



**INDEPENDENT AUDITOR'S REPORT**

To  
The Members of  
Nagarjuna Agricultural Research and Development Institute Private Limited  
Report on the Audit of the Financial Statements

**Opinion**

We have audited the accompanying financial statements of Nagarjuna Agricultural Research and Development Institute Private Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2022, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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, 2022, and its profit / loss, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

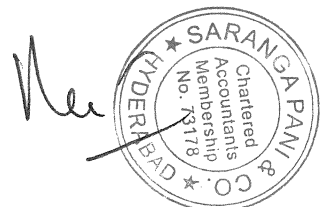
We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our 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.

**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 Annexures 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.

### **Responsibility of Management for 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, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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.


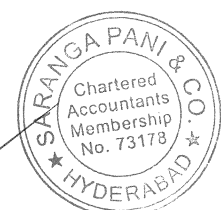
In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or 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 objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

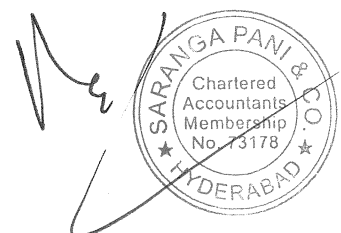
  




- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, 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 upto 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.





**Report on Other Legal and Regulatory Requirements**

1. 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 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 it appears from our examination of those books;
  - c) the balance sheet, the statement of profit and loss, the statement of changes in equity and the cash flow statement dealt by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rules made thereunder and in force for the time being;
  - e) on the basis of the written representations received from the directors as on 31<sup>st</sup> March 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2022, 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 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 Auditor's) 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 which would impact its financial position;
    - ii) The company did not, as at March 31, 2022, have any material foreseeable losses relating to long term contracts including derivative contracts.
    - iii) There are no amounts which were required to be transferred to the Investor Education and Protection Fund during the year ended 31<sup>st</sup> March 2022.



**SARANGA PANI & CO**  
CHARTERED ACCOUNTANTS

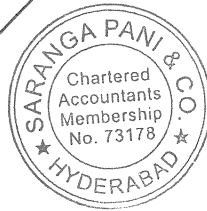


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2. e Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Government of India in terms of sub-section (11) of section 143 of the Act is given in the Annexure B to this report.

For Saranga Pani & Co  
Chartered Accountants  
Firm's Registration No.050030S

C Saranga Pani  
Proprietor  
Membership No. 073178  
Place: Hyderabad  
Date: 03-09-2022  
UDIN: 22073178BDEUNK1436





**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 Nagarjuna Agricultural Research and Development Institute Private Limited of even date)

**Report on the Internal Financial Controls 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 Nagarjuna Agricultural Research and Development Institute Private Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditor's Responsibility**

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

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

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the 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 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 authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 as at March 31, 2020, 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 Saranga Pani & Co  
Chartered Accountants  
Firm's Registration No.050030S

C Saranga Pani  
Proprietor  
Membership No. 073178  
Place: Hyderabad  
Date: 03-09-2022  
UDIN: 22073178BDEUNK1436





**Annexure B to the Independent Auditor's Report**

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of *even* date to the members of Nagarjuna Agricultural Research and Development Institute Private Limited

