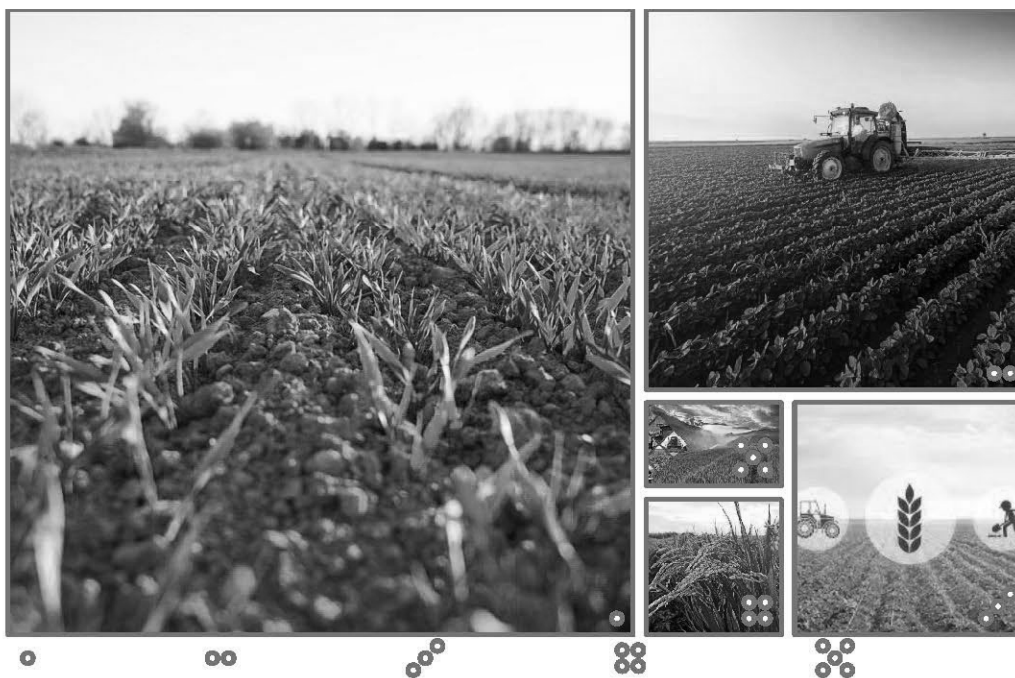




14TH ANNUAL REPORT

2020-21



NOVA AGRITECH LIMITED

Corporate Information

Corporate Identity Number: U01119TG2007PLC053901

Board of Directors:

Kiran Kumar Atukuri	Managing Director
Sreekanth Yenigalla	Director
Nadella Basanth Kumar	Director
Malathi Siripurapu (From 17.03.2021)	Whole-Time-Director
Sri Hari Rao	Director
Swapna Kandula	Independent Director
Srinivasava Rao Vesangi (Till 17.03.2021)	Independent Director
Kiran Kumar Adapa (From 17.03.2021)	Independent Director
Bhargavi Kandula (From 02.05.2020)	CFO
Shubham Bagadia (Till 19.10.2020)	Company Secretary
Neha Soni (From 22.10.2020)	Company Secretary

Registered Office:

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

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.

Corporate Information

Audit Committee

S. No	Name of the Member	Position
1	Ms. Swapna Kandula	Chairman
2	Mr. Sri Hari Rao	Member
3	Mr. Kiran Kumar Adapa	Member

Nomination and Remuneration Committee

S. No	Name of the Member	Position
1	Ms. Swapna Kandula	Chairman
2	Mr. Sri Hari Rao	Member
3	Mr. Kiran Kumar Adapa	Member

Stakeholders' Relationship Committee

S. No	Name of the Member	Position
1	Kiran Kumar Adapa	Chairman
2	Swapna Kandula	Member
3	Sri Hari Rao	Member

Corporate Social Responsibility Committee

S. No	Name of the Member	Position
1	Mr. Sri Hari Rao	Chairman
2	Mr. Kiran Kumar Atukuri	Member
2	Mr. Kiran Kumar Adapa	Member

NOTICE

NOTICE is hereby given that the **14th Annual General Meeting** of the members of 'NOVA AGRITECH LIMITED' will be held on Tuesday, the **30th day of November, 2021 at 04.00 P.M.** at its registered office situated at Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN, for transacting the following business:

Ordinary Business:

- 1. Adoption of Audited Financial Statements (Standalone and Consolidated) for the FY 2020-21 of the Company for the financial year ended March 31, 2021 and the reports of the Auditors and Board of Director Report and the report of Auditors thereon and in this regard.**

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

“RESOLVED THAT the audited Standalone financial statements of the Company for the financial year ended March 31, 2021 and the reports of the Auditors and Board of Directors thereon laid before this meeting, be and are hereby considered and adopted.”

“RESOLVED THAT the audited consolidated financial statements of the Company for the financial year ended March 31, 2021 and the report of Auditors thereon laid before this meeting, be and are hereby considered and adopted.”

- 2. To Appoint a director in place of Mr. Kiran Kumar Atukuri (holding DIN: 08143781) who retires by rotation, and being eligible offers himself for re-appointment:**

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

“RESOLVED THAT Mr. Kiran Kumar Atukuri (holding DIN: 08143781), who retires by rotation and being eligible offers himself for re-appointment, be and is hereby appointed as Director of the Company, liable to be retire by rotation.”

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

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 Companies Act, 2013 and Rules prescribed there under and pursuant to the Companies (Cost Records and Audit) Rules, 2014, as may be amended from time to time, M/s M P R & Associates, Cost Accountants (Firm Reg. No. 000413) be and is hereby appointed as the Cost Auditor of the

company to conduct the audit of the cost records maintained by the company for financial year commencing on April 01, 2021 and ending on March 31, 2022.”

“RESOLVED FURTHER THAT subject to ratification of the shareholders of the Company the remuneration of M/s M P R & Associates, Cost Accountants, for conducting audit as stated above be fixed as Rs.30,000/- (Thirty Thousand Rupees Only) exclusive of GST as may be applicable and out of pocket expenses if any.”

“FURTHER RESOLVED THAT the Board of Directors of the Company be and is hereby jointly and severally authorized to do all such acts, deeds and to sign and execute the necessary forms, papers, returns, letters and documents as may be required and necessary to bring into effect the above resolutions, including filing of necessary e-form(s) with the Registrar of Companies/Ministry of Corporate Affairs.”

4. TO REGULARIZE THE APPOINTMENT OF MR. KIRAN KUMAR ADAPA, (DIN: 09087754) AS A DIRECTOR OF THE COMPANY:

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

“RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of the Companies 2013, (“the Act”) and Rules made there under (as may be amended from time to time, including any statutory modification(s) or re-enactment thereof for the time being in force) and based on the recommendations of the Nomination and Remuneration Committee of the Company, the consent of the members of the Company be and is hereby accorded to regularize the appointment of Mr. Kiran Kumar Adapa (DIN: 09087754) as Director of the company, whose term of office as an Additional Director of the Company expires at this Annual General Meeting and in respect of whom the Company has received a notice in writing under section 160 of the Act, from a member proposing his candidature for the office of Director of the Company”

"RESOLVED FURTHER THAT pursuant to the provisions of section 149 and 150, of the Companies Act, 2013 (“the Act”) read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and Companies (Appointment and Qualification) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), and based on the recommendations of the Nomination and Remuneration Committee of the Company, the approval of the members of the Company be and is hereby for the appointment of Mr. Kiran Kumar Adapa (DIN: 09087754) as Non-Executive Independent Director of the Company, not liable to retire by rotation, for a term of 5 (five) years w.e.f. March 17, 2021 to March 16, 2026.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do all such acts, deeds and things and things as may be necessary or desirable in connection with or incidental for giving effect to the above resolution including but not limited filing of requisite E-forms with Ministry of Corporate Affairs in this regard.”

5. RE-APPOINTMENT OF MR. KIRAN KUMAR ATUKURI (DIN: 08143781) AS A MANAGING DIRECTOR OF THE COMPANY:

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

“RESOLVED THAT pursuant to the provisions of Section 196, 197 and 203 and other applicable provisions if any, of the Companies Act, 2013 (hereinafter referred to as the ‘Act’) and Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification or re-enactment thereof) read with Schedule V of the Act, recommendation of the Nomination & Remuneration Committee and Board of Directors of the Company, approval of the members be and is hereby accorded for the re-appointment Mr. Kiran Kumar Atukuri (DIN: 08143781), as an Managing Director of the Company for a period of 3 (three) consecutive years w.e.f. 13.11.2021 on the terms and conditions including remuneration as set out in explanatory statement annexed to the notice convening this meeting, with the authority/liberty to the Board of Directors to alter and vary the terms and conditions of the said re-appointment and/or remuneration as it may deem fit and as may be accepted to Mr. Kiran Kumar Atukuri, subject to applicable provisions of Schedule V to the Companies Act, 2013 and/or other applicable provisions of the Act including any statutory modifications or re-enactment thereof.”

“RESOLVED FURTHER THAT the terms of remuneration of Mr. Kiran Kumar Atukuri (DIN: 08143781), Managing Director of the company as set out in the explanatory statement of this Resolution shall be deemed to form part hereof and in the event of any inadequacy or absence of profits in any financial during his tenure as the Managing Director of the Company, the remuneration as stated in the explanatory statement or such other remuneration as may be approved by the Board of Directors of the Company shall be paid as minimum remuneration.”

“RESOLVED FURTHER THAT the Board of Directors of the be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

6. CHANGE IN DESIGNATION OF MR. SREEKANTH YENIGALLA (DIN: 07228577) FROM NON-EXECUTIVE DIRECTOR TO WHOLE-TIME-DIRECTOR DESIGNATED AS DIRECTOR (MARKETING) OF THE COMPANY:

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

“RESOLVED THAT pursuant to the provisions of Section 196, 197 and other applicable provisions if any, of the Companies Act, 2013 (hereinafter referred to as the ‘Act’) and Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification or re-enactment thereof) read with Schedule V of the Act, recommendation of the Nomination & Remuneration Committee and Board of Directors of the Company, approval of the members be and is hereby accorded for the change in designation of Mr. Sreekanth Yenigalla (DIN: 07228577) from Non-Executive Director to Whole-Time-Director, designated as Director(Marketing) of the Company for a period of 3 (three) consecutive years w.e.f. 13.11.2021 on the terms and conditions including remuneration as set out in explanatory statement annexed to the notice convening this meeting, with the authority/liberty to the Board of Directors to alter and vary the terms and conditions of the said appointment and/or remuneration as it may deem fit and as may be accepted to Mr. Sreekanth Yenigalla, subject to applicable provisions of Schedule V to the Companies Act, 2013 and/or other applicable provisions of the Act including any statutory modifications or re-enactment thereof.”

“RESOLVED FURTHER THAT the terms of remuneration of Mr. Sreekanth Yenigalla (DIN: 07228577), Whole-Time-Director, designated as Director (Marketing) of the Company as set out in the explanatory statement of this Resolution shall be deemed to form part hereof

and in the event of any inadequacy or absence of profits in any financial during his tenure as the Whole-Time-Director of the Company, the remuneration as stated in the explanatory statement or such other remuneration as may be approved by the Board of Directors of the Company shall be paid as minimum remuneration.”

“**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

7. CHANGE IN DESIGNATION OF MR. BASANTH KUMAR NADELLA (DIN: 08139510) FROM NON-EXECUTIVE DIRECTOR TO WHOLE-TIME-DIRECTOR DESIGNATED AS DIRECTOR (TECHNICAL) OF THE COMPANY:


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

“**RESOLVED THAT** pursuant to the provisions of Section 196, 197 and other applicable provisions if any, of the Companies Act, 2013 (hereinafter referred to as the ‘Act’) and Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification or re-enactment thereof) read with Schedule V of the Act, and recommendation of the Nomination & Remuneration Committee and Board of Directors of the Company, approval of the members be and is hereby accorded for the change in designation of Mr. Basanth Kumar Nadella (DIN: 08139510) from Non-Executive Director to Whole-Time-Director, designated as Director(Technical) of the Company for a period of 3 (three) consecutive years w.e.f. 13.11.2021 on the terms and conditions including remuneration as set out in explanatory statement annexed to the notice convening this meeting, with the authority/liberty to the Board of Directors to alter and vary the terms and conditions of the said appointment and/or remuneration as it may deem fit and as may be accepted to Mr. Basanth Kumar Nadella, subject to applicable provisions of Schedule V to the Companies Act, 2013 and/or other applicable provisions of the Act including any statutory modifications or re-enactment thereof.”

“**RESOLVED FURTHER THAT** the terms of remuneration of Mr. Basanth Kumar Nadella (DIN: 08139510), Whole-Time-Director, designated as Director (Technical) of the Company as set out in the explanatory statement of this Resolution shall be deemed to form part hereof and in the event of any inadequacy or absence of profits in any financial during his tenure as the Whole-Time-Director of the Company, the remuneration as stated in the explanatory statement or such other remuneration as may be approved by the Board of Directors of the Company shall be paid as minimum remuneration.”

“**RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

Place: Singannaguda
Date: 13.11.2021

By Order of the Board
For, **NOVA Agritech Limited**

Kiran Kumar Atukuri
Managing Director
DIN: 08143781

NOTES:-

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE 14th ANNUAL GENERAL MEETING ('AGM') IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE ON HIS / HER BEHALF ONLY ON A POLL. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT OF PROXY, IN ORDER TO BE EFFECTIVE, MUST BE RECEIVED BY THE COMPANY BEFORE THE COMMENCEMENT OF THE AGM.

In terms of Section 105 of the Companies Act, 2013 and Rules framed thereunder, a person can act as a proxy on behalf of Members not exceeding fifty and holding in aggregate not more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or Members.

