-2019 on a remuneration of Rs. 30,000 per annum.

As required under the Companies Act, 2013, the remuneration payable to the cost auditor is required to be placed before the Members in a general meeting for their ratification. Accordingly, a resolution seeking Member's ratification for the remuneration payable to Mr. N. V. S. Kapardi, Cost Accountant, Hyderabad (Firm Registration No. 100231) is included at Item No. 3 Notice convening the Annual General Meeting.

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.

The Company has an Internal Control System, commensurate with the size and scale of its operations.

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 3**' to this report.

RELATED PARTY TRANSACTIONS:

During the year under review, there were Related Parties which fall under the provisions of Section 188 of the Companies Act, 2013 and the Rules made thereunder are given in **Form AOC-2** and forms as part of this Directors' Report as **Annexure 2**.

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

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014.

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.

Technology Absorption :

We firmly believe that technology is the genesis of innovative business practices, which in turn enable the organization to carry out business effectively and efficiently. We intend to make investments in innovative techniques for this regard.

Foreign Exchange Earnings & Outgo:

Foreign Exchange earnings	:	Nil
Foreign Exchange outgo	:	Rs. 1,82,94,453.00/-

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

Internal Audit plays a key role in providing an assurance to the Board of Directors with respect to the Company having adequate Internal Financial Control Systems. The Internal Financial Control systems provide, among other things, reasonable assurance of recording the transactions of its operations in all material respects and of providing protection against significant misuse or loss of Company's assets.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

Pursuant to Section 135 and Schedule VII of the Companies Act, 2013, We, Nova Agritech Private Limited do fall under the class of companies as provided in the Act. Hence, we are in the process of forming the CSR Committee to comply the Companies Act, 2013.

SIGNIFICANT AND MATERIAL ORDERS:

There were no significant and material orders passed by the regulators or courts or tribunals, which would impact the going concern status and the Company's operations in future.

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:

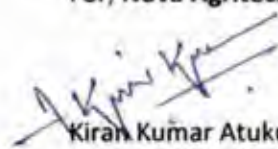
The Directors express their appreciation to all employees of the various divisions for their diligence and contribution to performance. The Directors also record their appreciation for the support and co-operation received from bankers and all other stakeholders. Last but not the least, the Directors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

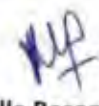
Place: Hyderabad

Date: 23rd August 2018

By Order of the Board

For, Nova Agritech Private Limited


Kiran Kumar Atukuri
Executive Director
DIN: 08143781


Nadella Basanth Kumar
Director
DIN: 08139510



Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with
Rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures

Part A Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

1	S. No.	1	2
2	Name of the subsidiary	NOVA AGRI SCIENCES PRIVATE LIMITED	NOVA AGRI SEEDS INDIA PRIVATE LIMITED
3	The year since when subsidiary was acquired	2017	2017
4	Reporting period for the subsidiary concerned, if different from the holding company's reporting period.	Same as Holding Company	Same as Holding Company
5	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	NA	NA
6	Share capital	18000000	5,00,000
7	Reserves and surplus	-46,50,022	-12,85,020
8	Total assets	15,54,40,102	4,99,925
9	Total Liabilities	13,27,90,080	12,84,946
10	Investments	-	-
11	Turnover	9,76,90,818	8,26,185
12	Profit before taxation	64,59,666	3,77,928
13	Provision for taxation	-	-
14	Profit after taxation	6141410	3,77,928
15	Proposed Dividend	-	-
16	Extent of shareholding (in percentage)	99.99	99.99

Notes: The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations
- Names of subsidiaries which have been liquidated or sold during the year.

Place: Hyderabad

Date: 23rd August 2018

By Order of the Board

For, Nova Agritech Private Limited


Kiran Kumar Atukuri
Executive Director
DIN: 08143781


Nadella Basanth Kumar
Director
DIN: 08139510



Part B Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

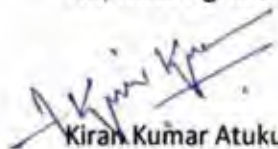
Name of Associates or Joint Ventures	SURAKSHA AGRI RETAILS (INDIA) PRIVATE LIMITED
1. Latest audited Balance Sheet Date	31/03/2017
2. Date on which the Associate or Joint Venture was associated or acquired	Not Available
3. Shares of Associate or Joint Ventures held by the company on the year end	
No.	95,200
Amount of Investment in Associates or Joint Venture	Nil
Extent of Holding (in percentage)	19.04%
4. Description of how there is significant influence	Not Available
5. Reason why the associate/joint venture is not consolidated	Not Available
6. Net-worth attributable to shareholding as per latest audited Balance Sheet	Rs. 13,83,111
7. Profit or Loss for the year	Rs. 3,85,609
i. Considered in Consolidation	N.A.
ii. Not Considered in Consolidation	Rs. 3,85,609


- Names of associates or joint ventures which are yet to commence operations.
- Names of associates or joint ventures which have been liquidated or sold during the year.

Note: This Form is to be certified in the same manner in which the Balance Sheet is to be certified".

Place: Hyderabad
Date: 23rd August 2018

By Order of the Board
For, Nova Agritech Private Limited


Kiran Kumar Atukuri
Executive Director
DIN: 08143781


Nadella Basanth Kumar
Director
DIN: 08139510



FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain Arm's length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis:
The Company has not entered into any contract or arrangement or transaction with its related parties which is not in Arm's Length during the FY 2017-18.

S.N o.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NA
b)	Nature of contracts/arrangements/transaction	NA
c)	Duration of the contracts/arrangements/transaction	NA
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
e)	Justification for entering into such contracts or arrangements or transactions'	NA
f)	Date of approval by the Board	NA
g)	Amount paid as advances, if any	NA
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NA


2. Details of contracts or arrangements or transactions at Arm's length basis.

S. N o	Name (s) of the related party	Nature of relationship	Duration of the contracts/ arrangements/transaction	Salient terms	2017-18 Amount in Rs.	2016-17 Amount in Rs.
1	Loans Given by Company	Enterprises over which Directors or KMP are having Significant influence	Not applicable	Not applicable	30,57,273	4,32,788

2	Advances taken by Company	Enterprises over which Directors or KMP are having Significant influence	Not applicable	Not applicable	1,07,255	69,90,356
3	Sales	Enterprises over which Directors or KMP are having Significant influence	Not applicable	Not applicable	9,15,344	Nil
4	Purchases	Enterprises over which Directors or KMP are having Significant influence	Not applicable	Not applicable	11,05,973	1,37,35,890
5	Investments made	Enterprises over which Directors or KMP are having Significant influence	Not applicable	Not applicable	1,84,99,980	Nil

Place: Hyderabad
Date: 23rd August 2018

By Order of the Board
For, Nova Agritech Private Limited


Kiran Kumar Atukuri
Executive Director
DIN: 08143781


Nadella Basanth Kumar
Director
DIN: 08139510



NOVA AGRITECH PRIVATE LIMITED**Annexure-3****Form No. MGT-9****EXTRACT OF ANNUAL RETURN****For the financial year ended 31st March 2018**

[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	U01119TG2007PTC053901
ii.	Registration Date	9 th May 2007
iii.	Name of the Company	Nova Agritech Private Limited
iv.	Category / Sub-Category of the Company	Private Limited Company
v.	Address of the Registered office and contact details	Plot No. 57, Hanuman Nagar, Chinatokatta, New Bowenpally, Secunderabad, Hyderabad – 500011, Telangana, India
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 Agri Sciences Private Limited	U01403TG2010PTC068405	Wholly Owned Company	100
2.	Nova Agri Seeds India Private Limited	U01403TG2009PTC065732	Wholly Owned Company	100
3.	Suraksha Agri Retails (India) Private Limited	U01820TG2009PTC063119	Associate	19.04

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):***(i) Category-wise Share Holding:***

Category of Shareholders	No. of Shares held at the beginning of the year (01-04-2017)				No. of Shares held at the end of the year (31-03-2018)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	0	18,01,622	18,01,622	76.45	0	10152576	10152576	80.95	0
b) Central Govt	0	0	0	0	0	0	0	0	0
c) State Govt (s)	0	0	0	0	0	0	0	0	0
d) Bodies Corp.	0	5,55,054	5,55,054	23.55	0	23,87,972	23,87,972	19.05	0
e) Banks / FI	0	0	0	0	0	0	0	0	0
f) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (1):-	0	23,56,676	23,56,676	100	0	1,25,40,548	1,25,40,548	100	0
(2) Foreign									
g) NRIs - Individuals	0	0	0	0	0	0	0	0	0
h) Other - Individuals	0	0	0	0	0	0	0	0	0
i) Bodies Corp.	0	0	0	0	0	0	0	0	0
j) Banks / FI	0	0	0	0	0	0	0	0	0
k) Any Other....	0	0	0	0	0	0	0	0	0
Sub-total (A) (2):-	0	0	0	0	0	0	0	0	0
Total shareholding of Promoter (A) = A(1)+(A)(2)	0	23,56,676	23,56,676	100	0	12,54,05,48	12,54,05,48	100	0
B. Public Shareholding									
(1) Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks / FI	0	0	0	0	0	0	0	0	0
c) Central Govt	0	0	0	0	0	0	0	0	0
d) State Govt(s)	0	0	0	0	0	0	0	0	0
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIs	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds									
i) Others (specify)	0	0	0	0	0	0	0	0	0
Sub-total (B)(1):-	0	0	0	0	0	0	0	0	0
(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) Clearing Members	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	23,56,676	23,56,676	100	0	1,25,40,548	1,25,40,548	100	0

(ii)Shareholding of Promoters:

S. No.	Share Holders Name	Shareholding at the beginning of the year (01-04-2017)			Shareholding at the end of the year (31-03-2018)			% change in Share holding during the year
		No. of Shares	% of total Shares	% of Shares Pledged / Encumbered	No. of Shares	% of total Shares	% of Shares Pledged / encumbered	
1	Y. Samba Siva Rao	793730	33.68	----	5722872	45.63	----	11.95
2	M/s. Suraksha Agri Retails (India) P. Ltd.	528027	22.41	----	2387972	19.04	----	-3.37
3	Y. Malathi	207027	8.78	----	1684324	13.43	----	4.65
4	Y Samba Siva Rao (HUF)	126000	5.35	----	504000	4.02	----	1.33
5	P Ajay Babu	51351	2.18	----	0	0	----	-2.18
6	N Venkata Subbba Rao	51351	2.18	----	793104	6.32	----	4.14
7	P Sudhakar	43243	1.83	----	0	0	----	-1.83
8	J Ashok Kumar	40540	1.72	----	0	0	----	-1.72
9	Mohammad Ali	27027	1.15	----	0	0	----	-1.15
10	A Srikanth	27027	1.15	----	0	0	----	-1.15
11	G Santoh Chander Rao	27027	1.15	----	689656	5.50	----	4.35
12	K Samba Siva Rao	27027	1.15	----	758620	6.05	----	4.9
13	N Basanth Kumar	27027	1.15	----	0	0	----	-1.15
14	Y Srikanth	27027	1.15	----	0	0	----	-1.15
15	Kisan Media Innovations P. Ltd.	27027	1.15	----	0	0	----	-1.15
16	Rapid Agri Care	27027	1.15	----	0	0	----	-1.15
17	K Sambasiva Rao	27027	1.15	----	0	0	----	-1.15
18	N Venkata SUBba Rao	27027	1.15	----	0	0	----	-1.15
19	P Padmavathi	22973	0.97	----	0	0	----	-0.97
20	Lalitha Bai Katgi	16000	0.68	----	0	0	----	-0.68
21	Manjudevi Agarwal	16000	0.68	----	0	0	----	-0.68
22	Muralidhar Kumar	16000	0.68	----	0	0	----	-0.68
23	Gaddam Sri Hari	16000	0.68	----	0	0	----	-0.68
24	Neeraj Sharma	16000	0.68	----	0	0	----	-0.68
25	Baliram Nagadale	16000	0.68	----	0	0	----	-0.68
26	Pavan Kumar Sharma	16000	0.68	----	0	0	----	-0.68
27	Shiva Kumar Katgi	16000	0.68	----	0	0	----	-0.68
28	Prashanth Kumar	16000	0.68	----	0	0	----	-0.68
29	Sudhakar Hupale	16000	0.68	----	0	0	----	-0.68
30	A Mohan	13514	0.57	----	0	0	----	-0.57
31	Nazia Tarunnam	13514	0.57	----	0	0	----	-0.68

