



**THE MAHARSHTRA AGRO-INDUSTRIES DEVELOPMENT CORPORATION LTD.  
( A GOVERNMENT OF MAHARSAHTRA UNDERTAKING )**

**(REGISTERED OFFICE : KRUSHI UDYOG BHAWAN, AAREY MILK COLONY, DINKARRAO  
DESAI MARG, GOREGOAN EAST, MUMBAI – 400065**

**CIN : U05000MH1965SGCO133810**

**ANNUAL REPORT**

**2017 - 2018**

**BOARD OF DIRECTORS**

**CHAIRMAN:**

**Shri Chandrakant (Dada) Patil  
Hon'ble Minister (Agril.) & Chairman  
MAIDC LTD.**

**DIRECTORS:**

**Shri Chandrakant (Dada) Patil  
Hon'ble Minister (Agril.) & Chairman  
MAIDC LTD.**

**Shri Shadashiv Kadam  
Hon'ble Minister of State (Agril)**

**Shri Eknath Dawale  
Secretary (Agril),  
Govt. of Maharashtra**

**Shri. Suhas Diwase,  
Commissioner (Agril)  
Govt. of Maharashtra**

**Shri. Chandrashekhar lohi,  
Dy. Commissioner of Agril.,  
Co-op & Farmers Welfare,  
Govt. of India**

**Dr. Ashok Karanjkar, IAS  
Managing Director**

**REGISTERED OFFICE:**

**"Krishi Udyog Bhavan"  
Dinkarrao Desai Marg,  
Aarey Milk Colony,  
Goregoan (Esat), Mumbai – 400065  
Telephone: 022-29272027  
Fax: 022-28719398/99  
E-mail:headoffice@maidcmumbai.com  
Website:<http://www.maidcmumbai.com>  
CIN:U05000MH1965SGC013380**

**BANKERS:**

**State Bank of India  
Syndicate Bank  
Maharashtra State Co-op Bank Ltd.  
HDFC BANK  
Indian Bank**

**AUDITORS:**

**M/s J.P. Kapadia and Co.  
Chartered Accounts  
Mumbai**

## **ANNUAL REPORT 2017-18**

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**The Maharashtra Agro Industries Development Corporation Limited**  
**52<sup>nd</sup> Annual Report 2017-18**  
**DIRECTOR'S REPORT**

To,  
The Members  
The MAIDC Ltd.,

Gentleman,

On behalf of the Board of Directors of The Maharashtra Agro Industries Development Corporation Limited, I have pleasure in presenting the 52<sup>nd</sup> Annual Report on the working of your Corporation for the year 2017-18, together with audited stand alone statement of accounts for the year ended 31st March 2018 along with report of the Auditors thereon. I also present herewith audited consolidated statement of accounts for the year ended 31st March 2018, along with report of the Auditors thereon.

1) **FINANCIAL RESULTS:-**

	Rs in Crore			
	Stand Alone		Consolidated	
	For the year ended 31 <sup>st</sup> March 2018	For the year ended 31 <sup>st</sup> March 2017	For the year ended 31 <sup>st</sup> March 2018	For the year ended 31 <sup>st</sup> March 2017
<b>A. Sales</b>	<b>597.54</b>	988.80	597.10	985.60
<b>B. Other Income</b>	<b>28.80</b>	30.13	28.88	30.14
<b>C. Gross Contributions</b>	<b>41.52</b>	74.56	40.99	74.35
<b>D. Expenses</b>				
R.O. Expenses	<b>15.49</b>	16.11	15.49	16.11
H.O. Expenses	<b>21.85</b>	27.75	21.85	27.75
Interest	<b>1.68</b>	1.75	1.08	1.03
	<b>39.02</b>	45.61	38.42	44.89
<b>E. Provisions</b>				
Depreciation	<b>1.54</b>	1.69	1.63	1.80
Provision for Doubtful debts / Advance	<b>0.47</b>	0.85	0.47	0.86
Taxation	<b>0.46</b>	9.60	0.46	9.97
	<b>2.47</b>	12.14	2.56	12.63
<b>F. Total Expenses</b>	<b>41.49</b>	57.75	40.98	57.52
<b>G. Net Contribution (C-F)</b>	<b>0.03</b>	16.81	(0.01)	16.83
<b>Earnings per Share</b>	<b>0.48</b>	305.65	(0.22)	305.96

**THE SALIENT FEATURES OF THE ACCOUNTS FOR THE YEAR 2017-18 WERE AS UNDER.**

During the year 2017-18, the Corporation has achieved sales turnover of Rs. 597.54 Crore (P.Y. Rs. 985.60 Crore) and contribution at Division level Rs.41.52 (P.Y. Rs. 74.56 Crore).

The declining trend in performance of the Corporation during the year 2017-18 as compared to the performance of previous year continued during the year. Your Company earned Cash Profit of Rs.2.50 Crore (P.Y. Rs. 28.95 Crore). There was 39.57 % decrease in Sales Turnover during 2017-18 over previous year, while contribution also has decreased by 99.82 % over previous year. There was no change in the nature of business your Corporation during the year under report.

**The sales performances of various division during the was as under :**

Rs. in Crore

Division	Sales performance		% increase/ (decrease) over previous year
	2017-18	2016-17	
Fertilizers	490.05	505.44	(3.04)
Pesticide	18.40	106.14	(82.66)
Agro-Engg.	80.10	365.53	(78.09)
Animal Feed	3.39	4.49	(24.50)
NOGA	5.60	7.20	(22.22)

HO expenses decreased to Rs. 21.85 Crore (P.Y. Rs.27.75 Crore). The accounts for 2017-18 shows Profit after Tax (PAT) at Rs. 0.03 Crore (P.Y. Rs.16.81 Crore) and Profit before Depreciation, Interest & Tax (PBDIT) at Rs. 3.71 Crore (P.Y. Rs. 29.85 Crore). Selling expenses incurred during the year Rs. 6.10 Crore (P.Y. Rs. 8.63 Crore). Effective cash management and trade policies vis-a-vis vendors facilitated Company good trade terms leading to commission and discounts of Rs. 4.72 Crore in 2017-18 (Rs.1.58 Crore).

2) **CONSOLIDATED FINANCIAL STATEMENT:**

Maharashtra Insecticides Limited (MIL) (CIN: U24210MH1984SGC032856) continued to be wholly owned subsidiary of your Corporation during the year.

Your Corporation in the past had made investment in the following Public Sector Joint Venture Companies.

Name of the Company	Investment made	Amount Rs. in Lakhs	Nature
Maharashtra Organic Manures Co. Ltd.	25,000 Equity Shares of 100 each	25.00	Subsidiary Company
Bombay Organic Manures Co. Ltd.	3,62,750 Equity Shares of Rs 10 Each	36.27	Associate Company
Southern Pesticides Corporation Ltd.	1,816 Equity Shares Rs. 1000 each	18.16	JV Company

Your Corporation has received Rs 20.00 lakhs from Government of Maharashtra and balance amount is invested by the Corporation from its own resources. Pune Municipal Corporation was Joint Venture Partner in Maharashtra Organic Manures Co. Ltd. and Bombay Municipal Corporation was Joint Venture Partner in Bombay Organic Manures Co. Ltd.. Hindustan Insecticides Limited was holding Company of Southern Pesticides Corporation Ltd. Both Bombay Organic Manures Co. Ltd. and Southern Pesticides Corporation Ltd. have gone under liquidation whereas the project of Maharashtra Organic Manures Co. Ltd. got closed more than 20 years back. Whereabouts of these Companies are not known. Your Corporation has already provided for diminution in value of Long-term Investments to the extent of Rs 59.43 lakhs leaving behind the balance amount of Rs 20.00 lakhs (which represents money received from the Government of Maharashtra). In absence of non availability of the Financial Statements of these Companies and in view of the fact that these Companies have gone under liquidation/ not traceable the financial position of these Companies are not considered in the Consolidated Financial Statement of the Corporation for 2017-18.

As required under Section 129 (3) of Companies Act 2013, the consolidated financial statements has been prepared by taking in consideration the financial statements of wholly owned Subsidiary Company viz. MIL. The Net Profit/(Loss) after Tax as per Consolidated Financial Statements is Rs. (0.01) Crore (P.Y. Rs. 16.83 Crore).

3) **DIVIDEND:-**

For the year 2017-18 company has earned marginal net profits. Further, your company is facing challenge of competition from private sector as well as on account of Direct Benefit Transfer introduced by the Government which has resulted in steep reduction in the turnover. Your Directors, therefore do not recommend any dividend for the year 2017-18.

#### **4) REVIEW OF OPERATIONS:-**

##### **CORPORATION:**

The turnover during the year is Rs. 597.54 Crore as against previous year turnover of Rs. 988.80 Crore. The Performance of major activities of the Corporation is as below.

##### **a) FERTILIZERS DIVISION:-**

###### **i) NPK FERTILIZERS:**

The production of NPK during the year is 99,865 MTs as against 1,42,380 MTs last year. NPK aggregating 1,33,505 MTs of valuing Rs.189.77 Crore were sold during the year as against 1,44,991 MTs of valuing Rs. 219.00 Crore in the previous year. The decrease NPK fertilizers activity of Fertilizers Division was mainly due to draught situation in the State of Maharashtra as well as uneven and poor rainfall during monsoon in the previous year.

###### **ii) STRAIGHT FERTILIZERS AND COMPLEXES:**

Straight Fertilizers and Complexes aggregating 2,40,443 MTs of valuing Rs.296.82 Crore were sold during the year as against 2,28,089 MTs of valuing Rs. 266.41 Crore in the previous year.

##### **b) PESTICIDES DIVISION:**

The total sale of Pesticides activity during the year under consideration aggregated to Rs. 18.40 Crore as against the total sales of Rs. 106.14 Crore during the previous year. Major sales of pesticide division to the Government of Maharashtra in their various schemes and in previous year there was increase in the sales of pesticides was mainly due to increase in demand from GOM.

##### **c) AGRICULTURE ENGINEERING DIVISION :-**

The performance of Agriculture Engineering Division has been good with sale of Rs. 80.10 Crore against previous year sale of Rs. 365.53 Crore. The Company has sold 229 nos. of Krushivator, an R&D product of the Company. Efforts are taken to control the inventory.

##### **d) ANIMAL FEED DIVISION:**

The total sale of Pesticides activity during the year under consideration aggregated to Rs.3.38 Crores as against the total sales of Rs.4.49 Crores during the previous year.

In the previous year, several steps have been taken to re-establish Sugras / Mahaagro brand and new premium quality for Sugras Gold as well as Sugras Mumbai special (Mash) has been launched and also several changes were made in the plant to save energy & improve productivity. Outsourcing and custom processing has been taken up to save transport cost. We are now approaching private dealers and milk cooperative societies with custom made products and new packaging, which will help us to increase the sale.

##### **e) NOGA DIVISION:**

The sale turnover of this activity is Rs.5.60 Crore during the year as against Rs. 7.20 Crore in the previous year. Several steps have been taken to streamline the business operations of this division and NOGA is receiving a bulk order for ketchup in sachets and jams and mixed fruit pickle in blister packs from Indian Railways.

#### **5) BAD DEBTS WRITTEN OFF AND WRITTEN BACK OF UNCLAIMED CREDIT BALANCES:**

As per the accounting policy followed by the Company and based on prudent accounting principles an amount Rs. 0.02 Crore have been written off during the year & Rs.0.00 Crore have been written back during the year with net accounting effect of Rs.0.02 Crore during 2017-18.

6) **FUTURE PLANS:-**

1. It is proposed to enhance Domestic market for NOGA with the help of Private Player.
2. Revenue recurring Model may be introduced with the help of Experts for idle properties of the Corporation.
3. To capture untapped open market areas in the State of Maharashtra for KU make fertilizers and pesticides. Etc
4. To import stright fertilizer sale it in the State of Maharashtra under 'KRUSHIUDYOG' brand.

7) **PROVISION FOR DOUBTFUL DEBTS & ADVANCES:**

As per the requirement of Accounting Standards & based on policy adopted by the Management the Company has made provision of Rs. 0.47 Crore (P.Y.Rs. 0.85 Crore) during 2017-18 for bad and doubtful debts and advances.

8) **FINANCIAL PERFORMANCE OF SUBSIDIARY / JOINT VENTURES / ASSOCIATE COMPANIES:**

The Financial performance of MIL 100 % subsidiary of the Company during the year was as under:

Rs in Crore

	For the year ended 31 <sup>st</sup> March 2018	For the year ended 31 <sup>st</sup> March 2017
<b>A. Sales</b>	<b>16.56</b>	<b>22.13</b>
<b>B. Other Income</b>	<b>0.68</b>	<b>0.74</b>
<b>C. Gross Contributions</b>	<b>(0.07)</b>	<b>0.61</b>
<b>E. Provisions</b>		
Depreciation	<b>0.09</b>	<b>0.10</b>
Provision for Doubtful debts / Advance	<b>0</b>	<b>0</b>
Taxation	<b>0.00</b>	<b>0.37</b>
<b>F. Total Expenses</b>	<b>0.09</b>	<b>0.47</b>
<b>G. Net Contribution (C-F)</b>	<b>(0.16)</b>	<b>0.14</b>
<b>Earnings per Share Rs.</b>	<b>(16.29)</b>	<b>14.16</b>

- 9) No Change in nature of business occurred between during of the financial year to which this financial statement relates on the date of this report.
- 10) No material changes and commitment affecting the financial position of the company has occurred between the end of the financial year and the date of the report
- 11) There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future
- 12) Your Corporation has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Corporation has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. No cases were filed under section 22 of the said act (during the year under report. However, Internal Complaint Committee received one complaint after close of the Financial Year which has since been decided. As on date of the report, no complaints are pending.)
- 13) Company has neither accepted nor renewed any deposits during the year under review.
- 14) **PARTICULARS OF LOANS GUARANTEE AND INVESTMENT BY THE CORPORATION**

Your Corporation during the year has not given any Loan or Guarantee to any other entity. Your Corporation has not made any investment in any Corporation or other entity.

## 15) CORPORATE SOCIAL RESPONSIBILITY (CSR)

As required under Section 135 Companies Act, 2013 the board has appointed CSR committee consisting of the following Directors

1. Secretary (Agril), GOM & Director, MAIDC Chairman of the Committee
2. Commissioner (Agril.), GOM & Director, MAIDC Member
3. Managing Director Member Secretary

The provision for Corporate Social Responsibility U/s.135 of the Companies Act, 2013 is 2% of average Net Profit of immediately preceding three financial years. The aggregate CSR provision as on 1<sup>st</sup> April 2017 was Rs.260.67 lakhs. During the year your Corporation has utilized funds to the tune of Rs.Nil.

Your Corporation for the year 2017-18 has earned net profits of Rs.2.66 Lacs (calculated as per the provisions of section 197 of the Companies Act 2013). 2% of average Net Profit of immediately preceding three financial years works out to Rs 68.44. Thus the status of CSR provision and utilization as on 31.03.2018 is as under :

Sr. No.	Particulars	Amount Rs.
01	Opening Balance of CSR Provision as on 01.04.2017	260.67
02	Less : Amount utilized during the Year 2017-18	0
03	Add : 2% of Avg. Profits for 2015-16 , 2016-17 & 2017-18	68.44
04	Closing of CSR Provision Balance as on 31.03.2018 ( {1} – {2} + {3} )	329.11

The Main Objects of the Corporation are in the nature of CSR and the Activities of the Corporation are intended towards provision of assistance to the Farmers. The Directors of the Corporation are ascertaining various options like Rural Development Projects controlled by the District Collectors in the State of Maharashtra particularly any Backward Area. Such Rural development Project will fulfill the requirements of Schedule VII of the Companies Act, 2013.

After close of the Financial Year, your Corporation has sanctioned Rs 60.00 lakhs for CSR purpose, under Rural Sports for gymnasiums in the districts of Kolhapur and Sangali. So far which Rs 46.00 lakhs have been distributed through District Sport Officer Sangali working under the District Collector Sangali.

## 16) DIRECTORS:

From 1<sup>st</sup> April, 2017 till the date of Report following were directors of the Company:

Sr. No.	Name	Designation	From	To
01	Shri Pandurang Fundkar Hon'ble Minister (Agril)	Chairman	08/07/2016	11/06/2018
02	Chandrakant (Dada) Bachhu Patil Hon'ble Minister (Agril)	Chairman	11/06/2018	Till Date
03	Shri Sadashiv Khot Hon'ble Minister of State (Agril)	Director	08/07/2016	Till Date
04	Shri Bijay Kumar IAS Pr. Secretary (Agril.)	Director	07/09/2016	31/08/2018
05	Shri Eknath Rajaram Dawale IAS Pr. Secretary (Agril.)	Director	31/08/2018	Till Date
06	Shri Vikas Deshmukh IAS Commissioner (Agriculture)	Director	06/01/2015	31/08/2017
07	Shri Sachindra Pratap Singh IAS Commissioner (Agriculture)	Director	31/08/2017	07.02.2019
08	Shri Suhas Diwase IAS Commissioner (Agriculture)	Director	07.02.2019	Till Date
09	Shri C.R. Lohi Dy. Commissioner, Deptt. of Agril, Co-op & Farmers Welfare, GOI	Director	22/02/2013	Till date/
10	Dr.Ashok Karanjkar, IAS – M.D.	Managing Director	12/08/2016	Till date



The Board is pleased to keep on record the valuable guidance extended by all the outgoing Directors. The Company held three Board meetings during the financial year under review.

**17) INDUSTRIAL RELATIONS:**

Overall industrial relations remained cordial in all the Units throughout the year. Efforts were taken to resolve long pending issue of application of Pay Commission recommendation to the employees and settling some old pending issues and application of time bound promotion scheme as per Govt. norms.

**18) PARTICULARS OF EMPLOYEES:**

None of the employee of the Corporation has been paid remuneration in excess of the limits prescribed under Section 197 (12) of the Companies Act, 2013 read with rule 5 of the Companies (Appointment & Remuneration to Managerial Personnel) Rules 2014.

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

Your Corporation has been diligent in the matter of conservation of energy throughout the year. The information as required by the Section 134 of the Act read with Rule 8 of The Companies (Accounts) Rules 2014, the information pertaining to Technology Absorption and Foreign Exchange Earnings and Outgo is NIL (PY NIL).

**20) EXTRACT OF THE ANNUAL RETURN:**

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in **Annexure – A** and is attached to this Report.

**21) DIRECTOR RESPONSIBILITY STATEMENT:-**

To the best of knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statement in terms of Section 134(3) (C) of the Companies Act, 2013:

(a) that in the preparation of the annual accounts for the year ended March 31, 2018, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;

(b) that the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2018 and of the profit and loss of the company for the year ended on that date;

(c) that the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) that the annual accounts have been prepared on a going concern basis;

(e) that the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and

(f) that the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**22) AUDITORS:**

Comptroller and Auditor General of India had appointed M/s. G. P. Kapdia & Co. Chartered Accountant as Statutory Auditors of the Corporation for the year 2017-18. We are thankful to M/s. G. P. Kapdia & Co. Statutory Auditors for giving us good cooperation and guidance in finalizing the accounts for the financial year 2017-18.

**23) MAINTANCE OF COST RECORDS AND APPOINTMENT OF COST AUDITORS:**

Your Corporation maintains Cost Records and cost accounts, as specified by the Central Government under Section 148(1) of the Companies Act 2013. Your Board has appointed M/s. Sushilkumar Mantri and Associates, Indore, Cost Accountants (Membership No.15511) as Cost Auditor for Audit of Cost Records maintained in respect of Fertilizer and Engineering activity of the Corporation for the year 2018-2019.

**24) ACKNOWLEDGEMENT:**

The Directors take this opportunity to express their thanks to the Officers and Employees in the Department of Agriculture, Maharashtra State as also in the Ministry of Agriculture, Govt. of India for their help and cooperation. Directors also thank the HDFC Bank, Indian Bank, State Bank of India, Bank of Maharashtra, Vijaya Bank, Union Bank and Syndicate Bank for the Services rendered by them. Directors also thank the Principal Accountant General and his Staff for the services, help and Co-operation rendered by them. The Board is also thankful to the Officers and Staff of the Corporation for contributing in productive way to the growth of the Company.

**For and on behalf of the Board of Directors.**

Chandrakant Patil  
**Chairman**

MUMBAI  
DATED: 1st March, 2019

**EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2018**

*[Pursuant to Section92(3) of the Companies Act,2013 and Rule12(1) of the Companies(Management and Administration) Rules, 2014]*

**I. REGISTRATION AND OTHER DETAILS:**

<b>i.</b>	CIN	U05000MH1965SGC013380
<b>ii.</b>	Registration Date	15/12/1965
<b>iii.</b>	Name of the Company	<b>THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED</b>
<b>iv.</b>	Category/Sub-Category of the Company	Company limited by shares/ State Government Company- Private Company
<b>v.</b>	Address of the Registered office and contact details	KRUSHI UDYOG BHAVAN, AAREY MILK COLONY,, DINKARRAO DESAI MARG, GOREGAON EAST, MUMBAI Maharashtra-400065 Tele : 22-29272027 e-mail- www.maidcmumbai.com
<b>vi.</b>	Whether listed company	No
<b>vii.</b>	Name, Address and Contact details of Registrar and Transfer Agent, if any	NIL

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

**(All the business activities contributing 10% or more of the total turnover of the company shall be stated):-**

The Turnover of the Company during the year was Rs. 597.54 Crore.

Sr. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
01	Fertilizer	9961/99611720	82.01
02	Pesticides	9986/99861193	3.08
03	Agro Engineering	9983/99833290	13.40
04	Animal Feeds	9988/99881700	0.57
05	Processed Food (NOGA)	9988/99881690	0.94

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
01	Maharashtra Insecticide Limited	U24210MH1984HGC032856	Subsidiary	100 %	87(ii)

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

**i. Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during The year
	Demat	Physical	Total	% of Total Shares	Dem at	Physical	Total	% of Total Shares	
<b>A. Promoter</b>									
<b>1) Indian</b>									
a) Individual/ HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Central Govt	0.00	2,50,000	2,50,000	45.45	0.00	2,50,000	2,50,000	45.45	0.00
c) State Govt(s)	0.00	3,00,000	3,00,000	54.55	0.00	3,00,000	3,00,000	54.55	0.00
d) Bodies Corp	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e) Banks / FI	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
f) Any Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total(A)(1):-</b>	<b>NIL</b>	<b>5,50,000</b>	<b>5,50,000</b>	<b>100.00</b>	<b>NIL</b>	<b>5,50,000</b>	<b>5,50,000</b>	<b>100.00</b>	<b>NIL</b>
<b>2) Foreign</b>									
g) NRIs-Individuals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
h) Other-Individuals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
i) Bodies Corp.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
j) Banks / FI	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
k) Any Other....	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total(A)(2):-</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Banks / FI	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
c) Central Govt	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
d) State Govt (s)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e) Venture Capital Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
f) Insurance Companies	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
g) FIs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
h) Foreign Venture Capital Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
i) Others	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total(B)(1)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>2. Non Institutions</b>									
a) Bodies Corp. (i) Indian (ii) Overseas	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b) Individuals (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh  (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

c) Others(Specify)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total(B)(2)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Public Shareholding (B)=(B)(1)+ (B)(2)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
C. Shares held by Custodian for GDRs & ADRs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Grand Total (A+B+C)	NIL	5,50,000	5,50,000	100	NIL	5,50,000	5,50,000	100	NIL

ii. **Share holding of Promoters**

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Governor of Maharashtra	3,00,000	54.55	0%	3,00,00	54.55	0%	NIL
2.	President of India	2,50,000	45.45	0%	2,50,00	45.45	0%	NIL
	Total	5,50,00	100.00	0%	5,50,00	100.00	0%	NIL

**Change in Promoters Shareholding (please specify, if there is no change**

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	5,50,000	100%	5,50,000	100%
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	No Change in the Shareholdings During the Year		No Change in the Shareholdings During the Year	
	At the End of the year	5,50,000	100%	5,50,000	100%

iii. **Shareholding pattern of top 10 share holders other than Directors, Promoter and holders of GDRs and ADRs**

There is no shareholding of top 10 share holders other than Directors, Promoter and holders of GDRs and ADRs.

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	NIL	0%	NIL	0%
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NA		NA	
	At the End of the year	NIL	0%	NIL	0%

**INDEBTEDNESS :**

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>	NIL	NIL	NIL	NIL
i) Principal Amount	NIL	NIL	NIL	NIL
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii +iii)	NIL	NIL	NIL	NIL
- Addition	NIL	NIL	NIL	NIL
- Reduction	NIL	NIL	NIL	NIL
Net Change	NIL	NIL	NIL	NIL
<b>Indebtedness at the end of the financial year</b>	NIL	NIL	NIL	NIL
i) Principal Amount	NIL	NIL	NIL	NIL
ii) Interest due but not paid	NIL	NIL	NIL	NIL
iii) Interest accrued but not due	NIL	NIL	NIL	NIL
Total (i+ii +iii)	NIL	NIL	NIL	NIL

**REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL : NIL****A. Remuneration to Managing Director, Whole-time Directors and/or Manager**

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		Rs.	Rs.
1.	Gross salary	1,762,405	1,762,405
	(a)Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0
	(b)Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0
	(c) Profits in lieu of salary undersection17(3)Income- taxAct,1961	0	0
2.	Stock Option	0	0
3.	Sweat Equity	0	0
4.	Commission - as % of profit - others, specify...	0	0
5.	Others, please specify	0	0
6.	Total(A)		
	Ceiling as per the Act	Not Applicable as No Managerial Remuneration is Paid	

**B. Remuneration to other directors:**

Sl. No.	Particulars of Remuneration	Name	Total
	<u>Independent Directors</u> -Fee for attending board committee meetings -Commission -Others, please specify		
	Total(1)	0.00	0.00
	<u>Other Non-Executive Directors</u> -Fee for attending board committee meetings -Commission -Others, please specify Salary	0.00	0.00
	Total(2)	0.00	0.00
	Total(B)=(1+2)	0.00	0.00
	Total Managerial Remuneration	0.00	0.00
	Overall Ceiling as per the Act	0.00	0.00

**C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD**

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	<b>Gross salary :</b> (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0.00	0.00	0.00	0.00
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0.00	0.00	0.00	0.00
1.	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0.00	0.00	0.00	0.00
2.	Stock Option	0.00	0.00	0.00	0.00
3.	Sweat Equity	0.00	0.00	0.00	0.00
4.	Commission - as % of profit - others, specify...	0.00	0.00	0.00	0.00
5.	Others, please specify	0.00	0.00	0.00	0.00
6.	Total	0.00	0.00	0.00	0.00

**V. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES: NIL**

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD /NCLT/Court]	Appeal made. If any (give details)
<b>A. Company</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>B. Directors</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>C. Other Officers In Default</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

## 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 arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
	Name (s) of the related party & nature of relationship	NIL
	Nature of contracts/arrangements/transaction	NIL
	Duration of the contracts/arrangements/transaction	NIL
	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
	Justification for entering into such contracts or arrangements or transactions	NIL
	Date of approval by the Board	NIL
	Amount paid as advances, if any	NIL
	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NIL

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

Particulars	Details
Name (s) of the related party & nature of relationship	NA
Nature of contracts/arrangements/transaction	NA
Duration of the contracts / arrangements / transaction	NA
Salient terms of the contracts or arrangements or transaction including the value, if any	NA
Amount paid as advances, if any	NA

For and on behalf of the Board of Directors.

Chandrakant Patil  
Chairman

MUMBAI

DATED: 1<sup>st</sup> March, 2019



## INDEPENDENT AUDITOR'S REPORT

**To the Members of The Maharashtra Agro-Industries Development Corporation Ltd.**

### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of The Maharashtra Agro-Industries Development Corporation Ltd. ("the Company"), which comprised the Balance Sheet as at 31<sup>st</sup> March, 2018, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these standalone 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 thereunder.

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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, 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 qualified audit opinion on the standalone financial statements.

## **Basis for Qualified Opinion**

1. The Company has its single super phosphate plant at Rasayani and Jalna and processed fruits and vegetables plant at Motibaug which is not in operation since many years. The Company has yet not assessed its impairment. In the absence of such impairment assessment, no provision has been made for impairment on these assets resulting into overstatement of profit and assets to that extent. (Refer Note No. 38).
2. Deferred tax assets / liabilities have not been ascertained and accounted for by the Company thereby violating Accounting Standard – 22 “Accounting for Taxes on Income (Refer Note No. 27(xviii)).
3. The investment in fixed assets of Rs. 121.80 lakhs (Previous year: Rs. 111.90 lakhs) for the establishment of processing plant at Morshi is net of amount financed by the Government of Maharashtra has been shown by the Company under Investments instead of Capital work in process (CWIP). Thus, fixed assets have been understated and investments have been overstated to that extent (Refer Note No. 29 (a)).  
Further, the revenue expenditure incurred after the plant has been put to operation Rs 9.9 Lakhs have been added to the investment instead of being expensed out in the current year (upto Previous Year Rs.22.63 lakhs), resulting which profit and investments have been overstated to that extent.
4. The Company has invested an amount of Rs. 386.20 lakhs (Previous year: Rs. 386.20 lakhs) in 14% cumulative redeemable preference shares of M/s Alliance Agro India Ltd. in connection with the transfer of Katol project. No dividends have been received till date by the Company on this investment. The Company has filed a winding up petition against M/s Alliance Agro India Ltd. before the Hon’ble Mumbai High Court. The Hon’ble High Court has appointed an official liquidator to dispose of the property. In our view, a provision for diminution in the value of investment should have been made by the Company as there are clear indications that this investment is impaired since the company has gone into liquidation. However, the Company has not ascertained or recognized any such provision of impairment in the financial statements for reasons stated in Note No. 29 (a) resulting into overstatement of profit to that extent.
5. The Company follows the practice of providing for its old outstanding in trade receivables based on ageing analysis of the same. However, in respect of engineering division debtors, while making such provisions it has not taken into consideration the subsidies received by the company from the State Government towards such outstanding in the absence of availability of necessary intimations from the State Government (Refer Note No. 31 and Note No. 14 (3)). Resulting which, both trade receivables and liabilities towards subsidies received from the State Government are overstated. Similarly, the provision for doubtful trade receivables is overstated. However, the amounts of such overstatements are not ascertained.
6. The provision towards arrears of Vith pay commission of Rs 32.02 Lakhs (Previous year Rs. 52.51 lakhs) disclosed under Short term provision, pertaining to earlier years has been recognized on estimated basis which is subject to reconciliation and adjustment (Refer Note No. 8)
7. Long and short term unclaimed liabilities beyond three years towards trade payable, earnest money, security deposit, provision for expenses, trade advances and receivable, liability towards interest on unutilized government subsidies unclaimed and other liabilities which are still in the process of determining its existence in absence of any claims from the parties beyond 5 years. (Refer Note No. 3, 6 and 7). It is estimated that substantial part of the said liability cease to exist and need to be recognized as income, as prior period liability do not exist. In absence of determination liabilities are over stated and income is under stated which cannot be quantified in absence of completion of exercise.

8. Unutilized amount of subsidy received from Government of India for setting up of fodder block plant at Yevatmal plant (now transferred to Chinchwad) of Rs. 26.75 lakhs (Previous year Rs. 30.81 lakhs), shown as investment reserve instead under current liability as unutilized amount is repayable to the Government of India. Resulting which, current liabilities are under stated and capital reserve is over stated to this extent.
9. TDS deducted by the debtors amounting to RS. 76.75 lakhs (Previous year RS.76.75 lakhs), pertains to earlier years, appearing as credit balance in the books of the Company, and the same has not been adjusted against trade receivable, resulting which higher provision for doubtful debts been created , quantum of same not ascertained (Refer Note No. 14 (4)).
10. There is no process of obtaining balance confirmation from suppliers and receivables from government. Hence, no reconciliation can be prepared, especially of major balances of fertilizer division. The difference arising on such reconciliation will be material. (Refer Note No. 37)
11. Rebate on purchase of fertilizers from suppliers have been accounted in the subsequent year. Consequently, cost of material and creditors for supplier of fertilizer have been over stated and profit is understated. Quantum of the same has not been ascertained
12. Accounting principles in AS 1, states that company follows accrual system of accounting. However, in practice, provisions of expenditure is made on payment basis. During the current year, the company has created such provision of Rs 734.51 lakhs/- (Previous year Rs. 665.96 lakhs ) on payment basis.
13. Internal Financial Control over Financial Reporting (IFCFR), the company is obliged to perform risk assessment and prepare Risk Control Matrix (RCM) based on assessment of risk. However, the management has not carried out risk assessment. In absence of RCM we are unable to offer any comments on the same.
14. The company is required to spend two percent of average net profit of immediately preceding three financials years towards corporate social responsibility (CSR) by charging to the profit of the year, as per section 135(5) of the Companies Act 2013.  
In the current year the company has charged subsequent to determination of profit for the year. Resulting into overstatement of profit for the year and the amount provided for CSR fund has not been spent till date and disclosed under the head “Short Term Provision”.
15. Company receives amount from government under various schemes on which interest at 6.5% p.a is payable to the government. The amount received is disclosed as “Other current liabilities” amounting to Rs 2044.16 lakhs (Previous year: Rs. 2049.23 lakhs). Company has not created provision for interest payable for the year due to insufficient funds resulting into overstatement of profit and understatement of liabilities to that extent.

### **Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters described in paragraphs 1 to 15 of the Basis for Qualified Opinion, the aforesaid standalone financial statements give the information required under 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 31<sup>st</sup> March, 2018, and its profit and its cash flows for the year ended on that date.

## **Emphasis of Matter**

We draw attention to:

1. Other long-term liabilities include deposit from customers, suppliers, contractors and other parties which are disclosed net of receivables of Rs 3.55 lakhs (Previous year Rs. 6.65 lakhs). (Refer Note No. 3).
2. Advances received from Government of Maharashtra and Central Government for various schemes of Rs. 2044.16 lakhs (Previous year Rs. 2049.23 lakhs) are subject to confirmation / reconciliation which are subject to audit by government department (Refer Note No. 7). In addition, the company has received an amount of Rs. 44 Lakhs from government towards scheme for "International Trade Organization". However the amount spent for the scheme is Rs. 46.95 Lakhs. The amount spent is in excess of the receipt. There is no policy for utilization of funds for each scheme.
3. Excess expenditure incurred against amount received under certain schemes of RS. 4.62 lakhs (Previous year ended 31<sup>st</sup> March, 2017 Rs.4.62 lakhs) is subject to approval from respective Government Departments (Refer Note No. 7).
4. The debit/credit balances of Sundry Debtors, Sundry Creditors, Loans and Advances, amounts due from / payable to Governments are subject to confirmations / reconciliations (Refer Note No. 36).
5. Provision for Ex-gratia to employees amounting to RS. 147.47 lakhs for FY 2013-14 and RS. 134.48 lakhs for FY 2014-15 are subject to approval by the State Government (Refer Note No. 8).
6. Remittance in transit includes RS. 2.94 lakhs (Previous year Rs. 2.94 lakhs) since last 6 years, no efforts made by the company to investigate the same (Refer Note No. 15 (b) (iii)).
7. Capital Reserve included grant received from government of Maharashtra and Government of India. During the current year, the grant of Rs. 55.73 lakhs (Previous year Rs NIL) has been moved to Investment Reserve as the grant cannot be classified under capital reserve.

## **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in Annexure – I, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by the directions / sub-directions issued by the Office of the Comptroller and Auditor General of India under section 143(5) of the Act, we give in Annexure – II, a statement on the matters referred to in those directions / sub-directions.
3. 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 and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.

- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account and with the returns received from the branches / units not visited by us.
- d) Except for the effect of the matters described in paragraph 1 to 15 of the basis for Qualified Opinion, in our opinion, the aforesaid standalone 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) The matters described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
- f) The provisions of Section 164 (2) of the Companies Act, 2013 are not applicable to the Company being a Government Company.
- g) 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 III'.
- 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 has disclosed the impact of pending litigations on its financial position in its financial statements – (Refer Note No. 29 to the financial statements);
  - 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.