2. As required under SS-2 issued by the ICSI, a route map, including a prominent landmark, showing directions to reach the AGM venue is annexed to the Annual Report.
3. Any Member desirous of receiving any information on the Financial Statements or Operations of the Company is requested to forward his / her queries to the Company at least seven working days prior to the AGM, so that the required information can be made available at the AGM.
4. Pursuant to the provisions of Section 72 of the Companies Act, 2013 and Rule 19 of the Companies (Share Capital and Debentures) Rules, 2014, members are informed that they may nominate at any time, in the prescribed manner, a person to whom their shares in the Company shall vest in the unfortunate event of their death. Members holding shares in physical mode should file their nomination with the Company,
5. Members holding shares in physical mode are requested to notify immediately any change in their address along with self-attested copy of address proof i.e., Aadhar Card / electricity bill / telephone bill / driving license/passport / bank passbook particulars to the Company.
6. In all correspondence with the Company, Members holding shares are requested to quote their account / folio numbers.
7. The Ministry of Corporate Affairs (MCA), Government of India has introduced a 'Green initiative in Corporate Governance' by allowing paperless compliances by the Companies for service of documents to their Members through electronic mode, which will be in compliance with Section 20 of the Companies Act, 2013 and Rules framed thereunder.
8. In case you have not registered your e-mail Id, please communicate the same to the Company at their communication address given in the Annual Report. Although you are entitled to receive physical copy of the Notices, Annual Reports, etc. from the Company, we sincerely seek your support to enable us to forward these documents to you only by e-mail, which will help us participate in the Green Initiatives of the MCA and to protect our environment.
9. All documents referred to in the Notice shall be open for inspection by the Members of the Company without payment of fees at the Registered Office of the Company. Inspection by the Members can be done on any working day between 11:00 a.m. to 1:00 p.m. including the date of AGM of the Company and shall also be available at the venue of the AGM.

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 14 May 2021, considered and approved the appointment of M/s M P R & Associates, Cost Accountants (Firm Reg. No. 000413) as the cost auditor for the financial year 2021-22 at a remuneration of Rs. 30,000/- per annum plus applicable taxes and reimbursement of out of pocket expenses.

The Board recommends the as set out under S. No.3 for approval of the Members as an **Ordinary Resolution**.

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:

Mr. Kiran Kumar Adapa (DIN: 09087754) is a Phd. in Horticulture from DR. YSR Horticultural University, Venkataramanagudem. He is an agriculturist having 24+ years of experience in agriculture, research and training. He is a Director in Sri Konda Laxman Telangana State Horticultural University since June 1998.

The Board of Directors of the Company appointed Mr. Kiran Kumar Adapa (DIN: 09087754) as an Additional Director in the category of Non-Executive Independent Director pursuant to section 161 of the Companies Act, 2013 in the meeting held on March 17, 2021 and to hold office up to the date of this Annual General Meeting.

The Board, based on the recommendation of the Nomination and Remuneration Committee, considers her background and experience would be beneficial for the company and is desirable to avail his services as an Independent Director of the company, who is not liable to retire by rotation for a first term of 5 (five) years on the Board of the Company.

The Company has received consent in writing to act as Independent Director pursuant to Rule 8 of the Companies (Appointment and qualifications of Directors) Rules, 2014 to the effect that he is not disqualified under sub-section (2) of the Companies Act, 2013.

The Company has also received declaration from Mr. Kiran Kumar Adapa (DIN: 09087754) that he meets the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013.

He is registered as a Member with Independent Director's Data Bank with Registration Mo. IDDB-NR-202103-035377 maintained by Indian Institute of Corporate Affairs, an institute notified by Central Government.

Copy of draft letter of appointment setting out terms and conditions of appointment is available for inspection by the members of the company at the registered office of the company.

Mr. Kiran Kumar Adapa (DIN: 09087754) may be deemed to be interested in the respective resolutions set out at Item No. 4 being appointee.

The Board considers that his association would be immense benefit to the Company and it is desirable to avail his services as Director. Accordingly, the Board recommends the resolution No. 4 for the approval of the Members as an **Ordinary Resolution**.

Save and except the above, none of the Directors and Key Managerial Personnel and/or their relatives are financially or otherwise concerned or interested in this resolution.

Mr. Kiran Kumar Adapa do not hold any share in the company.

ITEM NO. 5

Mr. Kiran Kumar Atukuri, aged 47 years has completed his Bachelor of Science in Agriculture from Acharya N. G. Ranga Agricultural University and Master of Business Administration from Nagarjuna University. He has almost two-decade year of vast experience in the field of Sales & Marketing, Product Development, Channel Management, Key Account Management and Client Relationship Management in Agricultural inputs Business. He has worked with Rasi Seeds (P) Ltd., Maharashtra Hybrid Seeds Co. Ltd., ICICI Bank, Monsanto, Syngenta and EID Parry. He is the guiding force behind all the corporate decisions and is responsible for the entire business operations specifically manufacturing and sales operations of our Company.

Based on the recommendation of the Nomination & Remuneration Committee, subject to approval of members the Board of Directors in their meeting held on 13.11.2021 re-appointed Mr. Kiran Kumar Atukuri (DIN: 08143781) as Managing Director of the Company for a period of 3 (Three) years w.e.f. 13.11.2021, and the said re-appointment and terms of re-appointment including remuneration to be paid, required approval of shareholders.

Accordingly, in terms of Section 196, 197, and other applicable provisions of the Companies Act, 2013 and rules made thereunder the Board of Directors recommend the resolution as set out under Item No. 5 for the approval of the members by way of Special Resolution.

Hence the Board of Directors recommend the resolution as set out under **Item No.5** of this notice of AGM as a **Special Resolution**.

The information in respect of terms of remuneration & perquisites is given below:

- I. Period of Appointment: Appointed for 3 (three) years w.e.f., 13.11.2021 to 12.11.2024 and subject to retire by rotation.
- II. Remuneration, benefits and perquisites:

Remuneration / Salary: Rs. 70,00,000/- (Rupees Seventy Lakhs Only) per annum

Salary will be subject to the deduction of Income tax/professional tax at the applicable rates, under the Income Tax Act, 1961.
- III. Your company has not defaulted any dues to any bank or public financial institution or other secured holder. Your company has not issued any Non-convertible debentures. Hence the company is not required prior approval of bank/or public financial institution /other secured creditor is not required.
- IV. Payment of remuneration is approved by a resolution passed by the Board and Nomination and Remuneration Committee of the company Vide resolutions passed dated 13.11.2021 and 12.11.2021 respectively.
- V. Proposed term of the appointment of Mr. Kiran Kumar Atukuri is 3 (three) years.
- VI. Statement referred in clause iv of Section II of Part II of the Schedule V of the Companies Act, 2013 is enclosed as Annexure – I to this notice.

VII. The aforesaid terms may be considered as written memorandum setting out the terms of re-appointment of Mr. Kiran Kumar Atukuri where such a contract is not in writing, a written memorandum setting out its terms.

Except Mr. Kiran Kumar Atukuri being the appointee director, none of the Directors and/or and other Key Managerial Personnel of the Company or their relatives are, in any way, deemed to be concerned or interested financially or otherwise in the said resolution except to the extent of their shareholding, if any, in the Company.

ITEM NO. 6

Mr. Sreekanth Yenigalla, aged 39 years has completed his Bachelor of Science degree in Agriculture from Acharya N. G. Ranga Agricultural University. He has more than a decade year of experience in Agricultural Industry. Before joining our Company, he had worked with ITC and Safal National Exchange of India Limited. His functional responsibility is developing industry networks for further business development, setting up the key processes for scaling up, building business partnerships and collaborations.

Based on the recommendation of the Nomination & Remuneration Committee, subject to approval of members the Board of Directors in their meeting held on 13.11.2021 the designation of Mr. Sreekanth Yenigalla (DIN: 07228577) was changed from Non-Executive Director to Whole-Time-Director, designated as Director (Marketing) of the Company for 3 (Three) years w.e.f. 13.11.2021, and the said appointment and terms of appointment including remuneration to be paid, required approval of shareholders.

Accordingly, in terms of Section 196, 197, and other applicable provisions of the Companies Act, 2013 and rules made thereunder the Board of Directors recommend the resolution as set out under Item No. 5 for the approval of the members by way of Special Resolution.

Hence the Board of Directors recommend the resolution as set out under **Item No.6** of this notice of AGM as a **Special Resolution**.

The information in respect of terms of remuneration & perquisites is given below:

I. Period of Appointment: Appointed for 3 (three) years w.e.f., 13.11.2021 to 12.11.2024 and subject to retire by rotation.

II. Remuneration, benefits and perquisites:

Remuneration / Salary: Rs. 70,00,000/- (Rupees Seventy Lakhs Only) per annum

Salary will be subject to the deduction of Income tax/professional tax at the applicable rates, under the Income Tax Act, 1961.

III. Your company has not defaulted any dues to any bank or public financial institution or other secured holder. Your company has not issued any Non-convertible debentures. Hence the company is not required prior approval of bank/or public financial institution /other secured creditor is not required.

IV. Payment of remuneration is approved by a resolution passed by the Board and Nomination and Remuneration Committee of the company Vide resolutions passed dated 13.11.2021 and 12.11.2021 respectively.

V. Proposed term of the appointment of Mr. Sreekanth Yenigalla is 3 (three) years.

VI. Statement referred in clause iv of Section II of Part II of the Schedule V of the Companies Act, 2013 is enclosed as Annexure – I to this notice.

VII. The aforesaid terms may be considered as written memorandum setting out the terms of appointment of Mr. Sreekanth Yenigalla where such a contract is not in writing, a written memorandum setting out its terms.

Except Mr. Sreekanth Yenigalla being the appointee director, none of the Directors and/or and other Key Managerial Personnel of the Company or their relatives are, in any way, deemed to be concerned or interested financially or otherwise in the said resolution except to the extent of their shareholding, if any, in the Company.

ITEM NO. 7

Mr. Basanth Kumar Nadella, aged 34 years has completed his Bachelor of Science from Kakatiya University and Master of Science in Bio Technology from Osmania University. He has almost 8 years of worked experience in Technical Department. His functional responsibility involves handling the overall technical activity and research and development department of our Company.

Based on the recommendation of the Nomination & Remuneration Committee, subject to approval of members the Board of Directors in their meeting held on 13.11.2021, changed the designation of Mr. Basanth Kumar Nadella (DIN: 08139510) from Non-Executive Director to Whole-Time-Director, designated as Director (Technical) of the Company for 3 (Three) years w.e.f. 13.11.2021, and the said appointment and terms of appointment including remuneration to be paid, required approval of shareholders.

Accordingly, in terms of Section 196, 197, and other applicable provisions of the Companies Act, 2013 and rules made thereunder the Board of Directors recommend the resolution as set out under Item No. 5 for the approval of the members by way of Special Resolution.

Hence the Board of Directors recommend the resolution as set out under **Item No.7** of this notice of AGM as a **Special Resolution**.

The information in respect of terms of remuneration & perquisites is given below:

VIII. Period of Appointment: Appointed for 3 (three) years w.e.f., 13.11.2021 to 12.11.2024 and subject to retire by rotation.

IX. Remuneration, benefits and perquisites:

Remuneration / Salary: Rs. 45,00,000/- (Rupees Forty Five Lakhs Only) per annum

Salary will be subject to the deduction of Income tax/professional tax at the applicable rates, under the Income Tax Act, 1961.

X. Your company has not defaulted any dues to any bank or public financial institution or other secured holder. Your company has not issued any Non-convertible debentures. Hence the company is not required prior approval of bank/or public financial institution /other secured creditor is not required.

XI. Payment of remuneration is approved by a resolution passed by the Board and Nomination and Remuneration Committee of the company Vide resolutions passed dated 13.11.2021 and 12.11.2021 respectively.

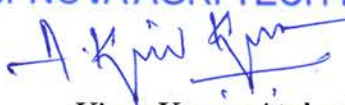
XII. Proposed term of the appointment of Mr. Basanth Kumar Nadella is 3 (three) years.

XIII. Statement referred in clause iv of Section II of Part II of the Schedule V of the Companies Act, 2013 is enclosed as Annexure – I to this notice.

XIV. The aforesaid terms may be considered as written memorandum setting out the terms of appointment of Mr. Basanth Kumar Nadella where such a contract is not in writing, a written memorandum setting out its terms.

Except Mr. Basanth Kumar Nadella being the appointee director, none of the Directors and/or and other Key Managerial Personnel of the Company or their relatives are, in any way, deemed to be concerned or interested financially or otherwise in the said resolution except to the extent of their shareholding, if any, in the Company.

Place: Singannaguda
Date: 13.11.2021

By Order of the Board
For, Nova Agritech Limited

Kiran Kumar Atukuri
Managing Director
DIN: 08143781

**Details of Directors seeking appointment/ re-appointment at the forthcoming
Annual General Meeting**

[Pursuant to Clause 1.2.5 of Secretarial Standards-2 on General Meetings]

A	Name	Dr. Kiran Kumar Adapa	Mr. Kiran Kumar Atukuri	Mr. Sreekanth Yenigalla	Mr. Basanth Kumar Nadella
B	Brief Resume				
	i) Age	About 51 years	About 47 years	About 39 years	About 34 years
	ii) Qualification	Phd. in Horticulture	BSc in Agriculture and MBA	BSc in Agriculture	BSc and MSc
	iii) Experience in specific functional area	Agriculture, research and training	Two-decade year of vast experience in Sales & Marketing, Product Development, Channel Management, Key Account Management and Client Relationship Management in Agricultural inputs Business	A decade of experience in Agricultural Industry	8 years of worked experience in Technical Department
	iv) Date of appointment on the Board of the Company	17/03/2021	09/07/2018	06/12/2017	26/05/2018
C	Nature of expertise in specific functional Areas	Agriculture, research and training	Agricultural inputs Business	Agricultural Industry	Technical activity and research and development

D	Names of other companies in which he is acting as Director	Nil	3	3	1
E	Name(s) of companies in which committee Membership(s) held	Nil	NIL	NIL	NIL
F	No. of shares of Rs. 10/- each held by the Director	Nil	NIL	NIL	NIL
G	Relationship with other director	Not related to any	Not related to any	Not related to any	Not related to any

By Order of the Board
For, NOVA AGRITECH LIMITED
For NOVA AGRITECH LTD.