- (i) The Company has no fixed assets, hence clause (i) of paragraph 3 of the Companies (Audit Report) Order, 2016 is not applicable to the company for the year under report.
- (ii) The company does not have any inventory; hence clause (ii) of paragraph 3 of the companies (Audit Report) Order 2016 is not applicable to the company for the year under report.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 189 of the companies Act, 2013. Therefore the clause no: (iii) (a) (b) and (c) of paragraph 3 of the companies (Audit Report) Order 2016 is not applicable to the company for the year under report.
- (iv) In Our opinion and according to the information and explanation *given* to us, the provisions of Section 185 and 186 of the Companies Act,2013 in respect of loans to directors including entities in which they are interested and in respect of loans and advances given, investments made, guarantees and securities given have been complied with by the Company.
- (v) The Company has not accepted deposits and therefore compliance of directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the companies Act and the rules framed there under doesn't arise.
- (vi) The company is not engaged in production of goods or providing services and therefore cost records in the terms of section 148(1) of the Act are not required to be maintained.
- (vii) (a) According to the records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state Insurance, income tax, sales tax, wealth tax, service tax, value added tax, cess and material statutory dues applicable to it.  
(b) According to the information and explanation given to us, there are no dues which have not been deposited on account of any dispute.
- (viii) According to the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowed to bank(s) and financial institution(s), Government or debenture holders during the year under report.
- (ix) The company has not raised any money through public offer or term loans and therefore the clause (ix) of paragraph 3 of the companies (Audit Report) Order 2016 is not applicable to the company for the year under report.



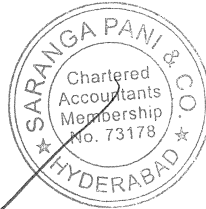




- (x) Based upon the audit procedures performed and according to the information and explanation given to us, we report that no fraud on or by the company has been noticed or reported during the year under report.
- (xi) The company has not paid or provided any managerial remuneration and therefore the clause (xi) of paragraph 3 of the companies (Audit Report) Order 2016 is not applicable to the company for the year under report.
- (xii) The Company is not a Nidhi Company. Therefore, paragraph 3(xii) of paragraph 3 of the companies (Audit Report) Order 2016 is not applicable to the company for the year under report.
- (xiii) According to the information and explanation given to us, the Company has complied with Sections 177 and 188 of companies Act 2013 in respect of all related party transactions and have been properly disclosed in the financial statements as required by the applicable Accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and therefore the clause (xiv) of paragraph 3 of the companies (Audit Report) Order 2016 is not applicable to the company for the year under report.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him and therefore the clause (xv) of paragraph 3 of the companies (Audit Report) Order 2016 is not applicable to the company for the year under report.
- (xvi) Considering the nature of the business and transactions of the Company, it is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For Saranga Pani & Co  
Chartered Accountants  
Firm's Registration No.050030S

C Saranga Pani  
Proprietor  
Membership No. 073178  
Place: Hyderabad  
Date: 03-09-2022  
UDIN: 22073178BDEUNK1436



**NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE PRIVATE LIMITED**

**( Formerly NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE)**

**Balance Sheet As At March 31, 2022**

	Particulars	Note No	As At March 31, 2022	As At March 31, 2021
<b>ASSETS</b>				
<b>Non-Current Assets</b>				
	a) Property, Plant and Equipment		-	-
	b) Capital work-in-progress		-	-
	c) Other Intangible Assets		-	-
	d) Financial Assets			
	(i)Loans and advances		-	-
	(ii)Other Financial Assets		-	-
<b>Current Assets</b>				
	a) Financial Assets			
	(i) Cash and Cash Equivalents	3	21,11,828	20,804
	(ii) Other Financial Assets		12,95,170	-
	b) Current Tax Assets (Net)		-	-
			-	-
	<b>Total Assets</b>		<b>34,06,998</b>	<b>20,804</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY:</b>				
	(a) Equity Share Capital	4	10,00,800	10,00,800
	(b) Other Equity	5	3,63,763	(10,30,367)
<b>LIABILITIES:</b>				
<b>Non-current Liabilities</b>				
			-	-
<b>Current Liabilities</b>				
	a) Financial Liabilities			
	(i) Other Financial Liabilities	6	26,099	16,099
	b) Other Current Liabilities	7	20,16,336	34,272
	<b>Total Equity and Liabilities</b>		<b>34,06,998</b>	<b>20,804</b>
<b>Corporate Information and Significant Accounting Policies</b>		1 and 2		

Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached  
for Saranga Pani & Co

Chartered Accountants

Firm Registration No. 050030S

(C S Pani)