For G. P. KAPADIA & Co.  
Chartered Accountants  
Firm's Registration No. 104768W

NIMESH. S. BHIMANI  
Partner  
Membership No. 30547

Place: Mumbai  
Date : 1<sup>st</sup> March, 2019

## **Annexure – I to the Independent Auditor’s report**

### **Annexure to the Independent Auditor’s Report of even date on the Standalone Financial Statements of The Maharashtra Agro-Industries Development Corporation Ltd**

#### **Report on Companies (Auditor’s Report) Order, 2016, issued by the Central Government in terms of sub section (11) of section 143 of the Companies Act, 2013 (‘the Act’)**

As referred to in Paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ in our Auditors’ report of even date and as required by the Companies (Auditor’s Report) Order, 2016, issued by the Central Government in terms of sub section (11) of section 143 of the Act, and on the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of the audit, we further report that: -

1. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets except for particulars of assets purchased in earlier years details of which not available. The company should follow the system of asset tagging in order to maintain better controls over fixed asset.
- (b) The fixed assets of the Company have been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties are held in the name of the Company.
2. (a) The inventory has been physically verified by the management at reasonable intervals during the year. Independent confirmations have been obtained for stock lying with third parties.
- (b) In our opinion and as per the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business, except for inventory of its NOGA fruit and vegetable processing division, where the procedures of physical verification, in our opinion, need to be strengthened.
- (c) In our opinion, the Company has maintained proper records of inventory and the discrepancies between the physical inventory and the book records noticed on physical verification were not material. The discrepancies noticed have been appropriately dealt with in the books of account.
3. The Company has not granted any loan or given any guarantee or provided any security to companies, firms or other parties covered in the register maintained under Section 189 of the Act.
4. In respect of loans, investments, guarantees and security, the provisions of Section 185 and 186 of the Act have been complied by the Company.
5. The Company has not accepted any deposits from the public within the meaning of the provisions of Section 73 to 76 or any other relevant provisions of the Act and Rules framed thereunder.
6. The latest available Cost Audit Report with the company is for Financial Year 2015-2016. Cost Audit for the subsequent period is under process.
7. (a) According to the information and explanations given to us by the management and on the basis of examination of the books of accounts carried out by us, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees’ State Insurance, Income tax, Sales-tax, Custom Duty, Excise Duty, Value Added tax, Goods and Service tax, Cess and any other statutory dues, as applicable, with the appropriate authorities. There were no undisputed arrears of statutory dues except Service tax outstanding as at 31<sup>st</sup> March, 2018 for a period of more than six months from the date they became payable.

- (b) According to the information and explanations given to us by the management and the records of the Company examined by us, there were no disputed dues in respect of Income Tax, Sales tax, Service tax, Custom Duty, Excise Duty, Value Added tax and Cess which have not been deposited as on 31<sup>st</sup> March, 2018 except as stated below:

Sr. No.	Name of Statute	Period	Amount (Rs. in lakhs)	Forum where dispute is pending
1.	Income tax	A. Y. 2008-09	17.30	Jurisdictional AO
2.	Income tax	A. Y. 2009-10	3.73	Jurisdictional AO
3.	Income tax	A. Y. 2010-11	51.30	Assessing Officer
4.	Income tax	A. Y. 2011-12	965.25	Commissioner of Income Tax (Appeals)
	Income tax	A. Y. 2011-12	57.04	Assessing Officer
5.	Income tax	A. Y. 2012-13	37.91	Commissioner of Income Tax (Appeals)
6.	Income tax	A. Y. 2013-14	224.72	Assessing Officer
7.	Income tax	A. Y. 2014-15	2.94	Assessing Officer
8.	Sales tax	F. Y. 2002-03 to 2003-04	13.86	Jt. Commissioner of Sales Tax Appeals
9.	Sales tax	F. Y. 2011-12 to 2012-13	361.01	Jt. Commissioner of Sales Tax Appeals
10.	Sales tax	F. Y. 2013-14	230.69	Deputy of Commissioner of Sales Tax Appeals

8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks and financial institutions during the year. The Company has not issued any debentures.
9. According to the information given to us and as per the records examined by us, the Company has not made any public offer during the year and has not availed term loans from banks during the year.
10. Section 197 of the Act relating to managerial remuneration is not applicable to the Company being a Government Company.
11. Clause (xii) of the Order is not applicable to the Company since the Company is not a Nidhi Company.
13. All the transactions with the related parties are in compliance with Section 177 and 188 of the Act, where applicable and the details as required by the Accounting Standards have been disclosed in the Financial Statements.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

15. The Company has not entered into any non-cash transactions covered in Section 192 of the Act with Directors or persons connected with him during the year.
16. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For G. P. KAPADIA & Co.  
Chartered Accountants  
Firm's Registration No. 104768W

NIMESH. S. BHIMANI  
Partner  
Membership No. 30547

Place: Mumbai  
Date : 1<sup>st</sup> March, 2019



## Annexure - II to the Independent Auditor's Report

### To the Members of The Maharashtra Agro-Industries Development Corporation Ltd

As referred to in Paragraph 2 under 'Report on Other Legal and Regulatory Requirements' in our Auditors' report of even date and as required by the directions and sub-directions issued by the Office of the Comptroller and Auditor General of India under Section 143(5) of the Companies Act, 2013, we give below our comments on the matters referred therein.

#### Directions u/s 143(5) of the Companies Act, 2013

- To report whether there are any cases of waiver/ write off of debts/loans/interest etc., if yes, the reasons thereof and the amount involved.**

SR.NO.	Name of the Party	Amount w/off Rs. In lakhs	Reason	Remarks
1	Gulmother Farm, Thatwade	0.11	Details not available.	R.O. Pune
2	Zilla Parishad, Pune	0.17	Details not available.	R.O. Pune
3	J.D.A., Aurangabad	1.28	Balance no longer receivable	Pesticides Divn.
4	Various parties	0.42	Balance is very old.	Pesticides Divn.
		1.98		

- Whether proper records are maintained for inventories lying with third parties and assets received as gift from Government and other authorities?**

During the course of our audit, we have found that the Company has maintained proper records for inventories lying with third parties (dealers).

As per the information and explanation given to us, the Company has not received any assets as gift from Government and other authorities during the year.

- A report on age-wise analysis of pending legal/ arbitration cases, including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.**

Based on the information and explanation given to us, a report on the age-wise analysis of pending legal/arbitration cases including the reason for pendency are attached in Statement A. The Company has in existence an effective monitoring mechanism for the expense incurred on all legal cases.

- If the Company has been selected for disinvestment, a complete status report in terms of valuation of Assets (including intangible assets and land) and Liabilities (including Committed & General Reserves) may be examined, including the mode and present stage of disinvestment process.**

As per the information and explanation given to us, the Company has not been selected for disinvestment.

#### Sub-directions u/s 143(5) of the Companies Act, 2013

- Whether the stock of seeds packing/certification materials and other items has been taken on the basis of stock records after adjustment of shortage/excess found on physical verification**

**and whether due consideration has been given for deterioration in the quality of old stocks, which may result into overvaluation of stock?**

The Company does not hold the stock of seeds packing/certification materials and other similar items.

**2. Whether profit/loss mentioned in Audit Report is as per Profit & Loss Accounts of the Company?**

Except for the possible effects of the matters described in paragraphs 1 to 15 of the Basis for Qualified Opinion.

**3. Report the cases of diversion of grants / subsidies received from Central / State Government or their agencies for performing certain activities.**

During the course of our audit we haven't come across any of the cases of diversion of grant subsidies received from Central / State Government or their agencies for performing certain activities for which grants and subsidies received.

**4. Cases of wrong accounting of interest earned on account of non - utilization of amounts received for certain projects / schemes may be reported.**

During the current year 2017-18, the company has not made any provision for interest payable to government on unutilized amount of scheme.

**5. Examine pricing policy framed by the Company to ensure that all cost components are covered.**

As informed to us the pricing policies of the Company for its various categories of sales, division wise are as follow:-

**Fertilizer Division:**

Sales of fertilizers usually take place in two seasons in a year. Main season is Kharif with a period commencing from April to September and other season is Rabbi with a period from October to March. The Ex-factory rates of own manufacturing fertilizers i.e. 18:18:10 grade are decided on the basis of Raw Material Costs, Packing Material Costs, Fuel Costs & Factory overheads.

Procurement of Raw material, Packing material and Fuel is done through E-Tender process with Management approval. The selling rates of own manufacturing fertilizers are decided on Ex-factory rates of finished goods, selling expenses and profit margin with Management approval. For other procured fertilizer, the selling rates are decided by adding margin on procurement rates.

**Pesticide Division:**

Selling rates of Pesticide products, through Government Schemes are finalised by state level price fixation committee of State Government. Accordingly the procurement prices / costs plus profit margin are decided through E-tender process. In open market sales the selling prices are decided on the basis of cost of procurement plus margin of the Company by obtaining approval of the Management.

**Engineering Division:**

Selling rates of Agro Engineering products, through Government Schemes are finalised by state level price fixation committee of State Government. Accordingly the procurement prices / costs plus profit margin are decided through E-tender process.

In open market sales the selling prices are decided on the basis of cost of procurement plus margin of Company after obtaining approval of the Management.

**Animal Feed Division:**

Selling rate of animal feed products are prepared by the division and are approved by the management. Selling rates are arrived after considering the cost components as per the cost sheet prepared by the division. In case of trading, the products are sold at cost plus margin.

**NOGA Division:**

Selling rate of NOGA products are decided by the divisional head and the same gets approved by the management. Selling rate is arrived after considering all the cost components as per the cost sheet prepared by the divisional head. In case of trading, the products are sold at cost plus margin.

For G. P. KAPADIA & Co.  
Chartered Accountants  
Firm's Registration No. 104768W

NIMESH. S. BHIMANI  
Partner  
Membership No. 30547

Place: Mumbai  
Date : 1<sup>st</sup> March, 2019

## **Annexure - III to the Independent Auditor's Report**

### **Annexure to the Independent Auditor's Report of even date on the Standalone Financial Statements of The Maharashtra Agro-Industries Development Corporation Ltd**

#### **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 The Maharashtra Agro-Industries Development Corporation Ltd ('the Company') as of 31<sup>st</sup> March, 2018 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

The 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 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.

#### **Auditors' 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, to the extent applicable to an audit of internal financial controls, 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 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 qualified audit opinion on the Company's internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal

financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

#### **A. Qualified Opinion on adequacy of designing effectiveness of Internal Financial Controls Over Financial Reporting.**

##### **Qualified opinion**

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified in the adequacy of the Company's internal financial controls over financial reporting as at 31<sup>st</sup> March, 2018:

1. The Company has delegation of Authority but does not have manual of Standard Operating Procedure and Risk Control Matrix.
2. The Company does not have an appropriate internal control system for accruing the rebates / discounts on purchases of fertilizers in the appropriate period. The present system results in the rebates / discounts being accounted only at the time of making payment to the supplier. This results in rebates / discounts being accounted in periods subsequent to the period of actual purchases leading to overstatement of purchases and supplier liabilities. Thus, the company follows cash system of accounting.
3. The Company does not have an appropriate internal control system for verifying whether the material booked as purchases based on purchase invoice, is actually received by the Company. This could potentially result in excess booking of purchases and supplier liabilities.

#### **B. Qualified Opinion on operating effectiveness of Internal Financial Controls Over Financial Reporting and unmodified opinion on adequacy of such controls**

##### **Qualified opinion**

According to the information and explanations given to us and based on our audit, the following material weakness has been identified in the operating effectiveness of the Company's internal financial controls over financial reporting as at 31<sup>st</sup> March, 2018:

1. The Company's internal financial controls over extracting age-wise listing of its trade receivables from the system as at the year-end were not operating effectively which could potentially result in the Company not effectively following up with its overdue debtors and also resulting in short/excess provisioning of the trade receivables in its books of the Company.

2. The Company's internal financial controls over adjusting subsidies received from the Government against outstanding trade receivables of the engineering division were not operating effectively which could potentially result in overstatement of trade receivables and subsidy liabilities and incorrect provisioning of doubtful trade receivables.
3. The Company's internal financial controls over obtaining confirmations of supplier balances and reconciling the same were not operating effectively which could potentially result in the Company overstating or understating the supplier balances and also delay in the identification and quantification of the differences, if any, which need to be adjusted in the books. There is no system of obtaining confirmation from government agencies in regards to receivables and payables.
4. The Company's internal financial controls over matching the suppliers outstanding balance maintained in the manual register of the fertilizer division with balances shown in the system were not operating effectively which could potentially result in the Company overstating or understating supplier balances and delay in reconciling and adjusting any differences arising from such reconciliation.
5. The Company's internal financial controls over the fixed assets is weak. The fixed asset balance brought forward from earlier years had unidentifiable credit balance which is clubbed in other asset during the year.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects/possible effects of the material weaknesses described in paragraph A above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and, except for the effects/possible effects of the material weaknesses described in paragraph B above, such internal financial controls over financial reporting were operating effectively as of 31<sup>st</sup> March, 2018, 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.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the 31<sup>st</sup> March, 2018 standalone financial statements of the Company, and these material weaknesses do not affect our opinion on the standalone financial statements of the Company.

For G. P. KAPADIA & Co.  
Chartered Accountants  
Firm's Registration No. 104768W

NIMESH. S. BHIMANI  
Partner  
Membership No. 30547

Place: Mumbai  
Date : 1<sup>st</sup> March, 2019

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE STANDALONE FINANCIAL STATEMENTS OF THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED, MUMBAI FOR THE YEAR ENDED 31 MARCH 2018.**

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The preparation of standalone financial statements of **The Maharashtra Agro Industries Development Corporation Limited, Mumbai** for the year ended 31 March 2018 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act, are responsible for expressing opinion on these financial statements under Section 143 of the Act, based on independent audit in accordance with the standards on auditing prescribed

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the standalone financial statements of **The Maharashtra Agro Industries Development Corporation Limited, Mumbai** for the year ended 31 March 2018 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment up on or supplement to statutory auditor's report under section 143(6)(b) of the Act.

For and on behalf of  
The Comptroller and Auditor General of India

(S. K. Jaipuriyar)  
PRINCIPAL ACCOUNTANT GENERAL

Place: Mumbai  
Date: 05/07/2019

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**BALANCE SHEET AS AT 31st MARCH, 2018**

( ` in lacs)

Particulars	Notes	As At 31.03.2018	As At 31.03.2017
<b>I EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS FUNDS :</b>			
(a) Share Capital	1	550.00	550.00
(b) Reserves and Surplus	2	19003.11	19075.35
		19553.11	19625.35
<b>NON-CURRENT LIABILITIES :</b>			
(a) Other Long-term Liabilities	3	3085.65	3153.14
(b) Long-term Provisions	4	1530.69	1484.06
		4616.34	4637.20
<b>CURRENT LIABILITIES :</b>			
(a) Short-term Borrowings	5	-	1,517.71
(b) Trade Payables	6	29054.87	41394.48
(c) Other Current Liabilities	7	11006.83	13661.58
(d) Short-term Provisions	8	2053.07	1849.37
		42114.77	58423.14
<b>TOTAL</b>		<b>66284.22</b>	<b>82685.69</b>
<b>II ASSETS</b>			
<b>NON-CURRENT ASSETS :</b>			
(a) Fixed Assets			
(i) Tangible Assets	9	2616.86	2073.14
(ii) Intangible Assets	9	2.49	0.23
(iii) Capital Work-in-Progress	9	52.22	24.89
		2671.57	2098.26
(b) Non-Current Investment	10	8630.50	19125.17
(c) Long-term Loans and Advances	11	11980.12	4773.36
(d) Other Non-Current Assets	12	-	-
		20610.62	23898.53



**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
BALANCE SHEET AS AT 31st MARCH, 2018**

(` in lacs)

	<b>Notes</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
<b>CURRENT ASSETS :</b>			
(a) Inventories	13	8561.79	17381.60
(b) Trade Receivables	14	14687.42	25022.16
(c) Cash and Bank Balance	15	16553.66	11692.53
(d) Short-term Loans and Advances	16	357.78	184.70
(e) Other Current Assets	17	2841.38	2407.91
Significant Accounting Policies	27		
Notes to the Financial Statements	28-41		
		43002.03	56688.90
<b>TOTAL</b>		<b>66284.22</b>	<b>82685.69</b>

**Chandrakant Patil**  
Chairman

**Eknath Dawale**  
Director

**Dr. Ashok Karanjkar**  
Managing Director

**Suresh Sonavane**  
Dy. General Manager (F&A)

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

As per our report of even date attached  
For **G. P. KAPADIA & CO.**  
Chartered Accountants  
Firm's Registration No. 104768W

**(N.S. BHIMANI)**  
Partner  
Membership No. 30547

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

(` in lacs)

Particulars	Notes	Year ended 31 March, 2018	Year ended 31 March, 2017
Revenue from Operations	18	59753.65	98879.85
Other Income	19	2879.85	3012.97
<b>Total Revenue</b>		<b>62633.50</b>	<b>101892.82</b>
<b>Expenses</b>			
(a) Cost of Material Consumed	20	11566.43	16737.48
(b) Purchases of Stock-in-Trade	21	36485.70	72337.93
(c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	22	7137.24	1308.40
(d) Employee Benefits Expenses	23	3692.87	3910.67
(e) Finance Costs	24	167.70	175.30
(f) Depreciation and Amortisation	9	154.01	169.46
(g) Other Expenses	25	3426.66	4966.67
<b>Total Expenses</b>		<b>62630.61</b>	<b>99605.91</b>
<b>Profit before Prior Period Items and Tax</b>		<b>2.89</b>	<b>2286.91</b>
Prior Period Items - Debit/(Credit) - (net)	26	(45.77)	(299.56)
<b>Profit before Tax</b>		<b>48.66</b>	<b>2586.47</b>
<b>Tax Expense</b>			
(a) Current Tax		46.00	960.00
(b) Prior Years Tax Adjustment Debit/(Credit)		-	(54.58)
		46.00	905.42
<b>Profit for the Year</b>		<b>2.66</b>	<b>1681.05</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

	<b>Notes</b>	<b>Year ended 31 March, 2018</b>	<b>Year ended 31 March, 2017</b>
<b>Earnings per Equity Share:</b>			
Basic and Diluted Earning per share	40	<b>0.48</b>	<b>305.65</b>
Significant Accounting Policies	27		
Notes to the Financial Statements	28-41		

**Chandrakant Patil**  
Chairman

**Eknath Dawale**  
Director

**Dr. Ashok Karanjkar**  
Managing Director

**Suresh Sonavane**  
Dy. General Manager (F&A)

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

As per our report of even date attached  
For **G. P. KAPADIA & CO.**  
Chartered Accountants  
Firm's Registration No. 104768W

**(N.S. BHIMANI)**  
Partner  
Membership No. 30547

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**

( ` in lakhs)

Cash Flow Statement for the year ended 31st March, 2018		2017-18	2016-2017
<b>A.</b>	<b>Cash Flow from Operating Activities:</b>		
	Net Profit/(loss) before tax	48.66	2586.47
	<i>Adjustment for:</i>		
	Depreciation / Amortisation	154.01	169.46
	Lease Charges	0.52	0.52
	Interest Expenses	167.70	175.30
	(Profit)/Loss on sale of Fixed Assets	1.02	9.75
	Provision for Bad & Doubtful Debts and Advances (net)	47.29	81.01
	Adjustment for grant	(3.71)	(1.40)
	Provision for Obsolete Stock	-	9.51
	Dividend Received	(0.15)	(0.20)
		366.68	443.95
	Operating Profit before working capital changes	415.34	3030.42
	(Increase)/Decrease in Trade and Other Receivables	9832.07	3895.07
	(Increase)/Decrease in Inventories	8819.81	1686.97
	(Increase)/Decrease in Loans and Advances	(6979.67)	903.57
	Increase/(Decrease) in Trade Payables and Other Liabilities	(14687.00)	(11641.30)
		(3014.79)	(5155.69)
	Cash generated from operations	(2599.45)	(2125.27)
	Direct taxes paid (Net of refund)	(622.19)	(827.95)
	<b>Net Cash from/(used) Operating Activities - A</b>	<b>(3221.64)</b>	<b>(2953.22)</b>
<b>B.</b>	<b>Cash Flow from Investing Activities :</b>		
	Purchase of Fixed assets (Net) including Capital WIP	(734.94)	(188.50)
	Proceeds from sale of Fixed Assets	3.32	43.08
	Purchase of Investments	10494.67	(18508.87)
	Dividend Received	0.15	0.20
	<b>Net Cash from Investing Activities - B</b>	<b>9763.20</b>	<b>(18654.09)</b>
<b>C.</b>	<b>Cash Flow from Financing Activities :</b>		
	Dividend Paid	-	(33.29)
	Interest paid	(162.71)	(213.47)
	Short-term Borrowings	(1,517.71)	1,517.71
	<b>Net Cash generated/(used in) from Financing Activities - C</b>	<b>(1680.42)</b>	<b>1270.95</b>
	<b>Net Increase/(Decrease) in Cash - (A+B+C)</b>	<b>4861.14</b>	<b>(20336.36)</b>
	<b>Cash &amp; Cash equivalents at the beginning of the year</b>	<b>11692.52</b>	<b>32028.89</b>
	<b>Cash &amp; Cash equivalents at the end of the year</b>	<b>16553.66</b>	<b>11692.52</b>

Note :-

a) Cash Flow Statement has been prepared based on Indirect Method under Accounting Standard 3 "Cash Flow Statement"

b) Previous year figures regrouped/re-arranged wherever necessary.

Chandrakant Patil  
Chairman

Eknath Dawale  
Director

Dr. Ashok Karanjkar  
Managing Director

Suresh Sonavane  
Dy. General Manager (F&A)

As per our report of even date attached  
For G. P. KAPADIA & CO.  
Chartered Accountants  
Firm's Registration No. 104768W

(N.S. BHIMANI)  
Partner  
Membership No. 30547

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No.1 "SHARE CAPITAL"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Authorised :</b> 8,00,000 Equity Shares of ` 100 each	800.00	800.00
<b>Issued, Subscribed and Paid Up</b> 5,50,000 Equity Shares of ` 100 each fully paid-up	550.00	550.00
<b>Total</b>	<b>550.00</b>	<b>550.00</b>

**Details of Shareholders holding more than 5% Equity Shares:**

Name of Shareholders	As At 31.03.2018		As At 31.03.2017	
	Number of shares held in lakhs	% holding	Number of shares held in lakhs	% holding
Government of Maharashtra	300000.00	54.55	300000.00	54.55
Government of India	250000.00	45.45	250000.00	45.45
<b>Total</b>	<b>550000.00</b>	<b>100.00</b>	<b>550000.00</b>	<b>100.00</b>

**Note No. 2 "RESERVES AND SURPLUS"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>a) Capital Reserve :</b>		
- Capital Reserve from Government of Maharashtra	<b>20.00</b>	<b>20.00</b>
- Grant from Government of Maharashtra		
Opening balance	30.47	31.87
Less : Transferred to Investment Reverse	30.47	
Less : Utilisation during the year	-	1.40
	-	<b>30.47</b>
- Grant from Government Of India		
Opening balance	25.26	28.01
Less : Transferred to Investment Reverse	25.26	-
Less : Written back as Depreciation on Assets during the year (Refer Note No. 9)	-	2.75
	-	<b>25.26</b>
<b>Total (a)</b>	<b>20.00</b>	<b>75.73</b>
<b>b) Investment Subsidy Reserve :</b>		
Balance as per last Balance Sheet (Refer Note No. 10)	<b>20.00</b>	<b>20.00</b>
- Grant from Government Of Maharashtra		
Opening balance	30.47	-
Less : Utilisation during the year	3.71	-
	<b>26.76</b>	-

- Grant from Government Of India		
Opening balance	25.26	-
Less : Written back as Depreciation on Assets during the year (Refer Note No. 9)	(2.75)	-
	<b>22.51</b>	-
<b>Total (b)</b>	<b>69.27</b>	<b>20.00</b>
<b>c) General Reserve :</b>		
Balance as per last Balance Sheet	18979.62	17382.21
Add : Profit for the year	2.66	1681.05
Less : Transferred to/from Surplus	68.44	83.64
<b>Total (c)</b>	<b>18913.84</b>	<b>18979.62</b>
<b>Total</b>	<b>19003.11</b>	<b>19075.35</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 3 "OTHER LONG-TERM LIABILITIES"** ( ` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
Deposits from Customers, Suppliers, Contractors and Other Parties*	3085.65	3153.14
<b>Total</b>	<b>3085.65</b>	<b>3153.14</b>

\* Subject to Confirmation/Reconciliation and in the absence of complete details the same is considered a Long term Liabilities.

\* Includes old outstanding of more than 5 years of ` 360.95 lakhs (P.Y. ` 303.70 lakhs) for which no claim from the parties are on record and which will be considered for write back after due verification.

\* Shown net of debit balances of ` 3.55 lakhs (P.Y. ` 6.55 lakhs) against which credits are yet to be identified.

**Note No. 4 "LONG-TERM PROVISIONS"** ( ` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Provision for Employee Benefits :</b>		
Leave Salary Encashment	1232.34	1268.85
Gratuity	298.35	215.21
<b>Total</b>	<b>1530.69</b>	<b>1484.06</b>

**Note No. 5 "SHORT-TERM BORROWINGS"** ( ` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Secured :</b>		
<b>Overdraft from Bank :</b>		
HDFC Bank	-	1517.71
(Overdraft from bank is secured by hypothecation of fixed deposit)		
<b>Total</b>	<b>-</b>	<b>1517.71</b>

**Note No. 6 "TRADE PAYABLES"** ( ` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Trade Payables :</b>		
a) Micro, Small and Medium Enterprises	1728.80	2892.49
b) Others*	27326.07	38501.99
<b>Total</b>	<b>29054.87</b>	<b>41394.48</b>

\* Trade Payables includes credit balance of various parties of ` 651.52 lakhs (P.Y. ` 755.89 lakhs) lying more than 3 years. These and other trade payable balances are subject to Confirmation/Reconciliation.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 7 "OTHER CURRENT LIABILITIES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Others :</b>		
a) Advances from Government for various schemes*	2044.15	2049.24
b) Unutilised Subsidy (Received from Govt.of Maharashtra) Payable**	1598.01	1741.48
c) Creditors for Capital goods	10.17	10.17
d) Advances Received from Customers***	3764.79	5670.60
e) Advance from Maharashtra Insecticides Ltd. (Wholly owned Subsidiary)	426.74	687.28
f) Interest Payable to Government for various schemes****	2535.77	2535.77
g) Statutory Liabilities*****	20.44	81.61
h) Employee Related Liabilities	2.02	51.87
i) Other Interest Payable*****	51.59	46.60
j) Deposits	21.00	21.00
k) Dividend Payable (including tax on dividend)	-	33.36
l) Other Liabilities*****	532.15	732.60
<b>Total</b>	<b>11006.83</b>	<b>13661.58</b>

\* The Corporation is appointed as Nodal Agency by the Central and State Governments for disbursement of funds for agricultural purposes under different schemes and the unutilised amount is shown as advances from Government for various schemes. Total amount received is ` 29502.25 lakhs (P.Y. ` 29502.25 lakhs) out of which total expenditure incurred is ` 27458.09 lakhs (P.Y. ` 27453.01 lakhs), which is subject to confirmation/reconciliation and also audit by the Government.

\* Excess expenditure incurred against amount received under certain schemes of ` 4.62 lakhs (P.Y. ` 4.62 lakhs) is reduced from the unutilised amounts received under other schemes which is subject to approval from respective Government departments.

\*\* Subject to Confirmation and Reconciliation (Refer Note No. 36).

\*\*\*Includes credit balances of debtors of ` 1275.61 lakhs (P.Y. ` 2597.76 lakhs) which is subject to confirmation/reconciliation. Also includes ` 288.57 lakhs (P.Y. ` 521.15) outstanding for more than 3 years for which no claims from the parties are on record and which will be considered for write back after due verification.

\*\*\*\* Includes interest payable of ` 2535.77 lakhs (P.Y. ` 2535.77 lakhs) to Government for amounts received under various schemes @ 6.5% (P.Y. 6.5%) per annum which is subject to confirmation. Also includes old outstanding of more than 3 years of ` 306.92 lakhs (P.Y. ` 306.92 lakhs) for which no claims are on record and which will be considered for write back after due verification.

\*\*\*\*\* Includes excise duty payable of ` Nil lakhs (P.Y. ` 27.27 lakhs) on closing stock of manufactured goods.

\*\*\*\*\* Includes interest payable of ` 51.59 lakhs (P.Y. ` 46.60 lakhs) to Micro, Small and Medium Enterprises against their outstandings under Micro, Small And Medium Enterprises Development Act, 2006.

\*\*\*\*\* Includes old outstanding of more than 3 years of ` 58.34 lakhs (P.Y ` 60.31 lakhs) for which no claims from the parties are on record and which will be considered for write back after due verification



**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 8 "SHORT TERM PROVISIONS"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>A) Provision for Employee Benefits :</b>		
(i) Bonus	14.27	22.65
(ii) Incentives/Ex-gratia*	281.95	281.95
(iii) VIth Pay Revision	32.02	52.51
(iv) Leave Encashment	222.27	138.89
(v) Gratuity**	800.11	521.41
<b>Total A</b>	<b>1350.62</b>	<b>1017.41</b>
<b>B) Other Provisions :</b>		
(i) VAT Provision	94.79	94.79
(ii) Taxation	278.55	476.50
(iii) CSR Fund***	329.11	260.67
<b>Total B</b>	<b>702.45</b>	<b>831.96</b>
<b>Total (A+B)</b>	<b>2053.07</b>	<b>1849.37</b>

\* Provision for Ex-gratia to employees amounting to ` 147.47 lakhs for F.Y. 2013-14 and ` 134.48 lakhs for F.Y. 2014-15 is subject to approval of the State Government.

\*\* Includes payable to retired employees provided on adhoc basis for the period from 1st January, 2006 to 31st March, 2014 amounting to ` 317.04 lakhs (P.Y. ` 317.04 lakhs)

\*\*\* CSR Fund for F.Y. 2014-15 ` 78.25 lakhs, F.Y. 2015-16 ` 98.78 lakhs, F.Y. 2016-17 ` 83.64 lakhs and F.Y. 2017-18 ` 68.44 lakhs.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 9 Fixed Assets**

(` in lakhs)

Sr. No.	Particulars	GROSS BLOCK					DEPRECIATION /AMORTISATION					NET BLOCK	
		Cost as at 1st April, 2017	Adjustments during the year	Additions during the year	Sales / Adjustments	Cost as at 31st March, 2018	Accumulated up to 1st April, 2017	Provided during the year	Adjustments during the year	Deductions during the year	Accumulated up to 31st March, 2018	As at 31st March, 2018	As at 31st March, 2017
<b>A</b>	<b>Tangible Assets</b>												
1	Land :												
	Freehold	423.91	-	607.74	-	1031.65	-	-	-	-	1031.65	423.91	
	Leasehold	49.44	-	-	-	49.44	13.76	0.52	-	14.28	35.16	35.68	
2	Buildings On Leasehold and Freehold Land *	1661.07	-	18.27	-	1679.34	713.43	36.65	-	750.08	929.26	947.64	
3	Plant and Machinery	1269.20	(0.07)	28.86	9.48	1288.51	988.79	44.62	(0.07)	1024.48	264.03	280.41	
4	Electrical Installation	119.84	(0.04)	2.18	0.29	121.69	97.46	6.54	(0.04)	103.72	17.97	22.38	
5	Furniture and Fittings	121.18	(0.54)	1.48	0.37	121.75	91.91	3.99	(0.54)	94.99	26.76	29.27	
6	Vehicles	425.65	(0.38)	45.37	31.88	438.76	150.30	50.96	(0.38)	172.64	266.12	275.35	
7	Computers	185.52	(3.03)	0.24	1.23	181.50	171.65	3.56	(3.03)	170.97	10.53	13.87	
8	Office Equipments	137.59	0.41	0.95	0.92	138.03	114.34	7.44	0.41	121.29	16.74	23.25	
9	Assets Financed out of	38.62	-	-	-	38.62	17.24	2.74	-	19.98	18.64	21.38	
	Capital Grant (Refer Note 8 below)												
	<b>TOTAL (A)</b>	<b>4432.02</b>	<b>(3.65)</b>	<b>705.09</b>	<b>44.17</b>	<b>5089.29</b>	<b>2358.88</b>	<b>157.02</b>	<b>(3.65)</b>	<b>39.82</b>	<b>2472.43</b>	<b>2616.86</b>	
<b>B</b>	<b>Intangible Assets</b>												
	Computer Softwares	4.82	-	2.51	-	7.33	4.59	0.25	-	4.84	2.49	0.23	
	<b>TOTAL (B)</b>	<b>4.82</b>	<b>-</b>	<b>2.51</b>	<b>-</b>	<b>7.33</b>	<b>4.59</b>	<b>0.25</b>	<b>-</b>	<b>4.84</b>	<b>2.49</b>	<b>0.23</b>	
	<b>TOTAL (A+B)</b>	<b>4436.84</b>	<b>(3.65)</b>	<b>707.60</b>	<b>44.17</b>	<b>5096.62</b>	<b>2363.47</b>	<b>157.27</b>	<b>(3.65)</b>	<b>39.82</b>	<b>2477.27</b>	<b>2619.35</b>	
	Previous Year	4465.23	0.00	189.36	192.86	4461.73	2330.77	172.73	-	140.03	2098.26	2134.46	
	Capital work-in-progress	24.89	-	27.33	-	52.22	-	-	-	-	52.22	24.89	
		<b>24.89</b>	<b>0.00</b>	<b>27.33</b>	<b>-</b>	<b>52.22</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>52.22</b>	<b>24.89</b>	
	<b>GRAND TOTAL</b>	<b>4461.73</b>	<b>(3.65)</b>	<b>734.93</b>	<b>44.17</b>	<b>5148.84</b>	<b>2363.47</b>	<b>157.27</b>	<b>(3.65)</b>	<b>39.82</b>	<b>2477.27</b>	<b>2098.26</b>	

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

- 1) Depreciation provided during the year on Asset financed out of capital grant ` 2.74 lakhs (P.Y. ` 2.74 lakhs) is adjusted to Capital Reserve.
- 2) \* Includes ownership flats (cost ` 16.41 lakhs) In Co-Op Housing Societies / Apartment Owner's Association.
- 3) Plant and Machinery having Gross Block of ` 204.13 lakhs (P.Y. ` 278.96 lakhs) which is not in use. Depreciation on the same is provided on single shift basis.
- 4) Assets having W.D.V. of ` 1 each are not in use and are yet to be discarded having gross block of ` 882.52 lakhs (P.Y. ` 882.52 lakhs).
- 5) Depreciation includes prior period depreciation of Nil ( P.Y. ` 0.30 lakhs)
- 6) Freehold land includes commercial land at Jalgaon, total area 2125 sq. mts., which is reserved in Development Plan of Extended Jalgaon by local Municipal Corporation. Necesssary effect will be gi Compensation is received. Since the DP period has passed 15yrs, Corporation has asked the Municipal Corporation and Govt . to revoke/cancel the said reservation.
- 7) Adjustment in respect of assets financed out of capital grant of Nil (P.Y. ` 365.74 lakhs) represents capital grant received which is adjusted against the additions of such assets.
- 8) Details of Assets Financed out of capital grants:

Sr. No	Particulars	GROSS BLOCK					DEPRECIATION /AMORTISATION					NET BLOCK	
		Cost as at 1st April, 2017	Adjustments during the year	Additions during the year	Sales / Adjustments	Cost as at 31st March, 2018	Accumulated up to 1st April, 2017	Provided during the year	Adjustments during the year	Deductions during the year	Accumulated up to 31st March, 2018	As at 31st March, 2018	As at 31st March, 2017
-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Sugras Factory Chinchwad :-												
	Plant and Machinery	38.62	-	-	-	38.62	17.24	2.74	-	-	19.98	18.64	21.38
	<b>TOTAL</b>	38.62	-	-	-	38.62	17.24	2.74	-	-	19.98	18.64	21.38

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 10 "NON CURRENT INVESTMENT"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>I. IN GOVERNMENT SECURITIES :</b>		
6 Years National Saving Certificates (In the Custody of A.P.O. Authorities)	0.30	0.30
FDR with Commercial Tax Officer Circle Bhopal	0.05	0.05
Term Deposit with Banks	8001.00	18505.57
	<b>8001.35</b>	<b>18505.92</b>
<b>II. IN EQUITY SHARES:</b>		
<b>A) TRADE, UNQUOTED FULLY PAID UP:</b>		
<b>SUBSIDIARIES (WHOLLY OWNED) :</b>		
1,00,000 Equity Shares of Maharashtra Insecticides Ltd., ` 100 each	100.00	100.00
<b>B) OTHER TRADE INVESTMENT:</b>		
25,000 Equity Shares of Maharashtra Organic Manures Co. Ltd., ` 100 each	2500000.00	
1,816 Equity Shares of Southern Pesticides Corporation Ltd., ` 1000 each	1816000.00	
3,62,750 Equity Shares of Bombay Organic Manures Co. Ltd., ` 10 each	3627500.00	
	<u>7943500.00</u>	
Less : Provision for diminution in value of Long Term Investment	5943500.00	20.00
(The Corporation has Investment Subsidy Reserve of ` 20.00 lakhs (P.Y. ` 20.00 lakhs) created in earlier year which is adequate for meeting any further loss on these investments)		20.00
1 Share of Krushak Bharti Co-Op Ltd. of ` 100000 each	1.00	1.00
1,000 Shares of The Co-operative Stores Ltd. New Delhi of ` 10 each	0.10	0.10
14% Cumulative Redeemable Preference Shares of M/s Alliance Agro India (Refer Note No.29 (a))	386.20	386.20
MFFP Morshi (Amravati) Project (Refer Note No. 29 (a))	121.80	111.90
	<b>629.10</b>	<b>619.20</b>
<b>III. OTHER THAN TRADE INVESTMENT : FULLY PAID</b>		
1 Share of Maharashtra State Co-op Bank Ltd. of ` 1000 each	0.01	0.01
1 Share of Sahakari Audyogik Vasahat Ltd. Pachora, Dist Jalgaon of ` 1000 each	0.01	0.01
61 Equity Shares of Co-operative Housing Societies Limited of ` 50 each	0.03	0.03
	<b>0.05</b>	<b>0.05</b>
<b>Total</b>	<b>8630.50</b>	<b>19125.17</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 11 "LONG-TERM LOANS AND ADVANCES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Unsecured, Considered Good unless otherwise specified :</b>	`	`
a) Capital Advance	-	607.74
b) Advances to Agro Advantages* (Considered Doubtful)	230.68	230.68
c) Advances Recoverable in cash or in kind (Includes considered Doubtful of ` 559.01 lakhs (P.Y. ` 583.51 lakhs))	11969.11	4554.06
d) Advances to Employees	0.80	0.86
e) Deposits (Includes considered Doubtful of ` 5.75 lakhs (P.Y. ` 5.75 lakhs))	140.38	141.04
f) Advance Tax (net of provisions)	437.18	58.92
	12778.15	5593.30
Less: - Provision for Doubtful Advances	798.03	819.94
<b>Total</b>	<b>11980.12</b>	<b>4773.36</b>

\* Advance amount paid by the Corporation in organizing Agro Advantage farmers rally in 1998 has not been received from the Government of Maharashtra. Period of over 20 years has elapsed and hence has been provided in full.