Managing Director
Kiran Kumar Atukuri
Managing Director
DIN: 08143781

Place: Singannaguda
Date: 13.11.2021

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 14th Annual General Meeting of the Company, to be held on Tuesday, 30th November, 2021, at 04.00 P.M. at Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN and at any adjournment thereof in respect of the following resolutions:

Resolution No.	Ordinary Business:
1	Adoption of Audited Financial Statements of the Company for FY 2019-20
2	To Appoint a director in place of Mr. Kiran Kumar Atukuri (holding DIN: 08143781) who retires by rotation, and being eligible offers himself for re-appointment
	Special Business:
2	Ratification of appointment and remuneration of cost auditor for F.Y. 2021-22
4	To Regularize the Appointment of Mr. Kiran Kumar Adapa, (DIN: 09087754) as a Director of the Company

Affix
Revenue
Stamp

Signed this _____ day of November 2021

Signature of Shareholder: _____

Signature of Proxy holder: _____

ATTENDANCE SLIP

DP.ID*	
---------------	--

Master Folio No.	
-----------------------------	--

Client ID*	
-----------------------	--

No. of Shares held	
-------------------------------	--

I hereby record my presence at the **14th Annual General Meeting** of the Company on Tuesday, 30th November, 2021, at 04.00 P.M. at Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279, India.

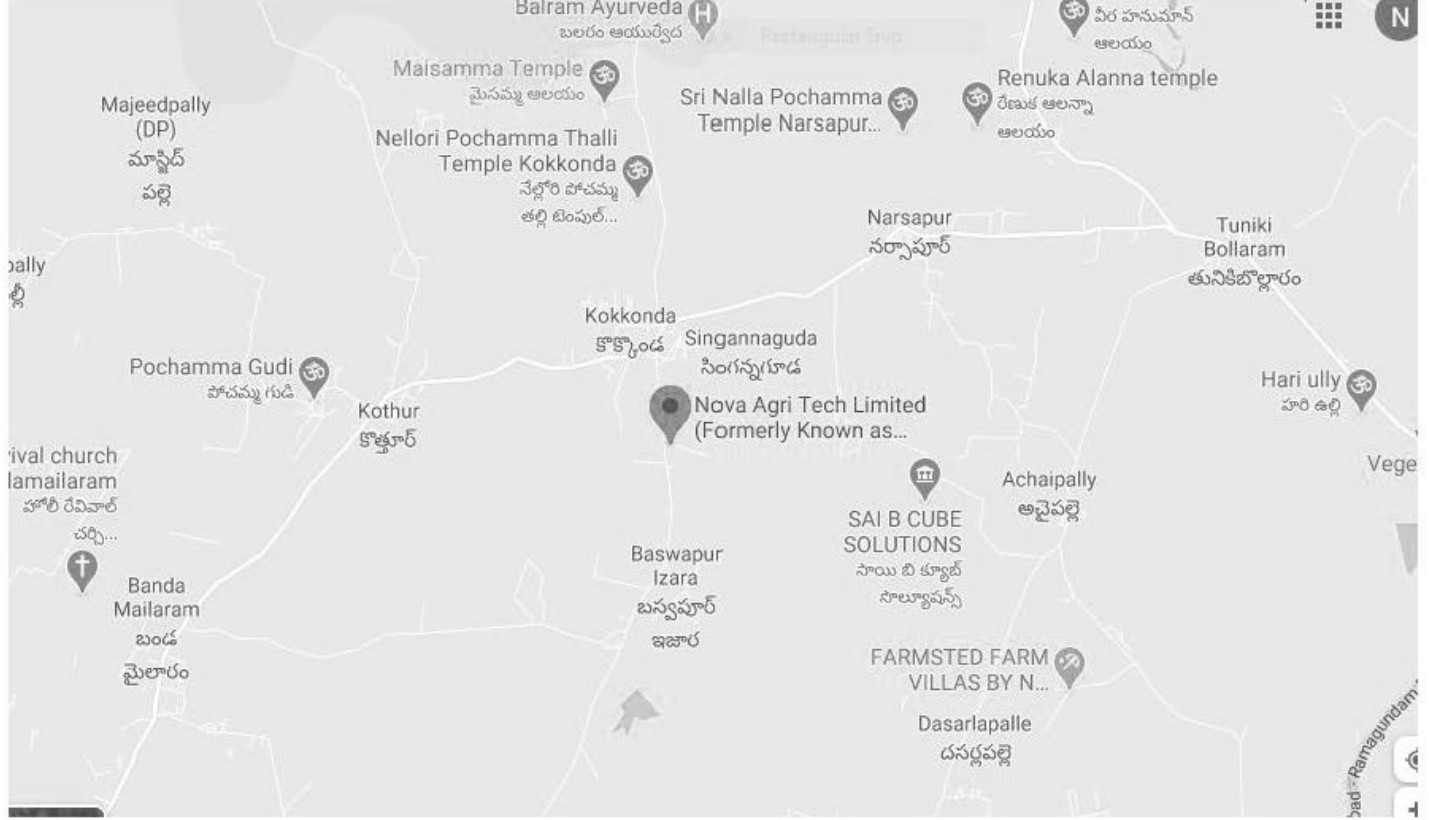
MEMBER'S/PROXY'S NAME IN BLOCK LETTER	
MEMBER'S/PROXY'S/AUTHORIZED REPRESENTATIVE'S SIGNATURE	

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.

ROUTE MAP FOR 14th ANNUAL GENERAL MEETING



DIRECTORS' REPORT

We, the Directors have pleasure in presenting the 14th ANNUAL REPORT on the business and operations of the Company together with the Audited Financial Statements for the Financial Year ended March 31, 2021.

FINANCIAL PERFORMANCE:

(Values in Rs.)

Particulars	Year Ended March 31, 2021	Year Ended March 31, 2020	Year Ended March 31, 2021	Year Ended March 31, 2020
	Standalone	Standalone	Consolidated	Consolidated
Income from Operations	1,37,07,69,158	1,03,36,02,955	1,73,94,93,501	1,38,31,44,252
Other income	52,88,531	1,32,469	53,58,531	1,37,236
Total income	1,3760,57,689	1,03,37,35,424	1,74,4852,032	1,38,32,81,488
Total Expenditure	1,31,43,53,036	1,00,09,22,237	1,64,61,93,312	1,32,26,31,752
Profit Before Tax	6,17,04,654	3,28,13,187	9,86,58,719	6,06,49,736
Less: Tax expenses	1,81,74,613	1,32,71,655	2,77,60,213	2,19,36,805
Net Profit/Loss	4,35,30,040	1,95,41,532	7,08,98,506	3,87,12,931

SUMMARY OF OPERATIONS & STATE OF COMPANY'S AFFAIRS:

For the Financial year 2020-21, the Company has recorded a turnover of Rs.1,37,07,69,158/- as against Rs. 1,03,36,02,955 /- in 2019-20. The Net Profit of Company for the Financial Year 2020-21 stood at Rs.4,35,30,040/- as against Rs. 1,95,41,532/- for the Financial Year 2019-20.

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.

SUBSIDIARY(IES)

SUBSIDIARY COMPANIES/JOINT VENTURES/ASSOCIATE COMPANIES:

The Company has its two Subsidiary Companies i.e., Nova Agri Sciences Private Limited and Nova Agri Seeds (India) Private Limited. The Company does not have any Joint Ventures and Associate Company. During the year under review no Company has become/ceased to be its Subsidiary, Joint Venture or Associate of Company.

CHANGE IN THE NATURE OF BUSINESS:

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

ABOUT COVID-19 PANDEMIC:

As the recent development of Covid-19 Pandemic started in the year 2020 lead to global crisis and forcing all the governments to enforce lockdowns on all economic activity and accordingly work from home was enable strictly in our company to ensure the health and well-being of all the employees, and on minimizing – disruption to services to all our customers/ clients domestically and globally.



SHARE CAPITAL:

There is no change in the paid-up Equity Share Capital which stood at March 31, 2021 stood at Rs. 12,54,05,480.

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 not transferred any amount to reserves. The entire profit of Rs. 4,35,30,040/- for the year ended 31.03.2021 was transferred to the surplus under Reserves and Surplus A/c.

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. Kiran Kumar Adapa has been appointed as an Independent Director of the Company w.e.f. March 17, 2021
2. Mrs. Malathi Siripurapu has been appointed as a Whole Time Director w.e.f. March 17, 2021.
3. Mr. Srinivasa Rao Vesangi has resigned from the post of Independent Director of the Company w.e.f. March 17, 2021

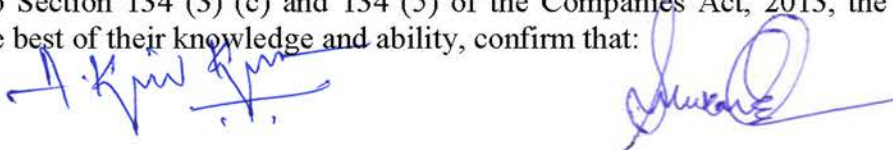
Key Managerial Personnel:

1. Mrs. Bhargavi Kandula has been appointed as CFO w.e.f. May 2, 2020
2. Mr. Shubham Bagadia has resigned as a Company Secretary of the Company w.e.f. October 19, 2020.
3. Ms. Neha Soni has been appointed as a Company Secretary of the Company w.e.f. October 22, 2020.

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 2020-21.

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, 2021, 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, 2021 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.

COMMITTEES OF THE BOARD:

As on March 31, 2021, the Board has four committees, the Audit Committee, the Nomination and Remuneration Committee, the Stakeholders' Relationship Committee, the Corporate Social Responsibility Committee which are constituted as per the provisions of the Companies Act, 2013, the details of the above-mentioned committees are as follows.

Audit Committee

S. No	Name of the Member	Position
1	Ms. Swapna Kandula	Chairman
2	Mr. Sri Hari Rao	Member
3	Mr. Kiran Kumar Adapa	Member

*Mr. Srinivas Rao Vesangi ceased as chairman and member w.e.f. 17.03.2021

*Ms. Swapna Kandula was appointed as Chairman of the Audit Committee w.e.f. 17.03.2021

*Mr. Kiran Kumar Adapa was appointed as member w.e.f. 17.03.2021

The Audit Committee met twice in F.Y. 2020-21 on October 25, 2020 and November 30, 2020.

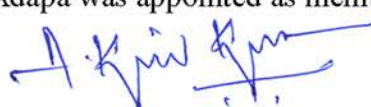
Nomination and Remuneration Committee

S. No	Name of the Member	Position
1	Ms. Swapna Kandula	Chairman
2	Mr. Sri Hari Rao	Member
3	Mr. Kiran Kumar Adapa	Member

*Mr. Srinivas Rao Vesangi ceased as chairman and member w.e.f. 17.03.2021

*Ms. Swapna Kandula was appointed as Chairman of the Audit Committee w.e.f. 17.03.2021

*Mr. Kiran Kumar Adapa was appointed as member w.e.f. 17.03.2021




The Nomination and Remuneration Committee met twice in F.Y. 2020-21 on October 22, 2020 and March 17, 2021

Stakeholders' Relationship Committee

S. No.	Name of the Member	Position
1	Kiran Kumar Adapa	Chairman
2	Swapna Kandula	Member
3	Sri Hari Rao	Member

Corporate Social Responsibility Committee

S. No.	Name of the Member	Position
1	Mr. Sri Hari Rao	Chairman
2	Mr. Kiran Kumar Atukuri	Member
2	Mr. Kiran Kumar Adapa	Member

*Mr. Srinivas Rao Vesangi ceased as chairman and member w.e.f. 17.03.2021

*Mr. Sri Hari Rao was appointed as Chairman w.e.f. 17.03.2021

*Mr. Kiran Kumar Atukuri was appointed as member w.e.f. 17.03.2021

*Mr. Kiran Kumar Adapa was appointed as member w.e.f. 17.03.2021

*Ms. Swapna Kandula ceased as member w.e.f. 17.03.2021.

NO. OF BOARD MEETINGS HELD DURING THE YEAR:

The Board of Directors duly met Sixteen times in the F.Y. 2020-21. The gap between two Board Meetings has not exceeded 120 days.

DECLARATION BY THE INDEPENDENT DIRECTORS:

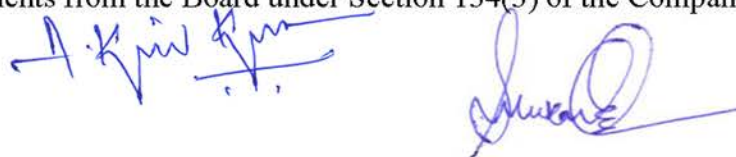
During the year under review, The Company received necessary declarations from each Independent Director under 149(7) of the Companies Act, 2013, that he/she meets the criteria of independence laid down under section 149(6) of the Companies Act, 2013, so as to qualify themselves to be appointed as independent directors under the provisions of the Companies Act, 2013 and the relevant rules

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS UNDER SECTION 186:

The loans granted, guarantees given and investments made are in compliance with Section 186 of the Companies Act, 2013.

STATUTORY AUDITORS:

The Auditors Report for the financial year ended March 31, 2021 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.



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), has been appointed 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.

REPLIES TO THE STATUTORY AUDITOR'S REMARKS:

There are undisputed amounts payable in respect of Income Tax amounting to Rs. 2,82,25,719/- in arrears as on March 31, 2021 for a period of six months from the date they became payable. – *The Company is putting efforts to clear all the pending statutory dues at the earliest.*

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 2020-2021 on a remuneration of Rs. 30,000/-.

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.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

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

SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNALS

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

RISK MANAGEMENT FRAMEWORK:

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

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

ANNUAL RETURN:

In terms of Section 92(1) of the Act, read with Rule 11 of The Companies (Management and Administration) Rules, Annual Return for the FY 2020-21 comprising the requisite details in Form MGT-7 and shall be filed by the company with MCA within prescribed time.



PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

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 II**.

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.

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

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:

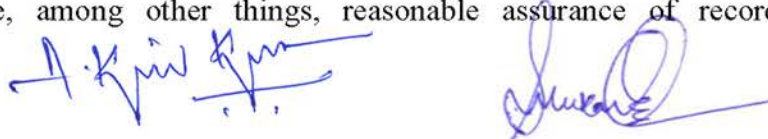
Foreign Exchange earnings : Nil
Foreign Exchange outgo : Nil

VIGIL MECHANISM:

During the financial year under review the company had not meet the criteria relating to establishment of vigil mechanism.