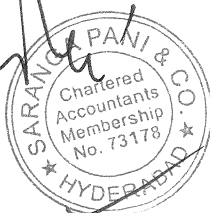
Proprietor

Membership No. 073178

UDIN : 22073178BDEUNK1436

Hyderabad

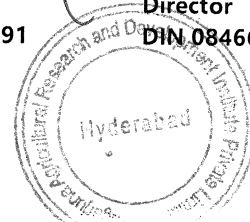
Date: 03-09-2022



For and on behalf of the Board

M Rambabu  
Director  
DIN 02298091

Banibrata Pandey  
Director  
DIN 08466597



**NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE PRIVATE LIMITED**  
**( Formerly NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE)**  
**Statement of Profit and Loss for the Year ended March 31, 2022**

Rs

Particulars	Note No	Year ended 31st March, 2022	Year ended 31st March, 2021
<b>Revenue from Operations</b>			
Agricultural Income		-	30,000
Lease Rent		1,02,00,000	-
<b>Total Income</b>		<b>1,02,00,000</b>	<b>30,000</b>
<b>Expenses</b>			
Audit Fee		11,800	11800
Salaries		82,01,353	
Other Expenses		1,02,887	22,569
<b>Total Exeptions</b>		<b>83,16,040</b>	<b>34,369</b>
<b>Profit/(Loss) Before Tax</b>		<b>18,83,960</b>	<b>(4,369)</b>
Tax Expense		4,89,830	-
<b>Profit/(Loss) After Tax for the period</b>		<b>13,94,130</b>	<b>(4,369)</b>
Other Comprehensive Income		-	-
<b>Total Comprehensive Income for the period</b>		<b>13,94,130</b>	<b>(4,369)</b>
<b>Earnings per equity share of face value `10/- each</b>			
Basic and Diluted	9	13.93	(0.00)
<b>Corporate Information and Significant Accounting Policies</b>	1 and 2		

Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached

**for Saranga Pani & Co**

Chartered Accountants

Firm Registration No. 0500305

**For and on behalf of the Board**

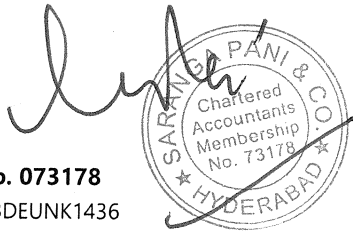
(C S Pani)  
Proprietor

Membership No. 073178

UDIN : 22073178BDEUNK1436

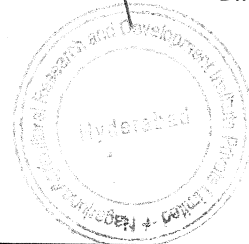
Hyderabad,

Date: 03-09-2022



M Rambabu  
Director  
DIN 02298091

Banibrata Pandey  
Director  
DIN 08466597



**NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE PRIVATE LIMITED**  
**( Formerly NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE)**  
**Statement of Changes in Equity for the period ended 31st March, 2022**

Amount in Rs

**A. Equity Share Capital**

Particulars	No.	Rupees
Equity shares of Rs.1 each issued , subscribed and fully paid up		
Balance as at 31st March, 2022	10,00,800	10,00,800
Changes in Equity Share Capital during the year	-	-
Balance as at 31st March, 2022	10,00,800	10,00,800

**B. Other Equity**

Rs

	Share application money pending allotment	Equity component of Compound financial instruments	Reserves and Surplus		Total
			Capital Reserve	Retained Earnings	
As at 1st April, 2021	-	-	-	(10,30,367)	(10,30,367)
Profit for the year	-	-	-	-	-
Other Comprehensive Income	-	-	-	-	-
As at 1st April, 2020	-	-	-	(10,30,367)	(10,30,367)
Profit for the year	-	-	-	13,94,130	13,94,130
Other Comprehensive Income	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-
<b>Balance at 31st March, 2022</b>	-	-	-	<b>3,63,763</b>	<b>3,63,763</b>

Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached

**for Saranga Pani & Co**

Chartered Accountants

Firm Registration No. 0500305

(C S Pani)

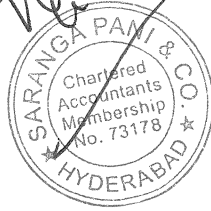
Proprietor

Membership No. 073178

UDIN : 22073178BDEUNK1436

Hyderabad,

Date: 03-09-2022



For and on behalf of the Board

M Rambabu

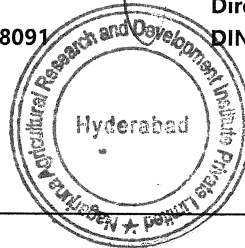
Director

DIN 02298091

Banibrata Pandey

Director

DIN 08466597



**NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE PRIVATE LIMITED****( Formerly NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE)****Cash Flow Statement for the year ended March 31, 2022**

Rs

	Year ended 31st March, 2022	Year ended 31st March, 2021
<b>A. Cash Flow from Operating Activities</b>		
Net Profit /(Loss) before Tax	18,83,960	(4,369)
Operating Profit before working capital changes	18,83,960	(4,369)
Movements in Working Capital :		
Increase / (Decrease) in Other Current Liabilities	19,92,064	-
(Increase) / Decrease in Long Term Loans and Advances	-	-
(Increase) / Decrease in Other Current Assets	-	-
Cash generated from / (used in ) operations	38,76,024	(4,369)
Direct Taxes Paid ( net of refunds )	-	-
<b>Net cash from / (used in) operating activities</b>	<b>38,76,024</b>	<b>(4,369)</b>
<b>B. Cash Flow from Investing activities</b>		
	-	-
<b>Net cash from / (used in) investing activities</b>	<b>-</b>	<b>-</b>
<b>C. Cash flow from Financing activities</b>		
	-	-
<b>Net cash from / (used in) financing activities</b>	<b>-</b>	<b>-</b>
<b>Net Increase/(Decrease) in Cash and Cash equivalents</b>	<b>38,76,024</b>	<b>(4,369)</b>
<b>Cash and cash equivalents as at the beginning of the year</b>	<b>20,804</b>	<b>3,373</b>
<b>Cash and cash equivalents as at the end of the year</b>	<b>21,11,828</b>	<b>20,804</b>

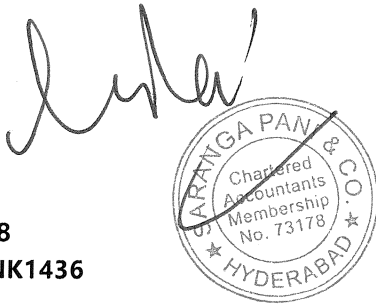
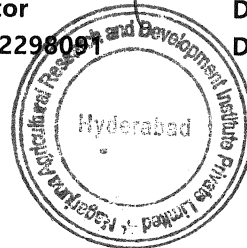
Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached

**for Saranga Pani & Co**

Chartered Accountants

Firm Registration No. 050030S

**For and on behalf of the Board****(C S Pani)****Proprietor****Membership No. 073178****UDIN : 22073178BDEUNK1436****Hyderabad****Date: 03-09-2022****M Rambabu****Director****DIN 02298097****Banibrata Pandey****Director****DIN 08466597**

# NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE PRIVATE LIMITED

## Notes to Financial Statements for the year ended March 31, 2022

### 1 CORPORATE INFORMATION

Nagarjuna Agricultural Research and Development Institute ("the Company") was incorporated under Section 25 of The Companies Act 1956. The license under Section 8 of the Companies Act, 2013 was surrendered. Consequently Nagarjuna Agricultural Research and Development Institute Pvt Ltd ("the Company") came into effect from 17th October 2017. Now the main objects of the Company are to undertake the business of export, import, trading, manufacturing, vending, stocking, transporting and purchase of Plant and machinery, Equipment, Commodities of all types and merchandise of all kinds. During the year the Company has not carried out any activity.