**Note No. 12 "OTHER NON CURRENT ASSETS"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Unsecured :</b>	`	`
Claims Receivables (Considered Doubtful)	343.60	321.17
Less: - Provision for Doubtful Advances	343.60	321.17
<b>Total</b>	-	-

**Note No. 13 "INVENTORIES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
	`	`
Consumable Stores	119.50	161.74
Packing Material	108.48	278.20
Raw Material	3917.70	5388.30
Finished Goods - Manufactured	1749.40	6237.99
Finished Goods - Bought-Out	2530.56	5213.74
Other Stocks	161.32	126.80
	8586.96	17406.77
Less: Provision for Obsolete Stock	25.17	25.17
<b>Total</b>	<b>8561.79</b>	<b>17381.60</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 14 "TRADE RECEIVABLE"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Unsecured :</b>		
<b>Debtors Overdue for more than six months</b>		
Considered Good	13698.74	4794.88
Considered Doubtful	1685.99	1639.22
<b>Other Debts :</b>		
Considered Good	988.68	20227.28
	16373.41	26661.38
Less : Provision for Doubtful debts	1685.99	1639.22
<b>Total</b>	<b>14687.42</b>	<b>25022.16</b>

1. Due to system constraints, ageing of debtors cannot be ascertained correctly. Classification of Debtor/Ageing has been worked out to the extent of information available.

2. Trade Receivables includes ` 885.00 lakhs (P.Y. ` 706.98 lakhs) in respect of which the Corporation holds guarantees from Banks.

3. Trade Receivables includes debtors in respect of Engineering Division for which provision has been made without taking into consideration the subsidy received by the Corporation from the State Government in the absence of availability of necessary intimations from the concerned authorities.

4. TDS deducted by the debtors aggregating to ` 76.75 lakhs (P.Y. ` 76.75 lakhs ) lying in credit as on 31.3.2018 in the books of the Corporation, has not been adjusted against trade receivables while making provision for doubtful receivable since party-wise break-up of such TDS deducted is not available with the Corporation.

**Note No. 15 "CASH AND BANK BALANCES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>a) CASH AND CASH EQUIVALENT :</b>		
<b>i) Cash on hand</b>	-	-
<b>Total (A)</b>	-	-
<b>b) OTHER BANK BALANCES :</b>		
<b>i) Term Deposit with Bank :</b>		
Maturity Period more than 3 Months and upto 1 year (Includes Rs. 5000.00 lakhs (P.Y. 5000) on lien with bank against overdraft facility)	15385.85	10193.58
<b>ii) IN CURRENT ACCOUNTS</b>	495.25	277.72
<b>iii) IN COLLECTION ACCOUNTS :</b>	787.77	1507.22
Remittances-in-transit (Including old of ` 2.94 lakhs (P.Y. ` 2.94 lakhs) yet to be received)	3.01	13.49
	16671.88	11992.01
Less: Credit Balance in current accounts	118.27	299.54
<b>Total (B)</b>	<b>16553.61</b>	<b>11692.47</b>
<b>c) BALANCE WITH NON-SCHEDULED BANKS :</b>		
<b>i) IN CURRENT ACCOUNTS :</b>		
Sindhudurg Dist. Central Co-op Bank Ltd Maximum Balance of ` 0.04 lakhs (P.Y. ` 0.04 lakhs)	0.05	0.05
<b>ii) IN COLLECTION ACCOUNTS :</b>		
Yavatmal D.C.C. Bank (Maximum debit balance of ` Nil lakhs (P.Y. ` 0.01 lakhs)	-	0.01
<b>Total (C)</b>	<b>0.05</b>	<b>0.06</b>
<b>Total (A+B+C)</b>	<b>16553.66</b>	<b>11692.53</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 16 "SHORT-TERM LOANS AND ADVANCES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
a) Unsecured, Considered Good :		
Loans and Advances to Employees and Others	331.38	159.70
b) Prepaid Expenses	23.79	21.84
c) Balances with Government Authorities :		
i) P.L.A. A/c	2.58	2.59
ii) Modvat Credit	0.03	0.57
	2.61	3.16
<b>Total</b>	<b>357.78</b>	<b>184.70</b>

**Note No. 17 "OTHER CURRENT ASSETS"**

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Unsecured, Considered Good :</b>		
a) Interest Receivables*	2769.78	1756.21
b) Claims Receivables	40.27	444.46
c) Other Receivable	31.33	207.24
d) Assets held for Disposal**	-	-
<b>Total</b>	<b>2841.38</b>	<b>2407.91</b>

\* Includes ` 1542.77 lakhs (P.Y. ` 1597.90 lakhs) interest accrued on fixed deposits.

\*\* The Assets held for Disposal amounts to ` 113.90 (P.Y.

` 140.90)

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 18 "REVENUE FROM OPERATIONS"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>Sales</b>	`	`
<b>A) Manufacturing Products :</b>		
Fertilizer	18976.75	21899.58
Agro Engineering	117.68	247.84
Processed fruits and vegetables	558.01	734.75
	19652.44	22882.17
Less : Excise Duty	4.40	187.04
<b>Total A</b>	<b>19648.04</b>	<b>22695.13</b>
<b>B) Bought-Out Products</b>		
<b>:</b>		
Animal Feed	338.17	448.94
Fertilizer	29956.59	28656.83
Agro Engineering	7890.82	36303.69
Pesticides	1840.21	10613.62
Other Sales	79.82	161.64
<b>Total B</b>	<b>40105.61</b>	<b>76184.72</b>
<b>Total (A+B)</b>	<b>59753.65</b>	<b>98879.85</b>

1) Sales shown above are net of Trade discount of ` 567.41 lakhs (P.Y. ` 941.70 lakhs).

2) Sales shown net of VAT/GST.



**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Sales break up**

<b>Items</b>	<b>2017-18 Value</b>	<b>2016-17 Value</b>
<b>1) Manufactured products</b>	\	\
Animal Feeds	-	-
Fertilizers	18976.75	21899.58
Agro Engineering	117.68	247.84
Processed fruits and vegetables	558.01	734.75
	<b>19652.44</b>	<b>22882.17</b>
<b>Less :- Excise Duty</b>	<b>4.40</b>	<b>187.04</b>
<b>Total (A)</b>	<b>19648.04</b>	<b>22695.13</b>
<b>2) Bought-Out Products</b>		
Fertilizers	29682.40	26641.15
Gypsum	0.50	19.65
Micronutrient	80.85	1577.89
Bio Fertilizers	192.84	366.35
IWMP Kits	-	51.79
Pesticides	1840.21	10613.62
Animal Feed	338.17	448.94
Agro Engineering	7890.82	36303.69
Others	79.82	161.64
<b>Total (B)</b>	<b>40105.61</b>	<b>76184.72</b>
<b>Total (A+B)</b>	<b>59753.65</b>	<b>98879.85</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 19 "OTHER INCOME"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>a) Interest Income :</b>		
From Customers	23.31	14.42
On Advance to Employees	0.36	6.88
On Investment (Deposit With Bank) (Net of Interest Paid ` Nil lakhs (P.Y. ` 120.15 lakhs) on Unutilised amount received from Government under various Scheme)	2146.75	2171.42
On Other Deposits	1.03	1.10
On Sales Tax Refund	-	342.61
Others	2.66	0.02
<b>Total A</b>	<b>2174.11</b>	<b>2536.45</b>
<b>b) Rent Received :</b>		
From Office Premises	20.50	25.65
From Residential Buildings	2.50	3.95
From Godown	26.27	11.06
Others	26.98	59.69
<b>Total B</b>	<b>76.25</b>	<b>100.35</b>
<b>c) Other Income :</b>		
Cash Discount Received on Purchases	472.24	158.32
Dividend Received	0.15	0.20
Other Receipts**	151.62	189.16
Profit on Sale of Fixed Assets (net)	5.27	-
Sundry Balances Written Back	0.21	28.49
<b>Total C</b>	<b>629.49</b>	<b>376.17</b>
<b>Total (A+B+C)</b>	<b>2879.85</b>	<b>3012.97</b>

\*\* Includes inspection charges of ` 71.20 lakhs (P.Y. ` 154.49 lakhs) prior to delivery which is purely a reimbursement of expenses incurred by the Corporation. Therefore this has been shown as other income and not as service income since Corporation has not provided any service to the parties.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 20 "COST OF MATERIAL CONSUMED"**

(` in lacs)

<b>Particulars</b>	<b>Year ended 31.03.2018</b>	<b>Year ended 31.03.2017</b>
Opening Stock	5388.30	5941.58
Add : Purchases	10095.83	16184.20
Less : Closing Stock	15484.13	22125.78
	3917.70	5388.30
<b>Total</b>	<b>11566.43</b>	<b>16737.48</b>

**Raw materials consumed breakup**

<b>Items</b>	<b>2017-18</b>	<b>2016-17</b>
	<b>` in lacs</b>	<b>` in lacs</b>
Murate of potash	1863.70	2971.42
Dia Ammonium Phosphate	7019.91	9996.27
Urea	1407.50	2003.58
SSP non K.U.	639.45	953.09
Dolomite	172.75	256.90
Agro Engineering	96.24	167.33
Sugar	122.20	151.13
Processed fruits and vegetables	56.94	141.06
Others	187.74	96.70
<b>Total</b>	<b>11566.43</b>	<b>16737.48</b>

All raw material consumed are of indigenous in current year as well as in previous year.

**Note No. 21 "PURCHASE OF STOCK-IN-TRADE"**

(` in lacs)

<b>Particulars</b>	<b>Year ended 31.03.2018</b>	<b>Year ended 31.03.2017</b>
Fertilizers	26779.74	25456.44
Pesticides	1672.70	3943.23
Feed	316.86	411.09
Agro Engineering	7661.28	34955.28
Bio-Fertilizers	28.99	335.89
Gypsum	14.56	18.66
Micro Nutrient	0.05	1379.26
Bio-Pest	-	5789.11
IWMP Agril Kits	11.52	48.97
<b>Total</b>	<b>36485.70</b>	<b>72337.93</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Purchases of Stock-in-Trade breakup**

<b>Purchases</b>	<b>2017-18 Value</b>	<b>2016-17 Value</b>
Fertilizers	26779.74	25456.44
Gypsum	14.56	18.66
Micronutrient	0.05	1379.26
Bio Fert.	28.99	335.89
IWMP Agril Kits	11.52	48.97
Pesticides (Including formulation charges)	1672.70	9732.34
Animal Feed	316.86	411.09
Agro Engineering products	7661.28	34955.28
<b>Total</b>	<b>36485.70</b>	<b>72337.93</b>

**Note No. 22 "CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-  
IN-PROGRESS AND STOCK-IN-TRADE"**

(` in lacs)

<b>Particulars</b>	<b>Year ended 31.03.2018</b>	<b>Year ended 31.03.2017</b>
<b>Inventories at the end of the year :</b>		
Finished Goods	1749.40	6237.99
Stock-in-trade	2691.88	5340.53
(Include old gunny bags for sale of ` 126.80 lakhs (P.Y. ` 150.75 lakhs)	4441.28	11578.52
<b>Inventories at the beginning of the year :</b>		
Finished Goods	6237.99	6791.36
Stock-in-trade	5340.53	6046.46
	11578.52	12837.82
Excise duties on increase/(decrease) of finshed goods	-	49.11
<b>Net (Increase)/Decrease in Inventories</b>	<b>7137.24</b>	<b>1308.41</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Opening Stock breakup**

Items	2017-18 Value	2016-17 Value
<b>Finished goods</b>		
<b>1. Manufactured products</b>		
Granulated Fertilizers	6025.91	6575.54
Agro Engineering products	119.45	84.72
Processed fruits and Vegetables	92.63	131.10
<b>Total A</b>	<b>6237.99</b>	<b>6791.36</b>
<b>2. Purchased products</b>		
Fertilizers	4950.97	5717.70
Pesticides	136.51	36.26
Agro Engineering Products	126.25	140.83
Others	126.80	151.67
<b>Total B</b>	<b>5340.53</b>	<b>6046.46</b>
<b>Total (A+B)</b>	<b>11578.52</b>	<b>12837.82</b>

Opening stock is net after adjusting shortage/excess, samples, own consumption and stock written off.

**Closing stock breakup**

Items	2017-18 Value	2016-17 Value
<b>1. Manufactured products</b>		
Granulated Fertilizers	1566.39	6025.91
Agro Engineering products	110.23	119.45
Processed fruit and Vegetable	72.78	92.63
<b>Total (A)</b>	<b>1749.40</b>	<b>6237.99</b>
<b>2. Purchased products</b>		
Fertilizers	2170.61	4950.97
Pesticides	229.96	136.51
Agro Engineering products	101.00	126.25
Others	190.31	126.80
<b>Total (B)</b>	<b>2691.88</b>	<b>5340.53</b>
<b>Total ( A+B )</b>	<b>4441.28</b>	<b>11578.52</b>

Closing stock is net after adjusting shortage/excess, samples, own consumption and stock written off.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 23 "EMPLOYEES BENEFITS EXPENSES"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>REMUNERATION TO MANAGING DIRECTOR :</b>		
Salary	17.31	20.85
Leave Salary Contribution	0.32	0.42
Pension Contribution	-	0.76
	17.63	22.03
<b>REMUNERATION TO EMPLOYEES :</b>		
Salary, Wages and Bonus*	2737.59	2995.59
Contribution to Provident Fund and Other Funds	292.67	309.62
Gratuity	541.83	448.67
Welfare Expense	98.53	133.75
Staff Training Expenses	4.62	1.00
	3675.24	3888.63
<b>Total</b>	<b>3692.87</b>	<b>3910.66</b>

\* Include provision for Ex-gratia/ Bonus ` 3.90 lakhs (P.Y. ` 12.29 lakhs)

**Note No. 24 "FINANCE COSTS"**

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>Interest Expenses on :</b>		
On Overdraft from Bank	83.50	1.76
On Deposit	18.10	16.06
On Income Tax	0.21	66.19
On Other Loan	65.89	91.29
(Including interest paid to subsidiary company of ` 59.98 lakhs (P.Y. ` 72.76 lakhs))		
<b>Total</b>	<b>167.70</b>	<b>175.30</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 25 "OTHER EXPENSES"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>Manufacturing Expenses :</b>		
Stores and Spares Consumed*	184.89	234.74
Packing Material Consumed*	474.57	630.24
Power and Fuel Consumption	103.12	131.20
Water Charges	11.29	9.65
Processing Charges and Other Manufacturing Expenses	345.95	481.48
<b>Repairs and Maintenance :</b>		
Plant and Machinery	15.33	16.97
Buildings	135.47	94.54
Other Assets	18.77	25.27
<b>Selling Expenses :</b>		
Rebates / Discount	182.50	166.02
Commission Paid	9.40	25.70
Advertisement and Publicity	22.40	196.77
Carriage Outward and Other Expenses	395.69	475.00
<b>Establishment Expenses :</b>		
Rent	109.79	568.75
Rates and Taxes	81.12	352.90
Lease Charges	0.52	0.52
Printing and Stationery	26.25	73.87
Postage and Telephone	24.99	32.09
Insurance Charges	30.55	85.64
Vehicle Expenses	85.29	94.43
Bank Charges	1.27	1.15
Legal and Professional Charges	50.13	47.68
Agricultural Research and Development Expenses	2.78	4.86
<b>Travelling and Conveyance :</b>		
Managing Director	1.16	5.71
Director	0.88	0.13
Others	47.51	55.06
<b>Remuneration to Auditors :</b>		
Audit Fees	4.50	3.22
Reimbursement of Expenses	2.06	1.25
<b>Other Office Expenses :</b>		
Loss on sale of Fixed Assets (net)	1.02	9.75
Provision for Obsolete Stock	-	9.51
Other Expenses	1008.19	1045.75
Bad Debts Written-Off	1.98	1.34
Sundry Balance Written-Off	-	0.05
Provision for Bad & Doubtful Debts and Advances (net)	47.29	85.43
<b>Total</b>	<b>3426.66</b>	<b>4966.67</b>

\* All material consumed are of indigenous in current year as well as in previous year.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 26 "PRIOR PERIOD ITEMS"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>Expenses :</b>		
VAT	1.61	-
Purchase	-	1.29
Income Tax	1.01	-
Other Office Expenses	0.42	-
<b>Total A</b>	3.04	1.29
<b>Income :</b>		
Sales	-	81.92
Excess Provision of Bonus	0.50	-
Purchase	46.12	160.99
Welfare Expenses	0.00	1.50
Others	2.19	56.44
<b>Total B</b>	48.81	300.85
<b>Total (A+B)</b>	<b>(45.77)</b>	<b>(299.56)</b>



**NOTE NO: - 27**

**SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2018**

**I) GENERAL**

- a) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013 as adopted consistently by the Company.
- b) The Company generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis except in those cases where there is significant uncertainty.

**II) INVENTORY VALUATION:**

**Inventories have been valued on the following basis:**

<b>Particulars</b>	<b>Valuation Basis</b>
Raw Materials Packing Materials	Average cost or net realizable value, whichever is lower.
Finished goods (manufactured)	At weighted average cost or net realizable value, whichever is lower.
Traded goods	At weighted average cost or net realizable value, whichever is lower.
Semi-finished goods	At average cost.
Consumable stores and loose tools	At average cost.
Used gunny bags and other stock	At estimated value or on the basis of tenders if and when invited.
The stock of finished products for reformulation/reprocessing	At approximate average cost reduced by value of estimated reduction in terms of quality/ ingredients.

**III) FIXED ASSETS:**

Fixed assets are stated at historical cost, including other expenses for acquisition, installation and registration.

**IV) DEPRECIATION:**

**Tangible assets:**

Depreciation is provided on the assets on their original costs up to their net residual value estimated at 5% of the original cost, pro-rata to the period of use on the straight-line method, over their estimated useful life. Estimated useful life is as per Schedule II to the Companies Act, 2013. Assets individually costing upto ` 5000 are fully depreciated in the year of purchase.

**Intangible assets:**

Software costs are amortized equally over a period of five financial years.

Leasehold land is amortized over a primary period of lease.

**V) 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 sales are recognized when the property in goods & significant risks & rewards relating thereto are transferred to the buyer.

**VI) SALES:**

Sales are net of VAT/GST Sales are recorded net of trade discounts, quantity rebates and excise duties. Sales do not include inter divisional transfers.

**VII) PURCHASES:**

Purchases of Complexes and Straight fertilizers for trading purpose are accounted for on the basis of lifting certificates.

**VIII) EXCISE AND CUSTOM DUTY:**

CENVAT credit of Excise Duty is accounted for by reducing the purchase cost of the related Raw material. Excise Duty liability on goods manufactured but not cleared has been provided for where ever is applicable.

**IX) INCOME AND EXPENDITURE ACCOUNTING:**

- a) Except Government Subsidy, Insurance premium, and Lease charges on leasehold land, all material income and expenses are accounted for on accrual basis.
- b) Insurance claim in respect of traded goods is credited to purchase account. Insurance claim in respect of raw materials, manufactured goods and other items is shown under other income in the year in which the event occurs and the claim is lodged. Difference if any, on final settlement of the claim is accounted in the accounting year in which the final settlements take place.

**X) INVESTMENTS:**

Long Term Investments are stated at cost. Provision for diminution in the value of Long-term investments is made if any, needed.

**XI) RETIREMENT BENEFITS:**

Retirement benefits are dealt with in the following manner: -

- a) Contributions to Provident, Superannuation and Gratuity Funds are made to recognized funds and charged to Profit and Loss Account.
- b) The liability towards gratuity in respect of its employees is provided on the basis of actuarial valuation and is met through a funded scheme managed by the Life Insurance Corporation of India (LIC).
- c) Leave encashment benefits payable to employees are accounted for on the basis of an actuarial valuation.

**XII) RESEARCH AND DEVELOPMENT EXPENDITURE:**

Revenue expenditure is charged to Statement of Profit and Loss and Capital expenditure is added to the cost of Fixed Assets in the year in which it is incurred.

**XIII) GOVERNMENT GRANTS:**

Capital grants relating to specific assets are reduced from the gross value of the Fixed Assets and Capital grants for project Capital subsidy are credited to Capital Reserve, Other revenue grants are credited to Statement of Profit and Loss or deducted from the related expenses.

**XIV) PROVISION FOR BAD AND DOUBTFUL DEBTS:**

The Company has made provision for bad and doubtful debt as under -

100% for debtors outstanding for a period exceeding three years.

25% for debtors outstanding for a period exceeding two years.

10% for debtors outstanding for a period exceeding one year.

In addition to above, each case is individually examined and if found that it is doubtful of recovery, irrespective of age, 100% provision is made.

**XV) PRIOR PERIOD ITEMS:**

Items of Income and Expenditure, which relate to prior accounting periods, are accounted in the Profit and Loss Account under the head "Prior Years Adjustments" other than those occasioned by events occurring during or after the close of the year and which are treated as relatable to the current year.

**XVI) CURRENT ASSETS:**

Current Assets, Loans and Advances stated in the Balance Sheet are recoverable except Doubtful Debtors and Advance to which provision has been made.

**XVII) CONTINGENT LIABILITIES:**

Contingent Liabilities as defined in Accounting Standard-29 are disclosed by way of notes of accounts.

**XVIII) TAXES ON INCOME:**

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is not recognized due to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2018**

**28) CONTINGENT LIABILITIES NOT PROVIDED FOR:**

- a) Capital commitments not provided for ` 585.00 lakhs(Previous Year ` 435.66lakhs)
- b) Claims against the Company not acknowledged as debts ` 63.91lakhs (Previous Year ` 63.91lakhs).
- c) Sales Tax Demand of ` 605.29 lakhs(Previous Year ` 374.87lakhs) disputed by the Company.
- d) Disputed Income Tax demands of ` 362.35lakhs (Previous Year ` 362.35lakhs).

**29(a)** The Government of Maharashtra had appointed the Company as a nodal agency for erection of two multi fruit processing plants at Katol and Morshi.

Out of these two plants, Katol plant had been handed over to M/s Alliance Agro India Ltd. as per Government orders and M/s Alliance Agro India Ltd. issued 14% Cumulative Redeemable Preference Shares of ` 386.20 lakhs to the Company against its share.

Dividend on the above preference shares have not been received or accounted for since its issue and will be accounted for if and when received. The Company has filed winding up petition against M/s Alliance Agro India Ltd. before Hon'ble High Court on 06.08.2010. The Hon'ble High Court has appointed Official Liquidator on 02.08.2012 to dispose-off the property. However, as per the directives given by Government of Maharashtra, the Katol project is to be taken back from the Official Liquidator. The Company has filed an application for the same to Hon'ble High Court, which is pending.

Pending clarity on the assets available to the Company, no impairment on this investment has been recognized in the financial statements.

The Company has spent an amount of ` 121.80 lakhs(Previous Year ` 111.90lakhs)(net of adjustments) on Morshi project. The same has been shown as investment. During the year, the Morshi plant has been let out for operations to M/s Maha Orange Nagpur on experimental basis for a period of 3 years commencing from February, 2017.The details of the Land, Building Plant & Machinery and Other assets not available with the company.

**(b)** Godown constructed at Butibori Food Park was given on rent to a party. In the year 2011-12 the Company found that the party was using the premises for unpermitted activity and served lease termination notice on the party.

The Party has challenged this termination notice in High Court of Bombay and continues to occupy the premises.

Arbitration proceedings have been launched by the Company against the party claiming an amount of ` 102.97 lakhs(Previous Year ` 102.97 lakhs) plus interest thereon at 24% p.a. on account of illegal use of godown, loss suffered due to damage to approach road, damages on failure to vacate the premises and recovery of charges. The Company has not accounted for these receivables as they are contingent in nature depending on the outcome of the arbitrations. Further rent receivable for occupation of premises from date

of arbitration upto 31<sup>st</sup> March 2018, has not been accounted being contingent in nature depending upon the outcome of the arbitrations.

- (c) Under the Prime Ministers Special Package for Vidharbh Region of Maharashtra, Government of India has sanctioned setting up of Fodder Block manufacturing plants at Yavatmal at an estimated project cost of ` 85.00lakhs. An amount of ` 74.37 lakhs is received from Government of Maharashtra and Government of India for the project. Machineries had been erected and trial production taken but commercial production was not started due to poor demand. Total capital expenditure incurred of ` 47.27 lakhs(Previous Year ` 43.56lakhs) has been capitalized. The balance amount of the subsidy of ` 26.75 lakhs (Previous Year ` 30.81lakhs) is payable. However, the balance unutilized amount is shown as Government grant under Capital Reserve.
- (d) The Company has received a claim for ` 206.18 lakhs (Previous Year ` 206.18 lakhs) in earlier year from Maharashtra State Road Transport Corporation Limited (MSRTC) for transportation arrangements of farmers during Agro Advantage, 1998 event. The claim has been rejected by the Company and the same has been conveyed to MSRTC.
- 30) The Company held leasehold land at Goregaon, Mumbai where original lease period has expired. The Company opted to purchase the land for ` 607.74 lakhs which was shown as capital advance in the previous year. On the receipt of Collector's letter sanctioning the purchase, the same has been capitalized and shown as Freehold Land.
- 31) Other current liabilities includes subsidy received from the Government of Maharashtra of `1598.01 lakhs (Previous Year ` 1741.48 lakhs) being subsidy received against sale of agricultural engineering products to farmers. The reconciliation and adjustments of the same against amounts due lying in debtors is in progress pending receipt of necessary documentation from the sanctioning authorities.
- 32) Disclosures relating to post employment benefits  
i)In accordance with Accounting Standard 15–Employee Benefits (Revised), the Company has classified the various post employee benefits provided to the employees as under:

(` in lakhs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>I. Defined contribution plans</b>		
a. Provident fund		
b. Superannuation fund		
c. State defined contribution plans:		
-Employers Contribution to Employees State Insurance Scheme		
-Employers Contribution to Employees Pension Scheme 1995		
During the year, the Company has recognized the following amounts in the statement of profit and loss account		
-Employers contribution to provident fund	211.05	220.15

-Employers contribution to superannuation fund		-
-Employers contribution to employees state insurance	3.52	2.74
-Employers contribution to Employees Pension Scheme 1995	73.19	81.53
<b>II. Defined benefit plans</b>		
i) Gratuity scheme		
Contributions to the Gratuity trust fund are paid by way of premium under Group Gratuity cum Term Assurance Policy with Life Insurance Corporation of India (LIC). In accordance with Accounting Standard 15(Revised), actuarial valuation was performed in respect of the aforesaid defined benefit plan based on the following assumptions:-		
Discount rate (per annum)	7.50%	7.50%
Rate of increase in compensation levels	8.00%	8.00%
Rate of return on plan assets (for funded scheme)	6.07%	6.07%
The estimates of future increase in compensation levels takes into account the inflation, seniority, promotion and other relevant factors.		
<b>A. Changes in the present value of obligation</b>		
Present value of obligation as at beginning of the year	2440.07	2877.64
Interest cost	166.63	190.05
Current service cost	105.97	65.24
Benefits paid	(436.64)	(1004.02)
Actuarial (gain) / loss on obligations	13.69	311.15
Present value of obligation as at end of the year	2705.52	2440.07
<b>B. Changes in the fair value of plan assets</b>		
Present value of plan assets at beginning of the year	2047.28	2246.34
Expected return on plan assets	124.89	105.93
Actuarial gains and (losses)	14.91	30.49
Contributions	173.66	668.54
Benefits paid	436.64	1004.02
Fair value of plan assets at end of the year	1924.10	2047.28
<b>C. Amount recognized in the balance sheet</b>		
Present value of obligation as at end of the year	2705.52	2440.07
Fair value of plan assets as at the end of the year	1924.10	2047.28
(liability) / asset recognized in the balance sheet	(781.42)	(392.79)
<b>D. Expenses recognized in the statement of profit and loss</b>		
Current service cost	105.97	65.24
Past Service Cost	-	-
Interest cost	166.63	190.05
Expected return on plan assets	(124.89)	(105.93)
Net actuarial (gain) / loss recognized in the period	28.59	280.67
Total expense recognized in statement of profit and loss for current period	562.29	430.03

ii) Leave Encashment:

The Company has been accounting for provision on account of leave encashment for existing employees on retirement based on actuarial valuation. During the year, Company has accounted expense of `187.58 lakhs (Previous Year `194.28lakhs) against such liability.

**33)** The Company has not appointed Company Secretary as required by the Companies Act, 2013. Three meeting of Board of Directors has been held as against the four meetings during the year under audit.

**34) Segment Reporting**

There are primary reportable segments under Accounting Standard 17 issued by ICAI viz. Fertilizers, Pesticides, and Agro-Engineering. Animal Feed and Processed fruits and Vegetables (NOGA). The segmental information is given in Appendix I.

**35) A) Names of the related parties and relationship**

a) Wholly owned Subsidiary: - The Maharashtra Insecticides Limited

b) Key Management Personnel:

i) Shri Ashok Karanjkar I.A.S. Managing Director.

**B) (i) Related Party Transactions with wholly owned subsidiary:-**

<b>Particulars</b>	<b>Current year (` in lakhs)</b>	<b>Previous year (` in lakhs)</b>
Purchase of goods	1666.02	2515.73
Interest paid	59.98	72.76
Procurement exp. Reimbursed by MIL		-
Reprocessing charges		-
<b>Outstanding Balances:</b>		
Loans / Advances Payable	426.74	687.28
Sundry Creditors	0.00	255.88

**ii) Remuneration to Managing Director**

<b>Particulars</b>	<b>Current Year (` in lakhs)</b>	<b>Previous Year (` in lakhs)</b>
Salaries	17.31	20.85
Leave salary	0.32	0.42
Pension contribution	0.00	0.76

**36)** The debit/credit balances of Sundry Debtors, Sundry Creditors, Loans and Advances are subject to reconciliations/confirmations.

**37)** The Company does not have a process of getting balance confirmation from suppliers and reconciling the same including major balances in respect of its Fertilizer Division.

Adjustment entries, if any, will be passed as and when the reconciliations are taken up and completed.

- 38)** The Company has yet to assess for impairment for non-use, its assets at Single Super Phosphate plants at Jalna and at Rasayani, Processed Fruits and Vegetables plant at Motibaug Nagpur. Pending such assessment, no provision has been made for impairment of these assets as prescribed by AS-28 issued by ICAI.

**39) Disclosure for operating leases under Accounting Standard 19- "Leases"**

(To the extent information available with the Company)

(` in lakhs)

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
Disclosure in respect of the agreements entered into after 1st April, 2001 for taking on lease and license / under operating leases the residential / office premises and warehouses, including furniture and fittings therein, as applicable, and machinery, is given below:		
1) Lease payment recognized in the Profit and Loss Account for the year.	-	453.83
2)i) Under some of the agreements, refundable Interest free deposits have been given.	-	-
ii) Agreement do not provide for increase in rent.	-	-
iii) Some of the agreements provide for early termination by either party with a notice period, which varies from 15 days to 3 months.	-	-
Iv) Some of the agreements contain a provision for its renewal.	-	-
3) Minimum lease payments under the agreements, which are non-cancelable, are as follows:		
i) Not later than one year	-	-
ii) Later than one year and not later than five years.	(Not ascertained)	(Not ascertained)
4) Lease payment Received – recognized in the Profit & Loss Account	76.25	100.35
Disclosure in respect of Plant and Machinery owned by the Company and given on operating lease after 1st April, 2001:		
Included in Plant and Machinery in Note 9 - Fixed Assets, in respect of the aforesaid Plant and Machinery:		
Gross carrying amount as at the year end	Nil	Nil
Accumulated depreciation as at the year end	Nil	Nil
Depreciation for the proportionate period the Plant and Machinery is given under operating lease.	Nil	Nil

**40) Earnings per Share**

The Company does not have any outstanding dilutive potential equity shares.

Consequently, the basic and diluted earnings per share remain the same.



<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
a) Profit After Tax ( ` in lakhs)	2.66	1681.05
b) No. of Shares	550000	550000
c) Basic and Diluted EPS	0.48	305.65

- 41)** Previous year's figures are re-grouped and re-classified wherever necessary to make the same comparable with the figures of the current year.

**Chandrakant Patil**  
Chairman

As per our report of even date attached  
**For G. P. KAPADIA & CO.**  
Chartered Accountants  
Firm's Registration No. 104768W

**Eknath Dawale**  
Director

(N.S. BHIMANI)  
Partner  
Membership No. 30547

**Dr. Ashok Karanjkar**  
Managing Director

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

**Suresh Sonavane**  
Dy. General Manager (F&A)

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

**Appendix I**  
**Disclosure of Primary Business Segments 2017-18**

	FERTILIZERS		PESTICIDE		AGRO-ENGG.		ANIMAL FEED		NOGA		UNALLOCATED		TOTAL	
	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year
<b>REVENUE</b>														
External Sale	49005.03	50543.78	1840.21	10613.62	8010.10	36552.86	338.39	448.94	559.92	720.65	-	0.00	59753.65	98879.85
Other Income	480.65	161.13	(4.59)	3.22	91.98	178.69	37.09	(0.58)	0.30	0.04	2274.42	2670.47	2879.85	3012.97
<b>Total Revenue</b>	<b>49485.68</b>	<b>50704.91</b>	<b>1835.62</b>	<b>10616.84</b>	<b>8102.08</b>	<b>36731.55</b>	<b>375.48</b>	<b>448.36</b>	<b>560.22</b>	<b>720.69</b>	<b>2274.42</b>	<b>2670.47</b>	<b>62633.50</b>	<b>101892.82</b>
<b>RESULT</b>														
Segment Result	2006.90	2905.77	225.99	889.84	226.38	1214.20	(4.30)	(71.57)	(565.07)	(472.74)		-	1889.90	4465.50
Less : Unallocated corporate exp.											1707.17	2178.59	1707.17	2178.59
Operating Profit	2006.90	2905.77	225.99	889.84	226.38	1214.20	(4.30)	(71.57)	(565.07)	(472.74)	(1707.17)	(2178.59)	182.73	2286.91
Prior Period (Income) /Expense	23.69	(226.95)	0.00	1.29	66.23						(44.15)	(73.90)	45.77	(299.56)
Miscellaneous Expenditure													-	-
Profit/(Loss) before Tax	1983.21	3132.72	225.99	888.55	160.15	1214.20	(4.30)	(71.57)	(565.07)	(472.74)	(1751.32)	(2252.49)	48.66	2586.47
Income Tax provision											46.00	960.00	46.00	960.00
Balance b. f from last year	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess / (Short) provision for Income tax ( earlier years)											-	(54.58)	-	(54.58)
<b>Net Profit/(Loss)</b>	<b>1983.21</b>	<b>3156.73</b>	<b>225.99</b>	<b>888.54</b>	<b>160.15</b>	<b>1214.17</b>	<b>(4.30)</b>	<b>(71.44)</b>	<b>(565.07)</b>	<b>(490.83)</b>	<b>(1797.32)</b>	<b>(2927.13)</b>	<b>2.66</b>	<b>1681.05</b>
<b>OTHER INFORMATION</b>														
Segment Assets	27082.09	29737.28	1208.49	4423.62	4519.70	9246.24	246.02	189.59	810.00	966.82	32417.92	38122.14	66284.22	82685.69
Segment Liabilities	26509.94	27160.14	1332.58	4373.67	8587.35	17834.93	142.99	103.42	238.46	198.58	9919.79	13128.93	46731.11	62799.67
Capital Expenditure	68.05	-	-	-	0.00	0.00	-	0.00	1.30	6.29	665.59	183.07	734.94	189.36
Depreciation	49.36	60.18	-	-	4.51	5.34	4.01	5.48	18.99	16.35	77.14	82.11	154.01	169.46

# **Consolidated Accounts**

## INDEPENDENT AUDITOR'S REPORT

**To the Members of The Maharashtra Agro-Industries Development Corporation Ltd.**

### **Report on the Consolidated Financial Statements**

We have audited the accompanying consolidated financial statements of The Maharashtra Agro-Industries Development Corporation Ltd. (hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") which comprised the Consolidated Balance Sheet as at 31<sup>st</sup> March, 2018, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

### **Management's Responsibility for the Consolidated Financial Statements**

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as 'the Act') that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards referred specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The Board of Directors of the Group is responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these consolidated 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 thereunder.