32	N Kusuma	13514	0.57	----	0	0	----	-0.68
33	A Shoba Rani	10811	0.46	----	0	0	----	-0.46
34	Y Sujana	10811	0.46	----	0	0	----	-0.46
	TOTAL	23,56,676	100	----	1,25,40,548	100	----	

(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		Shareholding at the end of the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
	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):	23,56,676	100	1.Loan to Equity Conversion on 21.06.2017 : 778461 shares + 2.Bonus Issue @1:3 on 20.03.2018: 9405411 Shares = 10183872 shares	100	1,25,40,548	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 (01.04.2016) / end of the year (31.03.2017)	% of total Shares of the Company	Date	Increase / Decrease in Shareholding	Reason	No. of shares	% of Total Shares of the Company
1	Sambasivarao Yeluri	7,93,730	33.68%	01-04-2017	11.95%	Transfers and Bonus Issue	57,22,872	45.63%
		57,22,872	45.63%	31-03-2018				
2	Malathi Siripurapu	2,07,027	8.78%	01-04-2017	4.65%	Transfers and Bonus Issue	16,84,324	13.43%
		16,84,324	13.43%	31-03-2018				
3	Mohammad Ali	27,027	1.15%	01-04-2017	-1.15%	Transfer	0	0
		0	0	31-03-2018				

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	165091471	12900729	0	177992200
ii) Interest due but not paid	0	0	0	0

iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	165091471	12900729	0	177992200
Change in Indebtedness during the financial year				
* Addition	41486235	0	0	41486235
* Reduction	0	(12900729)	0	(12900729)
Net Change			0	28585506
Indebtedness at the end of the financial year				
i) Principal Amount	206577706	0	0	206577706
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	206577706	0	0	206577706

VI. Remuneration Of Directors And Key Managerial Personnel:

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

(ii) **Remuneration to other directors:**

The Company has paid remuneration to the Directors as follows:

Sl. No	Particulars of Remuneration	Sambasivarao Yeluri (Director)	Malathi Siripurapu (Director)	Srikanth Yenigalla (Director)	Mohammad Ali (Director)
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	1,05,55,264	47,25,109	8,59,262	3,76,227
2.	Stock Option	NA	NA	NA	NA
3.	Sweat Equity	NA	NA	NA	NA
4.	Commission - as % of profit - others ,specify...	NA	NA	NA	NA
5.	Others ,please specify	NA	NA	NA	NA
	Total(A)	NA	NA	NA	NA

(iii). Remuneration to Key Managerial Personnel other than MD/Manager/WTD:

S. No.	Particulars of Remuneration	Padmasri Samaleti (Company Secretary) (w.e.f. 21.02.2017)	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	37000 Nil Nil	37000 Nil Nil
2.	Stock Option	Nil	Nil
3.	Sweat Equity	Nil	Nil
4.	Commission - as % of profit - others, specify...	Nil	Nil
5.	Others ,please specify	Nil	Nil
Total(A)		37000	37000

VII. Penalties / Punishment/ Compounding Of Offences:

There were no penalties / punishment / compounding of offences for the year ending March 31, 2018.

Place: Hyderabad

Date: 23rd August 2018

By Order of the Board

For, Nova Agritech Private Limited


Kiran Kumar Atukuri
Executive Director
DIN: 08143781


Nadella Basanth Kumar
Director
DIN: 08139510



STANDALONE INDEPENDENT AUDITOR'S REPORT

To the Members of
NOVA AGRITECH PRIVATE LIMITED

Report on the Standalone Financial Statements:

We have audited the accompanying Standalone financial statements of **NOVA AGRITECH PRIVATE LIMITED** ("the Holding Company"), which comprise the Standalone Balance Sheet as at 31st March, 2018 and the Standalone Statement of Profit and Loss and Standalone 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 Holding 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 Standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards 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.

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 Standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Standalone Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- b) In the case of the Standalone Profit and Loss statement, of the Profit for the year ended March 31, 2018
- c) In the case of the Standalone 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 Holding Company so far as appears from our examination of those books.
 - c) The Standalone Balance Sheet and Standalone Statement of Profit and Loss and Standalone Cash flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid Standalone 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) Based on written representations from the management, out of the total directors on the board, none of the directors has been disqualified as at 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, refer to our separate report in "Annexure B"; 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, 2016, in our opinion and to the best of our information and according to the explanations given to us:

i) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.

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.

Place: Hyderabad
Date: 23/08/2018

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




VENKATA RATNAM P

Partner
Membership No. 230675

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:

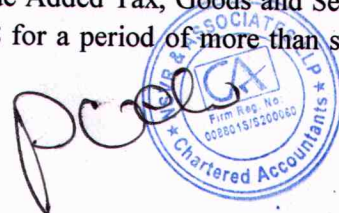
1. In our opinion, the terms & conditions of such advances are not prejudicial to the interest of the company.
2. The repayment of such advances is regular as per the stipulated Terms & conditions without any default.
3. There are no overdue amounts remaining outstanding at the year end

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.
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) During the year, the company has made allotment of 778461 Equity shares pursuant to sec 42 & 62 of the Companies Act, 2013. Attention to this is drawn to the Note number 2(b) i.e., Share Capital in the Notes forming part of Financial Statements.

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

Annexure B to the Auditors' Report

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 Agritech Private Limited ("the Holding Company") as of March 31, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Holding Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding 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 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Holding Company's 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 Standards on Auditing prescribed under Section 143(10) of the Act, 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 judgement, 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 Holding Company's internal financial controls system over financial reporting.

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



statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control 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 authorizations of management and directors of the company; and
- (3) Provide 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.

Inherent Limitations of Internal Financial Controls over Financial Reporting

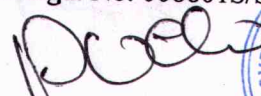
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls 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, 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, based on the criteria for internal financial control over financial reporting 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.

Place: Hyderabad
Date: 23/08/2018

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



VENKATA RATNAM P.
Partner

M.No.230675



NOVA AGRITECH PRIVATE LIMITED

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

STANDALONE 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	125,405,480	23,566,760
(b) Reserves and Surplus	3	89,059,068	87,490,614
(2) Share Application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	4	6,274,457	26,593,683
(b) Other long Term Liabilities	5	5,762,970	4,756,613
(c) Long Term Provisions	6	4,654,768	-
(4) Current Liabilities			
(a) Short-Term Borrowings	7	200,303,249	151,398,517
(b) Trade Payables	8	312,894,996	294,711,516
(c) Other Current Liabilities	9	50,936,666	29,748,248
(d) Short-Term Provisions	10	32,490,676	11,158,710
Total Equity & Liabilities		827,782,330	629,424,661
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Asset	11	116,270,088	115,548,472
(ii) Intangible Asset	11	51,840	69,950
Net Block		116,321,928	115,618,422
(iii) Capital Work In Progress	11	16,710,072	-
(b) Non - Current Investments	12	18,501,000	1,000
(c) Deferred tax assets (net)	13	2,534,346	24,996
(d) Other Long Term Loans & Advances	14	23,236,361	17,297,649
(e) Other non-current assets	15	-	1,286,723
(2) Current Assets			
(a) Inventories	16	268,546,920	136,910,180
(b) Trade receivables	17	370,462,888	327,695,910
(c) Cash and cash equivalents	18	2,101,859	3,149,645
(d) Short-term loans and advances	19	8,766,956	15,562,769
(e) Other Current Assets	20	600,000	11,877,367
Total Assets		827,782,330	629,424,661

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. 008801/S/200060

VENKATA RATNAM P.

Partner

Membership No. 230675

On behalf of Board of Directors

For NOVA AGRITECH PRIVATE LIMITED



KIRAN KUMAR A

(Managing Director)

(DIN: 08143781)

SREEKANTH Y

(Director)

(DIN: 07228577)

BASANTH KUMAR N

(Director)

(DIN: 08139510)

ASHOK KUMAR J

(Chief Financial officer)

PADMA SRI S

(Company Secretary)

Place : Hyderabad

Date : 23/08/2018

NOVA AGRITECH PRIVATE LIMITED

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

STANDALONE 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	21	1,06,23,55,451	96,13,64,783
II	Other Income	22	38,913	5,15,171
III	Total Revenue (I +II)		1,06,23,94,364	96,18,79,954
IV	Expenses:			
	(a) Purchases	23	71,81,40,135	57,18,76,778
	(b) Changes in inventories of Raw material, finished goods, work-in-progress and Stock-in-trade	24	13,16,36,740	3,97,69,340
	(c) Employee Benefit Expense	25	13,66,44,331	9,16,30,514
	(d) Finance Costs	26	2,33,15,243	1,91,25,511
	(e) Depreciation and Amortization Expense	27	1,71,92,695	1,02,92,903
	(f) Other Expenses	28	20,77,40,443	27,18,27,204
	Total Expenses (IV)		97,13,96,106	92,49,83,570
V	Profit before exceptional and extraordinary items and tax		9,09,98,258	3,68,96,385
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		9,09,98,258	3,68,96,385
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		9,09,98,258	3,68,96,385
X	Tax expense:			
	(1) Current tax		3,52,51,173	1,35,72,323
	(2) Deferred tax		(25,09,352)	2,78,052
XI	Profit/(Loss) for the period (XI + XIV)		5,82,56,437	2,30,46,009
XII	Earning per equity share:			
	(1) Basic		4.92	13.30
	(2) Diluted		4.92	13.30

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

VENKATA RATNAM P

Partner

Membership No. 230675

On behalf of Board of Directors
For NOVA AGRITECH PRIVATE LIMITED

SREEKANTH YENIGALLA

(Director)

(DIN: 07228577)

KIRAN KUMAR A

(Managing Director)

(DIN: 08142781)

BASANTH KUMAR N

(Director)

(DIN: 08139510)

ASHOK KUMAR J

Chief Financial Officer

PADMA SRI S

(Company Secretary)