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 Limited fall under the class of companies as provided in the Act. Hence, as a part of the corporate social responsibility initiative, the company is required to spent an amount of Rs. 12,68,591/- towards the CSR activities for the F.Y. 2020-21. The Company created a provision for the said amount. A detailed report on CSR Activities as required under Rule 9 of the Companies (CSR) Rules, 2014 is enclosed herewith as Annexure-III.

The Board has constituted Corporate Social Responsibility (CSR) Committee under the provisions of Section 135 of the Companies Act, 2013 and respective rules made thereunder. The Committee has formulated a Corporate Social Responsibility CSR Policy. The Committee looks after the functions as enumerated under the Act and the CSR Policy adopted by the Board. The brief outline of the Company's CSR Policy is given in detailed report on CSR, enclosed herewith as Annexure-III.

FRAUDS REPORTED BY THE AUDITORS

There are no frauds reported by auditors under sub-section (12) of section 143.

HUMAN RESOURCES DEVELOPMENT

The human resources systems procedures and the organizational environment are all designed to nurture creativity, innovation and greater efficiencies in its human capital. Training is an integral element of the HR system and empowers employees to work towards shared goals and the common purpose of providing superior services.

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

OTHER DISCLOSURES:

During the year under review –



- a) Your company has not revised financial statement.
- b) No application made or proceedings pending against the company under the Insolvency and Bankruptcy Code, 2016 during the year along with their status as at the end of the financial year.
- c) The company has not altered the Articles of Association of company and Memorandum of Association.

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: Singannaguda

Date: 13.11.2021

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


KIRAN KUMAR ATUKURI
MANAGING DIRECTOR
DIN: 08143781


SREEKANTH YENIGALLA
DIRECTOR
DIN: 07228577

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	1,80,00,000	5,00,000
7	Reserves and surplus	4,69,58,608	-12,96,182
8	Total assets	45,99,16,819	4,55,739
9	Total Liabilities	39,49,58,211	12,81,921
10	Investments	-	-
11	Turnover	52,72,47,693	14,09,400
12	Profit before taxation	3,69,59,319	(5253)
13	Provision for taxation	95,85,600	-
14	Profit after taxation	2,73,73,719	(5253)
15	Proposed Dividend	-	-
16	Extent of shareholding (in percentage)	100	100

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.

By the Order of the Board
For Nova Agritech Limited

Place: Singannaguda

Date: 13.11.2021


KIRAN KUMAR ATUKURI
Managing Director
DIN: 08143781


SREEKANTH YENIGALLA
Director
DIN: 07228577

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 2020-21.

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. No	Name (s) of the related party	Nature of relationship	Duration of the contracts/ arrangements/transaction	Salient terms	2020-21 Amount in Rs. Outstanding
1					

Place: Singannaguda

Date: 13.11.2021

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


KIRAN KUMAR ATUKURI
Managing Director
DIN: 08143781


SREEKANTH YENIGALLA
Director
DIN: 07228577



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF NOVA AGRITECH LIMITED

Report on the Standalone Financial Statements:

We have audited the accompanying Standalone financial statements of **NOVA AGRITECH LIMITED** ("the Holding Company"), which comprise the Standalone Balance Sheet as at March 31, 2021, the Standalone Statement of Profit and Loss and the Standalone Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

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

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



A. Trade Receivables And Trade Payables: -

Net Trade receivables amounting to Rs.69,62,69,658 And Net Trade payables amounting to Rs. 21,32,55,070.

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

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

Our Key audit procedure includes the following: -

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

B. Valuation of Inventory: -

The Net carrying value of the inventory is Rs. 20,42,88,548/- as on 31.03.2021 which is 18.34 % of the total assets of the company.

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

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

Our Key audit procedure includes the following: -

- We have obtained written confirmations of inventories held by the stores in-charge of different locations.
- We have tested the effectiveness of controls present for inwards and issues for consumption. We have selected samples of current year purchases present in closing stock and have verified there Goods Receipt Notes and subsequent payments made by the company.
- We have employed analytical procedures such reconciliation of quantities of opening stock, purchases, consumption and closing stock; comparison of current year gross profit ratio with the gross profit ratio for the previous year; comparison of significant ratios relating to inventories with the similar ratios for other company in the same industry.



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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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

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

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards referred to in Section 133 of Companies Act 2013. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

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



appropriateness of accounting policies used and the reasonableness of the Accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

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

2. As required by section 143(3) of the Companies Act 2013, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The 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 financials comply with the Accounting Standards specified under of Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act, 2013.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. There are no pending litigations for or against the Company which would impact its financial position
- ii. The Company does not have any derivatives contracts. Further there are no long term contracts for which provisions for any material foreseeable losses is required to be made.
- iii. There are no amounts pending that are required to be transferred to Investor Education and Protection Fund.
- iv. The management has represented, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- v. The management has represented, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- vi. Based on the audit procedures performed by us, which has considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (iv) and (v) contain any material mis-statement.
- vii. The dividend declared or paid during the year by the company is in compliance with section 123 of the Companies Act, 2013. Or The company hasn't declared any Dividend for the current year.



CHARTERED ACCOUNTANTS

viii.

The company has used "Tally" accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.

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


P Venkata Ratnam
Partner

M.no:230675

UDIN:22230675AAAABB6486

Date:13/11/2021

Place: Hyderabad.

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

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

Report on the Internal Financial Controls Over Financial Reporting under Clause

(i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Nova Agritech Limited** ("the Holding Company") as of March 31, 2021 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 Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standard on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an auditor 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 elected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



Meaning of internal financial Controls over Financial reporting

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

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

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


P Venkata Ratnam
Partner
M.no: 230675
UDIN: 22230675AAAABB6486

Date: 13/11/2021
Place: Hyderabad

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

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

- i. In respect of the Company's fixed assets:
- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed Provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.
- ii. a) As explained to us, the physical verification of inventories, excluding stocks lying with third parties, have been conducted at reasonable intervals by the Management during the year. In case of inventories lying with third parties, certificates of stocks holding have been received.
- b) In our opinion and according to the information and explanation given to us, the procedures of physical verification of inventories followed by the Management were reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) In our opinion and according to the information and explanations given to us, the Company has maintained proper records of its inventories and no material discrepancies were noticed on physical verification of stocks as compared to book records.
- iii. The company has not granted any loans to parties covered in the register maintained under section 189 of the companies act, 2013.
- iv. 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 any loans given or provided any guarantees or given any security or made any investments as applicable.
- v. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi. The maintenance of Cost Records has been specified by the Central Government under sub-section (1) of Section 148 of the Act. We have broadly reviewed the cost records maintained by the company pursuant to the companies (cost Records and audit) Rules, 2014, as amended and prescribed by the central government under sub-section (1) of Section 148 of the Act and we are of the opinion that, prima facie, the prescribed cost records have been made and maintained by the company.



- vii. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Customs Duty, Cess and other material statutory dues Other than Income Tax applicable to it with the appropriate authorities.
- (b) There are undisputed amounts payable in respect of Income Tax amounting to Rs.2,82,25,719/- in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.
- viii. Based on our Audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institutions, banks or debenture holders.
- ix. Money raised by way of term loan were applied for the purpose for which it was raised. The Company has not raised moneys by way of initial public offer or further public offer.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanation to us, the company has paid / provided managerial remuneration in accordance with the provisions of Section 197 read with Schedule V to the Act.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any private placement during the year and hence reporting under paragraph 3(xiv) of the order is not applicable to the company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRS No. 300801S/S200060)


P Venkata Ratnam
Partner
M.no: 230695
UDIN: 22230675AAAABB6486

Date: 13/11/2021
Place: Hyderabad.

Nova Agritech Limited

SY.No.251/A/1,SINGANNAGUDA VILLAGE MULUGU MANDAL SIDDIPET,MEDAK TG 502279 IN

Tax computation for the FY 2020-2021

PARTICULARS	AMOUNT	AMOUNT
INCOME FROM BUSINESS		
Net Profit as per Profit & Loss A/c		6,17,04,654
Add: Dissallowances :		
Disallowance U/s 36(1) (VA)		
Disallowance of ESI , PF& PT	62,58,258	
Disallowance u/s 40(a)(ia)		
Disallow Expense	-	
Disallowance u/s 40A		
Prov for Gratuity	-	
Disallowance U/s 43(6)(c)(i)		
Loss On Sale of Fixed Assets		
Add: Dep as per Co Act 2013	1,73,49,663	
Add: CSR Provision	12,68,591	2,48,76,511
		8,65,81,165
Less: Dep as per IT act	1,50,07,844	
Less: GST Payable Allowed 2018-19	-	
Less : Audit fees 2018-19	-	1,50,07,844
Taxable Profit under the Head PGBP		7,15,73,321
Tax on Total Income		1,57,46,131
Surcharge on Above		15,74,613
Add: Edu Cess @ 4%		6,92,830
Total Tax Payable		1,80,13,573
Less: TDS Deducted		17,497
Less: TCS		-
Less: Self Assessment Tax paid		-
Balance Tax Payable		1,79,96,076
Add: Interest U/s 234		
234A	-	
234B	-	
234C	-	
Total Interest Payable		-
Total Tax Payable / (Refund)		1,79,96,080



NOVA AGRITECH LIMITED			
SY.No.251/A/1,SINGANNAGUDA VILLAGE MULUGU MANDAL SIDDIPET,MEDAK TG 502279 IN STANDALONE BALANCE SHEET AS AT 31st MARCH, 2021			
Particulars	Notes	Figures as at the end of current reporting year ending 31st March 2021	Figures as at the end of current reporting year ending 31st March 2020
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	12,54,05,480	12,54,05,480
(b) Reserves and Surplus	2	19,59,40,327	15,24,10,288
(2) Share Application money pending allotment			
(3) Non-Current Liabilities			
(a) Long-Term Borrowings	3	15,47,12,564	12,19,89,895
(b) Other long Term Liabilities	4	2,73,60,846	2,76,53,274
(c) Long Term Provisions	5	71,66,435	88,58,844
(4) Current Liabilities			
(a) Short-Term Borrowings	6	24,89,28,856	25,01,31,043
(b) Trade Payables	7	21,32,55,070	23,36,58,371
(c) Other Current Liabilities	8	11,13,90,449	8,53,77,116
(d) Short-Term Provisions	9	4,92,10,467	4,64,66,943
Total Equity & Liabilities		1,13,33,70,494	1,05,19,51,253
II.ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Asset	10	14,29,77,024	13,14,69,250
(ii) Intangible Asset	10	21,101	28,474
Net Block		14,29,98,125	13,14,97,724
(iii) Capital Work In Progress			
(b) Non - Current Investments	11	1,85,01,000	1,85,01,000
(c) Deferred tax assets (net)	12	11,59,454	13,20,494
(d) Other Long Term Loans & Advances	13	2,36,30,511	2,31,30,511
(e) Other non-current assets			
(2) Current Assets			
(a) Inventories	14	20,42,88,548	22,62,65,569
(b) Trade receivables	15	69,62,69,658	62,78,88,813
(c) Cash and cash equivalents	16	15,59,566	7,19,750
(d) Short-term loans and advances	17	4,37,13,633	2,13,38,546
(e) Other Current Assets	18	12,50,000	12,88,846
Total Assets		1,13,33,70,494	1,05,19,51,253
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. 008601S/S200060  VENKATA RATNAM P Partner Membership No. 230675 UDIN: 22230675AAAABB6468		On behalf of Board of Directors For NOVA AGRITECH LIMITED  KIRAN KUMAR A (Managing Director) (DIN: 08143781)  SREEKANTH Y (Director) (DIN: 07228577)  BASANTH KUMAR N (Director) (DIN: 08139510)  BHARGAVI K (Chief Financial officer)  NEHA SONI (Company Secretary)	
Place : Hyderabad Date : 13/11/2021			

NOVA AGRITECH LIMITED
SY.No.251/A/1,SINGANNAGUDA VILLAGE MULUGU MANDAL SIDDIPET,MEDAK TG 502279 IN
STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDING 31.03.2021

Sr. No	Particulars	Note No.	Figures as at the end of current reporting year ending 31st March 2021	Figures as at the end of current reporting year ending 31st March 2020
I	Revenue from operations	19	1,37,07,69,158	1,03,36,02,955
II	Other Income	20	52,88,531	1,32,469
III	Total Revenue (I + II)		1,37,60,57,689	1,03,37,35,424
IV	Expenses:			
	(a) Purchases	21	70,87,28,503	45,60,03,534
	(b) Changes in inventories of Raw material, finished goods, work-in-progress and Stock-in-trade	22	2,19,77,021	4,92,23,431
	(c) Employee Benefit Expense	23	19,65,86,527	17,29,55,123
	(d) Finance Costs	24	6,74,03,776	5,68,05,501
	(e) Depreciation and Amortization Expense	25	1,73,49,663	1,78,49,775
	(f) Other Expenses	26	30,23,07,546	24,80,84,873
	Total Expenses (IV)		1,31,43,53,036	1,00,09,22,237
V	Profit before exceptional and extraordinary items and tax		6,17,04,654	3,28,13,187
VI	Exceptional Items			
VII	Profit before extraordinary items and tax (V - VI)		6,17,04,654	3,28,13,187
VIII	Extraordinary Items			
IX	Profit before tax (VII - VIII)		6,17,04,654	3,28,13,187
X	Tax expense:			
	(1) Current tax		1,80,13,573	1,06,06,990
	(2) Deferred tax		1,61,040	26,64,665
XI	Profit/(Loss) for the period (XI + XIV)		4,35,30,040	1,95,41,532
XII	Earning per equity share:			
	(1) Basic		3.47	1.56
	(2) Diluted		3.47	1.56