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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditor in terms of their report referred to in the Other Matters paragraphs below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated financial statements.

### **Basis for Qualified Opinion**

1. The consolidated financial statements do not include the financial results of two companies i.e Maharashtra Organic Manures Company Pvt. Ltd (Subsidiary) and Bombay Organic Manures Co. Ltd(Associate) as the financial statements of these two companies are not available for the past many years (Refer Note No. 28 (i) (a)).
2. The Group has its single super phosphate plant at Rasayani and Jalna and processed fruits and vegetables plant at Motibaug which is not in operation since many years. The Company has yet not assessed its impairment. In the absence of such impairment assessment, no provision has been made for impairment on these assets resulting into overstatement of profit and assets to that extent. (Refer Note No. 39).
3. The investment in fixed assets of Rs. 121.80 lakhs (Previous year: Rs. 111.90 lakhs) for the establishment of processing plant at Morshi is net of amount financed by the Government of Maharashtra has been shown by the Group under Investments instead of Capital work in process (CWIP). Thus, fixed assets have been understated and investments have been overstated to that extent (Refer Note No. 29 (a)).  
Further, the revenue expenditure incurred after the plant has been put to operation Rs 9.9 Lakhs have been added to the investment instead of being expensed out in the current year (upto Previous Year Rs.22.63 lakhs), resulting which profit and investments have been overstated to that extent.
4. The Group has invested an amount of RS. 386.20 lakhs (Previous year: RS. 386.20 lakhs) in 14% cumulative redeemable preference shares of M/s Alliance Agro India Ltd. in connection with the transfer of Katol project. No dividends have been received till date by the Company on this investment. The Group has filed a winding up petition against M/s Alliance Agro India Ltd. before the Hon'ble Mumbai High Court. The Hon'ble High Court has appointed an official liquidator to dispose of the property. In our view, a provision for diminution in the value of investment should have been made by the Group as there are clear indications that this investment is impaired since the company has gone into liquidation. However, the Group has not ascertained or recognized any such provision of impairment in the financial statements for reasons stated in Note No. 29 (a) resulting into overstatement of profit and investment to that extent.
5. The Group follows the practice of providing for its old outstanding in trade receivables based on ageing analysis of the same. However, in respect of engineering division debtors, while making such provisions it has not taken into consideration the subsidies received by the company from the State Government towards such outstanding in the absence of availability of necessary intimations from State Government (Refer Note No. 32 and Note No. 15 (3)).Resulting which, both trade receivables and liabilities towards subsidies received from the State Government are overstated. Similarly, the provision for doubtful trade receivables is overstated. However, the amounts of such overstatements are not ascertained.
6. The provision towards arrears of Vith pay commission of Rs 32.02 Lakhs (Previous year Rs. 52.51 lakhs) disclosed under Short term provision, pertaining to earlier years has been recognized on estimated basis which is subject to reconciliation and adjustment (Refer Note No. 8)
7. Long and short term unclaimed liabilities beyond three years towards trade payable, earnest money, security deposit, provision for expenses, trade advances and receivable, liability towards interest on unutilized government subsidies unclaimed and other liabilities which are still in the process of determining its existence in absence of any claims from the parties beyond 5 years. (Refer Note No. 3, 6 and 7). It is estimated that substantial part of the said liability cease to exist and need to be recognized as income, as prior period liability do not exist. In absence of determination liabilities are over stated and income is under stated which cannot be quantified in absence of completion of exercise.

8. Unutilized amount of subsidy received from Government of India for setting up of fodder block plant at Yevatmal plant (now transferred to Chinchwad) of Rs. 26.75 lakhs (Previous year Rs. 30.81 lakhs), shown as investment reserve instead under current liability as unutilized amount is repayable to the Government of India. Resulting which, current liabilities are under stated and capital reserve is over stated to this extent.
9. TDS deducted by the debtors amounting to RS. 76.75 lakhs (Previous year RS.76.75 lakhs), pertains to earlier years, appearing as credit balance in the books of the Holding Company, and the same has not been adjusted against trade receivable, resulting which higher provision for doubtful debts been created , quantum of same not ascertained (Refer Note No. 15 (4)).
10. There is no process of obtaining balance confirmation from suppliers and receivables from government in the Holding Company. Hence, no reconciliation can be prepared, especially of major balances of fertilizer division. The difference arising on such reconciliation will be material. (Refer Note No. 38)
11. Rebate on purchase of fertilizers from suppliers has been accounted in the subsequent year in the Holding Company. Consequently, cost of material and creditors for supplier of fertilizer of the Holding Company have been over stated and profit is understated. Quantum of the same has not been ascertained
12. Accounting principles in AS 1, states that company follows accrual system of accounting. However, in practice, in case of Holding Company, provisions of expenditure are made on payment basis. During the current year, the Holding Company has created such provision of Rs 734.51 lakhs/- (Previous year Rs. 665.96 lakhs) on payment basis.
13. Internal Financial Control over Financial Reporting (IFCFR), the group is obliged to perform risk assessment and prepare Risk Control Matrix (RCM) based on assessment of risk. However, the management has not carried out risk assessment. In absence of RCM we are unable to offer any comments on the same.
14. The Holding Company is required to spend two percent of average net profit of immediately preceding three financials years towards corporate social responsibility (CSR) by charging to the profit of the year, as per section 135(5) of the Companies Act 2013.  
In the current year the Holding Company has charged subsequent to determination of profit for the year. Resulting into overstatement of profit for the year and the amount provided for CSR fund has not been spent till date and disclosed under the head "Short Term Provision".
15. The Holding Company receives amount from government under various schemes on which interest at 6.5% p.a is payable to the government. The amount received is disclosed as "Other current liabilities" amounting to Rs 2044.15 lakhs (Previous year: Rs. 2049.24 lakhs). The Holding Company has not created provision for interest payable for the year due to insufficient funds resulting into overstatement of profit and understatement of liabilities to that extent.
16. The Subsidiary Company in the Group, accounts for gratuity expense of its employees on the basis of contributions payable to a funded scheme managed by the Life Insurance Corporation of India (LIC) and not on the basis of actuarial valuation as required under Accounting Standard 15 – 'Employee Benefits' issued by the Institute of Chartered Accountants of India (Refer Note No. 28(xi)(b)).
17. Deferred tax assets / liabilities have not been ascertained and accounted for by the Holding Company thereby violating Accounting Standard – 22 "Accounting for Taxes on Income (Refer Note No. 28(xviii)).
18. The break-up of deferred tax assets and deferred tax liabilities of the Subsidiary Company into major components of the respective balances are not disclosed appropriately in the financial statements (Refer Note No. 11).

## Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters described in paragraphs 1 to 18 of the Basis for Qualified Opinion, the aforesaid 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 consolidated state of affairs of the Group as at 31<sup>st</sup> March, 2018, and their consolidated profit and their consolidated cash flows for the year ended on that date.

## Emphasis of Matter

We draw attention to:

1. Other long-term liabilities include deposit from customers, suppliers, contractors and other parties which are disclosed net of receivables of Rs 3.55 lakhs (Previous year Rs. 6.65 lakhs). (Refer Note No. 3).
2. Advances received by the Holding Company from Government of Maharashtra and Central Government for various schemes of Rs. 2044.15 lakhs (Previous year Rs. 2049.24 lakhs) are subject to confirmation / reconciliation which are subject to audit by government department (Refer Note No. 7). In addition, the Holding Company has received an amount of Rs. 44 Lakhs from government towards scheme for "International Trade Organization". However the amount spent for the scheme is Rs. 46.95 Lakhs. The amount spent is in excess of the receipt. There is no policy for utilization of funds for each scheme in the Holding Company.
3. Excess expenditure incurred by the Holding Company against amount received under certain schemes of RS. 4.62 lakhs (Previous year ended 31<sup>st</sup> March, 2017 Rs.4.62 lakhs) is subject to approval from respective Government Departments (Refer Note No. 7).
4. The debit/credit balances of Sundry Debtors, Sundry Creditors, Loans and Advances, amounts due from / payable to Governments are subject to confirmations /reconciliations (Refer Note No. 37).
5. Provision for Ex-gratia to employees of Holding Company amounting to RS. 147.47 lakhs for FY 2013-14 and RS. 134.48 lakhs for FY 2014-15 are subject to approval by the State Government (Refer Note No. 8).
6. Remittance in transit includes RS. 2.94 lakhs (Previous year Rs. 2.94 lakhs) since last 6 years, no efforts made by the Holding Company to investigate the same (Refer Note No. 16 (b) (iii)).
7. Capital Reserve of the Holding Company included grant received from government of Maharashtra and Government of India. During the current year, the grant of Rs. 55.73 lakhs (Previous year Rs NIL) has been moved to Investment Reserve as the grant cannot be classified under capital reserve.

## Other Matters

We did not audit the financial statements of the subsidiary Maharashtra Insecticides Limited, whose financial statements reflect total assets of Rs. 1641.74 lakhs as at 31<sup>st</sup> March, 2018, total revenues of Rs. 1723.70 lakhs and net cash inflows amounting to Rs. 12.32 lakhs for the year ended on that date, as considered in the consolidated financial statements.

These financial statements have been audited by another auditor whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the report of the other auditor.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor.

## Report on Other Legal and Regulatory Requirements

4. As required by the directions / sub-directions issued by the Office of the Comptroller and Auditor General of India under section 143(5) of the Act, we give in Annexure – I, a statement on the matters referred to in those directions / sub-directions.
5. 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 of the aforesaid consolidated financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and reports of the other auditor.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of Consolidated Financial Statements.
  - d) Except for the effect of the matters described in paragraph 1 to 18 of the basis for Qualified Opinion, 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) The matters described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Group.
  - f) The provisions of Section 164 (2) of the Companies Act, 2013 are not applicable to the Group being a Government Company.
  - g) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in 'Annexure II'.
  - 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 and based on the consideration of the report of the other auditor on separate financial statement and also the other financial information of the subsidiary as noted in Other Matter Paragraph:
    - i. The Group has disclosed the impact of pending litigations on its financial position in its consolidated financial statements – (Refer Note No. 29 to the consolidated financial statements);
    - ii. The Group 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 Group.

For G. P. KAPADIA & Co.  
Chartered Accountants  
Firm's Registration No. 104768W

NIMESH. S. BHIMANI  
Partner  
Membership No. 30547

Place: Mumbai  
Date : 1<sup>st</sup> March, 2019



## Annexure - I to the Independent Auditor's Report on Consolidated Financial Statements

### To the Members of The Maharashtra Agro-Industries Development Corporation Ltd

As referred to in Paragraph 2 under 'Report on Other Legal and Regulatory Requirements' in our Auditors' report of even date and as required by the directions and sub-directions issued by the Office of the Comptroller and Auditor General of India under Section 143(5) of the Companies Act, 2013, we give below our comments on the matters referred therein.

These comments are based only on the replies given to directions/sub-directions in the standalone audit report of the Holding Company. Replies to such directions/sub-directions, if any, have not been received from the subsidiary company and hence have not been incorporated in this report.

#### Directions u/s 143(5) of the Companies Act, 2013

- To report whether there are any cases of waiver/ write off of debts/loans/interest etc., if yes, the reasons thereof and the amount involved.**

SR.NO.	Name of the Party	Amount w/off Rs. In lakhs	Reason	Remarks
1	Gulmother Farm, Thatwade	0.11	Details not available.	R.O. Pune
2	Zilla Parishad, Pune	0.17	Details not available.	R.O. Pune
3	J.D.A., Aurangabad	1.28	Balance no longer receivable	Pesticides Divn.
4	Various parties	0.42	Balance is very old.	Pesticides Divn.
		1.98		

- Whether proper records are maintained for inventories lying with third parties and assets received as gift from Government and other authorities?**

During the course of our audit, we have found that the Holding Company has maintained proper records for inventories lying with third parties (dealers).

As per the information and explanation given to us, the Holding Company has not received any assets as gift from Government and other authorities during the year.

- A report on age-wise analysis of pending legal/ arbitration cases, including the reasons of pendency and existence/ effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.**

Based on the information and explanation given to us, a report on the age-wise analysis of pending legal/arbitration cases including the reason for pendency are attached in Statement A to Annexure I. The Holding Company has in existence an effective monitoring mechanism for the expense incurred on all legal cases.

- If the Company has been selected for disinvestment, a complete status report in terms of valuation of Assets (including intangible assets and land) and Liabilities (including Committed & General Reserves) may be examined, including the mode and present stage of disinvestment process.**

As per the information and explanation given to us, the Holding Company has not been selected for disinvestment.

## Sub-directions u/s 143(5) of the Companies Act, 2013

1. **Whether the stock of seeds packing/certification materials and other items has been taken on the basis of stock records after adjustment of shortage/excess found on physical verification and whether due consideration has been given for deterioration in the quality of old stocks, which may result into overvaluation of stock?**

The Holding Company does not hold the stock of seeds packing/certification materials and other similar items.

2. **Whether profit/loss mentioned in Audit Report is as per Profit & Loss Accounts of the Company?**

Except for the possible effects of the matters described in paragraphs 1 to 18 of the Basis for Qualified Opinion.

3. **Report the cases of diversion of grants / subsidies received from Central / State Government or their agencies for performing certain activities.**

During the course of our audit we haven't come across any of the cases of diversion of grant subsidies received from Central / State Government or their agencies for performing specified activities for which grants and subsidies received.

4. **Cases of wrong accounting of interest earned on account of non - utilization of amounts received for certain projects / schemes may be reported.**

During the current year 2017-18, the Holding Company has not made any provision for interest payable to government on unutilized amount of scheme.( Refer Note 7)

5. **Examine pricing policy framed by the Company to ensure that all cost components are covered.**

As informed to us the pricing policies of the Holding Company for its various categories of sales, division wise are as follow:-

### **Fertilizer Division:**

Sales of fertilizers usually take place in two seasons in a year. Main season is Kharif with a period commencing from April to September and other season is Rabbi with a period from October to March. The Ex-factory rates of own manufacturing fertilizers i.e. 18:18:10 grade are decided on the basis of Raw Material Costs, Packing Material Costs, Fuel Costs & Factory overheads. Procurement of Raw material, Packing material and Fuel is done through E-Tender process with Management approval.

The selling rates of own manufacturing fertilizers are decided on Ex-factory rates of finished goods, selling expenses and profit margin with Management approval. For other procured fertilizer, the selling rates are decided by adding margin on procurement rates.

### **Pesticide Division:**

Selling rates of Pesticide products, through Government Schemes are finalised by state level price fixation committee of State Government. Accordingly the procurement prices / costs plus profit margin are decided through E-tender process. In open market sales the selling prices are decided on the basis of cost of procurement plus margin of the Company by obtaining approval of the Management.

### **Engineering Division:**

Selling rates of Agro Engineering products, through Government Schemes are finalised by state level price fixation committee of State Government. Accordingly the procurement prices / costs plus profit margin are decided through E-tender process.

In open market sales the selling prices are decided on the basis of cost of procurement plus margin of Company after obtaining approval of the Management.

**Animal Feed Division:**

Selling rate of animal feed products are prepared by the division and are approved by the management. Selling rates are arrived after considering the cost components as per the cost sheet prepared by the division. In case of trading, the products are sold at cost plus margin.

**NOGA Division:**

Selling rate of NOGA products are decided by the divisional head and the same gets approved by the management. Selling rate is arrived after considering all the cost components as per the cost sheet prepared by the divisional head. In case of trading, the products are sold at cost plus margin.

For G. P. KAPADIA & Co.  
Chartered Accountants  
Firm's Registration No. 104768W

NIMESH. S. BHIMANI  
Partner  
Membership No. 30547

Place: Mumbai  
Date : 1<sup>st</sup> March, 2019

## **Annexure - II to the Independent Auditor's Report on Consolidated Financial Statements**

### **Annexure to the Independent Auditor's Report of even date on the Consolidated Financial Statements of The Maharashtra Agro-Industries Development Corporation Ltd**

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31<sup>st</sup> March, 2018, we have audited the internal financial controls over financial reporting of The Maharashtra Agro-Industries Development Corporation Ltd ("the Holding Company") and its subsidiary incorporated in India, as of that date.

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

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

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Holding 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, to the extent applicable to an audit of internal financial controls, 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 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 obtained by the other auditor of subsidiary, in terms of their report referred to in the "Other Matters Paragraph" below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the Holding Company's internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the

maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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.

### **C. Qualified Opinion on adequacy of designing effectiveness of Internal Financial Controls Over Financial Reporting.**

#### **Qualified opinion**

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified in the adequacy of the Holding Company's internal financial controls over financial reporting as at 31<sup>st</sup> March, 2018:

1. The Holding Company has delegation of Authority but does not have manual of Standard Operating Procedure and Risk Control Matrix.
2. The Holding Company does not have an appropriate internal control system for accruing the rebates / discounts on purchases of fertilizers in the appropriate period. The present system results in the rebates / discounts being accounted only at the time of making payment to the supplier. This results in rebates / discounts being accounted in periods subsequent to the period of actual purchases leading to overstatement of purchases and supplier liabilities. Thus, the holding company follows cash system of accounting.
- 3) The Holding Company does not have an appropriate internal control system for verifying whether the material booked as purchases based on purchase invoice, is actually received by the Holding Company. This could potentially result in excess booking of purchases and supplier liabilities.

### **D. Qualified Opinion on operating effectiveness of Internal Financial Controls Over Financial Reporting and unmodified opinion on adequacy of such controls**

#### **Qualified opinion**

According to the information and explanations given to us and based on our audit, the following material weakness has been identified in the operating effectiveness of the Holding Company's internal financial controls over financial reporting as at 31<sup>st</sup> March, 2018:

1. The Holding Company's internal financial controls over extracting age-wise listing of its trade receivables from the system as at the year-end were not operating effectively which could potentially result in the Holding Company not effectively following up with its overdue debtors and also resulting in short/excess provisioning of the trade receivables in its books of the Holding Company.
2. The Holding Company's internal financial controls over adjusting subsidies received from the Government against outstanding trade receivables of the engineering division were not operating

effectively which could potentially result in overstatement of trade receivables and subsidy liabilities and incorrect provisioning of doubtful trade receivables.

3. The Holding Company's internal financial controls over obtaining confirmations of supplier balances and reconciling the same were not operating effectively which could potentially result in the Holding Company overstating or understating the supplier balances and also delay in the identification and quantification of the differences, if any, which need to be adjusted in the books. There is no system of obtaining confirmation from government agencies in regards to receivables and payables.
4. The Holding Company's internal financial controls over matching the suppliers outstanding balance maintained in the manual register of the fertilizer division with balances shown in the system were not operating effectively which could potentially result in the Holding Company overstating or understating supplier balances and delay in reconciling and adjusting any differences arising from such reconciliation.
5. The Holding Company's internal financial controls over the fixed assets is weak. The fixed asset balance brought forward from earlier years had unidentifiable credit balance which is clubbed in other asset during the year.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects/possible effects of the material weaknesses described in paragraph A above on the achievement of the objectives of the control criteria, the Holding Company has maintained, in all material respects, adequate internal financial controls over financial reporting and, except for the effects/possible effects of the material weaknesses described in paragraph B above, such internal financial controls over financial reporting were operating effectively as of 31<sup>st</sup> March, 2018, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the 31<sup>st</sup> March, 2018 consolidated financial statements of the Holding Company, and these material weaknesses do not affect our opinion on the consolidated financial statements of the Holding Company.

#### **Other Matters**

Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting of Holding Company in so far it relates to one subsidiary, which is a company incorporated in India, is based on the corresponding report of the auditor of that company to the extent available in their audit report.

For G. P. KAPADIA & Co.  
Chartered Accountants  
Firm's Registration No. 104768W

NIMESH. S. BHIMANI  
Partner  
Membership No. 30547

Place: Mumbai  
Date : 1<sup>st</sup> March, 2019

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED, MUMBAI FOR THE YEAR ENDED 31 MARCH 2018.**

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The preparation of consolidated financial statements of **The Maharashtra Agro Industries Development Corporation Limited, Mumbai** for the year ended 31 March 2018 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act, are responsible for expressing opinion on these financial statements under Section 143 of the Act, based on independent audit in accordance with the standards on auditing prescribed

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the consolidated financial statements of **The Maharashtra Agro Industries Development Corporation Limited, Mumbai** for the year ended 31 March 2018 under section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditor's report under section 143(6)(b) of the Act.

For and on behalf of  
The Comptroller and Auditor General of India

(S. K. Jaipuriyar)  
PRINCIPAL ACCOUNTANT GENERAL

Place: Mumbai  
Date: 19/07/2019

**Statement A to Annexure II**

**Details of Pending Legal / Arbitration Cases**

**Status of legal cases filed by the Company as on 31<sup>st</sup> March, 2018**

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
<b>A) CIVIL SUIT</b>				
1	SHETKARI SK PARBHANI RO - Nanded Suit No. RJE 275/2011	07.49 + Interest 3.20	Nanded Court	Next Hearing is on 14.06.2018
2	GANJEWAR KSK NAIGAON RO – Nanded Suit No. 86/2006	11.18 + Interest 7.58	Nanded Court	Next Hearing is on.26.04.2018
3	VASUNDHARA S&P NANDED RO – Nanded Suit No. 201/2006	15.54 + Interest 8.35	Nanded Court	Next Hearing is on.26.06.2018
4	BALAJI AGRO AGENCY, UMRI RO – Nanded Suit No. 236/2006	66.00 + Interest 26.22	Nanded Court	Next Hearing is on.04.06.2018
5	VASUNDHARA S & F PARBHANI RO – Nanded Suit No. 48/2008	11.71 + Interest 16.11	Nanded Court	Next Hearing is on 21.06.2018
6	J K SEEDS & PEST PARBHANI RO – Nanded Suit No. 49/2008	12.03 + Interest 9.67	Nanded Court	Next Hearing is on. 21.06.2018 For cross
7	RASHMI TRADERS PARBHANI RO – Nanded Suit No. 261/2012	01.66 + Interest 2.49	Nanded Court	Next Hearing is on 19.06.2018
8	VENKATESH K K PARBHANI RO – Nanded Suit No. 47/2011	29.40 + Interest 59.96	Parbhani Court	Contempt Petition filed by MAIDC against Venkatesh. Next Hearing is on 12.07.2018 stayed at high court
9	VENKATESH K K PARBHANI RO – Nanded Suit No. 38/16 SPL SUIT 1/16	178.52 + Interest 100.62	Parbhani Court	Next Hearing is on 11.06.2018
10	Rajshri Farms and Feeds, Dhule RO Jalgaon Suit No. 217/99	5.20 + Interest 2.76	Jalgaon Court	Decree obtained but the same is Next Hearing is on 27.06.2018
11	M/s Raju Traders, Dhule RO Jalgaon Case No. 35/2007(Appeal No 26/2016)	42.65 + Interest 29.29	Jalgaon Court	Decision is in the favour of the Corporation. On 17.12.2015. However party has filed Appeal in district Court Jalgaon Next Hearing is on 12.06.2018



<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
12	Girbane Krushi Seva Kendra, Aurad RO – Osmanabad Suit No. 109/2012,8847/17	4.32 + Interest 4.61	High court A'bad RO – Osmbad	We have filed Appeal in High Court A'bad branch
13	Siddeshwar Krushi Kendra, Karkamb RO – Osmanabad Suit No. 117/2013	4.41 + Interest 4.95	O'sm bad Court	Next Hearing is on 17.04.2018.
14	Vasundra Agro Traders, Latur RO Osmanabad Suit No. 122/2012	4.56 + Interest 1.39	High court A'ba RO Osmanabad	Decree obtained but party has filed Appeal however court decision in favour of party but we have filed Appeal in Hon'ble high Court. A 'bad Branch
15	M/s. Gajanan KSK Latur 8851/2017	4.71+ Interest 8.39	High court A'bad	court decision in favour of party but we have filed Appeal in Hon'ble high Court.
16	New Kisan Traders, Kondi RO Osmanabad Suit No. 128/2015	1.08 + Interest 2.02	O'bad Court	The Corporation is in appeal. Next Hearing is on 23.04.2018.
17	Pragati KSK, Patur RO – Akola Suit No. 87/2005	28.81 + Interest 18.05	Akola District Court	The matter is pending in the respective Court. Next Hearing is on 06.06.2018
18	Kolhapur Zilla Bijo Sah. Sangh RO – Kolhapur Suit No. 131/2008	10.35 + Interest 7.83	Kolhapur Court	Legal proceedings are in progress
19	Dattatraya Agro Kendra Gangapur RO – Kolhapur Suit No. 243/2005 & 1041/2012	1.64 + Interest 0.88	Kolhapur Court	Legal proceedings are in progress. Next hearing is on
20	Samrat Krushi Seva Kendra suit no. 141/2018	7.98+ intrest 6.78	Kolhapur Court	Next hearing is on 16.06.2018
21	Maan Taluka Sahakari KVK Sangh 112/08 RO Pune	1.64+ Intrest 0.25	Pune Court	Next hearing is on 04.06.2018
22	Ohal Agency 12/2003) (Appeal 879/2012)	1.66 + Intrest 6.47	Pune Court	Appeal filed in High Court Mumbai

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
<b>B) CRIMINAL SUIT</b>				
1	ANAND K A NANDED RO Nanded Suit No. 3708/03	12.50	NANDED COURT	Pending for evidence with Nanded Court. Next Hearing is on 11.06.2018
2	HEMANI K S K CHINCHKHED RO RO Nanded Suit No. 4623/04	3.58	NANDED COURT	Pending for summons. Next date 07.05.2018
3	RAHATKAR TR. CO. LOHA RO Nanded Suit No. 850/04	41.81	NANDED COURT	The matter is pending for cross examination. Next Hearing 01.06.2018
4	GANJEWAR K S K NAIGAON RO Nanded Suit No. 501/04	11.27	NANDED COURT	Pending for evidence with Nanded Court. Next Hearing 05.06.2018
5	BALAJI AGRO AGENCY, UMARI RO Nanded Suit No. 1079/16	65.87	NANDED COURT	Pending for evidence with Nanded Court Next Hearing.08.05.2018
6	VASUNDHARA S & F PARBHANI RO Nanded Suit No. 1752/14	5.00	PARBHANI COURT	Pending for evidence with Parbhani Court. Next Hearing 11.06.2018
7	VASUNDHARA S & F PARBHANI RO Nanded Suit No. 3203/04	4.00	NANDED COURT	Pending for evidence with Nanded Court. Next Hearing 21.05.2018
8	SAIKRUPA K V K NANDED RO Nanded Suit No. 1830/06	13.66	NANDED COURT	Pending for Cross examination of defend. Next Hearing 09.09.2017
9	J K SEEDS & PEST PARBHANI RO Nanded Suit No. 1831/06	12.03	NANDED COURT	Pending for evidence with Nanded Court. Next Hearing 28.05.2018
10	VENKATESH AGRO AGENCY. PARBHANI RO Nanded Suit No. 320/2014	22.00	PARBHANI COURT	Pending for evidence with Parbhani Court. Next Hearing 15.06.2018
11	VENKATESH AGRO AGENCY. PARBHANI RO Nanded Suit No. 321/2014	22.00	PARBHANI COURT	Pending for evidence with Parbhani Court. Next Hearing 15.06.2018
12	VENKATESH AGRO AGENCY. PARBHANI RO Nanded Suit No. 322/2014	24.00	PARBHANI COURT	Pending for evidence with Parbhani Court. Next Hearing 15.06.2018
13	VENKATESH AGRO AGENCY.	10.40	PARBHANI	Pending for evidence with

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
	PARBHANI RO Nanded Suit No. 27/2014		NI COURT	Parbhani Court. Next Hearing 15.06.2018
14	VENKATESH AGRO AGENCY. PARBHANI RO Nanded Suit No. 60/2014	1.00	PARBHANI COURT	Pending for evidence with Parbhani Court. Next Hearing 15.06.2018
15	VENKATESH AGRO AGENCY. PARBHANI RO Nanded Suit No. 61/2014	20.00	PARBHANI COURT	Pending for evidence with Parbhani Court. Next Hearing 15.06.2018
16	BALAJI K S K KAWTHA RO Nanded Suit No. 777/2014	0.50	NANDED COURT	Summons to be served. Next Next Hearing 28.06.2018
17	M/s Raju Traders , Dhule RO Jalgaon Case No. 1) 1064/2014, 2) 1065/2014, 3) 1066/2014, 4) 1067/2014, 5) 1068/2014, 6) 1069/2014, 7) 1070/2014, 8) 1071/2014, 9) 1072/2014, 10) 1073/2014, 11) 1074/2014	17.50	High Court, A"bad	Corporation has filed Appeal . in High Court A"bad
18	M/s Raju Traders Dhule RO Jalgaon Case No. 1)743/2006, 2)1328/2006 3)2136/2006 52,58,59/2015	5.00	High Court, A"bad	Party has filed Appeal next date 23.05.2018
19	M/s Raju Traders Dhule RO Jalgaon Case No.2276/2006	2.00	High Court, A"bad	Next Hearing 18.06.2018
20	Ulhas KSK RO Jalgaon Case No. 1143/2003 Appeal no. 172/2010	0.76	HighCourt, A"bad	The matter is pending with High Court. next date
21	M/s Narayan KSK, Naregaon RO Aurangabad Suit No. 3185/2005	2.67	HighCourt, A"bad	The Corporation has filed appeal in High Court. Next hearing 27.06.2018
22	M/s Kakde KSK, Dharur RO Aurangabad Suit No. 611/1995, 683/2002	9.41	HighCourt, A"bad	The Corporation has filed appeal in High Court. Next Hearing 25.06.2018

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
23	Shri.S.R Bhambre KSK RO Nashik Suit No.7/2007(KSK Satana)	1.89	Nashik Court	The decision of the court is against the Corporation. Appeal filled
24	Rajendra KSK RO Nashik Suit No. 9214	1.81	Nashik Court	Pending with the respective Court. Next hearing 18.06.2018
25	Gajanan KSK RO Nashik Suit No. 2677/2007	3.25	Ahmednagar Court	Pending with the respective Court. Next hearing 15.05.2018
26	M/s Govind Krushi Vikas Kendra, Umarked RO – Amravati Suit no. 1013/2005, 1536/2005, 1686/2005	92.00	Amravati District Court	Amount Recovered
27	Ganesh Agro Agency, Latur RO – Osmanabad Suit no. 964/2005	6.95	O'bad Court	The matter is pending in Court. Restore
28	Praveen KSK RO – Osmanabad Suit no. 1582/2005	1.5	O'bad Court	The matter is pending in Court. Next Hearing 13.06.2018
29	Sheti Udhog Agency RO – Osmanabad Suit no. 424/2007	3.41	O'bad Court	The matter is pending in Court. Next Hearing 21.04.2018
30	Umesh KSK RO – Osmanabad Suit no. 311/2011	4.02	O'bad Court	The matter is pending in Court. Next Hearing 24.05.2018
31	Shubda Auto Agro sales RO – Osmanabad Suit no. 1359/2011	0.95	O'bad Court	The matter is pending in Court. Next Hearing 13.06.2018
32	Vijay Vasant Jadhav RO – Osmanabad Suit no. 20/2008	10.55	O'bad Court	The matter is pending in Court. Rs10.27 lac recovered Next Hearing 08.05.2018
33	Pragati KSK Patur RO – Akola Suit No.24172/3,24173/3,26185/3,2642/4, 2643/4 – DOA 19/07/2005	28.81	Akola District Court	The matter is Pending in the respective Court. Next Hearing 18.06.2018
34	Patil K.S.K Washim 1487/16	13.85	Akola	Next Hearing 18.06.2018

Sr. No.	Reference / Year	Estimated Original Claim Amount (in lakh)	Judicial Authority	Present Status
			District	
35	Saikrupa Agro services centre RO – Chandrapur Suit No. 23/2006	7.15	Chandrapur Court	The matter is pending in Court.
36	Shri C.S.Mungate RO – Chandrapur Suit No. 3418/2006	1.51	Chandrapur Court	From the claim amount 1.42 lac have been received. For the balance amt matter is pending in Court.
37	Dattatraya Agro Kendra Gangapur Karnataka State RO Kolhapur Suit No. 111/2015 & 5928/2005	1.64	J.M.F.C Afzalpur kolhapur	As per the judgment of Hon'ble Supreme Court we have filed new criminal case at Afzalpur Court. Legal proceedings are in progress. Next Hearing
38	M/s. Nigade Chemicals & Fertilizers ltd 4539/2017	5.10	J.M.F.C Kolhapur	Next hearing as on 21.01.2019
39	M/s. Nigade Chemicals & Fertilizers ltd 4421/2017	1.62	J.M.F.C Kolhapur	Next hearing as on 04.01.2019
40	M/s. Samarat Krushi Kendra Fert 953/2018	11.55	J.M.F.C Kolhapur	Next hearing as on 15.04.2019
41	Dattatraya Pesticides Gulburga RO – Kolhapur Suit No. 242/2006	10.67	J.M.F.C Kolhapur	Legal proceedings are in progress. Next Hearing 24.06.2019
	<b>DECREE SUIT &amp; Other Cases</b>			
1	JAIKISAN ASC HATTA RO Nanded Suit No. 2/01, 5/14 - 197/15	3.78 + Interest 3.12	PARBHANI COURT	Party is filed in high appeal.
2	Janta KSK Mandvi ro Nanded suit no 13/14	1.67+ Interest 7.67	Nanded Court	Next Hearing is on 25.06.2018
3	INGALE KSK NIWGHA RO Nanded Suit No. 82/07	1.75 + Interest 1.64	PARBHANI COURT	Next Hearing is on 04.06.2018
4	JAIKISAN ASC HATTA RO Nanded Suit No.'1/09	2.49 + Interest 3.93	BASMAT COURT	Next Hearing is on 20/04/2016
5	HEMANI KSK CHINCHKHED	3.58 + Interest	NANDED	Next Hearing is on

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
	RO Nanded Suit No. 36/2010	7.45	COURT	12.06.2018.
6	RAHTKAR TRADING CO.LOHA RO Nanded Suit No. 61/2011	41.75 + Interest 85.19	NANDED COURT	Application for attachment of property filed next hearing date 04.08.2018
7	SHETKARI S K BASMAT RO Nanded Suit No. 7/12, 03/14	0 + Interest 14.77	NANDED COURT	Next hearing date 04.06.2018
8	ANAND K A NANDED RO Nanded Suit No. '5/2013	12.01 + Interest 24.12	NANDED COURT	Next Hearing is on 08.06.2018
9	M/sGajanan KSK RO Aurangabad Suit No. 102/99-2007	1.53 + Interest 1.62	Aurangaba d Court	Recovery is in Process. Next Hearing is on 12.07.2018
10	M/s Balaji RO Aurangabad Suit No. 266/95-2007 ( Noga )	3.63 + Interest 1.51	Aurangaba d Court	Recovery is in Process. Next Hearing is on 19.06.2018
11	M/s Kakde RO Aurangabad Suit No. 123/96-2001	9.69 + Interest 2.29	Aurangaba d Court	Recovery is in Process. Next Hearing is on 21.06.2018
12	M/s Ashirwad RO Aurangabad Suit No. 01200/2006	9.81 + Interest 4.65	Aurangaba d Court	Recovery is in Process. Next Hearing is on 09.07.2018
13	M/s Dogargaon RO Aurangabad Suit No. 45/06-2010	1.30 + Interest 0.77	Aurangaba d Court	Party is in appeal. Next Hearing is on 27.06.2018
14	M/s Dhule J.K.O Sah RO Jalgaon Suit No. 440/81	1.17 + Interest 0.35	Jalgaon Court	Decree obtained but the same is pending for execution.
15	Malpur V.K.S RO Jalgaon Suit No. RO Jalgaon Suit No. 91/99,80/10	1.60 + Interest 1.44	Jalgaon Court	Decree obtained but the same is pending for execution. Next Hearing is on 13.06.2018
16	M/s Kailash Traders Tal. Amarnar RO – Jalgaon Suit No. 42/2006	3.14 + Interest 1.98	Jalgaon Court	Decision is in the favour of the Corporation. Recovery is in Process. But party has filed appeal in district court Next Hearing is on 12.06.2018
17	Gajanan Magaswargiya RO Jalgaon Suit No. 219/99	3.04 + Interest 1.79	Jalgaon Court	Decree obtained but the same is pending for execution. Next Hearing is on 14.06.2018
18	M/s Shankar and Sons Tal. Bhadgaon RO – Jalgaon Suit No. 101/2006	3.56 + Interest 2.66	Jalgaon Court	Decision is in the favour of the Corporation. Recovery is in Process.