Place : Hyderabad

Date : 23/08/2018

NOVA AGRITECH PRIVATE LIMITED
PLOT NO.57, HANUMAN NAGAR, CHINATOKATTA, NEW BOWENPALLY, SECUNDERABAD - 500011
STANDALONE 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	Figures as at the end of previous reporting Year ending 31st March 2017
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	90,998,258	36,896,385
Adjustments for :		
Depreciation	17,192,695	10,292,903
Preliminary Expenses written off	1,286,723	403,602
Interest Expenses	23,315,243	19,125,511
Provision for gratuity during the year	4,925,245	-
Operating Cash Flow before Working Capital Changes	137,718,163	66,718,401
Adjustments for Changes in Working Capital		
Decrease/(Increase) in Inventories	(131,636,740)	(39,769,340)
Decrease/(Increase) in Trade Receivables	(42,766,978)	(108,561,140)
Decrease/(Increase) in Short Term Loans & Advances	6,795,813	(5,226,660)
Decrease/(Increase) in Other Current Assets	11,277,367	-
Increase/(Decrease) in Trade Payables	63,334,177	85,773,399
Increase/(Decrease) in Other Current Liabilities	20,292,400	9,655,823
Decrease/(Increase) in Long Term Loans & Advances	(772,000)	-
Cash Generated from Operations	64,242,202	8,590,483
Less: Taxes Paid	(14,189,679)	(6,831,542)
Cash Flow from Operating Activities	50,052,523	1,758,941
Less: Extra ordinary items	-	-
Net Cash Flow from Operating Activities(A)	50,052,523	1,758,941
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(17,904,101)	(31,715,979)
Sale of Fixed Assets	7,900	-
Purchase of Investments	(18,500,000)	-
Decrease/(Increase) in Capital Work-in Progress	(16,710,072)	-
Decrease/(Increase) in Other Long Term Loans & Advances	(5,166,712)	(13,023,107)
Decrease/(Increase) in Other Non Current Assets	-	(1,198,800)
Cash Flow from Investing Activities(B)	(58,272,986)	(45,937,886)
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Increase in Share Capital	-	23,150,000
Repayment of Loans	(19,423,208)	(17,691,102)
Interest Paid	(23,315,243)	(19,125,511)
Increase/(Decrease) in other Long term Liabilities	1,006,357	1,063,000
Increase/(Decrease) in Short Term Borrowings	48,904,770	54,623,964
Cash Flow from Financing Activities(C)	7,172,676	42,020,351
D. NET CHANGES IN CASH FLOW DURING THE YEAR (A+B+C)	(1,047,786)	(2,158,594)
E. OPENING BALANCE OF CASH & CASH EQUIVALENTS	3,149,645	5,308,239
F. CLOSING BALANCE OF CASH & CASH EQUIVALENTS (D+E)	2,101,859	3,149,645

For NSVR & ASSOCIATES LLP.,
Chartered Accountants

Firm Regd No. 008801/S/2000060

Firm Reg. No. 008801/S/2000060

VENKATA RAJENDRAN P

Partner

Membership No. 230675

On behalf of Board of Directors
For NOVA AGRITECH PRIVATE LIMITED



KIRAN KUMAR A

(Managing Director)

(DIN: 08143781)

SHREEKANTH Y

(Director)

(DIN: 07228577)

BASANTH KUMAR N

(Director)

(DIN: 08139510)

ASHOK KUMAR J

(Chief Financial officer)

PADMA SRI S

(Company Secretary)

Place : Hyderabad

Date : 23/08/2018

NOVA AGRITECH PRIVATE LIMITED
Standalone 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	
		Number	Amount	Number	Amount
1	AUTHORIZED CAPITAL 2,00,00,000 Equity Shares of Rs. 10/- each.	2,00,00,000	20,00,00,000	1,00,00,000	10,00,00,000
		2,00,00,000	20,00,00,000	1,00,00,000	10,00,00,000
2	ISSUED, SUBSCRIBED & FULLY PAID UP CAPITAL 1,25,40,548 Equity Shares of Rs. 10/- each,	1,25,40,548	12,54,05,480	23,56,676	2,35,66,760
	Total in	1,25,40,548	12,54,05,480	23,56,676	2,35,66,760
3	Reconciliation of Number of Shares	31/03/2018		31/03/2017	
	Equity Shares:	No of shares	Amount	No of shares	Amount
	Balance as at the beginning of the year	23,56,676	2,35,66,760	17,31,000	1,73,10,000
	Add: Shares issued during the Year	1,01,83,872	10,18,38,720	6,25,676	62,56,760
	Balance as at the end of the year	1,25,40,548	12,54,05,480	23,56,676	2,35,66,760
4	Details of Shareholders Holding more than 5% of shares in the company	31/03/2018		31/03/2017	
	Equity Shares:	No of shares	% of holding in the class	No of shares	% of holding in the class
	Name of the Share Holder				
	Yeluri Sambasiva Rao (HUF)	5,04,000	4.02%	1,26,000	5.35%
	Yeluri Malathi	16,84,324	13.43%	2,07,027	8.78%
	Y Sambasiva Rao	57,22,872	45.63%	7,93,729	33.68%
	Suraksha Agri Retail (India) Private Limited	23,87,972	19.04%	5,28,027	22.41%
	K Samba siva Rao	7,58,620	6.05%		
	NV subba rao	7,93,104	6.32%		
	G Santosh Chandra Rao	6,89,656	5.50%		
		1,25,40,548	100.00%	16,54,783	70.22%

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 2018:

* The company has issued bonus shares to its existing share holders at the ratio of 3 bonus equity shares for every share held by them.

*During the year, the Company made allotment of 778461 equity shares at Rs. 58 (face value -10 plus premium of Rs.48) pursuant to provisions of sec 42 & 62 of the Companies Act, 2013. The allotment was made against the dues payable towards trade payables.



Note : 3 Reserve & Surplus

Sr. No	Particulars	31/03/2018	31/03/2017
1	Securities Premium		
	Opening Balance		
	Add: Shares issued during the year	1,68,93,252	1,68,93,252
	Less: Bonus shares issued out of Securities Premium	3,73,66,128	-
	Closing Balance	5,42,59,380	-
		-	1,68,93,252
2	Surplus (Profit & Loss Account)		
	Balance brought forward from previous year	8,90,59,068	7,05,97,362
	Add: Profit for the period	7,05,97,362	4,75,51,353
	Less: Bonus shares issued during the year	5,82,56,437	2,30,46,009
		3,97,94,731	-
	Total in `	8,90,59,068	8,74,90,614

Note : 4 Long Term Borrowings

Sr. No	Particulars	31/03/2018	31/03/2017
1	Secured Loans		
	Term Loan From Corporation Bank		
	Vehicle Loan From Corporation Bank On Hypothecation of Vehicles	5,55,467	58,14,504
	Long Term portion of Borrowings	57,18,990	78,78,450
		62,74,457	1,36,92,954
2	Unsecured Loans		
	From Related Parties		
	Total in `	-	1,29,00,729
		62,74,457	2,65,93,683

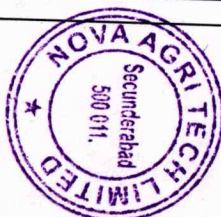
S.No	Name of the Bank	Sanctioned Amount	Rate of Interest	Repayment Schedule	Security	Amount O/s
1	Corporation Bank	Rs.289 lakhs	13.45% p.a	Repayable in 66 monthly equal installments of Rs. 437000/- each last installment being Rs.495000/-	Secured by hypothecation of Factory building being constructed at a cost of Rs. 385. 82 lakhs & Land amounting to Rs. 69.96 lakhs	57,99,467/-
2	Corporation Bank	Rs.80 lakhs	11.05% p.a	Repayable in 84 monthly equal installments of Rs.132400/- each	Secured by hypothecation of Vehicle purchased amounting to Rs. 99.39 lakhs	73,07,790/-

Details of Collateral Security

- ** Personal Gaurantee of Y.Sambasiva Rao, S Malathi, Suraksha Agriretails Pvt ltd, Mohammad Ali, J Ashok Kumar, Santosh Chandra rao, Nova Agri sciences Pvt Ltd.
- ** Collateral security of Properties held by the company and Gaurantors.

Note : 5 Other Long Term Liabilities

Sr. No	Particulars	31/03/2018	31/03/2017
1	Security Deposits from Dealers		
	Total in `	57,62,970	47,56,613
		57,62,970	47,56,613



Note : 6 Long Term Provisions

Sr. No	Particulars	31/03/2018	31/03/2017
1	Provision for Gratuity	46,54,768	-
	Total in `	46,54,768	-

Note : 7 Short Term Borrowings

Sr. No	Particulars	31/03/2018	31/03/2017
1	Secured Loans		
	- From Axis Bank OD		1,56,31,795
	- From Corporation Bank CC	20,03,03,249	13,57,66,722
	Total in `	20,03,03,249	15,13,98,517

S.No	Name of the Bank	Amount sanctioned	Date of Sanction	Security	DP limit	Rate of Interest	Amount O/s
1	Corporation Bank	Rs. 2400 lakhs	14th nov 2017	Secured by Hypothecation of Stock, Trade receivables & all other current assets of the company	Rs. 2000 lakhs	11.35% p.a	Rs. 2003.03 lakhs

Details of Collateral Security

** Personal Gaurantee of Y.Sambasiva Rao, S Malathi, Suraksha Agriretails Pvt Ltd, Mohammad Ali, J Ashok Kumar, Santosh Chandra rao, Nova Agri sciences Pvt Ltd.

** Collateral security of Properties held by the company and Gaurantors.

Note : 8 Trade Payables

Sr. No	Particulars	31/03/2018	31/03/2017
1	Supplier for Goods & Services	31,28,94,986	29,47,11,516
	Total in `	31,28,94,986	29,47,11,516

Note : 9 Other Current Liabilities

Sr. No	Particulars	31/03/2018	31/03/2017
1	Statutory Dues Payables		
2	Expenses Payable	2,78,69,065	1,87,04,953
3	Payable to Employees	79,55,735	5,57,891
4	Current Maturities of Long Term Borrowings	77,79,066	45,48,622
5	Other Payables	68,32,800	59,36,782
		4,99,990	-
	Total in `	5,09,36,656	2,97,48,248

Note : 10 Short Term Provisions

Sr. No	Particulars	31/03/2018	31/03/2017
1	Provision For Taxation (Net of TDS & Advance Tax)	3,22,20,199	1,11,58,710
2	Provision for Gratuity	2,70,477	-
	Total in `	3,24,90,676	1,11,58,710



NOVA AGRITECH PRIVATE LIMITED

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

Note : 12 Non - Current Investments

Sr. No	Particulars	31/03/2018	31/03/2017
	Investment in Equity Instruments :		
	Agri Genome Resources India Pvt Ltd (1%)	1,000	1,000
	Nova Agri Sciences Private Limited (100%)	18,000,000	-
	Nova Agri Seeds Private Limited (100%)	500,000	
	Total in	18,501,000	1,000

* Purchased 100 number of shares at Rs.1000 holding 1% of shares of the company.