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. 008890/2015-2016

VENKATA RATNAM P.
Partner
Membership No. 230673
UDIN: 22230675AAAABB6468

On behalf of Board of Directors

For NOVA AGRITECH LIMITED

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


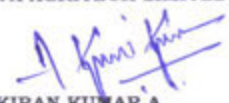

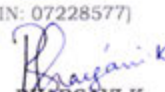


SREERKANTH Y
(Director)
(DIN: 07228577)

BASANTH KUMAR N
(Director)
(DIN: 08139510)

BHARGAVI K
(Chief Financial officer)

NEHA SONI
(Company Secretary)

Place : Hyderabad
Date : 13/11/2021

NOVA AGRITECH LIMITED		
SY.No.251/A/1,SINGANNAGUDA VILLAGE MULUGU MANDAL SIDDIPET,MEDAK TG 502279 IN STANDALONE CASH FLOW STATEMENT FOR THE PERIOD 1.4.2020 TO 31.03.2021		
Particulars	Figures as at the end of current reporting year ending 31st March 2021	Figures as at the end of current reporting year ending 31st March 2020
(A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	6,17,04,654	3,28,13,187
Adjustments for :		
Depreciation	1,73,49,663	1,78,49,775
Profit on sale of Fixed Assets	-	(1,09,303)
Interest Expenses	6,74,03,776	5,68,05,501
Provision for gratuity during the year	-	17,14,566
Provision for CSR during the year	-	12,95,812
Operating Cash Flow before Working Capital Changes	14,64,58,093	11,03,69,538
Adjustments for Changes in Working Capital		
Decrease/(Increase) in Inventories	2,19,77,021	4,92,23,431
Decrease/(Increase) in Trade Receivables	(6,83,80,845)	(13,59,96,083)
Decrease/(Increase) in Short Term Loans & Advances	(2,23,75,087)	(34,87,434)
Decrease/(Increase) in Other Current Assets	38,846	(6,88,846)
Increase/(Decrease) in Trade Payables	(2,04,03,301)	(9,17,63,189)
Increase/(Decrease) in Other Current Liabilities	1,07,10,150	(39,71,258)
Increase/(Decrease) in Long term provision	(16,92,409)	-
Increase/(Decrease) in Shortterm provision	27,43,524	-
Cash Generated from Operations	6,90,75,993	(7,63,13,842)
Less: Taxes Paid	(1,80,13,573)	(2,34,58,916)
Cash Flow from Operating Activities	5,10,62,420	(9,97,72,757)
Less: Extra ordinary items	-	-
Net Cash Flow from Operating Activities(A)	5,10,62,420	(9,97,72,757)
(B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(2,88,50,064)	(1,96,77,240)
Sale of Fixed Assets	-	3,58,780
Purchase of Investments	-	-
Decrease/(Increase) in Capital Work-in Progress	-	66,98,551
Decrease/(Increase) in Other Long Term Loans & Advances	(5,00,000)	1,13,250
Decrease/(Increase) in Other Non Current Assets	-	-
Cash Flow from Investing Activities(B)	(2,93,50,064)	(1,25,06,659)
(C) CASH FLOW FROM FINANCING ACTIVITIES		
Increase in Share Capital	-	-
Additions/ (Repayment) of Loans	4,80,25,852	11,22,95,686
Interest Paid	(6,74,03,777)	(5,68,05,502)
Increase/(Decrease) in other Long term Liabilities	(2,92,428)	39,59,293
Increase/(Decrease) in Short Term Borrowings	(12,02,188)	5,16,56,501
Cash Flow from Financing Activities(C)	(2,08,72,541)	11,11,05,978
D. NET CHANGES IN CASH FLOW DURING THE YEAR (A+B+C)	8,39,815	(11,73,438)
E. OPENING BALANCE OF CASH & CASH EQUIVALENTS	7,19,750	18,93,188
F. CLOSING BALANCE OF CASH & CASH EQUIVALENTS (D+E)	15,59,565	7,19,750
<p>For NSVR & ASSOCIATES LLP., Chartered Accountants Firm Regd. No. 008801S/S200060  VENKATA RATNAM P. Partner Membership No. 230675 UDIN: 22230675AAAABB6468</p>		
<p>On behalf of Board of Directors For NOVA AGRITECH LIMITED  KIRAN KUMAR A (Managing Director) (DIN: 08143781)  SREEKANTH Y (Director) (DIN: 07228577)  BHARGAVI K (Chief Financial officer)  BASANTH KUMAR N (Director) (DIN: 08139510)  NEHA SONI (Company Secretary)</p>		
<p>Place : Hyderabad Date : 13/11/2021</p>		

NOVA AGRITECH LIMITED

Standalone Notes Forming Integral Part of the Balance Sheet as at 31st MARCH, 2021

NOTE : 1 SHARE CAPITAL

Sr. No	Particulars	31/03/2021		31/03/2020	
		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	2,00,00,000	20,00,00,000
		2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
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	1,25,40,548	12,54,05,480
	Total in	1,25,40,548	12,54,05,480	1,25,40,548	12,54,05,480

3 Reconciliation of Number of Shares

	31/03/2021		31-03-2020	
	No of shares	Amount	No of shares	Amount
Equity Shares:				
Balance as at the beginning of the year	1,25,40,548	12,54,05,480	1,25,40,548	12,54,05,480
Add: Shares issued during the Year	-	-	-	-
Balance as at the end of the year	1,25,40,548	12,54,05,480	1,25,40,548	12,54,05,480

4 Details of Shareholders Holding more than 5% of shares in the company

	31/03/2021		31/03/2020	
	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%	5,04,000	4.02%
Yeluri Malathi	16,84,324	13.43%	16,84,324	13.43%
Y Sambasiva Rao	57,22,872	45.63%	57,22,872	45.63%
Suraksha Agri Retail (India) Private Limited	30,77,628	24.54%	23,87,972	19.04%
K Samba siva Rao	-	-	7,58,620	6.05%
NV subba rao	15,51,724	12.37%	7,93,104	6.32%
G Santosh Chandra Rao	-	-	6,89,656	5.50%
TOTAL	1,25,40,548	100.00%	1,25,40,548	100.00%

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.



NOTE : 1 SHARE CAPITAL

Sr. No	Particulars	31/03/2021		31/03/2020	
		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	2,00,00,000	20,00,00,000
		2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
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	1,25,40,548	12,54,05,480
	Total in	1,25,40,548	12,54,05,480	1,25,40,548	12,54,05,480

3 Reconciliation of Number of Shares

	31/03/2021		31-03-2020	
	No of shares	Amount	No of shares	Amount
Equity Shares:				
Balance as at the beginning of the year	1,25,40,548	12,54,05,480	1,25,40,548	12,54,05,480
Add: Shares issued during the Year	-	-	-	-
Balance as at the end of the year	1,25,40,548	12,54,05,480	1,25,40,548	12,54,05,480

4 Details of Shareholders Holding more than 5% of shares in the company

	31/03/2021		31/03/2020	
	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%	5,04,000	4.02%
Yeluri Malathi	16,84,324	13.43%	16,84,324	13.43%
Y Sambasiva Rao	57,22,872	45.63%	57,22,872	45.63%
Suraksha Agri Retail (India) Private Limited	30,77,608	24.54%	23,87,972	19.04%
Madhuri Siripurapu	10	0.00%	-	-
Soumya Eluri	10	0.00%	-	-
K Samba siva Rao	-	-	7,58,620	6.05%
NV subba rao	15,51,724	12.37%	7,93,104	6.32%
G Santosh Chandra Rao	-	-	6,89,656	5.50%
TOTAL	1,25,40,548	100.00%	1,25,40,548	100.00%

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.



NOVA AGRITECH LIMITED
Standalone Notes Forming Integral Part of the Balance Sheet as at 31st MARCH, 2021

NOTE : 2 RESERVE & SURPLUS

Sr. No	Particulars	31-03-2021	31/03/2020
1	Securities Premium		
	Opening Balance	-	-
	Add: Shares issued during the year	-	-
	Less: Bonus shares issued out of Securities Premium	-	-
	Closing Balance	-	-
2	Surplus (Profit & Loss Account)	19,59,40,327	15,24,10,288
	Balance brought forward from previous year	15,24,10,288	13,28,68,755
	Add: Profit for the period	4,35,30,040	1,95,41,532
	Less: Bonus shares issued during the year	-	-
	Total in "	19,59,40,327	15,24,10,288

NOTE : 3 LONG TERM BORROWINGS

Sr. No	Particulars	31-03-2021	31/03/2020
1	Secured Loans		
	Term Loan From Sri Ram City Finance	8,19,48,457	7,92,02,423
	Vehicle Loan From Banks On Hypothecation of Vehicles	52,24,468	89,26,089
	Corporation loan	40,00,005	-
	Long Term portion of Borrowings	9,11,72,930	8,81,28,513
2	Unsecured Loans		
	From Directors	4,08,95,291	3,21,81,711
	Intercompany deposits	2,25,00,000	-
	Term Loan From India Infoline Finance Limited	1,44,343	16,79,671
	Total in "	15,47,12,564	12,19,89,895

S.No	Name of the Bank	Sanctioned Amount	Rate of Interest	Repayment Schedule	Security	Amount O/s
1	Sri Ram City Finance Ltd	Rs.1000 lakhs	26.801% p.a	Repayable in 60 monthly equal installments of Rs. 3041667/- each	Secured by hypothecation of Factory building being constructed at	9,11,04,066/-
2	Covid Loan	Rs. 240 lakhs	10% p.a	Repayable in 18 monthly equal installment of Rs. 1333333/- each		24000000/-
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	52,78,553/-
3	ICICI Bank	Rs.20.87 lakhs	8.80% p.a	Repayable in 60 monthly equal installments of Rs.43163/- each	Secured by hypothecation of Vehicle purchased	15,28,356/-
4	ICICI Bank	Rs.12.19 lakhs	8.80% p.a	Repayable in 60 monthly equal installments of Rs.25637/- each	Secured by hypothecation of Vehicle purchased	8,97,556/-
5	ICICI Bank	Rs.12.19 lakhs	8.80% p.a	Repayable in 60 monthly equal installments of Rs.25637/- each	Secured by hypothecation of Vehicle purchased	8,97,694/-
6	Indus Bank	Rs.15.60 lakhs	9.05% p.a	Repayable in 60 monthly equal installments of Rs.32853/- each	Secured by hypothecation of Vehicle purchased	11,03,244/-
7	Indus Bank	Rs.7.70 lakhs	9.05% p.a	Repayable in 60 monthly equal installments of Rs.16294/- each	Secured by hypothecation of Vehicle purchased	5,45,928/-

Details of Collateral Security

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

NOTE : 4 OTHER LONG TERM LIABILITIES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Security Deposits from Dealers	1,22,07,269	1,08,09,930
2	Margadarshi Chit Fund Pvt Ltd	87,39,977	1,40,09,744
3	Srivatsa Chits PVT. Ltd	64,13,600	28,33,600
	Total in "	2,73,60,846	2,76,53,274

NOTE : 5 LONG TERM PROVISIONS

Sr. No	Particulars	31-03-2021	31/03/2020
1	Provision for Gratuity	71,66,435	88,58,844
	Total in "	71,66,435	88,58,844



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NOTE : 6 SHORT TERM BORROWINGS

Sr. No	Particulars	31-03-2021	31/03/2020
1	Secured Loans		
	- From Corporation Bank CC	23,90,55,770	23,99,08,433
	- Credit Cards	98,73,086	1,02,22,610
	Total in "	24,89,28,856	25,01,31,043

S.No	Name of the Bank	Amount sanctioned	Date of Sanction	Security	DP limit	Amount O/s
1	Corporation Bank	Rs. 2400 lakhs	17th June 2019	Secured by Hypothecation of Stock, Trade receivables & all other current assets of the company	Rs. 2400 lakhs	Rs. 2399.09 lakhs

Details of Collateral Security

** Personal Gaurantee of Y.Sambasiva Rao, S Malathi, Suraksha Agrietails 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 : 7 TRADE PAYABLES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Supplier for Goods & Services	21,32,55,070	23,36,58,371
	Total in "	21,32,55,070	23,36,58,371

NOTE : 8 OTHER CURRENT LIABILITIES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Statutory Dues Payables	1,60,88,409	2,13,59,307
2	Expenses Payable	2,81,71,096	2,12,06,595
3	Payable to Employees	3,36,42,916	2,34,95,928
4	Current Maturities of Long Term Borrowings	3,19,60,729	1,66,57,546
5	Other Payables	15,27,299	26,57,740
	Total in "	11,13,90,449	8,53,77,116

NOTE : 9 SHORT TERM PROVISIONS

Sr. No	Particulars	31-03-2021	31/03/2020
1	Provision For Taxation (Net of TDS & Advance Tax)	4,62,09,292	4,34,56,566
2	Provision for Gratuity	4,25,345	17,14,565
4	Provision for CSR	25,75,829	12,95,812
	Total in "	4,92,10,467	4,64,66,943



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NOVA AGRITECH LIMITED
Standalone Notes Forming Integral Part of the Balance Sheet as at 31st MARCH, 2021

NOTE : 11 NON - CURRENT INVESTMENTS

Sr. No	Particulars	31-03-2021	31/03/2020
1	Investment in Equity Instruments :		
	Agri Genome Resources India Pvt Ltd (1%)	1,000	1,000
	Nova Agri Sciences Private Limited (100%)	1,80,00,000	1,80,00,000
	Nova Agri Seeds Private Limited (100%)	5,00,000	5,00,000
	Total in	1,85,01,000	1,85,01,000

* 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

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

NOTE : 12 DEFERRED TAX ASSET (NET)

Sr. No	Particulars	31-03-2021	31/03/2020
1	Deferred Tax Asset		
	Opening Balance	13,20,494	39,85,159
	Add: Addition during the year	1,61,040	26,64,665
	Closing Balance	11,59,454	13,20,494
	Total in	11,59,454	13,20,494

NOTE : 13 LONG TERM LOANS & ADVANCES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Security Deposits	27,43,110	27,43,110
2	Inter corporate Deposits & Other Advances	2,08,87,401	2,03,87,401
	Total in	2,36,30,511	2,31,30,511