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
19	M/s.Mahesh Fertilizers Tal. Amarnern RO – Jalgaon Suit No. 183/ 2008	4.50 + Interest 10.96	Jalgaon Court	Decision is in the favour of the Corporation. We have recovered Rs. 2.09 lac
20	Pravra Dudh Utpadak RO Nashik Suit No. 67/06	10.25 + Interest 4.86	Nashik Court	Decree obtained but the same is pending for execution. Next Hearing is on 17.04.2018
21	Satyajeet Agro Services Karjat RO Nashik Suit No. 199/08	1.95 + Interest 1.97	Nashik Court	Decree obtained but the same is pending for execution.Next Hearing is on 18.04.2018
22	Akole RO Nashik Suit No. 133/2010	15.95 + Interest 14.02	Nashik Court	Rs.12.89 Recoverd Next hearing 18.04.2018
23	Zunzar Asc RO Chandrapur Suit No. 107/98/2001	1.50 + Interest 094	Chandrapur Court	Decree obtained but the same is pending for execution.
24	Chanda krushi A Chandrapur Suit No. 235/04	2.61 + Interest 0.45	Chandrapur Court	Decree obtained but the same is pending for execution.
25	Mandeli Vkss Ltd RO Chandrapur Suit No. 49/2005	5.13 + Interest 2.98	Chandrapur Court	Decree obtained but the same is pending for execution.
26	Saikrupa Agro Services Centre RO Chandrapur Suit No. 23/2006	7.15 + Interest 3.70	Chandrapur Court	Decree obtained but the same is pending for execution.
27	Jaikisan Society, Rajura RO Chandrapur Suit No. 20/2006	6.30 + Interest 3.54	Chandrapur Court	Decree obtained but the same is pending for execution. Next hearing 03.04.2018
28	Ambika Krushi Kendra aavrpur RO Chandrapur Suit No. 49/2008	7.66 + Interest 6.66	Chandrapur Court	Decree obtained but the same is pending for execution.
29	Aadivasi S.S.K.V. khandsangi	50.00	Chandrapur Court	Ro Nagpur transfer to Ro Chandrapur
30	Ram Agro Service Centre RO Nagpur Suit No. 210/2009	6.21	Nagpur Court	Decree obtained but the same is pending for execution. recovered as on.1.75
31	Shri Krushi Kendra RO Nagpur Suit No. 1359/96	2.30	Nagpur Court	Decree obtained but the same is pending for execution. Recovery 19280/-
32	M/s Pragat Agro Services Centre RO Nagpur Suit No. 213/2004	1.87	Nagpur Court	Decree obtained but the same is pending for execution.
33	M/s Ram Ganesh Gadkari RO Nagpur Suit No. 205/2003	5.45	Nagpur Court	Decree obtained but the same is pending for execution.

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
34	M/s Durgamata Agro Services Centre RO Nagpur Suit No. 605/2004	0.55	Nagpur Court	Decree obtained but the same is pending for execution.
35	M/s Chetan KSK RO Nagpur Suit No. 174/2004	0.67	Nagpur Court	Decree obtained but the same is pending for execution. Recovery 40,000/- received
36	Azad KSK RO Osmanabad Suit No. 128/2013	3.70 + Interest 0.78	C.J.M Latur Court	Decree obtained but the same is pending for execution. Next Hearing is on 19.06.2018
37	Taluka Sah Kharedi Vikri Sangh RO Osmanabad Suit No. 46/2005	0.68 + Interest 0.53	C.J.M Latur Court	Decree obtained but the same is pending for execution. Next Hearing is on 05.07.2018
38	Ramesh Dealers RO Osmanabad Suit No. 70/98	0.89	C.J.M Latur Court	Decree obtained but the same is pending for execution
39	Rahul Krushi Seva Kendra RO Osmanabad Suit No. 200142/2010	1.30 + Interest 1.31	Osmanabad Court	Decree obtained but the same is pending for execution.
40	Swami Machinery Stores RO Osmanabad Suit No. 200172/2010	5.75 + Interest 4.57	Osmanabad Court	Decree obtained but the same is pending for execution. Next Hearing is on 08.04.2018
41	Pandharpur tal-kvs RO Osmanabad Suit No. 200181/2010	2.08 + Interest 1.55	Osmanabad Court	Decree obtained but the same is pending for execution.
42	Vijaykumar Swami & Brothers Stores RO Osmanabad Suit No. 200185/2010	0 + Interest 2.03	Osmanabad Court	Decree obtained but the same is pending for execution. Next Hearing is on 24.04.2018
43	Sangmeshwar Traders Stores RO Osmanabad Suit No. 200173/2010	1.57 + Interest 1.11	Osmanabad Court	Decree obtained but the same is pending for execution. Next Hearing is on 24.04.2018
44	Terna KSK RO Osmanabad Suit No. 34/2011	2.46 + Interest 4.66	Osmanabad Court	Decree obtained but the same is pending for execution. Next Hearing is on 03.07.2018
45	The South Solapur TSKV RO Osmanabad Suit No. 21/2010	1.44 + Interest 0.92	Osmanabad Court	Decree obtained but the same is pending for execution.
46	Jaikisan KSK RO Osmanabad Suit No. 302/2011 & 20/2012	1.30 + Interest 1.63	Osmanabad Court	Decree obtained but the same is pending for execution.



<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
47	Patil Krushi Seva Kendra RO Osmanabad Suit No. 181/2011	8.43 + Interest 5.43	Osmanabad Court	Decree obtained but the same is pending for execution. Next Hearing is on 17.07.2018
48	Genesh Agency 29/2014 Latur	6.94+ interest 6.82	RO O'bad Court	Case transfer to latur court for decree execution
49	Pandharinath Trading co.28/14	5.64 + 5.09	RO O'bad court	Case transfer to latur court for decree execution
50	M/s Govind Krushi Vikas Kendra, Umarched RO – Amravati Suit no. 132/2007	77.94 + Interest 59.98	Amravati District Court	We have obtained compromise concern term of Rs.100.00 lacs (77.94 lac Principle & 22.06 lacs Interest) & we have received Rs 94.00 lakh as on 31.03.2018
51	M.P.Trading RO Akola Suit No. 133/2004	3.23 + Interest 1.72	Akola Court	Decree obtained but the same is pending for execution.
52	Sahaydri RO Akola Suit No. 34/2007	27.34 + Interest 21.34	Akola Court	Decree obtained but the same is pending for execution. Next Hearing is on 09.07.2018
53	Deep Fertilizers Raipur RO Akola Suit No. 146/2007	6.65 + Interest 3.38	Akola Court	Decree obtained but the same is pending case transfer to buldhana Court for execution. Next Hearing is on 09.07.2018
54	Vishal RO Akola Suit No. 51/2003	21.55 + Interest 9.66	Akola Court	Decree obtained but the same is pending for execution. Next Hearing is on 09.07.2018
55	M/s Shirol Taluka Sah Sangh Suit No. 82/2004 & 282/2012	1.16 + Interest 0.63	C.S.J.D. Kolhapur	The said Sangh have already gone into liquidation. However legal case is in progress. Hence we are trying to recover the dues amount by way of legal proceeding. Next Hearing is on 05.04.2017
56	Karanataka Agro Kendra Hubali 48/2016	Interest 0.5	Hubali Kolhapur	MAIDC & party mutual agree of Rs.16.05+5.00 lacs Interest paid with in 1 yr upto 26.2.2018. however party has paid Rs. 16.05 lacs principle

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount (in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
				amt on dated nov16 & bal amt of Rs.5 lacs will be paid dt.26.02.2011 as per joint memo sign by party
57	M/s Atpadi Sangh sangli Suit No. 20/2004 & 166/2012	1.06 + Interest 0.54	C.S.J.D. Sangli Kolhapur	The said Sangh have already gone into liquidation. However legal case is in progress. Hence we are trying to recover the dues amount by way of legal proceeding
58	Tasgaon kharedi wikri sangh	0.90+ interest 0.65	C.S.J.D. Sangli Kolhapur	
59	Dattatraya Pesticides Gulburga RO – Kolhapur Suit No. 252/2017	37.67	J.M.F.C Kolhapur	

**Status of legal cases filed against the corporation as on 31<sup>st</sup> March, 2018**

<b>Sr. No.</b>	<b>Reference / Year</b>	<b>Estimated Original Claim Amount ( in lakh)</b>	<b>Judicial Authority</b>	<b>Present Status</b>
1	M/s. B.R.Deshmukh Prop – Jaikishan K.S.KDist – Prabhadevi Suit No. – 102/2003	20.00	District Court	Court decision awaited
2	B. R. Eklave Purna Year: 1996	1.60	District Court	Court decision awaited
3	B.E.S.T v/s M.A.I.D.C Suit No. – 3330/02	6.37	District Court	Court decision awaited
4	The Nanded Mathadi, Hamal and Other v/s M.A.I.D.C Suit No. RCSNo.-192/12	1.50	District Court	Court decision awaited
5.	MAIDC V/S Jalgaon Golden Transport Suit No.290/2004	21.24	District Court	Court decision awaited 17.00 lacs deposited in high Court
6	MAIDC V/S karveer kamgar Sangh Suit No. WP 8434/2013	13.20	High Court Mumbai	Court decision awaited 13.20 lacs deposited in high Court
7	IND.COURT DHAGE V/S MAIDC RO Nanded Suit No. 85/13	--	INDUSTRIAL COURT JALNA	Complaint filed by Ex-employee Mr. Dhage for promotional benefit
8	S L KAWTIKWAR V/S MAIDC RO Nanded Suit No. ULP 32/14	--	LABOUR COURT NANDED	Complaint filed by Ex-employee Mr.Kawtikwar challenging dismissal order.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2018**

(` in lacs)

Particulars	Notes	As At 31.03.2018	As At 31.03.2017
<b>I EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS FUNDS :</b>			
(a) Share Capital	1	550.00	550.00
(b) Reserves and Surplus	2	20032.02	20108.16
		20582.02	20658.16
<b>NON-CURRENT LIABILITIES :</b>			
(a) Other Long-term Liabilities	3	3191.40	3270.30
(b) Long-term Provisions	4	1650.00	1574.48
		4841.40	4844.78
<b>CURRENT LIABILITIES :</b>			
(a) Short-term Borrowings	5	-	1517.71
(b) Trade Payables	6	29134.74	41200.43
(c) Other Current Liabilities	7	10590.73	13082.69
(d) Short-term Provisions	8	2250.32	2340.36
		41975.79	58141.19
<b>TOTAL</b>		<b>67399.21</b>	<b>83644.13</b>
<b>II ASSETS</b>			
<b>NON-CURRENT ASSETS :</b>			
(a) Fixed Assets			
(i) Tangible Assets	9	2755.81	2192.04
(ii) Intangible Assets	9	2.49	0.23
(iii) Capital Work-in-Progress	9	52.22	24.89
		2810.52	2217.16
(b) Non-Current Investment	10	8530.50	19025.19
(c) Deferred tax assets (net)	11	57.42	67.58
(d) Long-term Loans and Advances	12	12002.88	4795.91
(e) Other Non-Current Assets	13	-	-
		20590.80	23888.68

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2018**

(` in lacs)

	<b>Notes</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
<b>CURRENT ASSETS :</b>			
(a) Inventories	14	9473.83	18147.74
(b) Trade Receivables	15	14687.42	25022.23
(c) Cash and Bank Balance	16	16571.86	11698.41
(d) Short-term Loans and Advances	17	423.17	261.76
(e) Other Current Assets	18	2841.61	2408.15
Significant Accounting Policies	28		
Notes to the Financial Statements	29-43		
		43997.89	57538.29
<b>TOTAL</b>		<b>67399.21</b>	<b>83644.13</b>

**Chandrakant Patil**  
Chairman

**Eknath Dawale**  
Director

**Dr. Ashok Karanjkar**  
Managing Director

**Suresh Sonavane**  
Dy. General Manager (F&A)

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

As per our report of even date attached  
For **G. P. KAPADIA & CO.**  
Chartered Accountants  
Firm's Registration No. 104768W

**(N.S. BHIMANI)**  
Partner  
Membership No. 30547

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
CONSOLIDATED PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

Particulars	Notes	Year ended 31 March, 2018	Year ended 31 March, 2017
Revenue from Operations	19	59710.42	98559.68
Other Income	20	2887.82	3013.76
<b>Total Revenue</b>		<b>62598.24</b>	<b>101573.44</b>
<b>Expenses</b>			
(a) Cost of Material Consumed	21	12730.01	18245.31
(b) Purchases of Stock-in-Trade	22	34813.00	69822.20
(c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	23	7113.15	1376.36
(d) Employee Benefits Expenses	24	3973.80	4199.95
(e) Finance Costs	25	107.78	102.54
(f) Depreciation and Amortisation	9	163.30	179.62
(g) Other Expenses	26	3685.74	5271.83
<b>Total Expenses</b>		<b>62586.78</b>	<b>99197.81</b>
<b>Profit before Prior Period Items and Tax</b>		<b>11.46</b>	<b>2375.63</b>
Prior Period Items - Debit/(Credit) - (net)	27	(45.95)	(230.40)
<b>Profit before Tax</b>		<b>57.41</b>	<b>2606.03</b>
<b>Tax Expense</b>			
(a) Current Tax		46.00	997.00
(b) Deferred Tax		10.16	(20.50)
(c) Prior Years Tax Adjustment Debit/(Credit)		2.47	(53.25)
		58.63	923.25
<b>Profit for the Year</b>		<b>(1.22)</b>	<b>1682.78</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
CONSOLIDATED PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

	<b>Notes</b>	<b>Year ended 31 March, 2018</b>	<b>Year ended 31 March, 2017</b>
<b>Earnings per Equity Share:</b>			
Basic and Diluted Earning per share	41	<b>(0.22)</b>	<b>305.96</b>
Significant Accounting Policies	28		
Notes to the Financial Statements	29-43		

**Chandrakant Patil**  
Chairman

**Eknath Dawale**  
Director

**Dr. Ashok Karanjkar**  
Managing Director

**Suresh Sonavane**  
Dy. General Manager (F&A)

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

As per our report of even date attached  
For **G. P. KAPADIA & CO.**  
Chartered Accountants  
Firm's Registration No. 104768W

**(N.S. BHIMANI)**  
Partner  
Membership No. 30547

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2018**

Cash Flow Statement for the year ended 31st March, 2018		2017-18		2016-2017	
<b>A.</b>	<b>Cash Flow from Operating Activities:</b>				
	Net Profit/(loss) before tax		57.41		2606.03
	Adjustment for:				
	Depreciation / Amortisation	163.30		179.62	
	Lease Charges	0.52		0.52	
	Interest Expenses	107.78		29.51	
	(Profit)/Loss on sale of Fixed Assets	1.02		9.75	
	Provision for Bad & Doubtful Debts and Advances (net)	47.29		81.01	
	Adjustment for grant	(3.71)		(1.40)	
	Provision for Obsolete Stock	-		9.51	
	Dividend Received	(0.15)		(0.20)	
			316.05		308.32
	Operating Profit before working capital changes		373.46		2914.36
	(Increase)/Decrease in Trade and Other Receivables	9832.15		3950.46	
	(Increase)/Decrease in Inventories	8673.91		1755.80	
	(Increase)/Decrease in Loans and Advances	(6968.21)		811.79	
	Increase/(Decrease) in Trade Payables and Other Liabilities	(14477.93)		(11584.21)	
			(2940.08)		(5066.16)
	Cash generated from operations		(2566.62)		(2151.80)
	Direct taxes paid (Net of refund)		(710.78)		(875.28)
	<b>Net Cash from/(used) Operating Activities - A</b>		<b>(3277.40)</b>		<b>(3027.08)</b>
<b>B.</b>	<b>Cash Flow from Investing Activities :</b>				
	Purchase of Fixed assets (Net) including Capital WIP		(764.26)		(184.55)
	Proceeds from sale of Fixed Assets		40.77		43.19
	Purchase of Investments		10494.69		(18508.87)
	Dividend Received		0.15		0.20
	<b>Net Cash from Investing Activities - B</b>		<b>9771.35</b>		<b>(18650.03)</b>
<b>C.</b>	<b>Cash Flow from Financing Activities :</b>				
	Dividend Paid		0.00		(33.29)
	Interest paid		(102.79)		(148.81)
	Short-term Borrowings		(1,517.71)		1,517.71
	<b>Net Cash generated/(used in) from Financing Activities - C</b>		<b>(1620.50)</b>		<b>1335.61</b>
	<b>Net Increase/(Decrease) in Cash - ( A+B+C )</b>		<b>4873.44</b>		<b>(20341.50)</b>
	<b>Cash &amp; Cash equivalents at the beginning of the year</b>		<b>11698.41</b>		<b>32039.91</b>
	<b>Cash &amp; Cash equivalents at the end of the year</b>		<b>16571.86</b>		<b>11698.41</b>

Note :-

- a) Cash Flow Statement has been prepared based on Indirect Method under Accounting Standard 3 "Cash Flow Statement"  
b) Previous year figures regrouped/re-arranged wherever necessary.

Chandrakant Patil  
Chairman

Eknath Dawale  
Director

Dr. Ashok Karanjkar  
Managing Director

Suresh Sonavane  
Dy. General Manager (F&A)  
Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

As per our report of even date attached  
For G. P. KAPADIA & CO.  
Chartered Accountants  
Firm's Registration No. 104768W

(N.S. BHIMANI)  
Partner  
Membership No. 30547

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019



**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No.1 "SHARE CAPITAL"**

(` in lacs)

<b>Particulars</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
<b>Authorised :</b>		
8,00,000 Equity Shares of ` 100 each	800.00	800.00
5,50,000 Equity Shares of ` 100 each fully paid-up	550.00	550.00
<b>Total</b>	<b>550.00</b>	<b>550.00</b>

Details of Shareholders holding more than 5% Equity Shares:

<b>Name of Shareholders</b>	<b>As At 31.03.2018</b>		<b>As At 31.03.2017</b>	
	<b>Number of shares held in lakhs</b>	<b>% holding</b>	<b>Number of shares held in lakhs</b>	<b>% holding</b>
Government of Maharashtra	300000.00	54.55	300000.00	54.55
Government of India	250000.00	45.45	250000.00	45.45
<b>Total</b>	<b>550000.00</b>	<b>100.00</b>	<b>550000.00</b>	<b>100.00</b>

**Note No. 2 "RESERVES AND SURPLUS"**

(` in lacs)

<b>Particulars</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
<b>a) Capital Reserve :</b>		
- Capital Reserve from Government of Maharashtra	<b>20.00</b>	<b>20.00</b>
- Grant from Government of Maharashtra		
Opening balance	30.47	31.87
Less : Transferred to Investment Reverse	30.47	
Less : Utilisation during the year	-	1.40
	-	<b>30.47</b>
- Grant from Government of India		
Opening balance	25.26	28.02
Less : Transferred to Investment Reverse	25.26	-
Less : Written back as Depreciation on Assets during the year (Refer Note No. 9)	-	2.74
	-	<b>25.28</b>
<b>Total (a)</b>	<b>20.00</b>	<b>75.75</b>
<b>b) Investment Subsidy Reserve :</b>		
Balance as per last Balance Sheet (Refer Note No. 10)	<b>20.00</b>	<b>20.00</b>
- Grant from Government of Maharashtra		
Opening balance	30.47	-
Less : Utilisation during the year	3.71	-
	<b>26.76</b>	-
- Grant from Government of India		
Opening balance	25.26	-
Less : Written back as Depreciation on Assets during the year (Refer Note No. 9)		2.75
	<b>22.51</b>	-
<b>Total (b)</b>	<b>69.27</b>	<b>20.00</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

<b>c) General Reserve :</b>		
Balance as per last Balance Sheet	20012.41	18413.27
Add : Profit for the year	(1.22)	1682.78
Less: Transferred to CSR Fund	68.44	83.64
<b>Total (c)</b>	<b>19942.75</b>	<b>20012.41</b>
<b>Total</b>	<b>20032.02</b>	<b>20108.16</b>

**Note No. 3 "OTHER LONG-TERM LIABILITIES"**

( ` in lacs)

<b>Particulars</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
a) Deposits from Customers, Suppliers, Contractors and Other Parties*	3178.73	3257.63
b) Deferred Payment Liability for Sales Tax	12.67	12.67
Package Scheme of Incentives 1993-Sales Tax Incentive (Repayable after 10 years from the year of availment in 5 equal installments)		
<b>Total</b>	<b>3191.40</b>	<b>3270.30</b>

\* Subject to Confirmation/Reconciliation and in the absence of complete details the same is considered a Long term Liabilities.

\* Includes old outstanding of more than 5 years of ` 360.95 lakhs (P.Y. ` 303.70 lakhs) for which no claim from the parties are on record and which will be considered for write back after due verification.

\* Shown net of debit balances of ` 3.55 lakhs (P.Y. ` 6.65 lakhs) against which credits are yet to be identified.

**Note No. 4 "LONG-TERM PROVISIONS"**

( ` in lacs)

<b>Particulars</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
<b>Provision for Employee Benefits :</b>		
Leave Salary Encashment	1351.65	1359.27
Gratuity	298.35	215.21
<b>Total</b>	<b>1650.00</b>	<b>1574.48</b>

**Note No. 5 "SHORT-TERM BORROWINGS"**

( ` in lacs)

<b>Particulars</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
<b>Secured :</b>		
<b>Overdraft from Bank :</b>		
HDFC Bank	-	1517.71
(Overdraft from bank is secured by hypothecation of fixed deposit)		
<b>Total</b>	-	<b>1517.71</b>

**Note No. 6 "TRADE PAYABLES"**

( ` in lacs)

<b>Particulars</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
<b>Trade Payables :</b>		
a) Micro, Small and Medium Enterprises	1728.80	2892.49
b) Others*	27405.94	38307.94
<b>Total</b>	<b>29134.74</b>	<b>41200.43</b>

\* Trade Payables includes credit balance of various parties of ` 651.52 lakhs (P.Y. ` 755.89 lakhs) lying more than 3 years. These and other trade payable balances are subject to Confirmation/Reconciliation.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 7 "OTHER CURRENT LIABILITIES"** ( in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Others :</b>		
a) Advances from Government for various schemes*	2044.15	2049.24
b) Unutilised Subsidy (Received from Govt.of Maharashtra) Payable**	1598.01	1741.48
c) Creditors for Capital goods	10.17	10.17
d) Advances/Deposits Received from Customers/Suppliers/Contractors /Dealers***	3769.92	5752.68
e) Advance from Maharashtra Insecticides Ltd. (Wholly owned Subsidiary)	0.00	-
f) Interest Payable to Government for various schemes****	2535.77	2535.77
g) Statutory Liabilities*****	20.44	90.07
h) Employee Related Liabilities	7.53	69.72
i) Other Interest Payable*****	51.59	46.60
j) Deposits	21.00	21.00
k) Dividend Payable (including tax on dividend)	-	33.36
l) Other Liabilities*****	532.15	732.60
<b>Total</b>	<b>10590.73</b>	<b>13082.69</b>

\* The Parent Company is appointed as Nodal Agency by the Central and State Governments for disbursement of funds for agricultural purposes under different schemes and the unutilised amount is shown as advances from Government for various schemes. Total amount received is ` 29502.25 lakhs (P.Y. ` 29502.25 lakhs) out of which total expenditure incurred is ` 27453.01 lakhs (P.Y. ` 27453.01 lakhs), which is subject to confirmation/reconciliation and also audit by the Government.

\*\* Subject to Confirmation and Reconciliation (Refer Note No. 37).

\*\*\*Includes credit balances of debtors of ` 1275.61 lakhs (P.Y. ` 2597.76 lakhs) which is subject to confirmation/reconciliation. Also includes ` 288.57 lakhs (P.Y. ` 521.15) outstanding for more than 3 years for which no claims from the parties are on record and which will be considered for write back after due verification.

\*\*\*\* Includes excise duty payable of ` Nil lakhs (P.Y. ` 27.27 lakhs) on closing stock of manufactured goods.

\*\*\*\*\* Includes interest payable of ` 51.59 lakhs (P.Y. ` 46.60 lakhs) to Micro, Small and Medium Enterprises against their

\*\*\*\*\* Includes old outstanding of more than 3 years of ` 58.34 lakhs (P.Y. ` 60.31 lakhs) for which no claims from the parties

**Note No. 8 "SHORT TERM PROVISIONS"** ( in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>A) Provision for Employee Benefits :</b>		
(i) Bonus	14.27	22.65
(ii) Incentives/Ex-gratia*	326.52	326.52
(iii) VIth Pay Revision	184.70	450.31
(iv) Leave Encashment	222.27	138.89
(v) Gratuity**	800.11	521.41
<b>Total A</b>	<b>1547.87</b>	<b>1459.78</b>
<b>B) Other Provisions :</b>		
(i) VAT Provision	94.79	94.79
(ii) Taxation	278.55	525.12
(iii) CSR Fund***	329.11	260.67
<b>Total B</b>	<b>702.45</b>	<b>880.58</b>
<b>Total (A+B)</b>	<b>2250.32</b>	<b>2340.36</b>

\* Provision for Ex-gratia to employees amounting to ` 147.47 lakhs for F.Y. 2013-14 and ` 134.48 lakhs for F.Y. 2014-15 is

\*\* Includes payable to retired employees provided on adhoc basis for the period from 1st January, 2006 to 31st March, 2014

\*\*\* CSR Fund for F.Y. 2014-15 ` 78.25 lakhs, F.Y. 2015-16 ` 98.78 lakhs, F.Y. 2016-17 ` 83.64 lakhs and F.Y. 2017-18

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 9 Fixed Assets**

(` in lakhs)

Sr. No.	Particulars	GROSS BLOCK					DEPRECIATION /AMORTISATION					NET BLOCK	
		Cost as at 1st April, 2017	Adjustments during the year	Additions during the year	Sales / Adjustments	Cost as at 31st March, 2018	Accumulated up to 1st April, 2017	Provided during the year	Adjustments during the year	Deductions during the year	Accumulated up to 31st March, 2018	As at 31st March, 2018	As at 31st March, 2017
<b>A</b>	<b>Tangible Assets</b>												
1	Land : Freehold	423.91	-	607.74	-	1031.65	-	-	-	-	-	1031.65	423.91
	Leasehold	71.94	-	-	-	71.94	17.98	0.75	-	-	18.73	53.21	53.96
2	Buildings On Leasehold and Freehold Land *	1871.33	-	18.27	-	1889.60	859.87	41.81	-	-	901.68	987.92	1011.46
3	Plant and Machinery	1603.94	(0.07)	57.63	9.48	1652.02	1293.55	46.12	(0.07)	8.86	1330.74	321.28	310.39
4	Electrical Installation	175.78	(0.05)	2.26	0.29	177.70	151.45	6.56	(0.05)	0.24	157.72	19.98	24.34
5	Furniture and Fittings	129.28	(0.54)	1.54	0.37	129.91	99.88	4.00	(0.54)	0.37	102.97	26.94	29.39
6	Vehicles	447.20	(0.38)	45.37	31.88	460.31	169.36	51.71	(0.38)	28.24	192.45	267.86	277.84
7	Computers	186.80	(3.02)	0.47	1.23	183.02	172.56	3.85	(3.02)	1.21	172.18	10.84	14.24
8	Office Equipments	161.91	0.41	1.14	0.92	162.54	136.79	8.79	0.41	0.90	145.09	17.45	25.12
9	Assets Financed out of Capital Grant (Refer Note-h below)	38.62	-	-	-	38.62	17.23	2.74	-	-	19.97	18.65	21.39
						0.00					0.00	0.00	
	<b>TOTAL (A)</b>	<b>5110.71</b>	<b>(3.65)</b>	<b>734.42</b>	<b>44.18</b>	<b>5797.31</b>	<b>2918.67</b>	<b>166.33</b>	<b>(3.65)</b>	<b>39.82</b>	<b>3041.53</b>	<b>2755.81</b>	<b>2192.04</b>
<b>B</b>	<b>Intangible Assets</b>												
	Computer Softwares	4.82	-	2.51	-	7.33	4.59	0.25	-	-	4.84	2.49	0.23
	<b>TOTAL (B)</b>	<b>4.82</b>	<b>-</b>	<b>2.51</b>	<b>-</b>	<b>7.33</b>	<b>4.59</b>	<b>0.25</b>	<b>-</b>	<b>-</b>	<b>4.84</b>	<b>2.49</b>	<b>0.23</b>
	<b>TOTAL (A+B)</b>	<b>5115.53</b>	<b>(3.65)</b>	<b>736.93</b>	<b>44.18</b>	<b>5804.64</b>	<b>2923.26</b>	<b>166.57</b>	<b>(3.65)</b>	<b>39.82</b>	<b>3046.37</b>	<b>2758.30</b>	<b>2192.27</b>
	Previous Year	<b>5142.19</b>	<b>-</b>	<b>193.31</b>	<b>195.09</b>	<b>5140.42</b>	<b>2882.52</b>	<b>182.87</b>	<b>-</b>	<b>142.13</b>	<b>2923.26</b>	<b>2217.17</b>	<b>2259.69</b>
	Capital work-in-progress	24.89	-	27.33	-	52.22	-	-	-	-	-	52.22	24.89
		<b>24.89</b>	<b>-</b>	<b>27.33</b>	<b>-</b>	<b>52.22</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>52.22</b>	<b>24.89</b>
	<b>GRAND TOTAL</b>	<b>5140.42</b>	<b>(3.65)</b>	<b>764.26</b>	<b>44.18</b>	<b>5856.86</b>	<b>2923.26</b>	<b>166.57</b>	<b>(3.65)</b>	<b>39.82</b>	<b>3046.37</b>	<b>2810.52</b>	<b>2217.16</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018**

- i. Depreciation provided during the year on Asset financed out of capital grant ` 2.74 lakhs (P.Y. ` 2.74 lakhs) is adjusted to Capital Reserve.
- ii. \* Includes ownership flats (cost ` 16.41 lakhs) In Co-Op Housing Societies / Apartment Owner's Association.
- iii. Plant and Machinery having Gross Block of ` 204.13 lakhs (P.Y. ` 278.96 lakhs) which is not in use. Depreciation on the same is provided on single shift basis.
- iv. Assets having W.D.V. of ` 1 each are not in use and are yet to be discarded having gross block of ` 882.52 lakhs (P.Y. ` 882.52 lakhs).
- v. Depreciation includes prior period depreciation of ` Nil lakhs (Net) ( P.Y. ` 0.30 lakhs)
- vi. Freehold land includes commercial land at Jalgaon, total area 2125 sq. mts., which is reserved in Development Plan of Extended Jalgaon by local Municipal Corporation. Nessessary effect will be given
- vii. Adjustment in respect of assets financed out of capital grant of Nil (P.Y. ` 365.74 lakhs) represents capital grant received which is adjusted against the additions of such assets.
- viii. Details of Assets Financed out of capital grants:

Sr. No.	Particulars	GROSS BLOCK				DEPRECIATION / AMORTISATION						NET BLOCK	
		Cost as at 1st April, 2017	Adjustments during the year	Additions during the year	Adjustments towards grant	Cost as at 31st March, 2018	Accumulated up to 1st April, 2017	Provided during the year	Adjustments during the year	Deductions during the year	Accumulated up to 31st March, 2018	As at 31st March, 2018	As at 31st March, 2017
	-												
	-												
	-												
	Sugras Factory Chinchwad Plant and Machinery	38.62	-	-	-	38.62	17.24	2.74	-	-	19.98	18.64	21.38
	<b>TOTAL</b>	38.62	-	-	-	38.62	17.24	2.74	-	-	19.98	18.64	21.38

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 10 "NON CURRENT INVESTMENT"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>I. IN GOVERNMENT SECURITIES :</b>		
6 Years National Saving Certificates (In the Custody of A.P.O. Authorities)	0.30	0.30
With Sales Tax, Shriganganagar	-	0.02
FDR with Commercial Tax Officer Circle Bhopal	0.05	0.05
Term Deposit with Banks	8001.00	18505.57
	<b>8001.35</b>	<b>18505.94</b>
<b>II. IN EQUITY SHARES:</b>		
<b>TRADE INVESTMENT:</b>		
25,000 Equity Shares of Maharashtra Organic Manures Co. Ltd., ` 100 each	25.00	
1,816 Equity Shares of Southern Pesticides Corporation Ltd., ` 1000 each	18.16	
3,62,750 Equity Shares of Bombay Organic Manures Co. Ltd., ` 10 each	36.28	
	<u>79.44</u>	
Less : Provision for diminution in value of Long Term Investment	59.44	20.00
	20.00	20.00
(The Parent Company has Investment Subsidy Reserve of ` 20.00 lakhs (P.Y. ` 20.00 lakhs) created in earlier year which is adequate for meeting any further loss on these investments)		
1 Share of Krushak Bharti Co-Op Ltd. of ` 100000 each	1.00	1.00
1,000 Shares of The Co-operative Stores Ltd. New Delhi of ` 10 each	0.10	0.10
14% Cumulative Redeemable Preference Shares of M/s Alliance Agro India (Refer Note No. 30 (a))	386.20	386.20
MFFP Morshi (Amravati) Project (Refer Note No. 30 (a))	121.80	111.90
	<b>529.10</b>	<b>519.20</b>
<b>III. OTHER THAN TRADE INVESTMENT :</b>		
<b>FULLY PAID</b>		
1 Share of Maharashtra State Co-op Bank Ltd. of ` 1000 each	0.01	0.01
1 Share of Sahakari Audyogik Vasahat Ltd. Pachora, Dist Jalgaon of ` 1000 each	0.01	0.01
61 Equity Shares of Co-operative Housing Societies Limited of ` 50 each	0.03	0.03
	<b>0.05</b>	<b>0.05</b>
<b>Total</b>	<b>8530.50</b>	<b>19025.19</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 11 "DEFERRED TAX ASSET/LIABILITY"**

(` in lakhs)

Particulars	As At 31.03.2018	As At 31.03.2017
Opening Balance of Deferred Tax Asset	67.58	47.07
Add : Deferred Tax Asset on Fixed Assets - Depreciation	-	1.14
Add/(Less) : Deferred Tax Asset on disallowances as per Income Tax Act	(10.16)	19.37
<b>Total</b>	<b>57.42</b>	<b>67.58</b>

Deferred Tax Assets/Liability is recognized after adjusting Opening Balance of the same. Items of Differences of Permanent Nature are not considered.

**Note No. 12 "LONG-TERM LOANS AND ADVANCES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Unsecured, Considered Good unless otherwise specified :</b>	`	`
a) Capital Advance	-	607.74
b) Advances to Agro Advantages* (Considered Doubtful)	230.68	230.68
c) Advances Recoverable in cash or in kind (Includes considered Doubtful of ` 559.01 lakhs (P.Y. ` 583.51 lakhs))	11991.87	4559.42
d) Advances to Employees	0.80	0.86
e) Deposits (Includes considered Doubtful of ` 5.75 lakhs (P.Y. ` 5.75 lakhs))	140.38	158.23
f) Advance Tax (net of provisions)	437.18	58.92
	12800.91	5615.85
Less: - Provision for Doubtful Advances	798.03	819.94
<b>Total</b>	<b>12002.88</b>	<b>4795.91</b>

\* Advance amount paid by the Corporation in organizing Agro Advantage farmers rally in 1998 has not been received from the Government of Maharashtra. Period of over 20 years has elapsed and hence has been provided in full.

**Note No. 13 "OTHER NON CURRENT ASSETS"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Unsecured :</b>	`	`
Claims Receivables (Considered Doubtful)	343.60	321.17
Less: - Provision for Doubtful Advances	343.60	321.17
<b>Total</b>	-	-

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 14 "INVENTORIES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
Consumable Stores	150.96	184.36
Packing Material	217.24	384.13
Raw Material	4244.20	5939.04
Semi Finished Goods*	1760.60	39.81
Finished Goods - Manufactured	2964.68	6297.44
Finished Goods - Bought-Out	161.32	5201.33
Other Stocks	-	126.80
	9499.00	18172.91
Less: Provision for Obsolete Stock	25.17	25.17
<b>Total</b>	<b>9473.83</b>	<b>18147.74</b>

\* Subject to confirmation from dealers in respect of stock of fertilizers lying with them.

**Note No. 15 "TRADE RECEIVABLE"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>Unsecured :</b>		
<b>Debtors Overdue for more than six months :</b>		
Considered Good	13698.74	4794.95
Considered Doubtful	1828.77	1782.00
<b>Other Debts :</b>		
Considered Good	988.68	20227.28
	16516.19	26804.23
Less : Provision for Doubtful debts	1828.77	1782.00
<b>Total</b>	<b>14687.42</b>	<b>25022.23</b>

1. Due to system constraints, ageing of debtors cannot be ascertained correctly. Classification of Debtor/Ageing has been worked out to the extent of information available.
2. Trade Receivables includes ` 885.00 lakhs (P.Y. ` 706.98 lakhs) in respect of which the Group holds guarantees from Banks.
3. Trade Receivables includes debtors in respect of Engineering Division for which provision has been made without taking intimations from the concerned authorities.
4. TDS deducted by the debtors aggregating to ` 76.75 lakhs (P.Y. ` 76.75 lakhs ) lying in credit as on 31.3.2018 in the books of party-wise break-up of such TDS deducted is not available with the Parent Company.