** Purchased 1800000 shares for Rs. 18000000/- holding 100% of total shares of the company

*** Purchases 50000 shares for Rs. 500000/- holding 100% of total shares of the company

Note : 13 Deferred Tax Asset (Net)

Sr. No	Particulars	31/03/2018	31/03/2017
	Deferred Tax Asset		
	Opening Balance	24,994	303,046
	Add: Addition during the year	2,509,352	278,052
	Closing Balance	2,534,346	24,994
	Total in	2,534,346	24,994

Note : 14 Long Term Loans & Advances

Sr. No	Particulars	31/03/2018	31/03/2017
1	Security Deposits	2,441,360	1,669,360
4	Inter corporate Deposits & Other Advances	20,795,001	15,628,289
	Total in	23,236,361	17,297,649

Note : 15 Other Non Current Assets

Sr. No	Particulars	31/03/2018	31/03/2017
1	Preliminary Expenses		
	Opening Balance	1,286,723	491,525
	Add: Expenses incurred during the year		1,198,800
	Less: Written off during the year	- 1,286,723	- 403,602
	Closing Balance	-	1,286,723
	Total in	-	1,286,723

Note : 16 Inventories

Sr. No	Particulars	31/03/2018	31/03/2017
1	Closing Stock of :		
	Raw material	134,759,807	58,166,580
	Work in Progress	23,781,143	5,057,963
	Finished Goods	17,479,945	9,665,387
	Packing Material	92,526,025	64,020,250
	Total in	268,546,920	136,910,180



Note : 17 Trade Receivables

Sr. No	Particulars	31/03/2018	31/03/2017
1	Sundry Debtors:		
	- O/s for more than 180 days	6,43,91,478	12,64,73,224
	- Others	30,60,71,410	20,12,22,686
	(Unsecured, Considered Good)		
	Total in	37,04,62,888	32,76,95,910

Note : 18 Cash & Cash Equivalents

Sr. No	Particulars	31/03/2018	31/03/2017
a	Cash-in-Hand		
	Cash Balance	4,74,913	6,42,845
	Sub Total (A)	4,74,913	6,42,845
b	Bank Balance		
	Balanaces with Current Accounts	16,26,946	25,06,800
	Sub Total (B)	16,26,946	25,06,800
	Total [A + B]	21,01,859	31,49,645

Note : 19 Short Terms Loans and Advances

Sr. No	Particulars	31/03/2018	31/03/2017
1	Balance with revenue Authorities - GST refundable	54,30,348	26,92,893
2	Security Deposits - Guest House	1,04,000	46,000
3	Advances for capital Goods	30,32,608	46,62,540
4	Other Advances	2,00,000	1,31,336
5	Guntur Land Advance		80,30,000
	Total in	87,66,956	1,55,62,769

Note : 20 Other Current Assets

Sr. No	Particulars	31/03/2018	31/03/2017
1	Advances to Employees	6,00,000	1,18,77,367
	Total in	6,00,000	1,18,77,367



NOVA AGRITECH PRIVATE LIMITED

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

Note : 21 Revenue from Operations

Sr. No	Particulars	31/03/2018	31/03/2017
1	Sales (Net)	1,05,72,79,701	95,78,14,834
2	Other Operating Income :		
	a. Interest Income	42,31,854	10,50,035
	b. Rental Income	3,00,000	3,00,000
	c. Packing Income	3,13,896	21,99,914
	d. Sale of Scrap	2,30,000	-
	Total in	1,06,23,55,451	96,13,64,783

Note : 22 Other Income

Sr. No	Particulars	31/03/2018	31/03/2017
1	Insurance Claims received	-	5,13,784
2	Misc. Income	38,913	1,387
	Total in	38,913	5,15,171

Note : 23 Purchases

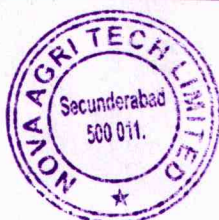
Sr. No	Particulars	31/03/2018	31/03/2017
a)	<u>PURCHASES OF RAW MATERIALS AND STORES</u>		
1	Purchases (Net)	71,81,40,135	57,18,76,778
	Sub-total (a)	71,81,40,135	57,18,76,778
	Total in	71,81,40,135	57,18,76,778

Note : 24 Change in Inventories

Sr. No	Particulars	31/03/2018	31/03/2017
1	Opening Stock of Inventory	13,69,10,180	9,71,40,840
2	Closing Stock of Inventory	26,85,46,920	13,69,10,180
	Total in	- 13,16,36,740	- 3,97,69,340

Note : 25 Employee Benefit Expenses

Sr. No	Particulars	31/03/2018	31/03/2017
1	Salaries, Bonus and Director Remuneration	11,87,70,906	8,34,17,959
2	Contribution to PF, ESI & Gratuity	1,16,92,072	51,37,995
3	Staff welfare Expenses	61,81,353	30,74,560
	Total in	13,66,44,331	9,16,30,514



Note : 26 Finance Cost

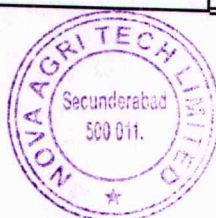
Sr. No	Particulars	31/03/2018	31/03/2017
1	Interest On CC & Terms Loan	2,11,06,769	1,83,30,419
2	Interest On Vehicle Loan	7,72,195	1,27,903
3	Interest Payment to supplier	5,78,000	23,189
4	Other Borrowing Costs	8,58,279	6,44,000
	Total in	2,33,15,243	1,91,25,511

Note : 27 Depreciation & Amortization

Sr. No	Particulars	31/03/2018	31/03/2017
1	Depreciation on Fixed Assets	1,71,86,733	1,01,78,598
2	Loss on disposal of fixed Assets	5,962	1,14,305
	Total in	1,71,92,695	1,02,92,903

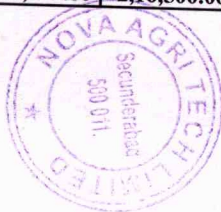
Note : 28 Other Expenses

Sr. No	Particulars	31/03/2018	31/03/2017
1	Power & Fuel	31,01,702	19,19,925
2	Rental Expense	19,53,468	27,69,306
3	Repairs & Maintenance	72,25,443	38,88,648
4	Research & Development Expenses	80,95,653	67,08,844
5	Travelling Expenses	4,40,62,864	3,19,40,022
6	Transport Charges	1,42,90,947	1,61,35,552
7	Office Maintenance	40,83,988	45,51,356
8	Marketing Expenses	4,31,43,916	8,39,65,390
9	Subscriptions & Renewals	15,53,625	12,92,523
10	Bank Charges	4,33,127	3,00,738
11	Discount Allowed	6,43,05,878	10,29,73,683
12	Training Expenses	6,87,950	-
13	Insurance Expenses	4,66,000	3,82,859
14	Rates & Taxes	20,59,558	27,34,763
15	Consultancy Charges	14,65,734	3,66,500
16	Audit Fees	5,00,000	1,85,000
17	Loading & Unloading Expenses	4,80,138	8,63,811
18	Pooja Expenses	81,886	37,736
19	Postage & Courier Charges	1,45,338	1,32,259
20	Printing & Stationary Expenses	32,77,841	8,36,881
21	Telephone Expenses	20,81,197	21,07,861
22	Other Expenses	42,41,179	19,37,158
23	Excise Duty	3,011	57,96,390
	Total in	20,77,40,443	27,18,27,204



Note no 10 -DEPRECIATION AS PER COMPANIES ACT 2013

S No	Head of Asset	Gross Block				Accumulated Depreciation					Net Block	
		Opening	Additions	Deletions	closing	Opening	Additions	Prior period diff	Deletions	closing	31-03-2018	31-03-2017
1	Office Equipment	27,38,260.00	3,05,786.00	7,900.00	30,44,046.00	11,77,008.00	7,68,429.00	4,206.00	1,938.00	19,49,643.00	10,94,403.00	15,61,252.00
2	Computers & Peripherals	27,78,123.00	20,92,277.00		48,70,400.00	15,62,297.00	15,74,414.00	(6.95)		31,36,704.05	17,33,695.95	12,15,826.00
3	Furniture & Fixtures	29,57,331.00	5,25,552.00		34,74,983.00	17,46,349.00	4,10,094.00	29.46		21,54,534.46	13,14,486.54	12,10,982.00
4	Motor Vehicles	2,38,64,721.00	-		2,38,64,721.00	1,21,06,117.00	36,69,234.03	961.89		1,57,76,312.92	80,88,408.08	1,17,58,604.00
5	Plant & Machinery	69,10,078.00	66,51,326.00		1,35,61,404.00	35,77,123.00	22,75,667.26	1,227.18		58,54,017.44	77,07,386.56	33,32,955.00
6	Buildings	9,83,56,669.00	1,89,000.00	-	9,85,45,669.00	1,83,44,289.00	74,70,541.00	7,95,143.61	-	2,66,09,973.61	7,19,35,695.39	8,00,12,380.00
7	Land	1,58,87,545.00	81,40,160.00		2,40,27,705.00	-	-	-		-	2,40,27,705.00	1,58,87,545.00
8	Electrical Equipment	12,45,000.00	-		12,45,000.00	6,76,072.00	1,99,582.00	1,038.70		8,76,692.70	3,68,307.30	5,68,928.00
9	Intangible Assets	70,000.00	-		70,000.00	50.00	18,110.06	-		18,160.06	51,839.95	69,950.00
	Total	15,48,07,727.00	1,79,04,101.00		17,27,03,928.00	3,91,89,305.00	1,63,86,071.35	8,02,599.89	1,938.00	5,63,76,038.24	11,63,21,927.76	11,56,18,422.00
	Capital Work in Progress	-	1,67,10,072.43	-	1,67,10,072.43	-	-	-	-	-	1,67,10,072.43	-
	Previous Year	12,33,08,248.00	3,17,15,979.00	2,16,500.00	15,48,07,727.00	2,91,12,902.00	1,01,78,598.00	-	1,02,195.00	3,91,89,305.00	11,56,18,422.00	9,41,95,346.00



DEPRECIATION AS PER INCOME TAX ACT

S No	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	Buildings	10	74671277	189000	0		74860277	7467127.7	9450	0		7476577.7	67383699.3
2	Furniture & Fixtures	10	1938087	476384	49168	7900	2455739	193808.7	23819.2	4916.8	1938	220606.7	2235132.3
3	Plant & Machinery	15	21714037	3608432	3348680		28671149	3257105.55	270632.4	502302		4030039.95	24641109.05
4	Plant & Machinery	40	898222	1395599	696678		2990499	359288.8	279119.8	278671.2		917079.8	2073419.2
5	Intangible Assets	25	91153	0	0		91153	22788.25	0	0		22788.25	68364.75
6	Land	0	15887545	8140160	0		24027705	0	0	0		0	24027705
Total			115200321	13809575	4094526	7900	133096522	11300119	583021.4	785890	1938	12667092.4	120429429.6