NOTE : 14 INVENTORIES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Closing Stock of :		
	Raw material	8,75,26,798	7,75,22,639
	Work in Progress		
	Finished Goods	7,37,84,987	12,58,59,869
	Packing Material	4,29,76,763	2,28,83,061
	Total in	20,42,88,548	22,62,65,569

NOTE : 15 TRADE RECEIVABLES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Sundry Debtors:		
	- O/s for more than 180 days	6,11,67,671	
	- Others	63,51,01,987	62,78,88,813
	(Unsecured, Considered Good)		
	Total in	69,62,69,658	62,78,88,813

NOTE : 16 CASH & CASH EQUIVALENTS

Sr. No	Particulars	31-03-2021	31/03/2020
a	Cash-in-Hand		
	Cash Balance	1,70,000	1,65,906
	Sub Total (A)	1,70,000	1,65,906
b	Bank Balance		
	Balances with Current Accounts	13,89,566	5,53,844
	Sub Total (B)	13,89,566	5,53,844
	Total [A + B]	15,59,566	7,19,750

NOTE : 17 SHORT TERMS LOANS AND ADVANCES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Balance with revenue Authorities - GST refundable	3,72,16,530	1,28,89,430
2	Security Deposits - Guest House	1,84,500	1,95,500
4	Other Advances	63,12,603	82,53,616
	Total in *	4,37,13,633	2,13,38,546

NOTE : 18 OTHER CURRENT ASSETS

Sr. No	Particulars	31-03-2021	31/03/2020
1	Advances to Employees	12,50,000	10,00,000
2	Interest Receivable		2,88,846
	Total in	12,50,000	12,88,846



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NOVA AGRITECH LIMITED

Standalone Notes Forming Integral Part of the Profit & Loss statement as at 31st MARCH, 2021

NOTE : 19 REVENUE FROM OPERATIONS

Sr. No	Particulars	31-03-2021	31/03/2020
1	Sales (Net)	1,37,04,69,158	1,03,27,90,530
2	Other Operating Income :		
	a. Interest Income	-	4,13,585
	b. Rental Income	3,00,000	3,00,000
	c. Sale of Scrap		98,840
	Total in	1,37,07,69,158	1,03,36,02,955

NOTE : 20 OTHER INCOME

Sr. No	Particulars	31-03-2021	31/03/2020
1	Misc. Income	52,88,531	1,32,469
	Total in	52,88,531	1,32,469

NOTE : 21 PURCHASES

Sr. No	Particulars	31-03-2021	31/03/2020
a)	PURCHASES OF RAW MATERIALS AND STORES		
1	Purchases (Net)	70,87,28,503	45,60,03,534
	Sub-total (a)	70,87,28,503	45,60,03,534
	Total in	70,87,28,503	45,60,03,534

NOTE : 22 CHANGE IN INVENTORIES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Opening Stock of Inventory	22,62,65,569	27,54,89,000
2	Closing Stock of Inventory	20,42,88,548	22,62,65,569
	Total in	2,19,77,021	4,92,23,431

NOTE : 23 EMPLOYEE BENEFIT EXPENSES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Salaries, Bonus & Remuneration	18,89,09,243	16,06,05,319
2	Contribution to PF, ESI & Gratuity	42,21,700	81,18,004
3	Staff welfare Expenses	34,55,584	42,31,800
	Total in	19,65,86,527	17,29,55,123



NOTE : 24 FINANCE COST

Sr. No	Particulars	31-03-2021	31/03/2020
1	Interest On CC	2,89,88,818	2,58,73,137
2	Interest On Vehicle Loan & Terms Loan	2,91,20,187	2,53,68,032
3	Loss on Chits	52,22,233	14,57,408
4	Other Borrowing Costs	40,72,538	41,06,924
	Total in	6,74,03,776	5,68,05,501

NOTE : 25 DEPRECIATION & AMORTIZATION

Sr. No	Particulars	31-03-2021	31/03/2020
1	Depreciation on Fixed Assets	1,73,49,663	1,78,49,775
2			
	Total in	1,73,49,663	1,78,49,775

NOTE : 26 OTHER EXPENSES

Sr. No	Particulars	31-03-2021	31/03/2020
1	Power & Fuel	14,33,623	32,21,997
2	Rental Expense	6,67,402	14,23,897
3	Repairs & Maintenance	77,84,095	88,99,089
4	Research & Development Expenses	38,41,628	9,21,939
5	Transport Charges	6,56,50,359	4,40,35,657
6	Travelling Expense	4,20,89,939	3,77,58,971
7	Office Maintenance	56,46,200	55,45,497
8	Marketing Expenses	2,21,87,237	3,14,71,436
9	Subscriptions & Renewals	16,84,148	17,96,579
10	Bank Charges	28,37,540	5,73,114
11	Discount Allowed	12,24,96,489	9,02,91,297
12	Training Expenses	8,50,000	7,66,036
13	Insurance Expenses	26,21,930	13,59,357
14	Rates & Taxes	28,09,869	29,41,996
15	Consultancy Charges	55,35,677	57,95,484
16	Audit Fees	5,00,000	5,00,000
17	Loading & Unloading Expenses	21,86,531	32,69,470
18	Pooja Expenses	75,000	64,500
19	Postage & Courier Charges	4,39,451	4,92,952
20	Printing & Stationary Expenses	14,03,605	10,78,354
21	Service cost (gratuity)	-	
22	Telephone & Internet Charges	34,28,356	26,67,421
23	Other Expenses	48,69,875	19,14,018
24	CSR Expenses	12,68,591	12,95,812
	Total in	30,23,07,546	24,80,84,873



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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	During the year	Deletions	closing	
1	Office Equipment	33,97,008.88	2,500.00		33,99,508.88	28,93,334.16	2,28,098.19		31,21,432.35	31-03-2020
2	Computers & Peripherals	90,58,176.58	40,88,591.13		1,31,46,767.71	70,71,290.76	19,95,174.45		90,66,465.22	31-03-2021
3	Furniture & Fixtures	48,60,259.00	1,68,913.00		50,29,172.00	33,06,980.62	4,52,833.82		37,59,814.44	31-03-2020
4	Motor Vehicles	2,73,05,627.00	5,53,998.72		2,78,59,625.72	1,83,48,741.33	27,44,804.44		2,10,93,545.77	31-03-2021
5	Plant & Machinery	1,57,51,950.00	1,33,41,074		2,90,93,023.72	1,02,56,401.12	31,32,371.87		1,33,88,772.99	31-03-2020
6	Buildings	13,09,45,143.00	56,92,470.00		13,66,37,613.00	4,30,70,083.74	84,14,649.42		5,14,84,733.16	31-03-2021
7	Land	2,40,27,705.00	41,19,620.00		2,81,47,325.00					31-03-2020
8	Electrical Equipment	22,32,820.90	8,82,897.00		31,15,717.90	11,62,608.65	3,74,356.91		15,36,965.56	31-03-2021
9	Intangible Assets	70,000.00			70,000.00	41,525.68	7,373.60		48,890.28	31-03-2020
Total		21,76,48,690.36	2,88,50,064		24,64,98,753.93	8,61,50,966.07	1,73,49,662.70		10,35,00,628.77	31-03-2021
Capital Work in Progress										



NOVA AGRI TECH LIMITED
DEPRECIATION AS PER INCOME TAX ACT 1961

A.Y. 2021-22

S No	Head of Asset	Rate of Dep	Opening WDV	Additions during the year		Deletions	Closing WDV before Dep	Depreciation charged during the year				Total Depreciation	Closing WDV
				> 180 days	< 180 days			On Opening WDV	On Additions (< 180)	On Additions (> 180)	On Deletions		
1	Buildings	10	7,47,65,791	29,23,262	27,69,208	-	8,04,58,261	74,76,579	1,46,163	2,76,921	-	78,99,663	7,25,58,998
2	Furniture & Fixtures	10	21,07,642	6,57,893	3,93,917	-	31,59,452	2,10,764	32,895	39,392	-	2,83,051	28,76,401
3	Plant & Machinery	15	2,31,62,273	73,55,509	65,42,064	-	3,70,59,846	34,74,340.97	5,51,663	9,81,310	-	50,07,314	3,20,52,532
4	Plant & Machinery	40	20,55,931	32,64,052	8,24,539	-	61,44,522	8,22,372	6,52,810	3,29,816	-	18,04,999	43,39,524
5	Intangible Assets	25	51,274	-	-	-	51,274	12,818	-	-	-	12,818	38,455
6	Land	-	2,40,27,705	41,19,620	-	-	2,81,47,325	-	-	-	-	-	2,81,47,325
	Total		12,61,70,616	1,83,20,335	1,05,29,728	-	15,50,20,680	1,19,96,875	13,83,531	16,27,438	-	1,50,07,844	14,00,12,835



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NOVA AGRITECH 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 Limited for the year ended 31st march 2021 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.



NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

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

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

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

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

G. Revenue Recognition :

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

Revenue from sale of 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 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 Model i.e 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.
3. Investments Costs includes Brokerage, Duties and Fees

Method of Depreciation:

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



NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

I. Foreign Currency Transactions :

- a. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- b. Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contracts is recognized over the life of the contract.
- c. Non-monetary foreign currency items are carried at cost.
- d. In respect of branches, which are integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual rate at the date of transaction. Branch monetary assets and liabilities are restated at the year end rates.
- e. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit and Loss, except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

J. Borrowing Costs :

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

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

K. Investments :

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



A blue ink signature, likely of a company representative, written in a cursive style.

NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

L. 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".

M. 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.

N. 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.

O. Taxes on Income :

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



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NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

Current Tax:

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

Deferred tax:

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

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

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

P. Leases:

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

Finance leases

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

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.



NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

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.

Q. Research And Development Expenses :

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are charged to the Statement of Profit and Loss unless a product's technological feasibility has been established, in which case such expenditure is capitalised.

R. 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.

S. 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.

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.



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NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

T. 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.



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NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

NOTES TO ACCOUNTS:

27. Contingent Liabilities & other Commitments:

Particulars	As at 31 st Mar 2021	As at 31 st Mar 2020
Claims against the Company not acknowledged as debts		
Goods & Service Tax	-	-
Income Tax	-	-
Corporate Guarantees- Nova Agri sciences Pvt (Subsidiary)	4,00,00,000	4,00,00,000
Claims made by the Company through Legal suits		
-On ApoorvaDiary 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 ApoorvaDiary Farm India Private Limited in respect of recovery of Investment made in ApoorvaDiary Farm Private Limited. The case has been filed for an amount of Rs. 1,49,63,089/- plus interest on the said amount.

28. Related Party Transactions:

Statement of related parties:

I. Directors & KMP :

Name of the Person	Designation
Sreekanth Yenigalla	Non-Executive Director
Malathi Siripurapu	Executive Director
Sri Hari Rao Chaganti	Non-Executive Director
Swapna Kandula	Director
Nadella Basanth Kumar	Non-Executive Director
Kiran Kumar Atukuri	Managing Director
Kiran Kumar Adapa	Director
Neha Soni	Company Secretary
Bhargavi Kandula	CFO(KMP)



II. Relatives of Directors & KMP: Nil

Name of the Enterprise
SurakshaAgri Retails India Private Ltd
Nova FerticarePvt Ltd
Nova Agrisciences Private Limited
Nova Agriseeds Private Limited

a. Director or KMP:

b. Relatives of Director or KMP :

Nil



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NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

29. Earnings per share:

Particulars	For the Financial Year ending 31 st March 2021	For the Financial Year ending 31 st March 2020
Net Profit as per Profit & Loss Account available Equity Shareholders	4,35,30,040	1,95,41,532
Weighted Average Number of Equity Shares for EPS Computation		
A. For Basic Earnings Per Share of ` 10 each	1,25,40,548	1,25,40,548
B. For Diluted Earnings Per Share of ` 10 each:	1,25,40,548	1,25,40,548
Earnings Per Share		
-Basic	3.47	1.56
-Diluted	3.47	1.56

30. Deferred Tax Asset:

Particulars	For the FY ending 31 st March 2021	For the FY ending 31 st March 2020
Deferred tax (liabilities)/assets arising on account of timing difference in:		
Opening Balance	13,20,494	39,85,159
Add: Addition during the year on account of difference	(1,61,040)	(26,64,665)
Closing Balance (a)	11,59,454	13,20,494

31. Auditor's Remuneration:

Particulars	For 2020-2021	For 2019-2020
Statutory Audit Fees	4,00,000	4,00,000
For Other Matters	1,00,000	1,00,000
Total	5,00,000	5,00,000



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NOVA AGRITECH LIMITED
Standalone Notes forming Part of Financial Statements

32. Earnings & Expenditure in Foreign Currency:

Particulars	For 2020-2021	For 2019-2020
Purchase of Raw Material	29,59,01,651	6,14,87,242

33. Obligations towards Lease Payments :

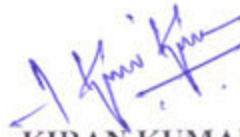
The company has not entered into any Operating Lease arrangements during the year.

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



VENKATA RATNAM P
Partner
Membership No. 230675
UDIN:22230675AAAABB6486

On& behalf of Board
For NOVA AGRITECH LIMITED



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



SREEKANTH Y
(Director)
(DIN: 07228577)



BASANTH KUMAR N
(Director)
(DIN: 08139510)

Place: Hyderabad
Date:13/11/2021



BHARGAVI K
(Chief Financial Officer)



NEHA SONI
(Company Secretary)



INDEPENDENT AUDITOR'S REPORT

To the Members of
NOVA AGRITECH LIMITED.

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated financial statements of **NOVA AGRITECH LIMITED** ("the Holding Company"), its subsidiaries ("the Holding Company and its Subsidiaries together referred to as the group"), which comprise the consolidated Balance Sheet as at March 31st, 2021, the Statement of consolidated Profit and Loss, including the consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (together hereinafter referred to as "Consolidated financial statements").

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, of the state of consolidated affairs of the Company as at March 31st, 2021, its consolidated Profit and consolidated cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to be communicated in our audit report.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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



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

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

Management's Responsibility for the consolidated financial statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Consolidated financial statements that give a true and fair view of the state of affairs, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.