**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 16 "CASH AND BANK BALANCES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>a) CASH AND CASH EQUIVALENT :</b>	`	`
<b>i) Cash on hand</b>	-	-
<b>Total (A)</b>	-	-
<b>b) OTHER BANK BALANCES :</b>		
<b>i) Term Deposit with Bank :</b>		
Maturity Period more than 3 Months and upto 1 year (Includes ` 5000.00 lakhs (P.Y. ` 5000.00) on lien with bank against overdraft facility)	15385.85	10193.58
<b>ii) IN CURRENT ACCOUNTS</b>	513.45	283.60
<b>iii) IN COLLECTION ACCOUNTS :</b>	787.77	1507.22
Remittances-in-transit (Including old of ` 2.94 lakhs (P.Y. ` 2.94 lakhs) yet to be received)	3.01	13.49
	16690.08	11997.89
Less: Credit Balance in current accounts	118.27	299.54
<b>Total (B)</b>	<b>16571.81</b>	<b>11698.35</b>
<b>c) BALANCE WITH NON-SCHEDULED BANKS :</b>		
<b>i) IN CURRENT ACCOUNTS :</b>		
Sindhudurg Dist. Central Co-op Bank Ltd Maximum Balance of ` 0.04 lakhs (P.Y. ` 0.04 lakhs)	0.05	0.05
<b>ii) IN COLLECTION ACCOUNTS :</b>		
Yavatmal D.C.C. Bank (Maximum debit balance of ` Nil lakhs (P.Y. ` 0.01 lakhs)	-	0.01
<b>Total (C)</b>	<b>0.05</b>	<b>0.06</b>
<b>Total (A+B+C)</b>	<b>16571.86</b>	<b>11698.41</b>

**Note No. 17 "SHORT-TERM LOANS AND ADVANCES"**

(` in lacs)

Particulars	As At 31.03.2018	As At 31.03.2017
<b>a) Unsecured, Considered Good :</b>	`	`
Loans and Advances to Employees and Others	336.22	168.97
b) Prepaid Expenses	23.79	21.84
c) Balances with Government Authorities :		
i) P.L.A. A/c	2.58	2.59
ii) Modvat Credit	5.10	14.59
iii) VAT Receivable	8.02	8.02
iv) GST Receivable	37.23	0.00
v) Income Tax and TDS	10.23	45.75
	63.16	70.95
<b>B) Doubtful :</b>		
Considered Doubtful	9.37	9.37
Less : Provision for Doubtful Loans and Advances	9.37	9.37
	-	-
<b>Total</b>	<b>423.17</b>	<b>261.76</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 18 "OTHER CURRENT ASSETS"**

( ` in lacs)

<b>Particulars</b>	<b>As At 31.03.2018</b>	<b>As At 31.03.2017</b>
<b>Unsecured, Considered Good :</b>	`	`
a) Interest Receivables*	2770.01	1756.45
b) Claims Receivables	40.27	444.46
c) Other Receivable	31.33	207.24
d) Assets held for Disposal**	-	-
<b>Total</b>	<b>2841.61</b>	<b>2408.15</b>

\* Includes ` 1542.77 lakhs (P.Y. ` 1597.90 lakhs) interest accrued on fixed deposits.

\*\* The Assets held for Disposal amounts to ` 113.90 (P.Y. ` 140.90)

**Note No. 19 "REVENUE FROM OPERATIONS"**

<b>Particulars</b>	<b>Year ended 31.03.2018</b>	<b>Year ended 31.03.2017</b>
<b>Sales</b>	`	`
<b>a) Manufacturing Products :</b>		
Fertilizer	18976.75	21899.58
Pesticides	1827.64	2882.21
Agro Engineering	117.68	247.84
Processed fruits and vegetables	558.01	734.75
	21480.08	25764.38
Less : Excise Duty	51.82	514.13
<b>Total A</b>	<b>21428.26</b>	<b>25250.25</b>
<b>b) Bought-Out Products</b>		
:		
Animal Feed	338.17	448.94
Fertilizer	29956.59	28656.83
Agro Engineering	7890.82	36303.69
Pesticides	12.57	7731.41
Other Sales	79.82	
<b>Total B</b>	<b>38277.97</b>	<b>73140.87</b>
<b>c) Other Operating Income</b>		
Scrap Sales	4.19	168.56
<b>Total C</b>	<b>4.19</b>	<b>168.56</b>
<b>Total (A+B+C)</b>	<b>59710.42</b>	<b>98559.68</b>

1) Sales shown above are net of Trade discount of ` 567.41 lakhs (P.Y. ` 941.70 lakhs).

2) Sales shown net of VAT/GST.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 20 "OTHER INCOME"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>a) Interest Income :</b>		
From Customers	23.31	14.42
On Advance to Employees	0.36	6.88
On Investment (Deposit With Bank)	2146.75	2171.42
(Net of Interest Paid ` Nil lakhs (P.Y. ` 120.15 lakhs) on Unutilised amount received from Government under various Scheme)		
On Other Deposits	1.03	1.10
On Sales Tax Refund	-	342.61
Others	3.18	0.29
<b>Total A</b>	<b>2174.63</b>	<b>2536.72</b>
<b>b) Rent Received :</b>		
From Office Premises	20.50	25.65
From Residential Buildings	2.50	3.95
From Godown	26.27	11.06
Others	27.26	60.01
<b>Total B</b>	<b>76.53</b>	<b>100.67</b>
<b>c) Other Income :</b>		
Cash Discount Received on Purchases	472.28	158.33
Dividend Received	0.15	0.20
Other Receipts**	152.22	189.35
Profit on Sale of Fixed Assets (net)	5.27	0.00
Sundry Balances Written Back	0.21	28.49
Provision for doubtful advance no longer required written/back	6.53	
<b>Total C</b>	<b>636.66</b>	<b>376.37</b>
<b>Total (A+B+C)</b>	<b>2887.82</b>	<b>3013.76</b>

\*\* Includes inspection charges of ` 71.20 lakhs (P.Y. ` 154.49 lakhs) prior to delivery which is purely a reimbursement of expenses incurred by the Parent Company. Therefore this has been shown as other income and not as service income since Parent Company has not provided any service to the parties.

**Note No. 21 "COST OF MATERIAL CONSUMED"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
Opening Stock	5939.04	6362.25
Add : Purchases	11369.55	17822.10
	17308.59	24184.35
Less : Closing Stock	4578.58	5939.04
<b>Total</b>	<b>12730.01</b>	<b>18245.31</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 22 "PURCHASE OF STOCK-IN-TRADE"**

(` in lacs)

<b>Particulars</b>	<b>Year ended 31.03.2018</b>	<b>Year ended 31.03.2017</b>
Fertilizers	26779.74	25456.44
Pesticides	-	1427.50
Feed	316.86	411.09
Agro Engineering	7661.28	34955.28
Bio-Fertilizers	28.99	335.89
Gypsum	14.56	18.66
Micro Nutrient	0.05	1379.26
Bio-Pest	-	5789.11
IWMP Agril Kits	11.52	48.97
<b>Total</b>	<b>34813.00</b>	<b>69822.20</b>

**Note No. 23 "CHANGES IN INVENTORIES OF FINISHED GOODS,  
WORK-IN-PROGRESS AND STOCK-IN-TRADE"**

(` in lacs)

<b>Particulars</b>	<b>Year ended 31.03.2018</b>	<b>Year ended 31.03.2017</b>
<b>Inventories at the end of the year :</b>		
Finished Goods	1849.14	6297.44
Semi Finished Goods	11.20	39.81
Stock-in-trade	2691.88	5328.12
(Include old gunny bags for sale of ` 126.80 lakhs (P.Y. ` 150.75 lakhs)	4552.22	11665.37
<b>Inventories at the beginning of the year :</b>		
Finished Goods	6297.44	6887.26
Semi Finished Goods	39.81	58.90
Stock-in-trade	5328.12	6046.46
	11665.37	12992.62
Excise duties on increase/(decrease) of finished goods	-	49.11
<b>Net (Increase)/Decrease in Inventories</b>	<b>7113.15</b>	<b>1376.36</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 24 "EMPLOYEES BENEFITS EXPENSES"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>REMUNERATION TO MANAGING DIRECTOR :</b>		
Salary	17.31	20.85
Leave Salary Contribution	0.32	0.42
Pension Contribution	0.00	0.76
	17.63	22.03
<b>REMUNERATION TO EMPLOYEES :</b>		
Salary, Wages and Bonus*	2978.77	3242.29
Contribution to Provident Fund and Other Funds	315.85	333.59
Gratuity	547.51	458.19
Welfare Expense	109.42	142.61
Staff Training Expenses	4.62	1.24
	3956.17	4177.92
<b>Total</b>	<b>3973.80</b>	<b>4199.95</b>

\* Include provision for Ex-gratia/ Bonus ` 3.90 lakhs (P.Y. ` 12.29 lakhs)

**Note No. 25 "FINANCE COSTS"**

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>Interest Expenses on :</b>		
On Overdraft from Bank	83.50	1.76
On Deposit	18.10	16.07
On Income Tax	0.21	66.19
On Other Loan	5.97	18.52
<b>Total</b>	<b>107.78</b>	<b>102.54</b>

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 26 "OTHER EXPENSES"**

(` in lacs)

Particulars	Year ended 31.03.2018	Year ended 31.03.2017
<b>Manufacturing Expenses :</b>		
Stores and Spares Consumed*	205.99	260.14
Packing Material Consumed*	610.82	789.83
Power and Fuel Consumption	111.43	139.94
Water Charges	16.48	14.55
Processing Charges and Other Manufacturing Expenses	362.31	497.70
<b>Repairs and Maintenance :</b>		
Plant and Machinery	15.78	18.89
Buildings	135.47	94.54
Other Assets	21.34	42.55
<b>Selling Expenses :</b>		
Rebates / Discount	182.50	166.02
Commission Paid	9.40	25.70
Advertisement and Publicity	22.57	199.17
Carriage Outward and Other Expenses	408.46	495.58
<b>Establishment Expenses :</b>		
Rent	109.79	568.77
Rates and Taxes	81.79	354.16
Lease Charges	0.52	0.52
Printing and Stationery	26.82	73.87
Postage and Telephone	25.98	33.42
Insurance Charges	41.32	86.49
Vehicle Expenses	88.63	108.05
Bank Charges	1.34	6.78
Legal and Professional Charges	51.55	47.73
Agricultural Research and Development Expenses	2.78	7.03
<b>Travelling and Conveyance :</b>		
Managing Director	1.16	5.71
Director	0.88	0.13
Others	51.78	59.65
<b>Remuneration to Auditors :</b>		
Audit Fees	5.58	3.22
Reimbursement of Expenses	2.06	2.36
<b>Other Office Expenses :</b>		
Loss on sale of Fixed Assets (net)	1.02	9.75
Provision for Obsolete Stock	-	9.51
Other Expenses	1040.90	1062.80
Bad Debts Written-Off	1.98	1.34
Sundry Balance Written-Off	0.02	0.05
Provision for Bad & Doubtful Debts and Advances (net)	47.29	85.88
<b>Total</b>	<b>3685.74</b>	<b>5271.83</b>

\* All material consumed are of indigenous in current year as well as in previous year.

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LTD.  
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2018**

**Note No. 27 "PRIOR PERIOD ITEMS"**

<b>Particulars</b>	<b>Year ended 31.03.2018</b>	<b>Year ended 31.03.2017</b>
<b>Expenses :</b>	\	\
VAT	1.61	-
Purchase	-	71.29
Income Tax	1.01	-
Other Office Expenses	0.42	-
<b>Total A</b>	3.04	71.29
<b>Income :</b>		
Sales	-	81.92
Excess Provision of Bonus	0.50	-
Purchase	46.12	160.99
Welfare Expenses	-	1.50
Others	2.37	57.28
<b>Total B</b>	48.99	301.69
<b>Total (A+B)</b>	<b>(45.95)</b>	<b>(230.40)</b>

**NOTE NO: - 28**

**SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE CONSOLIDATED**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2018**

**I) GENERAL**

- a) The Subsidiary (which along with The Maharashtra AgroIndustries Development Corporation Ltd, the Parent, constitute the Group) considered in the preparation of these Consolidated Financial Statements is:

<b>Name</b>	<b>Country of Incorporation</b>	<b>Percentage of ownership interest as at 31<sup>st</sup> March, 2018</b>	<b>Percentage of ownership interest as at 31<sup>st</sup> March, 2017</b>
Maharashtra Insecticides Limited	India	100	100

Besides the above, the Group also includes the following Companies.

<b>Name</b>	<b>Country of Incorporation</b>	<b>Percentage of ownership interest as at 31<sup>st</sup> March, 2018</b>	<b>Percentage of ownership interest as at 31<sup>st</sup> March, 2017</b>	<b>Relationship with Holding Company</b>
Maharashtra Organic Manures Company Pvt. Ltd	India	56	56	Subsidiary
Bombay Organic Manures Co. Ltd.	India	48	48	Associate

These two companies have not been included in the consolidation since their financial statements are not available for the past many years.

- b) The consolidated financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act, 2013 as adopted consistently by the Group. These Consolidated Financial Statements are based, in so far as they relate to amounts included in respect of the Subsidiary on the audited financial statements prepared for consolidation in accordance with the requirements of Accounting Standard – 21 (AS 21) on “Consolidated Financial Statements”



- c) The Group generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis except in those cases where there is significant uncertainty.

**II) INVENTORY VALUATION:**

**Inventories have been valued on the following basis:**

<b>Particulars</b>	<b>Valuation Basis</b>
Raw Materials Packing Materials	Average cost or net realizable value, whichever is lower.
Finished goods (manufactured)	At weighted average cost or net realizable value, whichever is lower.
Traded goods	At weighted average cost or net realizable value, whichever is lower.
Semi-finished goods	At average cost.
Consumable stores and loose tools	At average cost.
Used gunny bags and other stock	At estimated value or on the basis of tenders if and when invited.
The stock of finished products for reformulation/reprocessing	At approximate average cost reduced by value of estimated reduction in terms of quality/ ingredients.

**III) FIXED ASSETS:**

Fixed assets are stated at historical cost, including other expenses for acquisition, installation and registration.

**IV) DEPRECIATION:**

**Tangible assets:**

Depreciation, other than leasehold land, is provided on the assets on their original costs up to their net residual value estimated at 5% of the original cost, pro-rata to the period of use on the straight-line method, over their estimated useful life. Estimated useful life is as per schedule II to the Companies Act, 2013. Assets individually costing upto ` 5000 are fully depreciated in the year of purchase. Leasehold land is amortized over the period of lease.

**Intangible assets:**

Software costs are amortized equally over a period of five financial years.

Leasehold land is amortized over a primary period of lease.

**V) REVENUE RECOGNITION:**

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

Revenue from sales are recognized when the property in goods and significant risks & rewards relating thereto are transferred to the buyer.

**VI) SALES:**

Sales are net of VAT/GST. Sales are recorded net of trade discounts, quantity rebates and excise duties. Sales do not include inter divisional transfers.

**VII) PURCHASES:**

Purchases of Complexes and Straight fertilizers for trading purpose are accounted for on the basis of lifting certificates.

**VIII) EXCISE AND CUSTOM DUTY:**

CENVAT credit of Excise Duty is accounted for by reducing the purchase cost of the related Raw material. Excise Duty liability on goods manufactured but not cleared has been provided for where ever is applicable.

**IX) INCOME AND EXPENDITURE ACCOUNTING:**

a) Except Government Subsidy, Insurance premium, and Lease charges on leasehold land, all material income and expenses are accounted for on accrual basis.

b) Insurance claim in respect of traded goods is credited to purchase account. Insurance claim in respect of raw materials, manufactured goods and other items is shown under other income in the year in which the event occurs and the claim is lodged. Difference if any, on final settlement of the claim is accounted in the accounting year in which the final settlements take place.

**X) INVESTMENTS:**

Long-term Investments are stated at cost. Provision for diminution in the value of Long-term investments is made if any, needed.

**XI) RETIREMENT BENEFITS:**

Retirement benefits are dealt with in the following manner: -

a) Contributions to Provident, Superannuation and Gratuity Funds are made to recognized funds and charged to Profit and Loss Account.

b) The Parent Company recognizes liability towards gratuity in respect of its employees on the basis of actuarial valuation and is met through a funded scheme managed by the Life Insurance Corporation of India (LIC).

The Subsidiary Company accounts for gratuity expense of its employees on the basis of contributions payable to a funded scheme managed by the Life Insurance Corporation of India (LIC).

c) Leave encashment benefits payable to employees are accounted for on the basis of an actuarial valuation.

**XII) RESEARCH AND DEVELOPMENT EXPENDITURE:**

Revenue expenditure is charged to Statement of Profit and Loss and Capital expenditure is added to the cost of Fixed Assets in the year in which it is incurred.

**XIII) GOVERNMENT GRANTS:**

Capital grants relating to specific assets are reduced from the gross value of the Fixed Assets and Capital grants for project Capital subsidy are credited to Capital Reserve, Other revenue grants are credited to Statement of Profit and Loss or deducted from the related expenses.

**XIV) PROVISION FOR BAD & DOUBTFUL DEBTS:**

The Group has made provision for bad and doubtful debt as under -

100% for debtors outstanding for a period exceeding three years.

25% for debtors outstanding for a period exceeding two years.

10% for debtors outstanding for a period exceeding one year.

In addition to above, each case is individually examined and if found that it is doubtful of recovery, irrespective of age, 100% provision is made.

**XV) PRIOR PERIOD ITEMS:**

Items of Income and Expenditure, which relate to prior accounting periods, are accounted in the Profit and Loss Account under the head "Prior Years Adjustments" other than those occasioned by events occurring during or after the close of the year and which are treated as relating to the current year.

**XVI) CURRENT ASSETS:**

Current Assets Loans and Advances stated in the Balance Sheet are recoverable except Doubtful Debtors and Advance to which provision has been made.

**XVII) CONTINGENT LIABILITIES:**

Contingent Liabilities as defined in Accounting Standard-29 are disclosed by way of notes of accounts.

**XVIII) TAXES ON INCOME:**

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Deferred tax is not recognized by the Parent Company due to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred tax is recognized by the Subsidiary Company subject to the consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

**NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup>MARCH, 2018**

**29) CONTINGENT LIABILITIES NOT PROVIDED FOR:**

- a) Capital commitments not provided for ` 585.00 lakhs (P.Y. ` 435.66 lakhs) by the Group.
- b) Claims against the Group not acknowledged as debts ` 63.91 lakhs (P.Y. ` 63.91 lakhs).
- c) Disputed Sales Tax Demand of ` 605.29 lakhs (P.Y. ` 374.87 lakhs) disputed by the Parent Company.
- d) Disputed Income Tax demands of ` 362.35 lakhs (P.Y. ` 362.35 lakhs) disputed by the Parent Company.
- e) The Subsidiary has received demand for ` 7.78 lakhs (P.Y. ` 7.78 lakhs) for F.Y. 1994-95 from Dy. Commissioner of Sales Tax (Admn), Nagpur for which the Subsidiary had preferred an appeal before the Maharashtra Sales Tax Tribunal, Mumbai by making part payment of ` 1.00 lakh in protest.
- f) The Subsidiary has received demand of ` 2.31 lakhs, from Dy. Commissioner of Sales Tax Akola for non-submission of VAT Audit Report for the year 2014-15. In prescribe period, for which the company had preferred an appeal before the Joint Director (appeal) Sales Tax Department Amravati by making part payment of ` 0.25 lakhs under protest. The decision of which is awaited.
- g) An amount of ` 1.54 lakhs (P.Y. ` 1.54 lakhs) has been deposited in High Court, Nagpur Bench in respect of suit filed by M/s. Deshmukh Printers, Akola for ` 2.54 lakhs for claiming damages against the Subsidiary since they were not awarded contract for printing of leaflets. The case has been transferred to Hon. District Civil Court, Akola for further proceeding.

- 30) (a)** The Government of Maharashtra had appointed the Parent Company as a nodal agency for erection of two multi fruit processing plants at Katol and Morshi.

Out of these two plants, Katol plant had been handed over to M/s Alliance Agro India Ltd. as per Government orders and M/s Alliance Agro India Ltd. issued 14% Cumulative Redeemable Preference Shares of ` 386.20 lakhs to the Parent Company against its share.

Dividend on the above preference shares have not been received or accounted for since beginning and will be accounted for as and when received. The Parent Company has filed winding up petition against M/s Alliance Agro India Ltd. before Hon'ble High court on 06.08.2010. The Hon'ble High Court has appointed Official Liquidator on 02.08.2012 to dispose-off the property. However, as per the directives given by Government of Maharashtra, the Katol project is to be taken back from the Official Liquidator. The Parent Company has filed an application for the same to Hon'ble High Court, which is pending.

Pending clarity on the assets available to the Parent Company on such liquidation, no impairment on this investment has been recognized in the financial statements.

The Parent Company has spent an amount of ` 121.80 lakhs (P.Y. ` 111.90 lakhs) (net of adjustments) on Morshi project in earlier years. The same has been shown as investment. During the year, the Morshi plant has been let out for operations to M/s Maha Orange Nagpur on experimental basis for a period of 3 years commencing from February, 2017.

- (b)** Godown constructed at Butibori Food Park was given on rent to a party. In the year 2011-12 the Parent Company found that the party was using the premises for unpermitted activity and served lease termination notice on the party.

The Party has challenged this termination notice in High Court of Bombay and continues to occupy the premises.

Arbitration proceedings have been launched by the Parent Company against the party claiming an amount of ` 102.97 lakhs (P.Y. ` 102.97 lakhs) plus interest thereon at 24% p.a. on account of illegal use of godown, loss suffered due to damage to approach road, damages on failure to vacate the premises and recovery of charges. The Parent Company has not accounted for these receivables as they are contingent in nature depending on the outcome of the arbitrations. Further rent receivable for occupation of premises from date of arbitration up to 31st March 2018, has not been accounted being contingent in nature depending upon the outcome of the arbitrations.

- (c)** Under the Prime Minister's Special Package for Vidharbh Region of Maharashtra, Government of India has sanctioned setting up of Fodder Block manufacturing plants at Yavatmal at an estimated project cost of ` 85.00 lakhs. An amount of ` 74.37 lakhs is received from Government of Maharashtra and Government of India for the project. Machineries have been erected and trial production taken but commercial production has not started due to poor demand. Total capital expenditure incurred of ` 47.27 lakhs (P.Y. ` 43.56 lakhs) has been capitalized but the same assets are not in use. The balance amount of the subsidy of ` 26.75 lakhs (P.Y. ` 30.81 lakhs) is payable. However, the balance unitized amount is shown as Government grant under Capital Reserve.

- (d)** The Parent Company has received a claim for ` 206.18 lakhs (P.Y. ` 206.18 lakhs) from Maharashtra State Road Transport Corporation Limited (MSRTC) for transportation arrangements of farmers during Agro Advantage, 1998 event. The claim has been rejected by the Parent Company and the same has been conveyed to MSRTC.

- 31)** The Corporation held leasehold land at Goregaon, Mumbai where original lease period has expired. The Corporation opted to purchase the land for ` 607.74 lakhs which was shown as capital advance in the previous year. On the receipt of Collector's letter sanctioning the purchase, the same has been capitalized and shown as Freehold Land.

- 32) Other current liabilities includes subsidy received from the Government of Maharashtra of ` 1598.01 lakhs (P.Y. ` 1741.48 lakhs) being subsidy received against sale of agricultural engineering products to farmers. The reconciliation and adjustments of the same against amounts due lying in debtors is in progress pending receipt of necessary documentation from the sanctioning authorities.
- 33) The Subsidiary has not received any intimation from the suppliers regarding their status under Micro, Small and Medium Enterprises Act, 2006 and hence disclosure, if any, relating to amounts unpaid as at the year-end together with interest paid or payable as required under the said Act has not been given.
- 34) **Disclosures relating to post employment benefits**
- i) In accordance with Accounting Standard 15 – ‘Employee Benefits’(Revised), the Parent Company has classified the various post employee benefits provided to the employees as under:

(` in lakhs)

	Year ended 31.03.2018	Year ended 31.03.2017
<b>I. Defined contribution plans</b>		
a. Provident fund		
b. Superannuation fund		
c. State defined contribution plans:		
- Employers’ Contribution to Employee’s State Insurance Scheme		
- Employers’ Contribution to Employee’s Pension Scheme 1995		
During the year, the Corporation has recognized the following amounts in the statement of profit and loss account		
- Employers’ contribution to provident fund	211.05	220.15
- Employers’ contribution to superannuation fund	-	-
- Employers’ contribution to employee’s state insurance	3.52	2.74
- Employers’ contribution to Employee’s Pension Scheme 1995	73.19	81.53
<b>II. Defined benefit plans</b>		
i) Gratuity scheme		
Contributions to the Gratuity trust fund are paid by way of premium under Group Gratuity cum Term Assurance Policy with Life Insurance Corporation of India (LIC). In accordance with Accounting Standard 15 (Revised), actuarial valuation was performed in respect of the aforesaid defined benefit plan based on the following assumptions:-		
Discount rate (per annum)	7.50%	7.50%
Rate of increase in compensation levels	8.00%	8.00%

Rate of return on plan assets (for funded scheme)	6.07%	6.07%
The estimates of future increase in compensation levels takes into account the inflation, seniority, promotion and other relevant factors.		
<b>A. Changes in the present value of obligation</b>		
Present value of obligation as at beginning of the year	2440.07	2877.64
Interest cost	166.63	190.05
Current service cost	105.97	65.24
Benefits paid	(436.64)	(1004.02)
Actuarial (gain) / loss on obligations	13.69	311.15
Present value of obligation as at end of the year	2705.52	2440.07
<b>B. Changes in the fair value of plan assets</b>		
Present value of plan assets at beginning of the year	2047.28	2246.34
Expected return on plan assets	124.89	105.93
Actuarial gains and (losses)	14.91	30.49
Contributions	173.66	668.54
Benefits paid	436.64	1004.02
Fair value of plan assets at end of the year	1924.10	2047.28
<b>C. Amount recognized in the balance sheet</b>		
Present value of obligation as at end of the year	2705.52	2440.07
Fair value of plan assets as at the end of the year	1924.10	2047.28
(liability) / asset recognized in the balance sheet	(781.42)	(392.79)
<b>D. Expenses recognized in the statement of profit and loss</b>		
Current service cost	105.97	65.24
Past Service Cost	-	-
Interest cost	166.63	190.05
Expected return on plan assets	(124.89)	(105.93)
Net actuarial (gain) / loss recognized in the period	28.59	280.67
Total expense recognized in statement of profit and loss for current period	562.29	430.03

The above information relates only to the Parent Company. The corresponding figures of the Subsidiary are not available.

**ii) Leave Encashment:**

The Group has been accounting for provision on account of leave encashment for existing employees on retirement based on actuarial valuation.

- 35)** The Parent Company has not appointed Company Secretary as required by the Companies Act, 2013. Three meeting of Board of Directors has been held as against the four meetings during the year under audit.



**36) A) Names of the related parties and relationship**

Key Management Personnel:

- i) Shri Ashok Karanjkar I.A.S. Managing Director of Parent Company 12.08.2016 to 31.03.2017.
- ii) Shri S.B. Mundada/M.S. Soman Chief Executive/Director of Subsidiary Company.

**Remuneration to Managing Director of Parent Company**

<b>Particulars</b>	<b>Current Year (` in lakhs)</b>	<b>Previous Year (` in lakhs)</b>
Salaries	17.31	20.85
Leave salary	0.32	0.42
Pension contribution	0.00	0.76

**Remuneration to Chief Executive/Director of Subsidiary Company.**

<b>Particulars</b>	<b>Current Year (` in lakhs)</b>	<b>Previous Year (` in lakhs)</b>
Salaries	9.24	15.39
PF/FPF Contribution	1.06	1.50
Perquisites	0.16	0.15

- 37)** The debit/credit balances of Sundry Debtors, Sundry Creditors, Loans and Advances are subject to reconciliations / confirmations.
- 38)** The Parent Company does not have a process of getting balance confirmation from suppliers and reconciling the same especially with regard to major balance in respect of its Fertilizer Division the same is subject to reconciliation.
- 39)** The Group has yet to assess Single Super Phosphate plants at Jalna and at Rasayani and Processed Fruits and Vegetables plant at Motibaug and remaining assets dismantled fodder block plant at Yavatmal. Pending such assessment, no provision has been made for impairment of these assets as prescribed by AS-28 issued by ICAI.
- 40) Disclosure for operating leases under Accounting Standard 19- "Leases"**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
Disclosure in respect of the agreements entered into after 1st April, 2001 for taking on lease and license / under operating leases the residential / office premises and warehouses, including furniture and fittings therein, as applicable, and machinery, is given below:		
1. Lease payment recognized in the Profit and Loss Account for the year.		453.83

2) i) Under some of the agreements, refundable Interest free deposits have been given.	-	-
ii) Agreement do not provide for increase in rent.	-	-
iii) Some of the agreements provide for early termination by either party with a notice period, which varies from 15 days to 3 months.	-	-
iv) Some of the agreements contain a provision for its renewal.	-	-
3) Minimum lease payments under the agreements, which are non-cancelable, are as follows:		
i) Not later than one year	-	-
ii) Later than one year and not later than five years.	(Not ascertained)	(Not ascertained)
4) Lease payment Received – recognized in the Profit & Loss Account	76.25	100.35
Disclosure in respect of Plant and Machinery owned by the Corporation and given on operating lease after 1st April, 2001:	Nil	Nil
Included in Plant and Machinery in Note 9 - Fixed Assets, in respect of the aforesaid Plant and Machinery:		
Gross carrying amount as at the year end	Nil	Nil
Accumulated depreciation as at the year end	Nil	Nil
Depreciation for the proportionate period the Plant and Machinery is given under operating lease.	Nil	Nil

(To the extent information available with the Corporation)

( ` in lakhs )

#### 41) Earnings per Share

The Group does not have any outstanding dilutive potential equity shares. Consequently, the basic and diluted earnings per share remain the same.

Particulars	Current Year	Previous Year
a) Profit After Tax ( ` in lakhs)	(1.22)	1682.78
b) No. of Shares	550000	550000
c) Basic and Diluted EPS	(0.22)	305.96

- 42) Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013:

	Name of the Entity	Net Assets		Share in Profit or (Loss)	
		As % of Consolidated Net Assets	Amount (` in lakhs)	As % of Consolidated Profit or (Loss)	Amount (` in lakhs)
Parent	The Maharashtra Agro Industries Development Corporation Limited	95.00	19553.11	19.52	2.66
Subsidiary	Maharashtra Insecticides Limited	5.00	1028.95	(119.52)	(16.29)
	<b>Total</b>	<b>100.00</b>	20582.06	<b>100.00</b>	<b>(13.63)</b>

- 43) Previous year's figures are re-grouped and re-classified wherever necessary to make the same comparable with the figures of the current year.

**Chandrakant Patil**  
Chairman

**Eknath Dawale**  
Director

**Dr. Ashok Karanjkar**  
Managing Director

**Suresh Sonavane**  
Dy. General Manager (F&A)

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

As per our report of even date attached  
For **G. P. KAPADIA & CO.**  
Chartered Accountants  
Firm's Registration No. 104768W

(N.S. BHIMANI)  
Partner  
Membership No. 30547

Place : Mumbai  
Date : 1<sup>st</sup> March, 2019

**Appendix I**  
**Disclosure of Primary Business Segments 2017-18**

	FERTILIZERS		PESTICIDE		AGRO-ENGG.		ANIMAL FEED		NOGA		UNALLOCATED		TOTAL	
	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year	Current Year	Previous year
<b>REVENUE</b>														
External Sale	49005.03	50543.78	1844.40	10620.54	8010.10	36552.86	338.39	448.94	559.92	720.65	-	0.00	59757.84	98886.77
Other Income	480.65	161.13	3.38	4.01	91.98	178.69	37.09	(0.58)	0.30	0.04	2274.42	2670.47	2887.82	3013.76
<b>Total Revenue</b>	<b>49485.68</b>	<b>50704.91</b>	<b>1847.78</b>	<b>10624.55</b>	<b>8102.08</b>	<b>36731.55</b>	<b>375.48</b>	<b>448.36</b>	<b>560.22</b>	<b>720.69</b>	<b>2274.42</b>	<b>2670.47</b>	<b>62645.66</b>	<b>101900.53</b>
<b>RESULT</b>														
Segment Result	2006.90	2905.77	174.64	905.80	226.38	1214.20	(4.30)	(71.57)	(565.07)	(472.74)		-	1838.55	4481.46
Less : Unallocated corporate exp.											1646.89	2105.83	1646.89	2105.83
Operating Profit	2006.90	2905.77	174.64	978.56	226.38	1214.20	(4.30)	(71.57)	(565.07)	(472.74)	(1646.89)	(2105.83)	191.66	2448.39
Prior Period (Income) /Expense	23.69	(226.95)	0.18	70.45	66.23						(44.15)	(73.90)	45.55	(230.40)
Miscellaneous Expenditure													-	-
Profit/(Loss) before Tax	1983.21	3132.72	174.64	908.11	160.15	1214.20	(4.30)	(71.57)	(565.07)	(472.74)	(1691.04)	(2179.73)	57.41	2586.47
Income Tax provision											46.00	997.00	46.00	997.00
Balance b. f from last year	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess / (Short) provision for Income tax ( earlier years)											(12.63)	(73.75)	(12.63)	(73.75)
<b>Net Profit/(Loss)</b>	<b>1983.21</b>	<b>3132.72</b>	<b>174.64</b>	<b>908.11</b>	<b>160.15</b>	<b>1214.20</b>	<b>(4.30)</b>	<b>(71.57)</b>	<b>(565.07)</b>	<b>(472.74)</b>	<b>(1724.41)</b>	<b>(3102.98)</b>	<b>(1.22)</b>	<b>1682.78</b>
<b>OTHER INFORMATION</b>														
Segment Assets	27082.09	29737.28	2323.50	5382.07	4519.70	9246.24	246.02	189.59	810.00	966.82	32417.92	38122.14	67399.23	83644.14
Segment Liabilities	26509.94	27160.14	1418.64	4299.30	8587.35	17834.93	142.99	103.42	238.46	198.58	9919.79	13128.93	46817.17	62725.30
Capital Expenditure	68.05	-	2.93	3.95	0.00	0.00	-	0.00	1.30	6.29	691.98	183.07	764.26	193.31
Depreciation	49.36	60.18	9.29	10.16	4.51	5.34	4.01	5.48	18.99	16.35	77.14	82.11	163.30	179.62

# **MAHARASHTRA INSECTICIDES LIMITED**

(A Subsidiary Company of M.A.I.D.C.Ltd., Mumbai.,

Govt.of Maharashtra undertaking.)

C-4, MIDC Area, Shivani - Akola - 444 104

CIN : U24210MH1984SGC032856

**34th**

**ANNUAL REPORT**

**2017-2018**

# MAHARASHTRA INSECTICIDES LIMITED

CIN:- U24210MH1984SGC032856

Regd. Office: - C-4 MIDC Industrial Area, Opp. Airport, Shivani, Akola-444104, (MH).

Email ID: [milakola1@gmail.com](mailto:milakola1@gmail.com) Phone No.:- 0724-2258052

## Board Report

To the Members,

The Directors have pleasure in submitting their 34<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31<sup>st</sup> of March, 2018.

### 1. Financial Results

The Company's financial performance for the financial year under review figures are given hereunder:

Particulars	31/03/2018	31/03/2017
Profit/Loss before depreciation and amortization	545115.87	11130516.69
Depreciation and amortization for the year	928597.87	1016054.99
Net Profit/Loss after depreciation and amortization	-383482.37	10114461.70
Exceptional Items	-17591.00	6915945.00
Profit before extraordinary items and tax	-365891.37	3198516.70
Extraordinary Items	0.00	0.00
Profit before tax	-365891.37	3198516.70
Current tax expense	0.00	3700000.00
Income Tax Earlier Year	247036.00	132850.00
Deferred tax expense	1015746.00	-2050230.00
Profit/Loss for the period from continuing operations	-1628673.37	1415896.70
Profit/Loss from discontinuing operations	0	0.00
Tax expense of discontinuing operations	0	0.00
Profit/Loss from discontinuing operations (after tax)	0	0.00
Profit/Loss transferred/adjusted to General Reserve	0	0.00
Basic earnings per equity share	(16.29)	14.16
Diluted earnings per equity share	(16.29)	14.16

## **2. DIVIDEND**

During the year company in view, as the company has incurred loss it is decided not to recommend any dividend on the paid up share capital of the company for the year 2017-18.

## **3. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS**

The production achieved during the year as against the production during the previous year is as under:-

<b>Particulars</b>	<b>2017-18</b>	<b>2016-17</b>
<b>WDP (MT)</b>	122.935	203.982
<b>EC/WSC (KL)</b>	300.200	457.278
<b>EC BULK (KL)</b>	29.030	31.540
<b>TOTAL</b>	<b>452.165</b>	<b>692.800</b>

## **4. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATES AND THE DATE OF THE REPORT**

There was no material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and the date of the report.

## **5. CONSERVATION OF ENERGY, TECHNOLOGY OBSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is Annexure-B of financial statement.

## **6. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

## **7. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

## **8. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

The details of loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year as given under note No. 9 & 11 of the financial statement

## **9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

The particular of Contracts or Arrangements made with related parties made pursuant to Section 188 of the companies Act, 2013 is furnished in Annexure-2 and is attached to this report.

## **10. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS**

There was no qualifications, reservations or adverse remarks made by the either by the Auditors or by the Practicing Company Secretary in their respective reports.

## **11. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

## **12. ANNUAL RETURN**

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in Annexure-1 and attached to this Report.