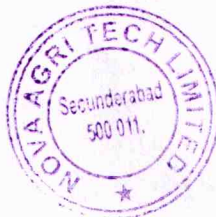


Tax computation for the FY 2017-18

Particulars	Amount
Net Profit as per Profit & Loss A/c	90998257.74
Add: Dep as per Co Act 2013	1,63,86,071.35
Less: Dep as per IT act	-12667092.4
Add: Prov for Gratuity made during the year	4925245
Add: Disallowance of Interest on Income Tax	1184190
Add: Disallowance of Income tax of PY	323640
Add: Disallowance of Penalty on Excise Duty	708141
Taxable Profit under the Head PGBP	101858452.7
Tax on Total Income	30557535.81
Surcharge on Above	3666904.297
Add: Edu Cess @ 3%	1026733.203
Total Tax Payable	35251173.31
Less: TDS Deducted	30974
Less: Self Assessment Tax paid	3000000
Balance Tax Payable	32220199.31

Tax computation for the FY 2017-18 (without marginal relief)

Particulars	Amount
Net Profit as per Profit & Loss A/c	91005717.63
Add: Dep as per Co Act 2013	1,63,86,071.35
Less: Dep as per IT act	-12669030.4
Add: Disallowance Of Bonus payable	1665985
Add: Prov for Gratuity made during the year	4925245
Taxable Profit under the Head PGBP	101313988.6
Tax on Total Income	30394196.57
Surcharge on Above	3647303.589
Add: Edu Cess @ 3%	1021245.005
Total Tax Payable	35062745.17
Less: TDS Deducted	30974
Less: Self Assessment Tax paid	3000000
Balance Tax Payable	32031771.17



NOVA AGRITECH PRIVATE LIMITED
Standalone 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 Holding company, Nova Agritech 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 Bio Stimulants, Micronutrients and Organic Inputs & packing materials which are valued at lower of cost or 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 AGRITECH PRIVATE LIMITED
Standalone 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 fertilizers & pesticides 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 AGRITECH PRIVATE LIMITED
Standalone Notes forming Part of Financial Statements

K. Employee Benefit Expenses :

All short-term employee benefits such as salary, wages etc. is 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.

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. Gratuity is recognized on the basis of actuarial valuation carried out using projected unit credit method. The liability for Gratuity is accrued and provided for as per the requirements of Accounting Standard - 15 on "Employee Benefits".

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 Bio Stimulants, Micronutrients and Organic Inputs 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.



NOVA AGRITECH PRIVATE LIMITED
Standalone Notes forming Part of Financial Statements

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.

Operating leases:

Leases other than Finance Lease are operating leases, and the leased assets are not recognized on the Company's balance sheet. Payments made under operating leases are recognized in the statement of profit and loss on a straight-line basis over the term of the lease.

P. Impairment of Assets :

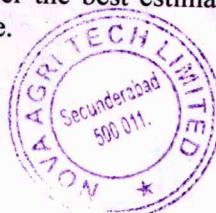
The Company assesses at each reporting date as to whether there is any indication that an asset (tangible and intangible) may be impaired. An asset is treated as impaired, when the carrying cost of the asset exceeds its recoverable amount. Recoverable amount is higher of an asset's or cash generating 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. Intangible Assets and Amortisation

Intangible assets are recorded at the consideration paid for acquisition including any import duties and other taxes (other than those subsequently recoverable by the enterprise from the taxing authorities), and any directly attributable expenditure in making the asset ready for its intended use.

Intangible assets are amortized on a systematic basis over the best estimate of their useful lives, commencing from the date the asset is available to the Company for its use.



NOVA AGRITECH PRIVATE LIMITED
Standalone Notes forming Part of Financial Statements

The Management's estimates of the useful lives for various categories of intangible assets are given below:

Particulars	Years
Trade Marks	10

The amortization period and the amortisation method for intangible assets are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

An intangible asset is derecognised on disposal or when no future economic benefit is expected from its use and disposal. Gains or losses arising from the disposal of intangible assets are recognized in the statement of profit and loss.

R. Provisions, Contingent Liabilities & Contingent Assets :

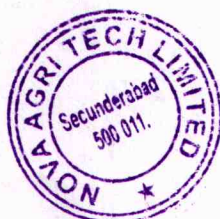
A provision is recognized if it is as a result of a past event, the company has a present legal obligation that can be reasonably estimated, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow 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:

29. Contingent Liabilities & other Commitments:

Particulars	As at 31 st Mar 2018	As at 31 st Mar 2017
Claims against the Company not acknowledged as debts		
Goods & Service Tax	-	-
Income Tax	-	-
Corporate Guarantees- Nova Agri sciences Pvt Ltd (Subsidiary)	4,00,00,000	4,00,00,000
Claims made by the Company through Legal suits		
-On Apoorva Diary Farm India Private Limited.	1,49,63,089	1,49,63,089
Total	5,49,63,089	5,49,63,089

Note: The company has filed a suit against the Apoorva Diary Farm India Private Limited in respect of recovery of Investment made in Apoorva Diary Farm Private Limited. The case has been filed for an amount of Rs. 1,49,63,089/- plus interest on the said amount.



NOVA AGRITECH PRIVATE LIMITED
Standalone Notes forming Part of Financial Statements

30. Related Party Transactions:

Statement of related parties:

I. Directors & KMP :

Name of the Person	Designation
Sambasiva Rao Yeluri	Director
Malathi Siripurapu	Director
Sreekanth Yenigalla	Director
Nadella Basanth Kumar	Director
Kiran Kumar Atukuri	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
Suraksha Agri Retails India Private Ltd
Nova Fertilcare Pvt Ltd
Nova Agrisciences Private Limited
Nova Agriseeds Private Limited

Transaction with related parties:

a. Director or KMP:

Particulars	For the FY ending 31st March 2018	For the FY ending 31st March 2017
1. Salary & Remuneration	2,92,77,055	2,22,31,000
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	1,29,00,741	3,32,62,301
ii. Loans taken by the company	-	91,41,864
iii. Repayment of Loans	1,29,00,741	2,96,03,424
iv. Closing Balance	-	1,29,00,741



NOVA AGRITECH PRIVATE LIMITED
Standalone Notes forming Part of Financial Statements

b. Relatives of Director or KMP :

Nil

c. Enterprises over which Directors or KMP are having significant influence :

Particulars	For the FY ending 31 st March 2018	For the FY ending 31 st March 2017
1. Loans given by the company		
i. Opening Balance	(2210478)	4,11,720
ii. Transactions during the year	5267751	21,158
iii. Closing Balance	3057273	4,32,788
2. Advances taken by the company :		
i. Opening Balance	-	2,11,13,484
ii. Transactions during the year	1,07,255	(1,41,23,128)
iii. Closing Balance	1,07,255	69,90,356
3. Sales	9,15,344	
4. Purchases	11,05,973	1,37,35,890
5. Investment made	1,84,99,980	-

31. Earnings per share:

Particulars	For the Financial Year ending 31 st March 2018	For the Financial Year ending 31 st March 2017
Net Profit as per Profit & Loss Account available for Equity Shareholders	58577035	23046009
Weighted Average Number of Equity Shares for EPS Computation		
A. For Basic Earnings Per Share of ` 10 each	11841000	6930856
B. For Diluted Earnings Per Share of ` 10 each:	11841000	6930856
Earnings Per Share		
-Basic	4.96	3.33
-Diluted	4.96	3.33

* EPS for the year ended 31st March 2017 has been restated by taking effect of the Bonus issue into account.

32. Deferred Tax Asset:

Particulars	2018	2017
Deferred tax (liabilities)/assets arising on account of timing difference in:		
Opening Balance	24,993	3,03,046
Depreciation	13,03,421	2,78,052
43B Disallowance	17,04,527	-
Closing Balance (a)	30,07,951	24,993



NOVA AGRITECH PRIVATE LIMITED
Standalone Notes forming Part of Financial Statements

33. Auditor's Remuneration:

Particulars	2018	2017
Statutory Audit Fees	4,00,000	1,85,000
For Other Matters	1,00,000	-
Total	5,00,000	1,85,000

34. Earnings & Expenditure in Foreign Currency:

Particulars	2018	2017
Earnings in Foreign Exchange	-	-
Expenditure in Foreign Exchange	1,82,94,453	-
Total	1,82,94,453	-

35. Provision for Gratuity:

As per the Gratuity Valuation report given by a registered valuer, Ashok Kumar Garg dated 21/06/2018:

Particulars	2018	2017
PV of obligation at the beginning of the period	36,58,637	25,77,180
Cost incurred during the year:		
Current Service Cost	8,08,428	6,77,752
Interest Cost	2,83,544	1,99,731
Actuarial Gain / (Loss)	1,74,636	2,03,974
PV of obligation at the end of the year	49,25,245	36,58,637

36. Obligations towards Lease Payments :

The company has not entered into any Operating Lease arrangements during the year.

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


VENKATA RATNAM P

Partner
Membership No. 230675

On & behalf of Board
For NOVA AGRITECH PRIVATE LIMITED


KIRAN KUMAR A
(Managing Director)
(DIN: 08143781)


SREEKANTH Y
(Director)
(DIN: 07228577)



Place: Hyderabad
Date: 23/08/2018

CONSOLIDATED INDEPENDENT AUDITOR'S REPORT

To the Members of
NOVA AGRITECH PRIVATE LIMITED

Report on the Consolidated Financial Statements:

We have audited the accompanying Consolidated financial statements of **NOVA AGRITECH PRIVATE LIMITED** ("the Company"), which comprise the Consolidated Balance Sheet as at 31st March, 2018 and the Consolidated Statement of Profit and Loss and Consolidated 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 Consolidated 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.

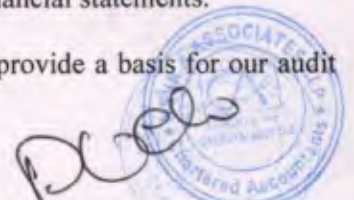
Auditor's Responsibility

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.

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 Consolidated 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 Consolidated Balance Sheet, of the state of affairs of the Company as at March 31, 2018;
- b) In the case of the Consolidated Profit and Loss statement, of the Profit for the year ended March 31, 2018
- c) In the case of the Consolidated 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.
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 Holding Company so far as appears from our examination of those books.
 - c) The Consolidated Balance Sheet and Consolidated Statement of Profit and Loss and Consolidated Cash flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid consolidated 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) Based on written representations from the management, out of the total directors on the board, none of the directors has been disqualified as at 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, refer to our separate report in "Annexure B"; 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, 2016, in our opinion and to the best of our information and according to the explanations given to us:

i) The Company has disclosed the impact of pending litigations on its financial position in its consolidated financial statements.

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.

Place: Hyderabad
Date: 23/08/2018

For NSVR & Associates LLP.,

Chartered Accountants

FRN: 008801S/S200060



VENKATA RATNAM P

Partner

Membership No. 230675

Annexure B to the Auditors' Report

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 Agritech Private Limited ("the Holding Company") as of March 31, 2018 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Holding Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding 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 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Holding Company's 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 Standards on Auditing prescribed under Section 143(10) of the Act, 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.

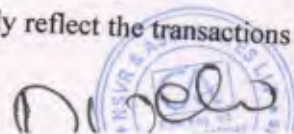
Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal 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 judgement, 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 Holding Company's internal financial controls system over financial reporting.