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

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

Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to Consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the Consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

(A) As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The consolidated Balance Sheet, consolidated Statement of profit and loss and the consolidated Statement of Cash Flows dealt with by this Report are in agreement with the books of account.



- (d) In our opinion, the aforesaid Consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting with reference to Consolidated financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Company to its directors during the year is in accordance with the provisions of section 197 of the act.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations to which would have an impact on its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The management has represented, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - v. The management has represented, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - vi. Based on the audit procedures performed by us, which has considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (iv) and (v) contain any material mis-statement.



CHARTERED ACCOUNTANTS

vii. The dividend declared or paid during the year by the company is in compliance with section 123 of the Companies Act, 2013. Or The company hasn't declared any Dividend for the current year.

viii. The company has used "**Tally**" accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.

Report on Other Legal and Regulatory Requirements

(B) The Companies (Auditor's report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is not applicable to the Consolidated Financial Statements.

For NSVR & ASSOCIATES LLP.,

Chartered Accountants

(FRN No.008801S/S200060)



P Venkata Ratnam
Partner
M.no. 330675

UDIN :22230675AAAABE5219

Date: 13/11/2021

Place: Hyderabad.

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON
THE CONSOLIDATED FINANCIAL STATEMENTS OF NOVA AGRITECH LIMITED**

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

To the Members of **NOVA AGRITECH LIMITED**

We have audited the internal financial controls over financial reporting of **NOVA AGRITECH LIMITED** ("the holding company") and its subsidiaries ("the holding company and its subsidiaries together referred to as the group") as of March 31st, 2021 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 Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively throughout the period of Audit, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

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


P Venkata Ratnam
Partner
M.no: 230675

UDIN : 22230675AAAABE5219

Date: 13/11/2021

Place: Hyderabad.

NOVA AGRITECH LIMITED
SY.No.251/A/1,SINGANNAGUDA VILLAGE MULUGU MANDAL SIDDIPET,MEDAK TG 502279 IN
CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2021

Particulars	Note No.	Figures as at the end of current reporting year ending 31st March 2021	Figures as at the end of current reporting year ending 31st March 2020
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	12,54,05,480	12,54,05,480
(b) Reserves and Surplus	2	25,32,17,964	18,23,19,457
(c) Non Controlling Interest		-	-
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	3	18,35,21,396	15,09,71,287
(b) Other long Term Liabilities	4	4,00,93,344	3,64,33,865
(c) Long Term Provisions	5	71,66,435	88,58,844
(3) Current Liabilities			
(a) Short-Term Borrowings	6	28,90,15,805	29,00,47,865
(b) Trade Payables	7	47,13,16,441	43,69,41,150
(c) Other Current Liabilities	8	13,04,95,642	11,90,57,878
(d) Short-Term Provisions	9	6,97,62,711	5,85,59,944
Total Equity & Liabilities		1,56,99,95,218	1,40,85,95,771
II.ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Asset	10	16,00,73,252	15,01,56,545
(ii) Intangible Asset	10	1,20,30,136	1,21,75,089
Net Block		17,21,03,388	16,23,31,634
(iii) Capital Work In Progress		-	4,86,860
(b) Non - Current Investments	11	1,000	1,000
(c) Deferred tax assets (net)	12	41,76,709	43,64,105
(d) Long Term Loans & Advances	13	2,40,43,256	2,35,43,256
(e) Other non-current assets	14	10,00,000	10,00,000
(2) Current Assets			
(a) Inventories	15	35,42,26,955	37,32,67,025
(b) Trade receivables	16	95,54,47,119	80,79,33,893
(c) Cash and cash equivalents	17	31,54,717	8,72,449
(d) Short-term loans and advances	18	5,45,27,010	3,35,06,704
(e) Other Current Assets	19	13,15,064	12,88,846
Total Assets		1,56,99,95,218	1,40,85,95,771

Schedules referred to above and notes attached there to form an integral part of Balance Sheet in Note no 1
This is the Balance Sheet referred to in our Report of even date.

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


VENKATA RATNAM P
Partner
Membership No. 230675
UDIN : 22230675AAAABE5219

On behalf of Board of Directors
For NOVA AGRITECH LIMITED


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


SREEKANTH YENIGALLA
(Director)
(DIN: 07228577)


BASANTH KUMAR N
(Director)
(DIN: 08139510)


BHARGAVI K
(Chief Financial Officer)


NEHA SONI
(Company Secretary)

Place : Hyderabad
Date : 13/11/2021

NOVA AGRITECH LIMITED
SY.No.251/A/1,SINGANNAGUDA VILLAGE MULUGU MANDAL SIDDIPET,MEDAK TG 502279 IN
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDING 31.3.2021

Sr. No.	Particulars	Note No.	Figures as at the end of current reporting year ending 31st March 2021	Figures as at the end of current reporting year ending 31st March 2020
I	Revenue from operations	20	1,73,94,93,501	1,38,31,44,252
II	Other Income	21	53,58,531	1,37,236
III	Total Revenue (I +II)		1,74,48,52,032	1,38,32,81,488
IV	Expenses:			
	(a) Purchases	22	97,14,09,750	69,33,59,290
	(b) Changes in inventories of Raw material, finished goods, work-in-progress and Stock-in-trade	23	1,90,40,070	1,55,03,041
	(c) Employee Benefit Expense	24	22,09,74,880	21,00,84,115
	(d) Finance Costs	25	7,33,25,348	6,35,95,129
	(e) Depreciation and Amortization Expense	26	2,14,50,735	2,33,56,974
	(f) Other Expenses	27	33,99,92,530	31,67,33,203
	Total Expenses (IV)		1,64,61,93,312	1,32,26,31,752
V	Profit before exceptional and extraordinary items and tax		9,86,58,719	6,06,49,736
VI	Exceptional Items			
VII	Profit before extraordinary items and tax (V - VI)		9,86,58,719	6,06,49,736
VIII	Extraordinary Items			
IX	Profit before tax (VII - VIII)		9,86,58,719	6,06,49,736
X	Tax expense:			
	(1) Current tax		2,75,72,817	1,95,80,333
	(2) Deferred tax		1,87,396	23,56,472
XI	Profit/(Loss) for the period Attributable to (XI + XIV)		7,08,98,506	3,87,12,931
	1) Owners of the Parent		7,08,98,506	3,87,12,931
	2) Non controlling Interest			
XII	Earning per equity share:			
	(1) Basic		5.65	3.90
	(2) Diluted		5.65	3.90

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
UDIN : 22230675AAAABE5219

On behalf of Board of Directors
For NOVA AGRITECH LIMITED



KIRAN KUMAR A
(Director)
(DIN: 08142781)



SREEKANTH YENIGALLA
(Director)
(DIN: 07228577)



BASANTH KUMAR N
(Director)
(DIN: 08139510)



BHARGAVI K
(Chief Financial Officer)



NEHA SONI
(Company Secretary)

Place : Hyderabad
Date : 13/11/2021

NOVA AGRITECH LIMITED
CONSOLIDATED NOTES FORMING INTEGRAL PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2021

NOTE : 1 SHARE CAPITAL

Sr. No	Particulars	31/03/2021		31/03/2020	
		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	2,00,00,000	20,00,00,000
		2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
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	1,25,40,548	12,54,05,480
	Total in	1,25,40,548	12,54,05,480	1,25,40,548	12,54,05,480
3	Reconciliation of Number of Shares				
		31/03/2021		31/03/2020	
	Equity Shares:	No of shares	Amount	No of shares	Amount
	Balance as at the beginning of the year	1,25,40,548	12,54,05,480	23,56,676	2,35,66,760
	Add: Shares issued during the Year	-	-	1,01,83,872	10,18,38,720
	Balance as at the end of the year	1,25,40,548	12,54,05,480	1,25,40,548	12,54,05,480
4	Details of Shareholders Holding more than 5% of shares in the company				
		31/03/2021		31/03/2020	
		No of shares	% of holding in the class	No of shares	% of holding in the class
	Equity Shares:				
	Name of the Share Holder				
	Veluri Sambasiva Rao (HUF)	5,04,000	4.02%	5,04,000	4.02%
	Veluri Malaithi	16,84,324	13.43%	16,84,324	13.43%
	Y Sambasiva Rao	57,22,872	45.63%	57,22,872	45.63%
	Suraksha Agri Retail (India) Private Limited	30,77,608	24.54%	23,87,972	19.04%
	K Samba siva Rao	-	-	7,58,620	6.05%
	Madhuri Sirpurapu	10	0.00%	-	-
	Sourmya Eluri	10	0.00%	-	-
	NV subba rao	15,51,724	12.37%	7,93,104	6.32%
	G Santosh Chandra Rao	-	-	6,89,656	5.50%
		1,25,40,548	100.00%	1,25,40,548	100.00%



NSVR & ASSOCIATES Private Limited, Chartered Accountants, Hyderabad. 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

NOTE : 2 RESERVE & SURPLUS

Sr. No	Particulars	Current Year	Previous Year
1	Securities Premium		
	Opening Balance	-	-
	Add: Shares issued during the year	-	-
	Less: Bonus shares issued out of Securities Premium	-	-
	Closing Balance	-	-
2	Surplus (Profit & Loss Account)	25,32,17,964	18,23,19,457
	Balance brought forward from previous year	18,23,19,457	14,36,06,526
	Add: Profit for the period	7,08,98,506	3,87,12,931
	Less: Bonus shares issued during the year	-	-
	Total in "	25,32,17,964	18,23,19,457

NOTE : 3 LONG TERM BORROWING

Sr. No	Particulars	Current Year	Previous Year
1	Secured Loans		
	Term Loan From Corporation Bank	8,85,74,324	8,63,36,808
	CELC Loan	3,12,059	-
	Vehicle Loan From Corporation Bank On Hypothecation of Vehicles	52,24,468	89,26,089
	Corporation Loan	40,00,005	-
	Long Term portion of Borrowings	9,81,10,857	9,52,62,897
2	Unsecured Loans		
	From Directors and Related Parties	6,27,66,196	5,40,28,719
	Intercompany deposit	2,25,00,000	-
	Term Loan From India Infoline Finance Limited	1,44,343	16,79,671
	Other Loan	-	-
	Total in "	18,35,21,396	15,09,71,287

Nova Agritech 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	9,01,488/-
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	62,71,558/-
3	ICICI Bank	Rs.20.87 lakhs	8.80% p.a	Repayable in 60 monthly equal installments of Rs.43163/- each	Secured by hypothecation of Vehicle purchased amounting to Rs. 20.89 lakhs	18,92,843/-
4	ICICI Bank	Rs.12.19 lakhs	8.80% p.a	Repayable in 60 monthly equal installments of Rs.25637/- each	Secured by hypothecation of Vehicle purchased amounting to Rs. 12.19 lakhs	11,08,794/-
5	Indus Bank	Rs.15.60 lakhs	9.05% p.a	Repayable in 60 monthly equal installments of Rs.32853/- each	Secured by hypothecation of Vehicle purchased amounting to Rs. 21.90 lakhs	13,86,730/-
6	Indus Bank	Rs.7.70 lakhs	9.05% p.a	Repayable in 60 monthly equal installments of Rs.16294/- each	Secured by hypothecation of Vehicle purchased amounting to Rs. 9.05 lakhs	6,84,886/-
7	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	62,71,558/-

NOVA AGRITECH LIMITED

CONSOLIDATED NOTES FORMING INTEGRAL PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2021

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	1,18,67,982 /-

Details of Collateral Security

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

** Collateral security of properties owned by the company and Guarantors.



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NOTE : 4 OTHER LONG TERM LIABILITIES

Sr. No	Particulars	Current Year	Previous Year
1	Security Deposits from Dealers	2,49,39,767	1,95,90,521
2	Margadarshi Chit Fund Pvt Ltd	87,39,977	1,40,09,744
3	Srivatshava Chits (SVM6SS-6)	64,13,600	28,33,600
4	Loans From Others	-	-
	Total in `	4,00,93,344	3,64,33,865

NOTE : 5 LONG TERM PROVISIONS

Sr. No	Particulars	Current Year	Previous Year
1	Provision for Gratuity	71,66,435	88,58,844
	Total in `	71,66,435	88,58,844

NOTE : 6 SHORT TERM BORROWINGS

Sr. No	Particulars	Current Year	Previous Year
1	Secured Loans		
	- From Corporation Bank CC	27,91,42,719	27,98,25,255
	- Credit Cards	98,73,086	1,02,22,610
2	Unsecured Loans		
	From Financial Institutions	-	-
	Total in `	28,90,15,805	29,00,47,865

Nova Agritech 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	Secured by Hypothecation of Stock, Trade receivables & all other current assets of the company	Rs. 2000 lakhs	11.35% p.a	Rs.1984.74 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	Secured by Hypothecation of Stock, Trade receivables & all other current assets of the company	Rs. 400 lakhs	12.50% p.a	Rs.398.4 Lakhs

Details of Collateral Security

** Personal Guarantee of Y.Sambasiva Rao, S Malathi, Suraksha Agrietails 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.