## **13. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW**

The Company had 5 (Five) Board meetings during the financial year under review.

## **14. DIRECTORS RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:

- a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. the directors had prepared the annual accounts on a going concern basis; and
- e. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **15. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company is Subsidiary of The Maharashtra Agro Industries Development Corporation Limited who holds 99.99% of the Total Equity of the Company and there is no change in shareholding during the financial year 2017-18.

## **16. DEPOSITS**

The Company has neither accepted nor renewed any deposits during the year under review.



## **17. DECLARATION OF INDEPENDENT DIRECTORS**

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to the Company.

## **18. STATUTORY AUDITORS**

S. G. Gandhi & Co. has been appointed as Statutory Auditors for the year by C & AG, the said firm shall remain continue for the next year.

## **19. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

## **20. SHARES**

### **a. BUY BACK OF SECURITIES**

The Company has not bought back any shares during the year under review.

### **b. SWEAT EQUITY**

The Company has not issued any Sweat Equity shares during the year under review.

### **c. BONUS SHARES**

No Bonus Shares were issued during the year under review.

### **d. EMPLOYEES STOCK OPTION PLAN**

The Company has not provided any Stock Option scheme to the employees.

## **21. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS:**

During the year under review, the auditor has not noted or reported any fraud in the affairs of the company, thus Board of Directors has nothing to report under above head.

## **22. THE DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS.**

The Board has adopted policies and procedures 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 fraud, error reporting mechanisms, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial disclosures.

## **23. SIGNIFICANT AND MATERIAL ORDERS**

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

## **24. THE DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL WHO WERE APPOINTED OR HAVE RESIGNED DURING THE YEAR.**

During the year, as per the articles of association, there are changes in the Board of Directors who ceased and appointed due to ex-officio capacity, the details are as follows.

Sr. No.	Name of Director	From	To
1	Dr Ashok Karanjkar, I.A.S M.D., MAIDC Ltd, Mumbai	08.08.2016	31.03.2018
2	Shri. Prakash S. Shete Dy. Secretary to Govt. of Maharashtra, Deptt. of Agriculture Mumbai	14.02.2017	31.07.2017
3	Shri D. A. Gavade, Joint. Secretary to Govt. of Maharashtra Deptt of Agriculture, Mumbai	01.08.2017	13.10.2017
4	Shri R.B. Ghadage Joint Secretary to Govt. of Maharashtra Deptt. of Agriculture, Mumbai	13.10.2017	31.03.2018
5	Shri Vikas Patil, Chief Quality Control Officer, Commissionerate of Agril, M.S., Pune	01-06-2016	19.08.2017
6	Shri Udayrao Deshmukh Chief Quality Control Officer, Commissionerate of Agril, M.S.,Pune	19.08.2017	13.12.2017
7	Shri S. M. Katkar Chief Quality Control Officer, Commissionerate of Agril, M.S., Pune	13.12.2017	31.03.2018
8	Shri. V. A. Sakpal, Dy. G. M. (F & A), MAIDC Ltd, Mumbai	09.06.2016	31.03.2018
9	Shri A. B. Uplenchwar, Dy. G. M.(Pest), MAIDC Ltd, Mumbai	02-01-2015	31.03.2018
10	Shri S. B. Mundada Chief Executive, MIL	13-10-2015	08-04-2017
11	Shri M. S. Soman Chief Executive, MIL	08-04-2017	31.03.2018

## 25. COMPLIANCE OF SECRETARIAL STANDARDS

The company has duly complied with all the provision of applicable secretarial standards during the year.

## 26. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

As the company has no women employee it has not setup Internal Complaints Committee as required under the Sexual Harassment of Women at Workplace (Prevention, Prohibition And Redressal) Act, 2013.

## 27. SHARE CAPITAL

During the year there is no change in authorised and paid-up capital of the company of the company.

## 28. TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND AUTHORITY.

The company has no outstanding balance required to transfer under the Investor Education and Protection Authority (Accounting, Audit, Transfer and refund) Rule 2016.

## **29. DISCLOSURE ABOUT MAINTENANCE OF COST RECORD.**

The Company is not required to maintenance cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, thus no such records have maintained.

## **30. PARTICULARS OF EMPLOYEES**

As there are not employee who draws remuneration in excess of the limits specified under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, thus no information is given under said provision.

## **ACKNOWLEDGEMENTS**

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

**For MAHARASHTRA INSECTICIDES LIMITED**

**(ASHOK NAGURAO KARANJKAR)**

**Chairman**

**DIN:- 07607849**

**Date: 26/09/2018**

**Place: AKOLA**

**Annexure  
Annexure-1**

**Form No. MGT-9  
EXTRACT OF ANNUAL RETURN  
as on the financial year ended on 2018**

of **MAHARASHTRA INSECTICIDES LIMITED** [Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12 (1) of the Companies (Management and Administration) Rules, 2014]

**I. REGISTRATION AND OTHER DETAILS:**

1. CIN	U24210MH1984SGC032856
2. Registration Date	10/05/1984
3. Name of the Company	MAHARASHTRA INSECTICIDES LIMITED
4. Category/Sub-Category of the Company	Company Limited by Shares/ State Govt. Company
5. Address of the Registered office and contact details	C-4 MIDC INDUSTRIAL AREA, OPP. AIRPORT SHIVANI, AKOLA-444104, (MH).
6. Whether listed company	No
7. Name, Address and Contact details of Registrar and Transfer Agent, if any	Not Applicable

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sr. No.	Name and Description of main products/services	NIC Code of the Product/Service	% total turnover of the company
1	Chemical Fertilizer, Pesticides	31059090	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

S. No	Name and Address of the Company	CIN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
1	THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED	U05000MH1965SGC013380	Holding	99.99	2(87)(i)
Nil					

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

### (i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	-	7	7	0.001	-	7	7	0.001	0.00
b) Central Govt.	-	0	0	0	-	0	0	0	0
c) State Govt(s)	-	0	0	0	-	0	0	0	0
d) Bodies Corp.	-	99993	99993	99.993	-	99993	99993	99.993	0
e) Banks / FI	-	0	0	0	-	0	0	0	0
f) Any Other	-	0	0	0	-	0	0	0	0
<b>Sub Total (A) (1) :-</b>	-	<b>100000</b>	<b>100000</b>	<b>100</b>	-	<b>100000</b>	<b>100000</b>	<b>100</b>	<b>0.00</b>
<b>(2) Foreign</b>									
a) NRIs - Individuals	-	0	0	0	-	0	0	0	0
b) Other Individuals	-	0	0	0	-	0	0	0	0
c) Bodies Corp	-	0	0	0	-	0	0	0	0
d) Banks / FI	-	0	0	0	-	0	0	0	0
f) Any Other	-	0	0	0	-	0	0	0	0
<b>Sub Total (A) (2)</b>	-	<b>0</b>	<b>0</b>	<b>0</b>	-	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total shareholding of promoter (A) = (A)(1) + (A)(2)</b>	-	<b>100000</b>	<b>100000</b>	<b>100</b>	-	<b>100000</b>	<b>100000</b>	<b>100</b>	<b>0.00</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	-	0	0	0	-	0	0	0	0
b) Banks/FI	-	0	0	0	-	0	0	0	0
c) Central Govt	-	0	0	0	-	0	0	0	0
d) State Govt(s)	-	0	0	0	-	0	0	0	0

e) Venture Capital Funds	-	0	0	0-	0	0	0	0
f) Insurance Companies	-	0	0	0-	0	0	0	0
g) FII's	-	0	0	0-	0	0	0	0
h) Foreign Venture Capital Funds	-	0	0	0-	0	0	0	0
Others (Specify)	-	0	0	0-	0	0	0	0
<b>Sub Total (B) (1) :-</b>	-	<b>0</b>	<b>0</b>	<b>0-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>2. Non-Institutions</b>								
<b>a) Bodies Corporate</b>								
i) Indian	-	0	0	0-	0	0	0	0
ii) Overseas	-	0	0	0-	0	0	0	0
<b>b) Individuals</b>								
i) Individual share holders holding nominal share capital upto Rs. 1 lakh	-	0	0	0-	0	0	0	0
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	0	0	0-	0	0	0	0
<b>c) Others</b>	-	<b>0</b>	<b>0</b>	<b>0-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Sub Total (B) (2) :-</b>	-	<b>0</b>	<b>0</b>	<b>0-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Public Shareholding (B) = (B)(1) + (B)(2) :-</b>	-	<b>0</b>	<b>0</b>	<b>0-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	<b>0</b>	<b>0</b>	<b>0-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Grand Total (A) + (B) + (C)</b>	-	<b>100000</b>	<b>100000</b>	<b>100-</b>	<b>100000</b>	<b>100000</b>	<b>100</b>	<b>0.00</b>

**(ii) Shareholding of Promoters**

Sl. No	Shareholder's name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. Of Shares	% of total Shares of the company	% of shares Pledged / encumbered to total shares	No. Of Shares	% of total Shares of the company	% of shares Pledged / encumbered to total shares	
1	MAIDC LTD	99993	99.993		99993	99.993		0.00
2	ASHOK NAGURAO KARANJKAR	1	0.001		1	0.001		0.00
3	VIKAS PATIL	1	0.001		0	0		-100.00
4	SUBHASH KATKAR	0	0		1	0.001		100.00
5	PRAKASH S. SHETE	1	0.001		0	0.00		-100.00
6	RAJESH GHADGE	0	0.00		1	0.001		100.00
7	VASANT SAKPAL	1	0.001		1	0.001		0.00
8	ANAND BALAJI UPLENCHWAR	1	0.001		1	0.001		0.00
9	SURESH BHAGWANDAS MUNDADA	1	0.001		0	0.00		-100.00
10	MILIND SOMAN	0	0		1	0.001		100.00
11	RAMCHANDRA UDDHAV LOKARE	1	0.001		1	0.001		0.00
	<b>Total</b>	<b>100000</b>	<b>100</b>		<b>100000</b>	<b>100</b>		<b>0.00</b>

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

Sl No.	Date	Remarks	No. of Shares	Cumulative shareholding during the year	
				Total no. of Shares	% of total shares of Company
1	01/04/2017	Shareholding at the beginning of the year		100000	100
2	31/03/2018	Shareholding at the end of the year		100000	100

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

Sl No.	Date	Remarks	No. of Shares	Cumulative shareholding during the year	
				Total no. of shares	% of total shares of Company
--- NIL ---					

(v) Shareholding of Directors and Key Managerial Personnel:

Sl No.	Date	Remarks	No. of Shares	Cumulative shareholding during the year	
				Total No. of shares	% of total shares of Company
<b>RAMCHANDRA UDDHAV LOKARE</b>					
1	01/04/2017	Shareholding at the beginning of the year		1	0.001
2	31/03/2018	Shareholding at the end of the year		1	0.001
<b>VIKAS PATIL</b>					
1	01/04/2017	Shareholding at the beginning of the year		1	0.001
2	19/08/2017	Transfer	1	0	
3	31/03/2018	Shareholding at the end of the year		0	0.000
<b>VASANT SAKPAL</b>					
1	01/04/2017	Shareholding at the beginning of the year		1	0.001
2	31/03/2018	Shareholding at the end of the year		1	0.001
<b>PRAKASH S. SHETE</b>					
1	01/04/2017	Shareholding at the beginning of the year		1	0.001
2	31/07/2017	Transfer	1	0	
3	31/03/2018	Shareholding at the end of the year		0	0.000
<b>ANAND BALAJI UPLENCHWAR</b>					
1	01/04/2017	Shareholding at the beginning of the year		1	0.001
2	31/03/2018	Shareholding at the end of the year		1	0.001
<b>SURESH BHAGWANDAS MUNDADA</b>					
1	01/04/2017	Shareholding at the beginning of the year		1	0.001
2	08/04/2017	Transfer	1		
3	31/03/2018	Shareholding at the end of the year		0	0.000
<b>ASHOK NAGURAO KARANJKAR</b>					
1	01/04/2017	Shareholding at the beginning of the year		1	0.001
2	31/03/2018	Shareholding at the end of the year		1	0.001
<b>SUBHASH KATKAR</b>					
1	01/04/2017	Shareholding at the beginning of the year		0	0.000
2	13/12/2017	Transfer	1		
3	31/03/2018	Shareholding at the end of the year		1	0.001
<b>RAJESH GHADGE</b>					
1	01/04/2017	Shareholding at the beginning of the year		0	0.000
2	13/10/2017	Transfer	1		
3	31/03/2018	Shareholding at the end of the year		1	0.001
<b>MILIND SOMAN</b>					



1	01/04/2017	Shareholding at the beginning of the year		0	0.000
2	08/04/2017	Transfer	1		
3	31/03/2018	Shareholding at the end of the year		1	0.001

## V. INDEBTEDNESS

### Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i. Principal Amount	0.00	0.00	0.00	0.00
ii. Interest due but not paid				
iii. Interest accrued but not due				
<b>Total (i + ii + iii)</b>	0.00	0.00	0.00	0.00
<b>Change in Indebtedness during the financial year</b>				
• Addition	0.00	0.00	0.00	0.00
• Reduction				
<b>Net Change</b>	0.00	0.00	0.00	0.00
<b>Indebtedness at the end of the financial year</b>				
i. Principal Amount	0.00	0.00	0.00	0.00
ii. Interest due but not paid				
iii. Interest accrued but not due				
<b>Total (i + ii + iii)</b>	0.00	0.00	0.00	0.00

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No	Particulars of remuneration	Name of MD/ WTD/ Manager	Total Amount
		<b>MILIND SHRIDHAR SOMAN</b>	
1	Gross salary a. Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 b. Value of perquisites u/s 17(2) Income-tax Act, 1961 c. Profits in lieu of salary under section 17(3) Income tax Act, 1961		6.39
2	Stock Option		0.00
3	Sweat Equity		0.00
4	Commission - as % of profit - others, specify		0.00
4	Others, please specify		.74
	<b>Total (A)</b>		7.13
	<b>Ceiling as per the Act</b>	-	-

**B. Remuneration to other Directors:**

Sl. No	Particulars of remuneration	Name of Directors						Total Amount
1	Independent Directors <ul style="list-style-type: none"> <li>• Fee for attending board committee meetings</li> <li>• Commission</li> <li>• Others, please specify</li> </ul>	NIL						
	Total (1)	NA						
2	Other Non-Executive Directors <ul style="list-style-type: none"> <li>• Fee for attending board committee meetings</li> <li>• Commission</li> <li>• Others, please specify</li> </ul>	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total (2)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total (B) = (1+2)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total Managerial Remuneration	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Overall Ceiling as per the Act	-	-	-	-	-	-	-

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

Sl. No	Particulars of remuneration	Name of Directors	Total Amount
--- No other Key Managerial Personnel present ---			

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made if any (give details)
A. COMPANY					

Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
<b>B. Directors</b>					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
<b>C. Other Officers in Default</b>					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

**For MAHARASHTRA INSECTICIDES LIMITED**

**(ASHOK NAGURAO KARANJKAR)**

**Chairman**

**DIN:- 07607849**

**Date: 26/09/2018**

**Place: AKOLA**

**Annexure 2**  
**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION,**  
**FOREIGN EXCHANGE EARNINGS AND OUTGO**

Information regarding Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo Pursuant to Section 134(3)(m) of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014 forming part of Directors' Report.

**A. Conservation of energy**

a) Steps taken or impact on conservation of energy:

The Company has constantly been emphasizing as optimization of energy consumption in every possible area in its units. Various avenues are being explored at periodic interval and after careful analysis and planning measures are being initiated to minimize the consumption of energy by optimum utilization of energy consuming equipments.

**B. TECHNOLOGY ABSORPTION,**

The Board of Directors has nothing to report under above head.

**C. FOREIGN EXCHANGE EARNINGS AND OUTGO**

The Company has not foreign exchange earnings or outgo.

**For MAHARASHTRA INSECTICIDES LIMITED**

**(ASHOK NAGURAO KARANJKAR)**

**Chairman**

**DIN:- 07607849**

**Date: 26/09/2018**

**Place: AKOLA**

Annexure-2

**PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

**1. Details of contracts or arrangements or transactions not at arm's length basis: NIL**

**2. Details of contracts or arrangements or transactions at arm's length basis: as follows**

(a) Name(s) of the related party and nature of relationship:	(b) Nature of contracts/arrangements/transactions:	(c) Duration of the contracts/arrangements/transactions:	(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	(e) Justification for entering into such contracts or arrangements or transactions	(f) Date(s) of approval by the Board:	(g) Amount paid as advances, if any:	(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188:
MAIDC LTD	Sales/Rent	One year	As Per Notes of Accounts	At arm's length		NA	NA

**For MAHARASHTRA INSECTICIDES LIMITED**

**(ASHOK NAGURAO KARANJKAR)**

**Chairman**

**DIN:- 07607849**

**Date: 26/09/2018**

**Place: AKOLA**

69, Toshniwal Layout , Murt i japur Road, Akola – 444 001.

**S.G. GANDHI & CO.**

Chartered Accountants

Tel : 0724 – 2454642

[sggandhico@gmail.com](mailto:sggandhico@gmail.com)

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**INDEPENDENT AUDITORS REPORT**

To,  
The Members of Maharashtra Insecticides Limited,

**Report on the Financial Statements**

We have audited the attached financial statements of Maharashtra Insecticides Limited (“the Company”), which comprises of the balance sheet as at 31<sup>st</sup> March, 2018, Statement of Profit and Loss and Cash Flow Statement for the year then ended and summary of significant accounting policies and other explanatory information.

**Managements Responsibility for the Financial Statements**

The Company’s Management is responsible for 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 specified under section 133 of the act read with Rule 7 of the companies (Accounts) Rules 2014.

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 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 misstatements, weather due to fraud or error.

**Auditors Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under and the Order under section 143(11) of the Act.

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**S.G. GANDHI & CO.**

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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 audit opinion on the financial statements.

**Opinion**

In our opinion and to the best of information and according to the explanation given to us, the aforesaid 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 affairs of the company as at 31<sup>st</sup> March, 2018, and its Profit and its cash flows for the year ended on that date.

**Report on Other Legal and Regulatory Requirements;**

- ix. As required by the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of Section 143 (11) of the Act and on the basis of such checks as we considered appropriate and according to the information and explanations given to us, we set out in the **Annexure A**, a statement on matters specified in paragraph 3 and 4 of the said order.

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**S.G. GANDHI & CO.**

Chartered Accountants

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ii) As required by section 143(3) of the Act, we report that:

1. We have sought and obtained all the information and explanation, which to the best of knowledge and belief were necessary for the purpose of our audit.
2. In our opinion books of accounts as required by law have been maintained by the Company in respect of all material transaction so far as, it appears from our examination of the said books.
3. The Balance Sheet, Profit and Loss Account and cash flow statement dealt with by this report are in agreement with the books of account of the Company.
4. In our opinion the aforesaid financial statements are in compliance with the Accounting Standards referred to in Sec. 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
5. On the basis of written representations received from the C.E.O as on 31<sup>st</sup> March, 2018 taken on record by the Board of Directors, none of the directors are disqualified from being appointed as Director of the Company as on 31<sup>st</sup> March, 2018 under Section 164(2) of the Act.
6. With respect to the adequacy of internal financial control over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in **Annexure B**.
7. 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:
  - a) The Company has disclosed pending Litigations & their impact on the financial position in Notes to Accounts.
  - b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S.G. Gandhi & Co.  
Chartered Accountants  
FRN 103034W

Place: Akola  
Date : 27.09.2018

CA S.G. Gandhi  
Partner, M. No. 30160



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**ANNEXURE A TO THE AUDITOR'S REPORT**  
(As referred in paragraph 1 of the Auditor's Report)

Information and explanations given to us, we state that:

**(i) FIXED ASSETS**

- a) The Company has maintained proper records showing full particulars including quantitative details and the situation of its fixed assets.
- b) Physical verification of fixed assets has been carried out by the management during the year. As informed by the management no major discrepancies were noticed on physical verification.
- c) The title deeds of immovable properties are held in the name of the company. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the standalone financial statements, the lease agreements are in the name of the Company.

**(ii) INVENTORY**

- a) It has been informed that physical verification of inventory has been conducted at reasonable intervals by the management. Copy of report of physical verification of inventory is on record. The procedure of physical verification followed by the management, as informed, are reasonable and adequate in relation to the size of the company and nature of its business. As informed by the management no major discrepancies were noticed on physical verification.

**(iii) LOANS TO PARTIES COVERED U/S 189**

According to information provided and explanations given to us, the Company has granted loan to parties covered in register maintained under section 189 of the said Act. The details are covered under Note 11 & 25 (11) to Financial Statements under related party transactions.

- a) The terms & conditions of the loans & advances are not prejudicial to the interest of Company.
- b) The terms & conditions of principal & payment of interest have not been specifically stipulated. However interest receipts & payments are regular. The outstanding as on 31<sup>st</sup> March 2018 is at Rs. 426.74 lakhs.
- c) There are no overdue amounts for the same.

**(iv) LOANS, INVESTMENTS, GUARANTEES AND SECURITIES**

According to information provided explanations given to us, the company has not granted any loans and advances or any guarantee/security to the persons as mentioned in section 185 of the Act. Company has not made any investment referred to under section 186 of the Act.

**(v) PUBLIC DEPOSIT**

The Company has not accepted deposits from Public, as such clause (v) of Companies (Auditor's Report) Order, 2016 regarding compliance of the directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under is not applicable to the Company.

**(vi) COST RECORDS**

Maintenance of cost record is not required under section 148 of the Companies Act, 2013.

**(vii) STATUTORY LIABILITIES**

(a) On the basis of Information and explanation given to us, the company is generally regular in depositing undisputed statutory dues including, Income Tax, Sales Tax, value added tax, Provident Fund, Employee's State Insurance dues, Cess and any other statutory dues with the appropriate authorities.

(b) According to information and explanation given to us, no undisputed amounts in respect of income tax, Sales tax, Value added tax, Cess, or other statutory dues were outstanding as on 31st March, 2018 for a period of more than six months from the date they became payable, except Rs. 12,66,507/- for sales tax of Lote Plant for PSI 1993 Sales tax Deferral Scheme, which is duly provided for and appears as liability. (b) The Company has disputed dues under various acts for which appeals are pending. The details for the same are as per Notes to Accounts- Note No. 25 (2), which discloses the status of the same.

**(viii) DUES TO FINANCIAL INSTITUTIONS**

The Company has not defaulted in repayment of dues to any loan from any financial institution or bank as on the balance sheet date.

**(ix) PUBLIC OFFER AND TERM LOANS**

Company has not raised any money by way of public offer or term loan. As such clause (ix) of the order is not applicable to the company.

**(x) FRAUD**

Based on the audit procedures performed and according to information and explanation given to us, no fraud on or by the Company has been noticed or reported during the year under report.

69, Toshniwal Layout , Murt i japur Road, Akola – 444 001.

**S.G. GANDHI & CO.**

Chartered Accountants

Tel : 0724 – 2454642

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**(xi) MANAGERIAL REMUNERATION**

As per the information & Explanation given by the management, the managerial remuneration has been paid or provided in accordance with the provision of 197 read with Schedule V of the companies Act.

**(xii) NIDHI COMPANY**

The Company is not Nidhi company and hence clause (xii) of the order is not applicable.

**(xiii) RELATED PARTY TRANSACTION**

According to information and explanation given to us Company is in compliance with sec 188 of the Companies Act, 2013, where applicable, for all the transaction with the related parties and the details of related party transactions have been disclosed in Notes to Accounts- Note No. 25(11).

**(xiv) PREFERENTIAL ALLOTMENT / PRIVATE PLACEMENT**

During the year Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of the order is not applicable to the Company.

**(xv) NON CASH TRANSACTIONS**

During the year the Company has not entered into any non-cash transactions with its directors or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

**(xvi) REGISTRATION WITH RBI**

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

For S.G. Gandhi & Co.  
Chartered Accountants  
FRN 103034W

Place: Akola  
Date : 27.09.2018

CA S.G. Gandhi  
Partner, M. No. 30160

69, Toshniwal Layout , Murt i japur Road, Akola – 444 001.

**S.G. GANDHI & CO.**

Chartered Accountants

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**ANNEXURE B TO THE AUDITOR'S REPORT**

**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 Maharashtra Insecticides Limited (“the Company”) as of 31 March 2018 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 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 (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors’ 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both 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.

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**S.G. GANDHI & CO.**

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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 Company's internal financial controls system over financial reporting.

**Meaning of Internal Financial Controls over Financial Reporting**

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

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

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**S.G. GANDHI & CO.**

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**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 31 March 2018, 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.

**Other Matter**

The Company did not have a written/documented framework for internal financial controls over financial reporting. However, based on the fact the transactions being limited/less complex and there being very few levels of management, we have relied upon testing of controls through direct inquiry combined with other procedures, such as observation of activities, inspection of less formal documentation etc. to obtain sufficient audit evidence about the internal financial controls over financial reporting and its operating effectiveness as at the year end.

Our opinion is not qualified in respect of the aforesaid matter.

For S.G. Gandhi & Co.  
Chartered Accountants  
FRN 103034W

Place: Akola  
Date : 27.09.2018

CA S.G. Gandhi  
Partner, M. No. 30160

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF THE MAHARASHTRA INSECTICIDES LIMITED, AKOLA FOR THE YEAR ENDED 31 MARCH 2018.**

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The preparation of consolidated financial statements of **The Maharashtra Insecticides Limited, Akola** for the year ended 31 March 2018 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act, are responsible for expressing opinion on the financial statements under Section 143 of the Act, based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 27 September 2018.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the Financial Statements of **The Maharashtra Insecticides Limited, Akola** for the year ended 31 March 2018 under section 143(6)(a) of the Act.

For and on behalf of  
The Comptroller and Auditor General of India

(S. K. Jaipuriyar)  
PRINCIPAL ACCOUNTANT GENERAL  
(Audit)-III

Place: Mumbai  
Date: 29/10/2018

**MAHARASHTRA INSECTICIDES LIMITED**  
**Balance Sheet as at 31st March, 2018.**

Amount Rs.

Particulars		Note No.	As at 31st March, 2018	As at 31st March, 2017
<b>I.</b>	<b>Equity and Liabilities</b>			
1	Shareholders funds			
	(a) Share capital	1	10000000.00	10000000.00
	(b) Reserves and surplus	2	102893198.84	104521872.21
	(c) Money received against share warrants			
2	<b>Share application money pending allotment</b>			
3	<b>Non-current liabilities</b>			
	(a) Long-term borrowings		0.00	0.00
	(b) Deferred tax liabilities (Net)		0.00	0.00
	(c) Other Non Current liabilities	3	11125312.37	12186492.12
	(d) Long-term provisions	4	11930414.00	9041991.00
4	<b>Current liabilities</b>			
	(a) Short-term borrowings		0.00	0.00
	(b) Trade payables	5	7986492.68	6183382.47
	(c) Other current liabilities	6	513486.18	8207699.04
	(d) Short-term provisions	7	19724657.00	51259369.00
	<b>Total</b>		<b>164173561.07</b>	<b>201400805.84</b>
<b>II.</b>	<b>Assets</b>			
1	<b>Non-current assets</b>			
	(a) Fixed assets			
	(i) Tangible assets	8	13894608.53	11890746.16
	(ii) Intangible assets		0.00	0.00
	(iii) Capital work-in-progress		0.00	0.00
	(iv) Intangible assets under development		0.00	0.00
	(b) Non-current investments	9	0.00	2000.00
	(c) Deferred tax assets (net)	10	5741796.00	6757542.00
	(d) Long-term loans and advances	11	44950815.57	70983571.80
	(e) Other non-current assets		0.00	0.00
2	<b>Current assets</b>			
	(a) Current investments		0.00	0.00
	(b) Inventories	12	91204183.11	77854521.76
	(c) Trade receivables	13	0.00	25594632.77
	(d) Cash and cash equivalents	14	1820029.56	587837.13
	(e) Short-term loans and advances	15	6562128.30	7729954.22
	(f) Other current assets		0.00	0.00
	<b>Total</b>		<b>164173561.07</b>	<b>201400805.84</b>
	<b>See Accompanying Notes to the Financial Statements</b>	25	-	-

As per Our Report of even date  
For S.G.Gandhi & Co.  
Chartered Accountants  
FRN 103034W

(Ashok Karanjkar, I.A.S.)  
Chairman

(M.S.Soman)  
Chief Executive

CA. S.G.Gandhi  
Partner, M No. 30160

(M. B. Borse)  
Executive Director

(S. B. Sonavane)  
Director

Place : Akola  
Date : 27/09/2018

Place: Mumbai  
Date : 26/09/2018



**MAHARASHTRA INSECTICIDES LIMITED**  
**Profit & Loss Statement for the year ended on 31st March, 2018.**

Amount Rs.

Particulars		Note No.	31st March, 2018	31st March, 2017
I.	Revenue from operations	16	165574922.20	221322176.00
II.	Other income	17	6795162.25	7354650.50
<b>III.</b>	<b>Total Revenue (I + II)</b>		<b>172370084.45</b>	<b>228676826.50</b>
<b>IV.</b>	<b>Expenses :</b>			
	Cost of materials consumed	18	60973758.85	77296700.44
	Purchases of Bulk Material	19	62303771.00	82629379.00
	Changes in inventories of F.G., W.I.P. & S.I.T	20	-8087398.99	-3590076.46
	Employee benefits expense	21	28092972.69	28928644.00
	Depreciation and amortization expense	8	928597.87	1016054.99
	Other expenses	22	28541865.40	32281662.83
	<b>Total expenses</b>		<b>172753566.82</b>	<b>218562364.80</b>
V.	Profit before exceptional and extra-ordinary items and tax (III-IV)		-383482.37	10114461.70
VI.	Exceptional items- Prior period Items	23	-17591.00	6915945.00
VII.	Profit before extraordinary items and tax (V-VI)		-365891.37	3198516.70
VIII.	Extraordinary Items		0.00	0.00
<b>IX.</b>	<b>Profit before tax (VII-VIII)</b>		<b>-365891.37</b>	<b>3198516.7</b>
X.	Tax expense :			
1	Current tax		0.00	3700000.00
2	Income Tax Earlier Year		247036.00	132850.00
3	Deferred tax		1015746.00	-2050230.00
<b>XI.</b>	<b>Profit (Loss) for the period from continuing operations</b>		<b>-1628673.37</b>	<b>1415896.70</b>
XII.	Profit/(loss) from discontinuing operations		0.00	0.00
XIII.	Tax expense of discontinuing operations		0.00	0.00
XIV.	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		0.00	0.00
<b>XV.</b>	<b>Profit (Loss) for the period (XI + XIV)</b>		<b>-1628673.37</b>	<b>1415896.70</b>
<b>XVI.</b>	<b>Earnings per equity share:</b>	<b>24</b>		
1	Basic		(16.29)	14.16
2	Diluted		(16.29)	14.16
	<b>See Accompanying Notes to the Financial Statements</b>	<b>26</b>		

As per Our Report of even date  
For S.G.Gandhi & Co.  
Chartered Accountants  
FRN 103034W

(Ashok Karanjkar, I.A.S.)  
Chairman

(M.S.Soman)  
Chief Executive

CA. S.G.Gandhi  
Partner, M No. 30160

(M. B. Borse)  
Executive Director

(S. B. Sonavane)  
Director

Place : Akola  
Date : 27/09/2018

Place: Mumbai  
Date : 26/09/2018

**MAHARASHTRA INSECTICIDES LIMITED, AKOLA**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018.**

Amount Rs.

Sr. No	Particular	31st March, 2018		31st March, 2017	
		Rupees	Rupees	Rupees	Rupees
(A)	<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>				
	Net Profit Before Tax		(365,891)		3198517
	Depreciation & Amortisation	928598		1,016,055	
	Loss on Sales of Fixed Assets	-		-	
	Interest	(6,049,838)		(7,302,915)	
	Provisions	(28,646,289)	(33,767,529)	8,281,389	1,994,529
	<b>Operating Profit Before Working Capital Changes</b>		<b>(34,133,420)</b>		<b>5,193,046</b>
	Adjustments for Working Capital Changes :				
	Trade Payables and Other Current Liabilities	(5891103)		2,382,972	
	Non-Current Liabilities			(653,326)	
	Inventories	(13349661)		(6,882,796)	
	Trade Receivables and Other Current Assets	25594633	6,353,869	5,538,840	385,690
	<b>CASH FLOW FROM OPERATIONS</b>		<b>(27,779,552)</b>		<b>5,578,735</b>
	Income Tax Paid during the year		(247,036)		(3,832,850)
	<b>NET CASH FROM OPERATING ACTIVITIES (A)</b>		<b>(28,026,588)</b>		<b>1,745,885</b>
(B)	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
	Pur. of Fixed Assets and additions in CWIP	(2,932,460)		(395,458)	
	Proceeds from sale of fixed assets	-		11,104	
	Investment Written Off	2,000			
	Loans and Advances	27,200,582		(9,178,267)	
	Interest Earned	6,049,838		7,302,915	
	Changes in other non current Liabilities	(1,061,180)		-	
	<b>NET CASH USED FOR INVESTING ACTIVITIES (B)</b>		<b>29,258,780</b>		<b>(2,259,706)</b>
(C)	<b>CASH FLOW FROM FINANCING ACTIVITIES :-</b>				
	Share Capital issued	-		-	
	Security Premium on issue of Shares	-		-	
	Long term Borrowings & Other Long term Liab.	-		-	
	Short Term Borrowings	-		-	
	Interest paid on Loan	-		-	
	<b>NET CASH FROM FINANCING ACTIVITIES (C)</b>		<b>-</b>		<b>-</b>
	<b>CASH GENERATED DURING THE YEAR (A+B+C)</b>		<b>1,232,193</b>		<b>(513,821)</b>
	Cash & Cash Equivalent at the beginning of the Year		587,837		1,101,658
	Cash & Cash Equivalent at the end of the Year		1,820,029		587,837

As per Our Report of even date  
For S.G.Gandhi & Co.  
Chartered Accountants  
FRN 103034W

(Ashok Karanjkar, I.A.S.)  
Chairman

(M.S.Soman)  
Chief Executive

CA. S.G.Gandhi  
Partner, M No. 30160

(M. B. Borse)  
Executive Director

(S. B. Sonavane)  
Director

Place : Akola  
Date : 27/09/2018

Place: Mumbai  
Date : 26/09/2018

**MAHARASHTRA INSECTICIDES LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

Note	PARTICULARS	31.03.2018	31.03.2017
No.		Amount Rs.	Amount Rs.
<b>1</b>	SHARE CAPITAL		
	Authorised Share Capital 200000 Equity Shares of Rs.100/- each.	20000000.00	20000000.00
	Issued, subscribed & paid up	10000000.00	10000000.00
	100000 Equity Shares of Rs.100/- each.	10000000.00	10000000.00
(i)	Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period		
		Equity Shares	
		As at 31 March 2018	
		As at 31 March 2017	
		Number	Amount`
		Number	Amount`
	Shares outstanding at the beginning of the year	100,000	10,000,000
	Shares Issued during the year	---	---
	Shares bought back during the year	---	---
	Any other movement (please specify)	---	---
	Shares outstanding at the end of the year	100,000	10,000,000
(ii)	Details of each shareholder, holding more than 5% of shares		
		Equity Shares	
		As at 31 March 2018	
		As at 31 March 2017	
		No. of Shares held	% of Holding
		No. of Shares held	% of Holding
	MAIDC Ltd (Holding Company)	99993	99.99%

2	RESERVE & SURPLUS.	31.03.2018	31.03.2017
(a)	Surplus i.e. balance in Statement of Profit & Loss		
	Opening balance	104521872.21	103105975.51
	(+) Net Profit/(Net Loss) For the current year	-1628673.37	1415896.70
	(+) Transfer from Reserves	0.00	0.00
	(-) Proposed Dividends	0.00	0.00
	(-) Interim Dividends	0.00	0.00
	(+) Depreciation difference for 2014-15 - WDV to SLM		
	(-) Depreciaition on Life expired Assets - Schedule II C.Act,13.	0.00	0.00
	Closing Balance	102893198.84	104521872.21
	<b>TOTAL RS.</b>	<b>102893198.84</b>	<b>104521872.21</b>

**MAHARASHTRA INSECTICIDES LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

<b>3</b>	<b>OTHER NON CURRENT LIABILITIES</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
(a)	Others		
	EMD, SD & Dealership Deposit from Dealers	9307564.37	10257134.37
	C&F Outstanding	0	192038.75
	Salary & Security expenses provided	0.00	219471.00
	Other Unpaid Amounts	551241.00	251341.00
	Deferred Payment Liability for Sales Tax	1266507.00	1266507.00
	Package Scheme of Incentives 1993 -Sales Tax Incentive (Repayable after 10 years from the year of availment in 5 equal inst.)		
	<b>TOTAL RS.</b>	<b>11125312.37</b>	<b>12186492.12</b>

<b>4</b>	<b>LONG TERM PROVISIONS :</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	Provision for Employee terminal benefit Leave Enachment	11930414.00	9041991.00
	<b>TOTAL RS.</b>	<b>11930414.00</b>	<b>9041991.00</b>

<b>5</b>	<b>TRADE PAYABLE</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
(a)	For Supplies, Goods & Services & Advance/Deposits from Suppliers of Goods, Services & Contractors	7986492.68	6183382.47
	<b>TOTAL RS.</b>	<b>7986492.68</b>	<b>6183382.47</b>

Balances of Trade Payables are subject to confirmation.