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 statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control 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;



NOVA AGRITECH PRIVATE LIMITED

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

CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2018

Particulars	Note No.	Figures as at the end of current reporting year ending 31st March 2018
I. EQUITY AND LIABILITIES		
(1) Shareholder's Funds		
(a) Share Capital	2	125,405,480
(b) Reserves and Surplus	3	94,739,237
(c) Non Controlling Interest		
(2) Share Application money pending allotment		
(3) Non-Current Liabilities		
(a) Long-Term Borrowings	4	48,434,316
(b) Other long Term Liabilities	5	8,553,012
(c) Long Term Provisions	6	4,654,768
(4) Current Liabilities		
(a) Short-Term Borrowings	7	240,378,229
(b) Trade Payables	8	358,243,157
(c) Other Current Liabilities	9	59,043,277
(d) Short-Term Provisions	10	33,721,566
Total Equity & Liabilities		973,173,042
II. ASSETS		
(1) Non-Current Assets		
(a) Fixed Assets		
(i) Tangible Asset	11	140,344,444
(ii) Intangible Asset	11	12,392,410
Net Block		152,736,854
(iii) Capital Work In Progress		17,137,885
(b) Non - Current Investments	12	1,000
(c) Deferred tax assets (net)	13	4,871,395
(d) Long Term Loans & Advances	14	23,714,249
(e) Other non-current assets	15	-
(2) Current Assets		
(a) Inventories	16	341,549,420
(b) Trade receivables	17	420,089,409
(c) Cash and cash equivalents	18	2,233,836
(d) Short-term loans and advances	19	10,238,995
(e) Other Current Assets	20	600,000
Total Assets		973,173,042

Schedules referred to above and notes attached thereto 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. 008800NS/540006

VINKATA RATNAM P

Partner

Membership No. 230675

For NOVA AGRITECH PRIVATE LIMITED

KIRAN KUMAR A

(Managing Director)

(DIN: 08143781)

SREEKANTH VENIGALLA

(Director)

(DIN: 07228577)

BASANTH N

(Director)

(DIN: 08139510)

PADMA SRI S

(Company Secretary)

Place : Hyderabad

Date : 23/08/2018

PLOT NO.57, HANUMAN NAGAR, CHINATOKATTA, NEW BOWENPALLY, SECUNDERABAD - 500011
CONSOLIDATED 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
I	Revenue from operations	21	1,15,66,40,874.75
II	Other Income	22	8,59,627.75
III	Total Revenue (I + II)		1,15,75,00,502.50
IV	Expenses:		
	(a) Purchases	23	78,79,52,798.17
	(b) Changes in inventories of Raw material, finished goods, work-in-progress and Stock-in-trade	24	15,57,97,920.05
	(c) Employee Benefit Expense	25	15,11,09,019.21
	(d) Finance Costs	26	3,09,31,779.27
	(e) Depreciation and Amortization Expense	27	2,50,17,442.24
	(f) Other Expenses	28	22,12,90,699.87
	Total Expenses (IV)		1,06,05,03,818.71
V	Profit before exceptional and extraordinary items and tax		9,69,96,683.79
VI	Exceptional Items		-
VII	Profit before extraordinary items and tax (V - VI)		9,69,96,683.79
VIII	Extraordinary Items		-
IX	Profit before tax (VII - VIII)		9,69,96,683.79
X	Tax expense:		
	(1) Current tax		3,63,96,920.15
	(2) Deferred tax		(33,36,842.61)
XI	Profit/(Loss) for the period (XI + XIV)		6,39,36,606.25
XII	Earning per equity share:		
	(1) Basic		5.40
	(2) Diluted		5.40

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

VENKATA RATNAM P
Partner
Membership No. 230675



SREEKANTH Y
(Director)
(DIN: 07228577)

ASHOK KUMAR J
(Chief Financial officer)

On behalf of Board of Directors
For NOVA AGRITECH PRIVATE LIMITED



KIRAN KUMAR A
(Managing Director)
(DIN: 08143781)

BASANTH N
(Director)
(DIN: 08139510)

PADMA SRI S
(Company Secretary)

Place : Hyderabad
Date : 23/08/2018

NOVA AGRITECH PRIVATE LIMITED

PLOT NO.57, HANUMAN NAGAR, CHINATOKATTA, NEW BOWENPALLY, SECUNDERABAD - 500011
CONSOLIDATED 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	9,70,79,996
Adjustments for :	
Depreciation	2,51,26,119
Preliminary Expenses written off	12,92,833
Interest Expenses	3,10,37,565
Provision for gratuity during the year	49,25,245
Operating Cash Flow before Working Capital Changes	15,94,61,758
Adjustments for Changes in Working Capital	
Decrease/(Increase) in Inventories	(15,61,33,492)
Decrease/(Increase) in Trade Receivables	(8,98,33,924)
Decrease/(Increase) in Short Term Loans & Advances	2,78,71,744
Decrease/(Increase) in Other Current Assets	1,12,77,367
Increase/(Decrease) in Trade Payables	7,14,88,868
Increase/(Decrease) in Other Current Liabilities	2,26,65,469
Increase/(Decrease) in Long Term Advances	(7,72,000)
Cash Generated from Operations	4,60,25,789
Less: Taxes Paid	(1,41,89,680)
Cash Flow from Operating Activities	3,18,36,109
Less: Extra ordinary items	-
Net Cash Flow from Operating Activities(A)	3,18,36,109
(B) CASH FLOW FROM INVESTING ACTIVITIES	
Purchase of Fixed Assets	(1,81,56,869)
Sale of Fixed Assets	7,900
Purchase of Investments	(1,84,99,980)
Decrease/(Increase) in Capital Work-in Progress	(1,71,37,885)
Decrease/(Increase) in Other Long Term Loans & Advances	(50,29,457)
Decrease/(Increase) in Other Non Current Assets	76,423
Cash Flow from Investing Activities(B)	(5,87,39,868)
(C) CASH FLOW FROM FINANCING ACTIVITIES	
Increase in Share Capital	-
Repayment of Loans	47,36,168
Interest Paid	(3,10,37,565)
Increase/(Decrease) in other Long term Liabilities	32,06,399
Increase/(Decrease) in Short Term Borrowings	4,86,90,690
Cash Flow from Financing Activities(C)	2,55,95,693
D. NET CHANGES IN CASH FLOW DURING THE YEAR (A+B+C)	(13,08,067)
E. OPENING BALANCE OF CASH & CASH EQUIVALENTS	35,41,902
F. CLOSING BALANCE OF CASH & CASH EQUIVALENTS (D+E)	22,33,835

For NSVR & ASSOCIATES LLP.,

Chartered Accountants

Firm Regd No. 0088015/S/200060

VENKATA RATNAM P.

Partner

Membership No. 230675

On behalf of Board of Directors

For NOVA AGRITECH PRIVATE LIMITED

KIRAN KUMAR A

(Managing Director)

(DIN: 08143781)

SREEKANTH Y

(Director)

(DIN: 07228577)

SANKANTH N

(Director)

(DIN: 08139510)

ASHOK KUMAR J

(Chief Financial officer)

PADMA SRI S

(Company Secretary)

Place : Hyderabad

Date : 23/08/2018

NOVA AGRITECH PRIVATE LIMITED
Consolidated 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	
		Number	Amount	Number	Amount
1	AUTHORIZED CAPITAL				
	2,00,00,000 Equity Shares of Rs. 10/- each.	2,00,00,000	20,00,00,000	1,00,00,000	10,00,00,000
		2,00,00,000	20,00,00,000	1,00,00,000	10,00,00,000
2	ISSUED, SUBSCRIBED & FULLY PAID UP CAPITAL				
	1,25,40,548 Equity Shares of Rs. 10/- each.	1,25,40,548	12,54,05,480	23,56,676	2,35,66,760
	Total in	1,25,40,548	12,54,05,480	23,56,676	2,35,66,760
3	Reconciliation of Number of Shares				
		31/03/2018		31/03/2017	
	Equity Shares:	No of shares	Amount	No of shares	Amount
	Balance as at the beginning of the year	23,56,676	2,35,66,760	17,31,000	1,73,10,000
	Add: Shares issued during the Year	1,01,83,872	10,18,38,720	6,25,676	62,56,760
	Balance as at the end of the year	1,25,40,548	12,54,05,480	23,56,676	2,35,66,760
4	Details of Shareholders Holding more than 5% of shares in the company				
		31/03/2018		31/03/2017	
		No of shares	% of holding in the class	No of shares	% of holding in the class
	Equity Shares:				
	Name of the Share Holder				
	Yeluri Sambasiva Rao (HUF)	5,04,000	4.02%	1,26,000	5.35%
	Yeluri Malathi	16,84,324	13.43%	2,07,027	8.78%
	Y Sambasiva Rao	57,22,872	45.63%	7,93,729	33.68%
	Suraksha Agri Retail (India) Private Limited	23,87,972	19.04%	5,28,027	22.41%
	K Samba siva Rao	7,58,620	6.05%		
	NV subba rao	7,93,104	6.32%		
	G Santosh Chandra Rao	6,89,656	5.50%		
		1,25,40,548	100.00%	16,54,783	70.22%

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 2018:

* The company has issued bonus shares to its existing share holders at the ratio of 3 bonus equity shares for every share held by them.

*During the year, the Company made allotment of 778461 equity shares at Rs. 58 (face value -10 plus premium of Rs.48) pursuant to provisions of sec 42 & 62 of the Companies Act, 2013. The allotment was made against the dues payable towards trade payables.

Note : 3 Reserve & Surplus

Sr. No	Particulars	Current Year	Previous Year
1	Securities Premium		
	Opening Balance	1,68,93,252.00	1,68,93,310.00
	Add: Shares issued during the year	3,73,66,128.00	-
	Less: Bonus shares issued out of Securities Premium	(5,42,59,380.00)	-
	Closing Balance	-	1,68,93,310.00
2	Surplus (Profit & Loss Account)	9,47,39,237.25	7,05,97,361.91
	Balance brought forward from previous year	7,05,97,361.91	4,75,51,353.12
	Add: Profit for the period	6,39,36,606.25	2,30,46,008.79
	Less: Bonus shares issued during the year	3,97,94,730.91	-
	Total in	9,47,39,237.25	8,74,90,671.91

Note : 4 Long Term Borrowing

Sr. No	Particulars	Current Year	Previous Year
1	Secured Loans		
	Term Loan From Corporation Bank	1,38,27,777.00	1,10,58,504.00
	Vehicle Loan From Corporation Bank On Hypothecation of Vehicles	57,18,990.00	85,71,232.00
	Long Term portion of Borrowings	1,95,46,767.00	1,96,29,736.00
2	Unsecured Loans		



From Related Parties	1,08,87,549.00	1,29,00,741.00
From Directors	1,80,00,000.00	-
Total in	4,84,34,316.00	3,25,30,477.00

Nova Agritech Private Limited

S.No	Name of the Bank	Sanctioned Amount	Rate of Interest	Repayment Schedule	Security	Amount O/s
1	Corporation Bank	Rs.289 lakhs	13.45% p.a	Repayable in 66 monthly equal installments of Rs. 437000/- each last installment being Rs.495000/-	Secured by hypothecation of Factory building being constructed at a cost of Rs. 385.82 lakhs & Land amounting to Rs. 69.96 lakhs	57,99,467/-
2	Corporation Bank	Rs.80 lakhs	11.05% p.a	Repayable in 84 monthly equal installments of Rs.132400/- each	Secured by hypothecation of Vehicle purchased amounting to Rs. 99.39 lakhs	73,07,790/-

Nova Agri Sciences Private Limited

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/-	Exclusive first charge on the entire fixed assets of the company by way of Hypothecation of moveable assets/ machineries proposed to be purchased	1,08,87,549

Details of Collateral Security

** Personal Guarantee of Y.Sambasiva Rao, S.Malathi, Suraksha Agriretails Pvt Ltd, Mohammad Ali, J Ashok Kumar, Santosh Chandra rao, Nova Agri sciences Pvt Ltd.