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NOVA AGRITECH LIMITED
CONSOLIDATED NOTES FORMING INTEGRAL PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2021

NOTE : 7 TRADE PAYABLES

Sr. No	Particulars	Current Year	Previous Year
1	Supplier for Goods	47,13,16,441	43,69,41,150
	Total in `	47,13,16,441	43,69,41,150

NOTE : 8 OTHER CURRENT LIABILITIES

Sr. No	Particulars	Current Year	Previous Year
1	Statutory Dues Payables	2,35,25,841	4,07,97,057
2	Expenses Payable	2,91,03,160	2,23,85,096
3	Payable to Employees	3,75,02,741	2,59,23,640
4	Current Maturities of Long Term Borrowings	3,84,81,601	1,96,61,286
5	Other Payables	18,82,299	1,02,90,798
	Total in `	13,04,95,642	11,90,57,878

NOTE : 9 SHORT TERM PROVISIONS

Sr. No	Particulars	Current Year	Previous Year
1	Provision For Taxation (Net of TDS & Advance Tax)	6,67,61,537	5,55,49,567
2	Provision for Gratuity	4,25,345	17,14,565
3	Provision for CSR	25,75,829	12,95,812
	Total in `	6,97,62,711	5,85,59,944



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NOVA AGRITECH LIMITED

CONSOLIDATED NOTES FORMING INTEGRAL PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2021

NOTE : 11 NON - CURRENT INVESTMENTS

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

NOTE : 12 DEFERRED TAX ASSET (NET)

Sr. No	Particulars	Current Year	Previous Year
1	Deferred Tax Asset		
	Opening Balance	43,64,105	67,20,577
	Add: Addition during the year	-1,87,396	-23,56,472
	Closing Balance	41,76,709	43,64,105
	Total in	41,76,709	43,64,105

NOTE : 13 LONG TERM LOANS & ADVANCES

Sr. No	Particulars	Current Year	Previous Year
1	Security Deposits	27,93,110	27,93,110
2	Inter Corporate Deposits & Other Advances	2,12,50,146	2,07,50,146
3	MAT credit entitlement		
	Total in	2,40,43,256	2,35,43,256

NOTE : 14 OTHER NON CURRENT ASSETS

Sr. No	Particulars	Current Year	Previous Year
1	Swamy Pentyala	10,00,000	10,00,000
	Total in	10,00,000	10,00,000

NOTE : 15 INVENTORIES

Sr. No	Particulars	Current Year	Previous Year
1	Closing Stock :		
	Raw material	11,87,79,932	11,59,62,483
	Work in Progress	2,20,00,000	2,06,31,191
	Finished Goods	13,13,82,256	13,76,49,163
	Packing Material	8,20,64,768	9,90,24,187
	Total in	35,42,26,955	37,32,67,025



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NOVA AGRITECH LIMITED

CONSOLIDATED NOTES FORMING INTEGRAL PART OF THE BALANCE SHEET AS AT 31ST MARCH, 2021

NOTE : 16 TRADE RECEIVABLES

Sr. No	Particulars	Current Year	Previous Year
1	Debtors :		
	O/s for a period exceeding six months		
	Others	95,54,47,119	80,79,33,893
	(unSecured, Considered Good)		
	Total in	95,54,47,119	80,79,33,893

NOTE : 17 CASH & CASH EQUIVALENTS

Sr. No	Particulars	Current Year	Previous Year
a	Cash-in-Hand		
	Cash Balance	11,09,569	2,22,475
	Sub Total (A)	11,09,569	2,22,475
b	Bank Balance		
	Balances with Current Accounts	20,45,148	6,49,973
	Sub Total (B)	20,45,148	6,49,973
	Total [A + B]	31,54,717	8,72,449

NOTE : 18 SHORT TERMS LOANS AND ADVANCES

Sr. No	Particulars	Current Year	Previous Year
1	Balance with revenue Authorities	4,65,77,945	2,49,03,627
2	Security & Other Deposits	2,34,500	2,45,500
3	Advances for capital Goods	77,14,565	83,57,577
	Total in	5,45,27,010	3,35,06,704

NOTE : 19 OTHER CURRENT ASSETS

Sr. No	Particulars	Current Year	Previous Year
1	Advances to Employees	12,50,000	10,00,000
2	Interest Receivable	65,064	2,88,846
	Total in	13,15,064	12,88,846



NOVA AGRITECH LIMITED

Consolidated Notes Forming Integral Part of the Profit & Loss Statement as at 31st MARCH, 2021

NOTE : 20 REVENUE FROM OPERATION

Sr. No	Particulars	Current Year	Previous Year
1	Sales (Net)	1,73,88,47,723	1,38,20,12,934
2	Other Operating Income		
	Interest Income	3,45,778	7,32,478
	Rental Income	3,00,000	3,00,000
	Packing Income	-	-
	Sale of Scrap	-	98,840
	Total in	1,73,94,93,501	1,38,31,44,252

NOTE : 21 OTHER INCOME

Sr. No	Particulars	Current Year	Previous Year
1	Misc. Income	52,88,531	1,37,236
2	Other Income	70,000	-
3	Actuarial Gain (Gratuity)	-	-
	Total in	53,58,531	1,37,236

NOTE : 22 PURCHASES

Sr. No	Particulars	Current Year	Previous Year
a)	PURCHASES OF RAW MATERIALS AND STORES		
1	Purchases (Net)	97,14,09,750	69,33,59,290
	Sub-total (a)	97,14,09,750	69,33,59,290
	Total in	97,14,09,750	69,33,59,290

NOTE : 23 CHANGE IN INVENTORIES

Sr. No	Particulars	Current Year	Previous Year
1	Opening Stock of Inventory	37,32,67,025	38,87,70,066
2	Closing Stock of Inventory	35,42,26,955	37,32,67,025
	Total in	1,90,40,070	1,55,03,041

NOTE : 24 EMPLOYEE BENEFIT EXPENSES

Sr. No	Particulars	Current Year	Previous Year
1	Salaries, Bonus and Director Remuneration	21,02,84,010	19,59,69,381
2	Contribution to PF, ESI & Gratuity	54,87,660	94,65,188
3	Staff welfare Expenses	52,03,210	46,49,546
	Total in	22,09,74,880	21,00,84,115



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NOVA AGRITECH LIMITED

Consolidated Notes Forming Integral Part of the Profit & Loss Statement as at 31st MARCH, 2021

NOTE : 25 FINANCE COST

Sr. No	Particulars	Current Year	Previous Year
1	Interest On CC & Terms Loan	3,48,80,193	3,24,71,965
2	Interest On Vehicle Loan	2,91,20,187	2,53,68,032
3	Interest Payment to suppliers	52,22,233	14,57,408
4	Security Deposit Interest	18,207	2,000
5	Other Borrowing Costs	40,84,528	42,95,724
6	Interest Cost	-	-
	Total in	7,33,25,348	6,35,95,129

NOTE : 26 DEPRECIATION & AMORTIZATION

Sr. No	Particulars	Current Year	Previous Year
1	Depreciation on Fixed Assets	2,14,50,735	2,33,56,974
	Total in	2,14,50,735	2,33,56,974

NOTE : 27 OTHER EXPENSES

Sr. No	Particulars	Current Year	Previous Year
1	Power & Fuel	14,33,623	49,69,388
2	Rental Expense	11,63,752	19,17,397
3	Repairs & Maintenance(Others)	91,40,221	92,80,625
4	Research & Development Expenses	61,23,243	9,21,939
5	Travelling Expenses	4,62,38,567	5,31,83,531
6	Transport Charges	7,33,94,857	4,54,67,933
7	Office Maintenance	57,52,850	60,54,613
8	Marketing Expenses	2,21,87,237	3,14,71,436
9	Subscriptions & Renewals	16,90,998	20,42,040
10	Bank Charges	30,34,091	6,60,546
11	Discount Allowed	13,82,20,877	13,10,72,645
12	Training Expenses	8,50,000	7,66,036
13	Insurance Expenses	32,47,108	17,83,888
14	Rates & Taxes	28,09,869	29,41,996
15	Consultancy Charges	90,584	6,14,053
16	Audit Fees	2,67,730	10,07,218
17	Loading & Unloading Expenses	59,91,727	65,55,854
18	Pooja Expenses	6,05,000	6,05,000
19	Postage & Courier Charges	21,86,531	32,69,470
20	Printing & Stationary Expenses	75,000	64,500
21	Electricity expense	19,52,825	-
22	Sales promotion Expenses	4,39,451	4,92,952
22	Packing Expenses	17,62,978	34,62,029
23	Telephone Expenses	40,71,033	37,70,663
24	Service cost	-	-
25	Other Expenses	59,93,787	30,61,639
26	Provision for CSR	12,68,591	12,95,812
	Total in	33,99,92,530	31,67,33,203



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NOVA AGRITECH LIMITED
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	Deletions	closing	31-03-2021	31-03-2020
1	Office Equipment	41,90,415	2,500	-	41,92,915	35,04,306	3,10,321	-	38,14,627	3,78,288	6,86,109
2	Computers & Peripherals	1,06,43,542	41,98,572	-	1,48,42,114	83,08,694	22,59,028	-	1,05,67,722	42,74,392	23,34,848
3	Furniture & Fixtures	53,36,159	1,68,913	-	55,05,072	36,39,732	4,89,895	-	41,29,627	13,75,445	16,96,427
4	Motor Vehicles	2,73,05,627	5,53,999	-	2,78,59,626	1,83,48,741	27,44,804	-	2,10,93,546	67,66,080	89,56,886
5	Plant & Machinery	5,51,49,100	1,56,03,517	-	7,07,52,617	3,89,13,423	66,61,414	-	4,55,74,837	2,51,77,780	1,62,35,677
6	Buildings	13,09,45,143	56,92,470	-	13,66,37,613	4,30,70,084	84,14,649	-	5,14,84,733	8,51,52,880	8,78,75,059
7	Land	3,11,03,135	41,19,620	-	3,52,22,755	-	-	-	-	3,52,22,755	3,11,03,135
8	Electrical Equipment	29,16,839	8,82,897	-	37,99,736	16,48,434	4,25,669	-	20,74,103	17,25,633	12,68,405
9	Intangible Assets	1,30,62,344	-	-	1,30,62,344	8,87,255	1,44,954	-	10,32,209	1,20,30,136	1,21,75,089
	Total	28,06,52,303	3,12,22,488	-	31,18,74,791	11,83,20,668	2,14,50,735	-	13,97,71,403	17,21,03,388	16,23,31,635
	Capital Work in Progress	4,86,860	-	4,86,860	-	-	-	-	-	-	4,86,860



NOVA AGRITECH 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.



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NOVA AGRITECH LIMITED
Notes forming Part of Consolidated 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.



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NOVA AGRITECH LIMITED
Notes forming Part of Consolidated Financial Statements

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.

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 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 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.



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NOVA AGRITECH LIMITED
Notes forming Part of Consolidated Financial Statements

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.
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, 2021.
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
NovaAgrisciences Private Limited	India	100%
Nova Agriseeds India 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.



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NOVA AGRITECH LIMITED
Notes forming Part of Consolidated 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.

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.



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NOVA AGRITECH LIMITED
Notes forming Part of Consolidated Financial Statements

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.

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 benefitts 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.



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NOVA AGRITECH LIMITED
Notes forming Part of Consolidated Financial Statements

NOTES TO ACCOUNTS:

28. Contingent Liabilities & other Commitments:

Particulars	As at 31 st Mar 2021	As at 31 st Mar 2020
Claims against the Company not acknowledged as debts		
Goods & Service Tax	-	-
Income Tax	-	-
Corporate Guarantees	4,00,00,000	4,00,00,000
Claims made by the Company through Legal suits		
-On ApoorvaDiary 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 ApoorvaDiary Farm India Private Limited in respect of recovery of Investment made in ApoorvaDiary Farm Private Limited. The case has been filed for an amount of Rs. 1,49,63,089/- plus interest on the said amount.

29. Related Party Transactions:

Statement of related parties:

I. Directors & KMP :

Name of the Person	Designation
MalathiSiripurapu	Director
Sri HariRaoChaganti	Director
SreekanthYenigalla	Director
NadellaBasant Kumar	Director
Kiran Kumar Atukuri	Director
SwapnaKandula	Director
Kiran Kumar Adapa	Director
NehaSoni	Company Secretary
BhargaviKandula	CFO(KMP)



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NOVA AGRITECH LIMITED
Notes forming Part of Consolidated Financial Statements

II. Relatives of Directors & KMP: Nil

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

Name of the Enterprise
SurakshaAgri Retails India Private Ltd
Nova FertilcarePvt Ltd
Nova Dairytech India Private Limited
Nova Health sciences Private Limited
Novatek Solutions Private Limited

Transaction with related parties:

a. Director or KMP:

Particulars	For the FY ending 31 st March 2021	For the FY ending 31 st March 2020
1. Salary & Remuneration	2,19,92,125	2,78,33,084
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	5,40,28,719	3,93,81,161
ii. Loans taken by the company	3,61,84,399	4,56,16,376
iii. Repayment of Loans	2,74,46,922	3,09,68,818
iv. Closing Balance	6,27,66,196	5,40,28,719

b. Relatives of Director or KMP :

Nil.



NOVA AGRITECH LIMITED
Notes forming Part of Consolidated Financial Statements

30. Earnings per share:

Particulars	For the Financial Year ending 31 st March 2021	For the Financial Year ending 31 st March 2020
Net Profit as per Profit & Loss Account available for Equity Shareholders	7,08,98,506	3,87,12,931
Weighted Average Number of Equity Shares for EPS Computation		
A. For Basic Earnings Per Share of ` 10 each	1,25,40,548	1,25,40,548
B. For Diluted Earnings Per Share of ` 10 each:	1,25,40,548	1,25,40,548
Earnings Per Share		
-Basic	5.65	3.09
-Diluted	5.65	3.09

31. Deferred Tax Asset:

Particulars	For 2020-2021	For 2019-2020
Deferred tax (liabilities)/assets arising on account of timing difference in:		
Opening Balance	43,64,105	67,20,577
Add: Additions during the year on account of difference	(1,87,396)	(23,56,472)
Closing Balance (a)	41,76,709	43,64,105

32. Auditor's Remuneration:

Particulars	For 2020-2021	For 2019-2020
Statutory Audit Fees	4,80,000	4,80,000
For Other Matters	1,25,000	1,25,000
Total	6,05,000	6,05,000

33. Earnings & Expenditure in Foreign Currency:

Particulars	For 2020-2021	For 2019-2020
Expenditure in Foreign Exchange	29,59,01,651	6,14,87,242



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NOVA AGRITECH LIMITED
Notes forming Part of Consolidated Financial Statements

34. 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
UDIN : 22230675 AAA ABE5219

On& behalf of Board
For NOVA AGRITECH LIMITED


KIRAN KUMAR A
(Director)
(DIN: 08143781)


SREEKANTH Y
(Director)
(DIN: 07228577)

Place: Hyderabad
Date :13/11/2021


BASANTH KUMAR N
(Director)
(DIN: 08139510)


BHARGAVI K
(Chief Financial Officer)


NEHA SONI
(Company Secretary)