The company is a Associate of Nagarjuna Fertilizer and Chemicals Limited.

### 2 SIGNIFICANT ACCOUNTING POLICIES

#### 2.1. Basis of preparation:

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 in line with the decision of the holding company.

The financial statements have been prepared on a historical cost basis and are presented in Indian Rupees ('INR').

#### 2.2. Current versus non-current classification

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i. the asset/liability is expected to be realized/settled in the Company's normal operating cycle;
- ii. the asset is intended for sale or consumption;
- iii. the asset/liability is held primarily for the purpose of trading;
- iv. the asset/liability is expected to be realized/settled within twelve months after the reporting period;
- v. the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- vi. in the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current.

#### 2.3. Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

#### 2.4. Earnings Per Share:

Basic earnings per equity share is computed by dividing the net profit/loss for the year attributable to the Equity Shareholders by the weighted average number of equity shares outstanding during the year.

#### 2.5. Taxes:

**2.5.1. Current Tax:** Provision for current tax is made based on the taxable income computed for the year under the Income Tax Act, 1961.

**2.5.2. Deferred Tax:** Deferred tax is recognised on timing differences, being the difference between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised only if there is a virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets are reviewed at each balance sheet date for their realisability.

## **2.6. Provisions, Contingent liabilities, Contingent assets and Commitments:**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liability is disclosed in the case of:

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from past events, when no reliable estimate is possible;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets. Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

## **2.7. Significant accounting judgements, estimates and assumptions**

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

### **Impairment of financial assets**

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

## Notes to Financial Statements for the year ended March 31, 2022

Amount in Rs

**3. Cash and Cash equivalents**

## Cash and Cash equivalents

Balances with banks in Current accounts

Cash on hand

	<b>As at March 31, 2022</b>	<b>As at March 31, 2021</b>
	21,08,455	17,431
	3,373	3,373
	<b>21,11,828</b>	<b>20,804</b>



**NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE PRIVATE LIMITED**

**Notes to Financial Statements for the year ended March 31, 2022**

**4. Share Capital**

	March 31, 2022		March 31, 2021	
	No. of Shares	Rs.	No. of Shares	Rs.
<b>Authorised</b>				
Equity Shares of ` 10/- each	2,50,000	25,00,000	2,50,000	25,00,000
<b>Issued, Subscribed and Paid Up</b>				
Equity Shares of ` 10/- each	1,00,080	10,00,800	1,00,080	10,00,800

**4.1 Reconciliation of the Number of shares outstanding at the beginning and at the end of the year**

	March 31, 2022		March 31, 2021	
	No. of Shares	Rs.	No. of Shares	Rs.
<b>Equity Shares of ` 10/- each</b>				
Balance at the beginning of the year	1,00,080	10,00,800	1,00,080	10,00,800
Add: Issued during the year	-	-	-	-
Balance at the end of the year	<b>1,00,080</b>	<b>10,00,800</b>	<b>1,00,080</b>	<b>10,00,800</b>

**4.2 Rights, Preferences and Restrictions attached to equity shares**

The Company has only one class of equity shares having a par value of ` 10/- per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**4.3 Shares held by the holding Company**

	March 31, 2022		March 31, 2021	
	No. of shares	Rs.	No. of shares	Rs.
Equity Shares of ` 10/- each				
Sanjay Beriwal	75,060	7,50,600	-	-
Nagarjuna Foundation	-	-	75,060	7,50,600

**4.4 Details of shareholders holding more than 5% of the Shares**

	March 31, 2022		March 31, 2021	
	No. of shares	% of Share holding	No. of shares	% of Share holding
Equity Shares of ` 10/- each				
Nagarjuna Foundation	-	-	75,060	75%
Nagarjuna Fertilizers and Chemicals Limited	25,020	25.00%	25,020	25%
Sanjay Beriwal	75,060	75.00%	-	-

**NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE PRIVATE LIMITED**

**Notes to Financial Statements for the year ended March 31, 2022**

Amount in Rs

**5. Other Equity**

**Capital Reserve ( Refer to Note No. 5.1)**

Opening Balance  
Less : Utilisation during the year  
Less: write-off of assets during the year  
Closing Balance

**Retained Earnings**

Debit Balance in the Statement of Profit and Loss

Opening Balance  
Add: Profit/(loss) for the year  
Closing Balance

**Total**

	As at March 31, 2022	As at March 31, 2021
Opening Balance	1,44,877	1,44,877
Less : Utilisation during the year	-	-
Less: write-off of assets during the year	-	-
<b>Closing Balance</b>	<b>1,44,877</b>	<b>1,44,877</b>
Debit Balance in the Statement of Profit and Loss		
Opening Balance	(11,75,244)	(11,70,875)
Add: Profit/(loss) for the year	13,94,130	(4,369)
<b>Closing Balance</b>	<b>2,18,886</b>	<b>(11,75,244)</b>
<b>Total</b>	<b>3,63,763</b>	<b>(10,30,367)</b>

- 5.1 Capital grants received for acquisition of Capital assets are stated on gross basis and grouped under Reserves and surplus. Depreciation charge on assets acquired out of capital grants is charged to Statement of Profit and Loss and set off by transferring an identical amount from Capital Reserve.

Amount in Rs

**6. Other Financial Liabilities**

Liability for Expenses

	As at March 31, 2022	As at March 31, 2021
Liability for Expenses	26,099	16,099
	<b>26,099</b>	<b>16,099</b>

Amount in Rs

**7. Other Current Liabilities**

**Others**

Audit Fees payable  
Salary payable  
TDS Payable

	As at March 31, 2022	As at March 31, 2021
Audit Fees payable	46,072	34,272
Salary payable	18,03,064	-
TDS Payable	1,67,200	-
	<b>20,16,336</b>	<b>34,272</b>

**NAGARJUNA AGRICULTURAL RESEARCH AND DEVELOPMENT INSTITUTE PRIVATE LIMITED**

**Notes to Financial Statements for the year ended March 31, 2022**

8. Contingent Liabilities not provided for: Rs Nil ( Previous Year : Rs Nil)
9. There are no employees in the Company eligible for retirement benefits and therefore no provision is warranted as provided in Ind AS-19 on 'Employee Benefits' issued by the Institute of Chartered Accountants of India.
10. There are no reportable segments as envisaged in Ind AS-108 on ' Operating Segments' issued by the Institute of Chartered Accountants of India.
11. Based on the information available with the Company, there are no transactions during the year or balances outstanding as at the Balance Sheet date with / to small scale industrial undertakings and Micro, Small and Medium Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006.
12. The Company has discontinued carrying out its activities and has yet to formulate plans relating to activities in future, notwithstanding this the accounts for the year have been drawn up on a going concern basis.
13. Previous year figures have been regrouped / reclassified to conform to current year classification.

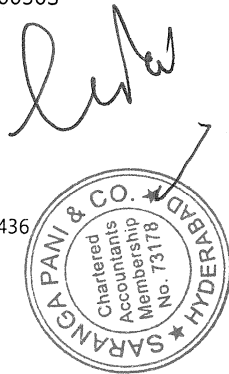
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**Signatories to Notes '1 to 13'**

for Saranga Pani & Co  
Chartered Accountants  
Firm Registration No. 050030S

**For and on behalf of the Board**

(C S Pani)  
Proprietor  
Membership No. 073178  
UDIN: 22073178BDEUNK1436



  
**M Rambabu**  
**Director**  
**DIN 02298091**

  
**Banibrata Pandey**  
**Director**  
**DIN 08466597**

Hyderabad  
Date: 03-09-2022