** Collateral security of Properties held by the company and Gaurantors.

Note : 5 Other Long Term Liabilities

Sr. No	Particulars	Current Year	Previous Year
1	Security Deposits from Dealers	85,53,012.10	47,56,613.00
	Total in	85,53,012.10	47,56,613.00

Note : 6 Long Term Provisions

Sr. No	Particulars	Current Year	Previous Year
1	Provision for Gratuity	46,54,768.00	-
	Total in	46,54,768.00	-

Note : 7 Short Term Borrowings

Sr. No	Particulars	Current Year	Previous Year
1	<u>Secured Loans</u>		
	- From Axis Bank OD	-	1,56,31,794.80
	- From Corporation Bank CC	24,03,78,229.37	13,57,66,722.25
2	<u>Unsecured Loans</u>		
	From Financial Institutions	-	-
	Total in	24,03,78,229.37	15,13,98,517.05

Nova Agritech Private Limited

S.No	Name of the Bank	Amount sanctioned	Date of Sanction	Security	DP limit	Rate of Interest	Amount O/s
1	Corporation Bank	Rs. 2400 lakhs	14th nov 2017	Trade receivables & all other current	Rs. 2000 lakhs	11.35% p.a	Rs. 2003.03 lakhs

Nova Agri Sciences Private Limited

S.No	Name of the Bank	Amount sanctioned	Date of Sanction	Security	DP limit	Rate of Interest	Amount O/s
1	Corporation Bank	Rs. 400 lakhs	29th sept 2015	Trade receivables & all other current	Rs. 400 lakhs	12.50% p.a	-

Details of Collateral Security

** Personal Guarantee of Y.Sambasiva Rao, S.Malathi, Suraksha Agriretails Pvt Ltd, Mohammad Ali, J Ashok Kumar, Santosh Chandra rao, Nova Agri sciences Pvt Ltd.

** Collateral security of Properties held by the company and Gaurantors.

Note : 8 Trade Payables

Sr. No	Particulars	Current Year	Previous Year
1	Supplier for Goods	35,82,43,155.81	29,47,11,516.30
	Total in	35,82,43,155.81	29,47,11,516.30

Note : 9 Other Current Liabilities

Sr. No	Particulars	Current Year	Previous Year
1	Statutory Dues Payables	2,82,98,322	1,87,04,953
2	Expenses Payable	92,47,167	5,57,891
3	Payable to Employees	89,00,727	45,48,622
4	Current Maturities of Long Term Borrowings	1,20,97,061	-
5	Other Payables	5,00,000	-
	Total in	5,90,43,276.83	2,38,11,466.00

Note : 10 Short Term Provisions

Sr. No	Particulars	Current Year	Previous Year
1	Provision For Taxation (Net of TDS & Advance Tax)	3,34,51,088.72	1,11,58,710.00
2	Provision for Gratuity	2,70,477.00	-
	Total in	3,37,21,565.72	1,11,58,710.00



NOVA AGRITECH PRIVATE LIMITED

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

Note : 12 Non - Current Investments

Sr. No	Particulars	Current Year
1	Investment in Equity Instruments :	
	Agri Genome(GAGE)	1,000
	Total in	1,000.00

Note : 13 Deferred Tax Asset (Net)

Sr. No	Particulars	Current Year
	Deferred Tax Asset	
	Opening Balance	15,34,552.59
	Add: Addition during the year	33,36,842.61
	Closing Balance	48,71,395.20
	Total in	48,71,395.20

Note : 14 Long Term Loans & Advances

Sr. No	Particulars	Current Year
1	Security Deposits	24,71,360
2	Inter Corporate Deposits & Other Advances	2,11,57,746
3	MAT credit entitlement	85,143
	Total in	2,37,14,248.72

Note : 15 Other Non Current Assets

Sr. No	Particulars	Current Year
1	Preliminary Expenses	
	Opening Balance	13,69,256.00
	Add: Expenses incurred during the year	-
	Less: Written off during the year	13,69,256.00
	Closing Balance	-
	Total in	-

Note : 16 Inventories

Sr. No	Particulars	Current Year
1	Closing Stock :	
	Raw material	15,38,49,446.00
	Work in Progress	3,40,26,814.00
	Finished Goods	2,33,34,635.00
	Packing Material	13,03,38,525.00
	Total in	34,15,49,420.00

Note : 17 Trade Receivables

Sr. No	Particulars	Current Year
1	Debtors :	
	O/s for a period exceeding six months	8,56,64,995.00
	Others (unSecured, Considered Good)	33,44,24,414.00
	Total in	42,00,89,409.00



Note : 18 Cash & Cash Equivalents

Sr. No	Particulars	Current Year
a	<u>Cash-in-Hand</u>	
	Cash Balance	5,80,470.00
	Sub Total (A)	5,80,470.00
b	<u>Bank Balance</u>	
	Balances with Current Accounts	16,53,365.59
	Sub Total (B)	16,53,365.59
	Total [A + B]	22,33,835.59

Note : 19 Short Terms Loans and Advances

Sr. No	Particulars	Current Year
1	Balance with revenue Authorities	69,02,387
2	Security & Other Deposits	1,04,000
3	Advances for capital Goods	30,32,608
4	Loans & Advances to related parties	2,00,000
	Total in `	1,02,38,995.10

Note : 20 Other Current Assets

Sr. No	Particulars	Current Year
1	Advances to Employees	6,00,000.00
	Total in	6,00,000.00



NOVA AGRITECH PRIVATE LIMITED

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

Note : 21 Revenue from Operation

Sr. No	Particulars	Current Year
1	Sales (Net)	1,15,10,18,525
2	Other Operating Income	47,78,453
	Interest Income	3,00,000
	Rental Income	3,13,896
	Packing Income	2,30,000
	Sale of Scrap	
	Total in	1,15,66,40,875

Note : 22 Other Income

Sr. No	Particulars	Current Year
6	Misc. Income	44,760
7	Other Income	8,14,867
8	Rate Difference	-
	Total in	8,59,628

Note : 23 Purchases

Sr. No	Particulars	Current Year
a)	PURCHASES OF RAW MATERIALS AND STORES	
1	Purchases (Net)	78,79,52,798
	Sub-total (a)	78,79,52,798
	Total in	78,79,52,798

Note : 24 Change in Inventories

Sr. No	Particulars	Current Year
1	Opening Stock of Inventory	18,47,51,466
2	Closing Stock of Inventory	34,05,49,386
	Total in	(15,57,97,920.05)

Note : 25 Employee Benefit Expenses

Sr. No	Particulars	Current Year
1	Salaries, Bonus and Director Remuneration	13,24,76,446
2	Contribution to PF, ESI & Gratuity	1,23,29,560
3	Staff welfare Expenses	63,03,013
	Total in	15,11,09,019



Note : 26 Finance Cost

Sr. No	Particulars	Current Year
		2,83,35,321
1	Interest On CC & Terms Loan	8,26,264
2	Interest On Vehicle Loan	5,78,000
3	Interest Payment to suppliers	1,52,436
4	Security Deposit Interest	10,39,758
5	Other Borrowing Costs	3,09,31,779
	Total in	

Note : 27 Depreciation & Amortization

Sr. No	Particulars	Current Year
		2,50,11,480
1	Depreciation on Fixed Assets	5,962
2	Loss on disposal of Fixed Assets	2,50,17,442
	Total in	

Note : 28 Other Expenses

Sr. No	Particulars	Current Year
		51,55,139
1	Power & Fuel	27,53,948
2	Rental Expense	77,73,114
3	Repairs & Maintenance(Others)	80,88,283
4	Research & Development Expenses	4,83,94,471
5	Travelling Expenses	1,65,50,029
6	Transport Charges	42,28,890
7	Office Maintenance	4,31,43,916
8	Marketing Expenses	17,51,280
9	Subscriptions & Renewals	4,80,247
10	Bank Charges	6,53,68,168
11	Discount Allowed	6,87,950
12	Training Expenses	5,84,462
13	Insurance Expenses	21,31,213
14	Rates & Taxes	15,72,649
15	Consultancy Charges	6,10,268
16	Audit Fees	4,80,138
17	Loading & Unloading Expenses	81,886
18	Pooja Expenses	1,45,338
19	Postage & Courier Charges	39,89,745
20	Printing & Stationary Expenses	2,93,642
21	Sales promotion Expenses	78,904
22	Packing Expenses	23,19,784
23	Telephone Expenses	46,24,223
24	Other Expenses	3,011
25	Excise Duty	22,12,90,700
	Total in	



Note no. 11-DEPRECIATION AS PER COMPANIES ACT 2013

S No	Head of Asset	Gross Block				Accumulated Depreciation					Net Block	
		Opening	Additions	Deletions	closing	Opening	Additions	Prior period diff	Deletions	closing	31-03-2018	31-03-2017
1	Office Equipment	32,01,666.00	3,05,786.00	-	35,07,452.00	13,85,901.00	8,83,138.01	4,206.00	-	22,73,245.01	12,34,206.99	18,15,765.00
2	Computers & Peripherals	29,21,413.00	20,92,277.00	-	50,13,690.00	15,71,471.00	16,59,121.67	(6.95)	-	32,30,585.72	17,83,104.28	13,49,942.00
3	Furniture & Fixtures	34,33,231.00	5,25,552.00	7,900.00	39,50,883.00	18,70,560.00	5,01,146.28	29.46	1,938.00	23,69,797.74	15,75,123.26	15,62,671.00
4	Motor Vehicles	2,57,44,099.00	-	-	2,57,44,099.00	1,33,74,257.00	38,60,123.66	961.89	-	1,72,35,342.55	85,08,756.45	1,23,69,842.00
5	Plant & Machinery	4,04,62,629.00	68,76,326.00	-	4,73,38,955.00	1,45,06,600.00	93,55,869.34	1,227.18	-	2,38,63,696.52	2,34,75,258.48	2,59,56,029.00
6	Buildings	9,83,56,669.00	1,89,000.00	-	9,85,45,669.00	1,83,44,289.00	74,70,541.00	7,95,143.61	-	2,66,09,973.61	7,19,35,695.39	8,00,12,380.00
7	Land	2,29,62,975.00	81,40,160.00	-	3,11,03,135.00	-	-	-	-	-	3,11,03,135.00	2,29,62,975.00
8	Electrical Equipment	19,01,250.00	27,768.00	-	19,29,018.00	8,80,771.00	3,18,044.56	1,038.70	-	11,99,854.26	7,29,163.74	10,20,479.00
9	Intangible Assets	12,31,382.00	-	-	12,31,382.00	1,82,673.00	2,71,510.76	-	-	4,54,183.76	7,77,198.24	10,48,709.00
Total		20,02,15,314.00	1,81,56,869.00		21,83,64,283.00	5,21,16,522.00	2,43,19,495.27	8,02,599.89	1,938.00	7,72,36,679.16	14,11,21,641.84	14,80,98,792.00
Capital Work in Progress		-	1,71,37,884.93	-	1,71,37,884.93	-	-		-	-	1,71,37,884.93	-
Previous Year		12,33,08,248.00	3,17,15,979.00	2,16,500.00	15,48,07,727.00	2,91,12,902.00	1,01,78,598.00	-	1,02,195.00	3,91,89,305.00	11,56,18,422.00	9,41,95,346.00



Calculation for Nova Agri Sciences Pvt Ltd

Calculation of Goodwill /(Capital Reserve)

Particulars	Amount
A. Cost of Investment	18000000
Total (A)	
B. Share in Net Assets of Subsidiary	
a. Share in Share Capital	18000000
b. Share in Pre Acquisition reserves of Subsidiary	-10702943.51
Total (B)	
Goodwill/ (Capital Reserve) (A-B)	10702943.51

Analysis of Reserves of Subsidiary :

Particulars	Amount
Opening Balance of Reserves	-10791432.09
Add: Current Year Profit	60,56,267.30
Closing Balance of Reserves	-4735164.789
Amount of Pre acquisition reserves	
- Holding Company- Op Bal	-10791432.09
- Holding Company - CY profit	88488.57936
Amount of Post acquisition reserves	
- Holding Company	59,67,778.72



Calculation for Nova Agri Seeds Pvt Ltd

Calculation of Goodwill /(Capital Reserve)

Particulars	Amount
A. Cost of Investment	500000
Total (A)	
B. Share in Net Assets of Subsidiary	
a. Share in Share Capital	500000
b. Share in Pre Acquisition reserves of Subsidiary	-912269
Total (B)	
Goodwill/ (Capital Reserve) (A-B)	912268.6048

Analysis of Reserves of Subsidiary :

Particulars	Amount
Opening Balance of Reserves	-907091.500
Add: Current Year Profit	-377928.650
Closing Balance of Reserves	-1285020.150
Amount of Pre acquisition reserves	
- Holding Company	-907091.500
- Holding Company - CY profit	-5177.105
Amount of Post acquisition reserves	
- Holding Company	-372751.545

NOVA AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

Note -1 –Significant Accounting Policies:

Disclosure of Accounting Policies:

A. Basis of Preparation of Consolidated Financial Statements:

The Consolidated Financial Statements of the company and its subsidiaries have been prepared under the generally accepted accounting principles in India (Indian GAAP). 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.

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 consolidated 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 consolidated 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 Bio Stimulants, Micronutrients and Organic Inputs & packing materials which are valued at lower of cost or 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:

NOVA AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

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 fertilizers & pesticides 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 AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

K. Employee Benefit Expenses :

All short-term employee benefits such as salary, wages etc. is 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.

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. Gratuity is recognized on the basis of actuarial valuation carried out using projected unit credit method. The liability for Gratuity is accrued and provided for as per the requirements of Accounting Standard - 15 on "Employee Benefits".

L. Segment Reporting :

The company has only one reportable segment i.e., Sale of Agri Input products 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. Note on Consolidation :

The company Nova Agritech Private Limited has acquired the shares of Nova Agri Sciences Private Limited & Nova Agriseeds Private Limited with effect from 6th April 2017 by way of purchase of shares from existing Shareholders.

In compliance with Indian GAAP requirements consolidated Financial Statements of Nova Agritech Private Limited (the Holding Company) & its 100% subsidiaries Nova Agrisciences Private Limited, Nova Agri seeds Private Limited has been prepared from the date of acquisition i.e., 6th April 2017.

a. Principles of Consolidation:

The consolidated Financial statements have been prepared on the following basis:

1. The financial statements of the Company and its subsidiary companies have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances, intra-group transactions and resulting unrealized profits or losses on intra-group transactions as per Accounting Standard (AS) 21 - "Consolidated Financial statements" specified under Section 133 of Companies Act, 2013.

NOVA AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

2. In case of associates where the Company directly or indirectly through its subsidiaries holds 20% or more of equity, Investments in associates are accounted under the equity method as per Accounting Standard(AS) 23 - Accounting for Investments in Associates in Consolidated Financial Statements" specified under Section 133 of Companies Act, 2013.
3. The financial statements of the subsidiaries, and the associates used in the consolidation are drawn up to the same reporting date as that of the Company, i.e. March 31, 2018.
4. The excess of cost to the Group, of its investment in the subsidiaries over the Group's share of equity is recognized in the consolidated financial statements as Goodwill and tested for impairment annually. The excess of the Group's share of equity of the subsidiaries on the acquisition date, over its cost of investment is treated as Capital Reserve. The Goodwill / Capital reserve is determined separately for each subsidiary company and such amounts are not set off between different entities.
5. Intra-group balances and intra-group transactions and resulting unrealized profits / loss has been eliminated.
6. The consolidated financial statements are prepared to the extent possible using uniform accounting policies for like transactions and other events in similar circumstances and are presented to extent possible, in the same manner as the Company's separate financial statements.

b. The following Subsidiary Companies are consolidated in the Consolidated Financial Statements:

Name of the Subsidiary	Country of Incorporation	Proportion of Shares held
Nova Agrisciences Private Limited	India	100%
Nova Agriseeds Private Limited	India	100%

c. 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.

NOVA AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

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.

d. 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.

Operating leases:

Leases other than Finance Lease are operating leases, and the leased assets are not recognized on the Company's balance sheet. Payments made under operating leases are recognized in the statement of profit and loss on a straight-line basis over the term of the lease.

e. 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.

f. Intangible Assets and Amortization

Intangible assets are recorded at the consideration paid for acquisition including any import duties and other taxes (other than those subsequently recoverable by the enterprise from the taxing authorities), and any directly attributable expenditure in making the asset ready for its intended use.

Intangible assets are amortized on a Written down value basis over the best estimate of their useful lives, commencing from the date the asset is available to the Company for its use.

NOVA AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

The Management's estimates of the useful lives for various categories of intangible assets are given below:

Particulars	Years
Trade Marks	10

The amortization period and the amortisation method for intangible assets are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

An intangible asset is derecognised on disposal or when no future economic benefits are expected from its use and disposal. Gains or losses arising from the disposal of intangible assets are recognized in the statement of profit and loss.

g. 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 AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

NOTES TO ACCOUNTS:

29. Contingent Liabilities & other Commitments:

Particulars	As at 31st M 2018	As at 31st M 2017
Claims against the Company not acknowledged as debts		
Goods & Service Tax	-	-
Income Tax	-	-
Corporate Guarantees	-	-
Claims made by the Company through Legal suits		
-On Apoorva Diary Farm India Private Limited.	1,49,63,089	1,49,63,089
Total	1,49,63,089	1,49,63,089

Note: The company has filed a suit against the Apoorva Diary Farm India Private Limited in respect of recovery of Investment made in Apoorva Diary Farm Private Limited. The case has been filed for an amount of Rs. 1,49,63,089/- plus interest on the said amount.

30. Related Party Transactions:

Statement of related parties:

I. Directors & KMP :

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

II. Relatives of Directors & KMP: Nil

NOVA AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

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

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

Transaction with related parties:

a. Director or KMP:

Particulars	For the FY ending 31st March 2018
1. Salary & Remuneration	3,15,77,055
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	1,29,00,741
ii. Loans taken by the company	-
iii. Repayment of Loans	1,29,00,741
iv. Closing Balance	-

b. Relatives of Director or KMP :

Nil

c. Enterprises over which Directors or KMP are having significant influence :

Particulars	For the FY ending 31st March 2018
1. Loans given by the company	
i. Opening Balance	12,73,900
ii. Transactions during the year	53,959
iii. Closing Balance	13,27,859
2. Advances taken by the company :	
i. Opening Balance	-
ii. Transactions during the year	-
iii. Closing Balance	-
3. Sales	-
4. Purchases	-

NOVA AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

31. Earnings per share:

Particulars	For the Financial Year ending 31 st March 2018
Net Profit as per Profit & Loss Account available for Equity Shareholders	6,39,36,606
Weighted Average Number of Equity Shares for EPS Computation	
A. For Basic Earnings Per Share of ` 10 each	1,18,41,000
B. For Diluted Earnings Per Share of ` 10 each:	1,18,41,000
Earnings Per Share	
-Basic	5.40
-Diluted	5.40

32. Deferred Tax Asset:

Particulars	2018
Deferred tax (liabilities)/assets arising on account of timing difference in:	
Opening Balance	15,34,553
Depreciation	16,32,315
43B Disallowance	17,04,527
Closing Balance (a)	48,71,395

33. Auditor's Remuneration:

Particulars	2018
Statutory Audit Fees	4,86,800
For Other Matters	1,23,468
Total	6,10,268

34. Earnings & Expenditure in Foreign Currency:

Particulars	2018
Earnings in Foreign Exchange	-
Expenditure in Foreign Exchange	1,82,94,453
Total	1,82,94,453

NOVA AGRITECH PRIVATE LIMITED
Notes forming Part of Consolidated Financial Statements

35. Provision for Gratuity:

As per the Gratuity Valuation report given by a registered valuer, Ashok Kumar Garg dated 21/06/2018:

Particulars	2018
PV of obligation at the beginning of the period	36,58,637
Cost incurred during the year:	
Current Service Cost	8,08,428
Interest Cost	2,83,544
Actuarial Gain / (Loss)	1,74,636
PV of obligation at the end of the year	49,25,245

36. Obligations towards Lease Payments :

The company has not entered into any Operating Lease arrangements during the year.

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



VENKATA RATNAM P
Partner
Membership No. 230675

On & behalf of Board
For NOVA AGRITECH PRIVATE LIMITED

KIRAN KUMAR A
(Chief Executive Officer)
(DIN: 08143781)

BASANTH KUMAR N
(Director)
(DIN: 08139510)

Place: Hyderabad
Date : 23/08/2018



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:

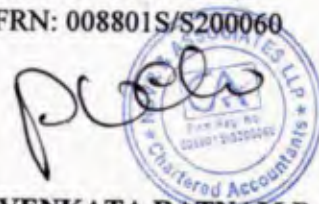
i) The Company has disclosed the impact of pending litigations on its financial position in its consolidated financial statements.

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.

Place: Hyderabad
Date: 23/08/2018

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



VENKATA RATNAM P
Partner
Membership No. 230675

Annexure B to the Auditors' Report

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 Agritech Private Limited (“the Holding Company”) as of March 31, 2018 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Holding Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding 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 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Holding Company's 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 Standards on Auditing prescribed under Section 143(10) of the Act, 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 judgement, 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 Holding Company's internal financial controls system over financial reporting.

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 statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control 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;

by reflect the transactions

[Signature]

 NVR & Associates
Chartered Accountants

(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 authorizations of management and directors of the company; and

(3) Provide 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.

Inherent 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 controls 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, 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, based on the criteria for internal financial control over financial reporting 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.

Place: Hyderabad

Date: 23/08/2018

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



VENKATA RATNAM P

Partner

M.No.230675