<b>6</b>	<b>OTHER CURRENT LIABILITIES</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
(a)	<b>Advances/Deposits from Customers, Suppliers, Contractors</b>		
(b)	<b>Other Payables &amp; Provisions</b>	<b>513486.18</b>	<b>8207699.04</b>
	<b>TOTAL RS.</b>	<b>513486.18</b>	<b>8207699.04</b>

<b>7</b>	<b>SHORT TERM PROVISIONS</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
(a)	Provisions for Employee Benefits		
	Pay Arrears - 6th Pay For Ex-gratia & Gratuity for 6th Pay	15267745.00	39780181.00
	Employees Salary & P.F	4456912.00	4456912.00
	0.00	0.00	1314420.00
(b)	Others (specify nature).		
(i)	Provision for Income Tax	0.00	4862164.00
(ii)	Provision for Contingency( Excise Duty)	0.00	845692.00
	<b>TOTAL RS.</b>	<b>19724657.00</b>	<b>51259369.00</b>

**MAHARASHTRA INSECTICIDES LIMITED**

**Note " 8 " OF -NON CURRENT ASSETS - FIXED ASSETS.  
FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2018.**

SR.	PARTICULARS	OP.GROSS	ADDITIONS	ADDITIONS	DISPOSAL	GROSS	DEPN. UPTO	DEPRN.	DEPN ON	TOTAL	NET BLOCK	NET BLOCK
		1.4.2017	Before 30/09	After 30/09	2017-18	BLOCK	1.4.2017	2017-18	DISPOSAL	DEPRN.	31.03.2017	31.03.2018
	<b>A. Tangible Assets</b>											
1	Office Building	2242609.00	0.00	0.00	0.00	2242609.00	1234934.45	68656.50	0.00	1303590.95	1007674.55	939018.05
2	Factory Building	13412423.24	0.00	0.00	0.00	13412423.24	9868412.71	297513.12	0.00	10165925.83	3544010.53	3246497.41
3	Godwon Building	3747236.45	0.00	0.00	0.00	3747236.45	1996585.22	149020.80	0.00	2145606.02	1750651.23	1601630.43
4	Worker's Rest Room	304893.00	0.00	0.00	0.00	304893.00	289648.35	0.00	0.00	289648.35	15244.65	15244.65
5	Road	1318591.53	0.00	0.00	0.00	1318591.53	1252661.95	0.00	0.00	1252661.95	65929.58	65929.58
6	Plant & Machinery	27003999.24	11800.00	2865066.24		29880865.48	25138242.53	149615.04	0.00	25287857.57	1865756.71	4593007.91
7	Electrical Installation	5593029.36	0.00	7088.00	0.00	5600117.36	5397854.81	2254.53	0.00	5400109.33	195174.56	200008.03
8	Furniture & Fixture	810162.17	7400.00	0.00	0.00	817562.17	796864.00	527.73	0.00	797391.72	13298.18	20170.45
9	Laboratory Equipments	3123276.30	0.00	0.00	0.00	3123276.30	3026807.73	0.00	0.00	3026807.73	96468.57	96468.57
10	Office Equipments	494620.71	0.00	0.00	0.00	494620.71	461628.38	4102.64	0.00	465731.00	32992.34	28889.71
11	Workshop Equipments	24792.07	0.00	0.00	0.00	24792.07	24792.07	0.00	0.00	24792.07	0.00	0.00
12	Material Handling Equipments	119582.00	0.00	0.00	0.00	119582.00	100324.02	1947.60	0.00	102271.62	19257.98	17310.38
13	Air Conditioning Equipments	286844.00	0.00	0.00	0.00	286844.00	273032.53	2620.71	0.00	275653.24	13811.47	11190.76
14	Pollution Control Equipments	2229637.65	0.00	0.00	0.00	2229637.65	1362665.89	76494.27	0.00	1439160.16	866971.76	790477.49
15	Fire Fighting Equipments	243961.34	0.00	0.00	0.00	243961.34	184653.32	8643.99	0.00	193297.32	59308.01	50664.02
16	Vehicle	2155003.00	0.00	0.00	0.00	2155003.00	1902520.58	74639.50	0.00	1977160.08	252482.42	177842.92
17	Electronic Equipments	1938227.08	18856.00	0.00	0.00	1957083.08	1785092.53	16135.32	0.00	1801227.87	153134.53	155855.21
18	Weigh Bridge & W.Scale	219678.00	0.00	0.00	0.00	219678.00	204995.58	634.80	0.00	205630.38	14682.42	14047.62
19	Bio-Pest Laboratory	193917.00	0.00	0.00	0.00	193917.00	160285.53	23935.61	0.00	184221.14	33631.47	9695.86
20	Computers	156053.00	22250.00	0.00	0.00	178303.00	92351.16	29072.63	0.00	121423.79	63701.84	56879.21
	Sub Total (A)	65618536.14	60306.00	2872154.24	0.00	68550996.38	55554353.34	905814.78	0.00	56460168.12	10064182.80	12090828.26
	<b>B. Tangible Assets</b>											
1	Leashold Land	2249745.00	0.00	0.00	0.00	2249745.00	423181.64	22783.09	0.00	445964.73	1826563.36	1803780.27
	Sub Total (B)	2249745.00	0.00	0.00	0.00	2249745.00	423181.64	22783.09	0	445964.73	1826563.36	1803780.27
	<b>GRAND TOTAL RS.( A+B)</b>	<b>67868281.14</b>	<b>60306.00</b>	<b>2872154.24</b>	<b>0.00</b>	<b>70800741.38</b>	<b>55977534.98</b>	<b>928597.87</b>	<b>0.00</b>	<b>56906132.85</b>	<b>11890746.16</b>	<b>13894608.53</b>

Note: During the year few Assets Transfer from Lote Unit to Akola Unit.Original Cost of Rs.578529/-& Depreciation up to 31.03.2017 for the same was Rs. 560954.90

**MAHARASHTRA INSECTICIDES LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

9	NON CURRENT INVESTMENT	31.03.2018	31.03.2017
(a)	Investments in Government or Trust Securities (NSC with Sales Tax Shriganganagar)	0.00	2000.00
	<b>TOTAL RS.</b>	<b>0.00</b>	<b>2000.00</b>

10	DEFERRED TAX ASSET/LIABILITY	31.03.2018	31.03.2017
	Opening Balance of Defered Tax - Asset / Liability	-6757542.00	-4707312.00
	Profit as per Books before tax	-365891.37	3198516.70
	Add : Depreciation as per Books of Accounts	928597.87	1016054.99
	Less: Depreciation as per Income Tax Act.	723735.00	573979.00
	Add : time being Disallow- IT Act - Leave Eanchment Provision (net) etc.	2888423.00	519982.00
	Less : Provision for Endosulfan Disposal Expenses reversed in prev year	-7000000.00	7000000.00
	Income as per Income Tax ( with timing difference)	-4272605.50	11160574.69
	Profit as per Books before tax	-365891.37	3198516.70
	Less: Income as per Income Tax Act	-4272605.50	11160574.69
	Timing Difference : - Expenditure / Income	3906714.13	-7962057.99
	Deferred Tax Liability / - Assets @ 26% on Timing Diff.	1015746.00	-2050230.00
	<b>Closing Balance of Defered Tax - Asset/ Liability</b>	<b>-5741796.00</b>	<b>-6757542.00</b>

Deferred Tax Asset/Liability is recognized after adjusting Opening Balance of the same.  
Items of Differences of Permanent Nature are not considered.

11	LONG TERM LOANS AND ADVANCES	31.03.2018	31.03.2017
(a)	Capital Advances;		
(i)	Secured, Considered good	0.00	0.00
(ii)	Unsecured, Considered good	0.00	0.00
(iii)	Doudtful		
(b)	Security Deposits;		
(i)	Secured, Considered good	1703479.00	1719210.00
(c)	Loans and Advances to Related Parties		
(i)	MAIDC LTD.( Holding Co.)	42673504.24	68728029.47
(d)	Other Loans and Advances		
(i)	Unsecured, Considered good		
	Electricity Duty Receivable - Claim Receivable	411332.33	411332.33
	<u>Balance with Revenue Authorities-</u>		
	Sales tax (Under Protest)	100000.00	100000.00
	VAT Penaulty (Under Protest)	25000.00	25000.00
	Income Tax Under Protest	37500.00	0.00
(ii)	Doubtful		
	Considered Doubtful (Includind Advance to Supplier of Lote)	936619.34	936619.34
	Less : Provision for doubtful loans and advances	-936619.34	-936619.34
	<b>TOTAL RS.</b>	<b>44950815.57</b>	<b>70983571.80</b>

**MAHARASHTRA INSECTICIDES LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

12		<b>INVENTORIES</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	(i) <u>Raw Materials :</u>		
		Technical Grade	25964662.03	22117811.91
		Auxillery	6684531.95	8026211.13
		(ii) Work-in-Progress( Semi finished goods)	1120044.71	3980719.43
		(iii) Finished Goods	9974422.09	5944860.49
		(iv) Stores and Spares	3145862.53	2261654.34
	(b)	<u>Manufactured Components :</u>		
		(i) Bulk Processed Materials	28329542.99	21411030.88
		(ii) Pending Reformulation Materials	4801395.06	3341998.87
		(iii) Leakage Materials	307463.51	177748.27
		(iv) Packing Materials	10876258.24	10592486.44
		<b>TOTAL RS.</b>	<b>91204183.11</b>	<b>77854521.76</b>

13	<b>TRADE RECEIVABLES / SUNDRY DEBTORS</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	For the period of less than 6 months		
	Unsecured, Considered good. MAIDC LTD.	0.00	25594632.77
	Other Sundry Debtors	0.00	
		0.00	25594632.77
	For the period of more than 6 months		
	Unsecured, Considered doubtful.	14277923.37	14277923.37
	Less : Provision for doubtful	-14277923.37	-14277923.37
	Total Rs.	0.00	0.00
	<b>TOTAL RS.</b>	<b>0.00</b>	<b>25594632.77</b>

Balances of Trade Receivables are subject to confirmation.

14		<b>CASH &amp; CASH EQUIVALENTS</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	Balances with Banks		
		(i) State Bank of India, Akola 11125283962	1520005.38	466005.45
		(ii) State Bank of India, Lote 11285480251	8897.50	10179.00
		(iii) Syndicate Bank, Akola 51101010000340	291126.68	111652.68
	(b)	Cash in Hand	0.00	0.00
		<b>TOTAL RS.</b>	<b>1820029.56</b>	<b>587837.13</b>

**MAHARASHTRA INSECTICIDES LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

15		<b>SHORT TERM LOANS &amp; ADVANCES</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	Others (specify nature).		
	(i)	Others (specify nature).		
	(ii)	Unsecured, Considered good		
		Advance Recoverable in Cash or in kind or for value to be considered good	334152.00	598329.00
		Interest Receivable	22541.00	23942.00
		Advances to Staff	150033.00	328500.00
		Advance Income Tax And TDS & TCS	1022693.00	4574754.00
		MODVAT Adjustable	507093.00	1402336.00
		VAT Receivable	802093.22	802093.22
		GST Receivable	3723523.08	0.00
		<b>TOTAL RS.</b>	<b>6562128.30</b>	<b>7729954.22</b>

In opinion of the Board of Directors, current assets if realized in normal course of business will approximately amount to the value at which they are stated in the Balance Sheet. In opinion of the Board of Directors, the asset which will realise within 12 months from the reporting date is considered as Current Asset and others are considered as Non Current Asset.

16		<b>SALES</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	<b>Sale of Products</b>		
	(i)	Manufacture Products (M.S.)	80338961.40	129769763.00
	(ii)	Bulk Processed Products (M.S.)	89558888.80	123568867.00
	(iii)	Other Sales	418940.00	692323.00
		Less: (d) Excise Duty	-4741868.00	-32708777.00
		<b>Total Rs.</b>	<b>165574922.20</b>	<b>221322176.00</b>

17		<b>OTHER INCOME</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	Interest Income (in case of a company other than a finance co.)	6049838.00	7302915.00
	(c)	Excess Provision written back	9432.04	0.00
	(d)	Sundry Credit balances written off	0.00	0.00
	(e)	Rent Received	28200.00	32250.00
	(f)	Other receipts	60214.00	18595.50
	(g)	Old Cr. Balances Written Back	643501.21	0.00
	(h)	Discount Received	3977.00	890.00
		<b>Total Rs.</b>	<b>6795162.25</b>	<b>7354650.50</b>

18		<b>COST OF MATERIALS CONSUMED</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	Opening Stock	33663770.18	30509386.62
		Add : Purchases :	65068041.22	80451084.00
		Less : Closing Stock	37758052.55	33663770.18
		<b>MATERIAL COST OF RAW MATERIAL CONSUMED</b>	<b>60973758.85</b>	<b>77296700.44</b>

19		<b>PURCHASES OF STOCK-IN-TRADE</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	Purchase of Bulk Material	62303771.00	82629379.00
		<b>Total Rs.</b>	<b>62303771.00</b>	<b>82629379.00</b>



**MAHARASHTRA INSECTICIDES LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

20		<b>CHANGE IN INVENTORIES</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	Opening Stock	31336610.80	27746534.34
		Semi Finished Good	3980719.43	5890003.60
		Finished Good	5944860.49	10298354.67
		Bulk Processed Materiels	21411030.88	11558176.07
	(b)	Closing Stock	39424009.79	31336610.80
		Semi Finished Good	1120044.71	3980719.43
		Finished Good	9974422.09	5944860.49
		Bulk Processed Materiels	28329542.99	21411030.88
		<b>Change in Inventories Total Rs.</b>	<b>-8087398.99</b>	<b>-3590076.46</b>

21		<b>EMPLOYEE BENEFIT EXPENSES</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	(a)	Salaries & Wages *		
	(i)	Chief Executive	923932.00	1689505.00
	(ii)	Employees	23193418.00	22979896.00
	(b)	Contribution to Superannuation fund	2318100.00	2396517.00
	(c)	Contribution to Gratuity fund	568260.00	952435.00
	(e)	Medical and Education reimbursement	16000.00	15000.00
	(f)	Staff Welfare Exp	1073262.69	871266.00
	(g)	Staff Training Exp	0.00	24025.00
		<b>Total Rs.</b>	<b>28092972.69</b>	<b>28928644.00</b>

\*Salaries and wages include : Salaries,wages ,bonus,compensated,absences and all other amounts payable employees in respect of service rendered as per their employment terms under contract of service.

**MAHARASHTRA INSECTICIDES LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

22	OTHER EXPENSES	31.03.2018	31.03.2017
a)	<b>DIRECT/PRODUCTION EXPENSES</b>	<b>21399493.12</b>	<b>23570218.91</b>
	Stores and Spares consumed	2109563.81	2540115.25
	Packing Materials consumed	13625501.50	15958826.16
	Power and Fuel	830785.00	874309.00
	Water Charges	518885.00	489544.00
	Carriages Inward	5640.00	127293.00
	Factory and Other Manufacturing Expenses	4263755.61	3890264.00
	Excises duty & CST on Purchases	-	(502,392.50)
	Repairs and Maintenance Plant and Machinery	45362.20	192260.00
b)	<b>ADMINISTRATIVE EXPENSES</b>	<b>7142372.28</b>	<b>8711443.92</b>
	Office Expenses	510949.29	652517.00
	Bank Charges	7506.47	4764.62
	Rates & Taxes	67995.00	125838.00
	Carriage Outward	1137967.83	1639136.96
	Insurance	1076919.00	1362337.00
	Legal & Professional Charges	142401.00	217074.00
	Advertisement	16960.00	240110.00
	Printing & Stationery	56630.50	132948.00
	Postage & Telephone	98866.86	84758.13
	Repair & Maintenance Others	256991.00	1728050.00
	Vehicle Expenses	333861.36	562983.00
	Travelling Expenses	426737.00	459189.00
	VAT Expenses	0.00	9474.00
	Other Selling Expenses	132480.00	291923.00
	Auditor Remuneration	108000.00	110900.00
	Endosulfan Disposal Expenses	1395092.00	0.00
	Security expenses	1086813.00	1036733.00
	Rent Paid	0.00	2000.00
	Interest Paid	6338.00	6040.00
	Small Balances Written Off	7.97	(2.79)
	Accounting Expenses	275,048.00	0.00
	Penalty On Service Tax	2,808.00	0.00
	Investment Written Off	2,000.00	0.00
	Doubtfull Advances	0.00	44671.00
	<b>Total Rs.</b>	<b>28541865.40</b>	<b>32281662.83</b>

**MAHARASHTRA INSECTICIDES LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2018**

23		<b>Exceptional items</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	a)	Manufacturing & Other Expenses	(17,591.00)	(84,055.00)
	b)	Provision for Endosulfan Disposal Expenses	0.00	7000000.00
		<b>Total Rs.</b>	<b>17591.00</b>	<b>6915945.00</b>

24	<b>EARNINGS PER SHARE (EPS)</b>	<b>31.03.2018</b>	<b>31.03.2017</b>
	Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	-1628673.37	1415896.70
	Average number of equity shares	100000	100000
	Weighted Average number of equity shares	100000	100000
	Basic Earnings per share Rs.	(16.29)	14.16
	Diluted Earnings per share Rs.	(16.29)	14.16
	Face Value per equity share Rs.	100	100

**MAHARASHTRA INSECTICIDES LIMITED, AKOLA**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ST MARCH, 2018**

**NOTE NO.25: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS:**

**1. SIGNIFICANT ACCOUNTING POLICIES**

**a) Basis of preparation of Financial Statement**

These financial statements have been prepared on the historical cost convention unless otherwise stated in accordance with generally accepted accounting principles, the Accounting Standards notified under Rule 7 of the Companies (Accounts Rules) 2014 as amended and provisions of the Companies Act, 2013.

**b) Property, Plant & Equipment (PPE)**

PPE are stated at cost less accumulated depreciation. Cost includes taxes and duties (but does not include excise duty for which CENVAT credit is available), freight, installation cost and other direct expenses incurred towards acquiring.

The Company does not have any intangible assets.

**c) Depreciation**

Depreciation on fixed assets other than leasehold land which is being amortized over the period of lease has been provided on straight line method. As per Companies Act 2013, the useful life of the assets as mentioned in the Schedule II has been adopted. Accordingly depreciation is charged on carrying value of assets as per Companies Act, 2013. Carrying value of assets is determined as Original cost-Depreciation charged up to 31.03.2014. Useful Remaining Life of Asset is considered as Useful life minus expired life of asset. There is no impairment of assets.

**d) Investments**

Investments are stated at cost.

**e) Inventories.**

Inventories are valued as under:-

- i) Raw materials, Packing materials and consumable stores - At cost on weighted average basis. Cost includes purchase price, freight and other direct expenses.
- ii) Stock-in-process - At raw material content value.
- iii) Finished Goods - At cost or Net realizable value whichever is less. Cost includes material, direct labour, overheads and excise duty other than selling and distribution overheads. Excise duty on goods manufactured by the Company and lying in inventory is included as part of valuation of finished goods.
- iv) Closing stock of leakage / damage material and materials received for reformulation is valued at raw material content.

**f) Revenue recognition**

Sales are recognized on the basis of invoices and are shown net of returns and are inclusive of excise duty and exclusive of MVAT.

**g) Retirement benefits**

In respect of gratuity, the Company is contributing from 01.04.1989 to Group Gratuity cum Life Assurance (cash accumulation) scheme which is charged against revenue every year.

In respect of Provident fund, the Company is regularly contributing to Govt. administered Provident fund. Company does not have any obligations apart from monthly contributions as per relevant rules. The company has been making monthly contributions as per the rules & the same are charged to Statement of Profit & Loss on accrual basis.

In respect of earned leave, leave encashment benefits payable to employees are accounted for on the basis of an actuarial valuation.

**h) Taxes on Income**

Current tax is determined as the amount of tax payable under the Provision of Income Tax Act, 1961. Deferred tax is recognized, subject to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. The tax effect is calculated on accumulated timing differences at the end of the year based on enacted or substantively enacted tax rates.

**i) Earnings Per Share**

Earnings per Share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

**J) Provisions, Contingent Liability And Contingent Assets:**

Provisions in respect of present obligations arising out of past events are made in the accounts when reliable estimates can be made of the amount of the obligations. A disclosure for a contingent liability is made when there is a possible obligation that may, but probably not, require an outflow of resources. Contingent Assets are neither recognized nor disclosed in the financial statements.

No provision is made for liabilities, which are contingent in nature, but if material, these are disclosed by way of notes.

**NOTES TO ACCOUNTS:**

**2. Contingent Liabilities not provided for:**

- a) Estimated amount of contracts remaining to be executed on capital account and not provided for Rs. NIL (Previous year Rs. NIL)
- b) The sales tax assessment of the Company has been completed upto F.Y. 2004-2005. However the Company has received demand for Rs. 7,78,453/- for F.Y. 1994-95 from Dy. Commissioner of Sales Tax (Admn), Nagpur for which the Company has preferred an appeal before the Maharashtra Sales Tax Tribunal, Mumbai by making part payment of Rs. 1,00,000/- in protest, the decision of which is awaited.
- c) An amount of Rs.1,53,635/- has been deposited in High Court, Nagpur Bench in respect of suit filed by M/s. Deshmukh Printers, Akola for Rs.2,53,645.58 for claiming damages against the Company since they were not awarded contract for printing of leaf lets. The case has been transferred to Hon. District Civil Court, Akola for further proceeding.

- d) The Company is making provision for arrears of 6<sup>th</sup> pay Commission recommendations, since the same are already made applicable to Holding Company and proposal is approved by the State Government. The Provision for pay arrears are made at Rs.NIL/-(previous year Rs.64.09 lakhs) and total provision under this head are made Rs. 397.80 lakhs, (previous year Rs. 397.80 lakhs) out of which payment of pay arrears of Rs.245.12 Lakhs has been made during the year. Similarly total Provision for Gratuity (as increased for increased pay of 6<sup>th</sup> pay Commission) is held at Rs. 44.57 lakhs.
- e) The Company has received demand of Rs.2,31,365, from Dy. Commissioner of Sales Tax Akola for non submission of VAT Audit Report for the year 2014-15 in prescribe period, for which the company had preferred an appeal before the Joint Director (Appeal) Sales Tax Department Amravati by making part payment of Rs.25000/- under protest. The decision of which is awaited.
- f) The Company has received demand of Rs.3,66,610/-,from Asstt. Commissioner of Income Tax, Akola Circle for Assessment year 2012-13 for which the Company has preferred an appeal before The Commissioner of Income Tax(Appeals) Nagpur by making part payment of Rs.7500/-under protest. The decision of which is awaited.
- g) The Company has received demand of Rs.1,50,000/- from Asstt. Commissioner of Income Tax, Akola Circle, Akola for Assessment year 2013-14 for which the company has preferred an appeal before the The Commissioner of Income Tax(Appeals) Nagpur by making part payment of Rs 30000/- under protest.The dicsion of which is awaited.
3. The total issued & paid up capital is of Rs.1,00,00,000/- (Previous year Rs.1,00,00,000/-) out of which capital of Rs.700/-, held by nominees of MAIDC and capital of Rs.99,99,300/- by MAIDC Ltd.
4. a) The Company makes 100% provision for debtors wherein transactions with the party are stopped and legal proceeding is started irrespective of outstanding period. Also, the Company makes 100% provision in respect of advances outstanding for a period exceeding three years.
- b) The Balances of Sundry Debtors, Sundry Creditors, loans & advances are subject to reconciliation and confirmation, however the Company has sent balance confirmation letters to them, the response of which is awaited.
5. In the opinion of the Board of Directors, current assets, loans & advances are approximately of the value stated, if realized in ordinary course of business barring Rs.1,52,14,542.71 which are considered as doubtful (previous year Rs. 1,52,14,542.71/-). Provision for Doubtful debts and Advances has been made at Rs.1,52,14,542.71 (Previous year Rs.1,52,14,542.71/-). Further provision for all known and determined liabilities is adequate and not in excess of the amount reasonably required.
6. The Company has not received any intimation from the suppliers regarding their status under Micro, Small and Medium Enterprises Act, 2006 and hence disclosure, if any, relating to amounts unpaid as at the yearend together with interest paid or payable as required under the said Act has not been given.
7. The purchases of raw materials, packing materials, capital goods and civil works are monitored by the Holding Company i.e. M.A.I.D.C. Ltd. The entire sale within Maharashtra State is made to Holding Company. Sales prices are fixed on input cost basis under the guidance of Holding Company from time to time.
8. The stock of finished goods, stores & spares, raw materials, work in progress have been physically verified by the Management at the year end and there are no major differences and some minor differences which are noticed have been reconciled.
9. a) Total debtors outstanding for more than 3 years period wherein transactions with the party are stopped and legal proceeding is started aggregating to Rs.1,42,77,923/- for which the Company has made 100% provision totaling to Rs.1,42,77,923/- (Previous year Rs.1,42,77,923/-).

b) The total Advances outstanding for more than 3 years aggregating to Rs.9,36,619.34 for which the Company has considered 100% doubtful and accordingly provision at 100% for these advances has been made. (Previous year Rs.9,36,619.34).

10. Deferred Tax Liability for current year has been adjusted against Deferred Tax Asset and net difference of Rs.10,15,746/- has been shown as loss in Profit and Loss Account.

Particulars	As at 31-3-2018	As at 31-3-2017
Deferred Tax Asset	67,57,542	47,07,312
Add: Provision for Deferred Tax Asset / (Liability)	(10,15,746)	20,50,230
Net deferred tax Assets	57,41,796	67,57,542

11. **Related Party Disclosures**

**A. Name of the related parties and relationship**

**a) Key Management Personnel**

Shri S.B. Mundada/M.S.Soman Chief Executive

**b) Associates**

Maharashtra Agro Industries Development Corporation Limited - Holding Co.

**B. Summary of Transactions with Related Parties**

**a) Maharashtra Agro Industries Development Corporation Limited (Holding Company)**

Sr. No.	Particulars	Current Year Rs.in lakhs	Previous year Rs. In lakhs
1.	Sale of goods	1698.98	2533.39
2.	Sample Testing Charges Recovered	0.00	1.44
3.	Rent Received	0.27	0.31
4.	Interest received from MAIDC Ltd.	59.98	72.76
5.	Advance Received back	311.94	4.56
6.	Advance Given	0.09	8.90
7.	Receivables from MAIDC (Sales Account)	0.00	255.88

**b) Remuneration to Chief Executive/Director**

Sr. No.	Particulars	Current Year Rs.in lakhs	Previous year Rs. In lakhs
1	<b>Shri S.B. Mundada</b>		
	1 Salary	2.85	15.39
	2 PF/FPF Contribution	0.32	1.50
	3 Perquisites	0.16	0.15
2	<b>Shri M.S. Soman</b>		
	1. Salary	6.39	0.00
	2. PF/FPF Contribution	0.74	0.00
	3. Perquisites	0.00	0.00

- 12.** The Company has written back liabilities for Earnest Money Deposit & Sundry Creditors / Credit Balance of C&F agents outstanding for period prior to 31<sup>st</sup> March, 2012, which have been otherwise settled for quality, quantity or other reasons and are not claimed by parties since then. The amounts are Rs.34,000/-for E.M.D. & Rs. 6,09,501.21/- for sundry creditors / Credit Balance totaling to Rs.6,43,501.21/-. The same are treated as other income.
- 13.** Previous year's figures have been regrouped and rearranged wherever necessary so as to make the same comparable with the figures of current year.
- 14.** There are no amounts due to be remitted to "Investors Education & Protection Fund" as at the year end. (Previous Year Nil).

**15. Earnings Per Share (EPS) has been computed in accordance with AS-20**

Particulars	For the year ended 31 <sup>st</sup> March 2018	For the year ended 31 <sup>st</sup> March 2017
Profit computation for basic earnings per share of Rs. 100/- each		
A) Net Profit/ (Loss) as per Profit & Loss a/c available for equity shareholders (RS.)	(16,28,673)	14,15,896
B) Weighted Average number of equity shares for EPS computation (Nos.)	1,00,000	1,00,000
C) Earnings Per Share (Rs.)	(16.29)	14.16

As per Our Report of even date  
For S.G.Gandhi & Co.  
Chartered Accountants  
FRN 103034W

(Ashok Karanjkar, I.A.S.)  
Chairman

(M.S.Soman)  
Chief Executive

CA. S.G.Gandhi  
Partner, M No. 30160

(M. B . Borse)  
Executive Director

(S. B. Sonavane)  
Director

Place : Akola  
Date : 27/09/2018

Place: Mumbai  
Date : 26/09/2018



**16 Information pursuant to the provisions of Companies Act, 2013.  
( As Certified by Management.)**

**QUANTITATIVE DETAILS FOR THE YEAR ENDED ON 31ST MARCH, 2018.**

	Class of Goods	Discription	Units	2017-18		2016-17	
				QTY	Value	QTY	Value
a)	<b>Particular of capacity</b>						
	<b>Licenced Capacity :</b>						
	<b>(In terms of technical for all types of formulations)</b>						
	<b>Technical Formulated Pest.</b>	<b>D.P.</b>	<b>MT</b>	<b>0.00</b>		<b>0.00</b>	
	<b>Installed capacity (In terms of formulated pesticides)</b>						
	<b>Formulated Pesticides</b>						
	<b>W.D.P.</b>	<b>W.D.P.</b>	<b>MT</b>	<b>0.000</b>		<b>0.000</b>	
	<b>E.C.</b>	<b>E.C.</b>	<b>KL</b>	<b>2250.000</b>		<b>2250.000</b>	
	<b>Granuals Pest</b>		<b>MT</b>	<b>1800.000</b>		<b>1800.000</b>	
	<b>Technical Pest</b>		<b>MT</b>	<b>100.000</b>		<b>100.000</b>	
	<b>(Produced at Lote T.P.P)</b>						
b)	<b>Particulars in respect of Production</b>						
	<b>Formulated Pesticides</b>						
	<b>W.D.P.(Bulk)</b>		<b>MT</b>	<b>122.935</b>		<b>203.982</b>	
	<b>E.C.</b>		<b>KL</b>	<b>300.200</b>		<b>457.278</b>	
	<b>E.C.Bulk</b>		<b>KL</b>	<b>29.030</b>		<b>31.154</b>	
							<b>(Rs. in Lakhs)</b>
c)	<b>Details of Sales</b>						
1)	<b>M.S. Sales</b>			<b>2017-18</b>			<b>2016-17</b>
			<b>UNIT</b>	<b>QTY</b>	<b>VALUE</b>	<b>QTY</b>	<b>VALUE</b>
					<b>Rs.</b>		<b>Rs.</b>
i)	<b>Manufactured Products</b>	<b>EC</b>	<b>LTRS</b>	<b>283770</b>	<b>803.39</b>	<b>460187</b>	<b>1297.70</b>
		<b>Total (i)</b>			<b>803.39</b>		<b>1297.70</b>
ii)	<b>Bulk processed Products</b>	<b>WDP</b>	<b>MT</b>	<b>118.485</b>	<b>775.63</b>	<b>212.183</b>	<b>1096.25</b>
		<b>EC</b>	<b>LTRS</b>	<b>28630</b>	<b>119.96</b>	<b>30754</b>	<b>139.44</b>
		<b>Total (ii)</b>			<b>895.59</b>		<b>1235.69</b>
	<b>GRAND TOTAL(i+ii)</b>				<b>1698.98</b>		<b>2533.39</b>
2)	<b>Other Sales</b>	<b>Total (iii)</b>			<b>4.19</b>		<b>6.92</b>
	<b>GRAND TOTAL</b>				<b>1703.17</b>		<b>2540.31</b>
d)	<b>Details of Opening Stocks</b>						
1)	<b>Manufactured Products</b>		<b>UNIT</b>	<b>QTY</b>	<b>VALUE</b>	<b>QTY</b>	<b>VALUE</b>
		<b>WDP</b>	<b>MT</b>	<b>0.000</b>	<b>0.00</b>	<b>0.000</b>	<b>0.00</b>

		EC	LTRS	13040	33.31	18840	45.48
		GRANUALS	MT	0.000	0.00	0.000	0.00
		BIO-PEST	MT	0.000	0.00	0.000	0.00
		Total 1			33.31		45.48
2)	<b>Bulk processed Products</b>						
		WDP	MT	3.284	17.42	11.910	33.64
		EC	LTR	2140	8.72	2970	10.38
		Total 2			26.14		44.02
3)	<b>Semi Finished Products</b>						
		WDP		1.350	16.80	0.000	0.00
		EC		10900	23.01	32330	58.90
		GRANUALS		0.000	0.00	0.000	0.00
		Total 3			39.81		58.90
	<b>TOTAL</b>	<b>1+2+3</b>			<b>99.26</b>		<b>148.40</b>
e)	<b>Details Of Closing Stocks</b>						
1)	<b>Manufactured Products</b>		UNIT	QTY	VALUE	QTY	VALUE
					Rs.		Rs.
		WDP	MT	0.000	0.00	0	0.00
		EC	LTRS	24620	65.74	13040	33.31
		GRANUALS	MT	0.000	0.00	0.000	0.00
		BIO-PEST	MT	0.000	0.00	0.000	0.00
		Total 1			65.74		33.31
2)	<b>Bulk processed Products</b>	WDP	MT	7.690	26.05	3.284	17.42
		EC	LTRS	2380	7.96	2140	8.72
		Total 2			34.01		26.14
3)	<b>Semi Finished Products</b>	WDP	MT	0.855	3.53	1.350	16.80
		EC	LTRS	4810	7.67	10900	23.01

		GRANUALS	MT	0.000	0.00	0.000	0.00
		Total 3			11.20		39.81
	<b>TOTAL</b>	<b>1+2+3</b>			<b>110.95</b>		<b>99.26</b>
	Closing stocks valued as per book balance after physical verification.						
f)	<b>Raw Materials Consumed.</b>						
				2017-18		2016-17	
	<b>Items.</b>		<b>Unit</b>	<b>Qty.</b>	<b>Value</b>	<b>Qty.</b>	<b>Value</b>
1)	<b>Technical</b>						
	Cypermethrin		MT	0.000	0.00	0.800	4.43
	Dimethoate		MT	9.900	33.87	29.900	98.87
	Fenvelrate		MT	0.000	0.00	0.200	1.28
	Malathion		MT	0.500	1.08	2.250	4.84
	Quinolphos		MT	35.100	159.94	75.825	350.72
	Monocrotophos		MT	58.632	220.76	15.073	57.20
	Chloropyriphos		MT	4.873	16.97	15.372	55.93
	Profenophos		MT	11.500	39.10	0.000	0.00
	<b>TOTAL</b>				<b>471.72</b>		<b>573.27</b>
2)	<b>Auxiliaries &amp; Others</b>		<b>Various</b>		<b>138.32</b>		<b>199.70</b>
	<b>R.M. TOTAL</b>				<b>610.04</b>		<b>772.97</b>
	Consumption includes quantity of Tech.Raw material sold						
	as such Rs.nil/- (Previous year NIL) and other issues.						
3)	<b>Purchase of Bulk processed/Traded materials.</b>			<b>Qty.</b>	<b>Value</b>	<b>Qty.</b>	<b>Value</b>
	Bulk Processed	WDP	MT	141.130	556.20	255.165	730.09
	Bulk Processed	EC	LTRS	22000	66.83	38100	96.20
	<b>Bulk Total</b>				<b>623.03</b>		<b>826.29</b>
	<b>Grand Total 1 +2 + 3</b>				<b>1233.07</b>		<b>1599.26</b>
g)	<b>Value of Imported &amp; Indigenous raw materials and percentage of their consumption to total consumption.</b>						
	<b>i) Imported</b>				<b>0.00</b>		<b>0.00</b>
	<b>Percentage</b>				<b>0.00</b>		<b>0.00</b>
	<b>ii) Indigenous</b>				<b>610.04</b>		<b>772.97</b>
	<b>Percentage</b>				<b>100.00%</b>		<b>100.00%</b>

h)	CIF value of Imports				0.00		0.00
i)	Expenditure in Foreign Currency				0.00		0.00
j)	Earning in Foreign Exchange				0.00		0.00

As per Our Report of even date  
For S.G.Gandhi & Co.  
Chartered Accountants  
FRN 103034W

(Ashok Karanjkar, I.A.S.)  
Chairman

(M.S.Soman)  
Chief Executive

CA. S.G.Gandhi  
Partner, M No. 30160

(M. B . Borse)  
Executive Director

(S. B. Sonavane)  
Director

Place : Akola  
Date : 27/09/2018

Place: Mumbai  
Date : 26/09/2018

**THE MAHARASHTRA AGRO INDUSTRIES DEVELOPMENT CORPORATION LIMITED**  
**KRUSHI UDYOG BHAWAN, AAREY MILK COLONY, DINKARRAO DESAI MARG, GOREGAON**  
**(EAST), MUMBAI – 400 065**

The Govt. of India promoted the establishment of seventeen State Agro Industries Corporations with the objective of streamlining the system of input distribution and extending other agro services to the farmers under the national guidelines issued by Govt of India. MAIDC Ltd., known as "KRUSHIUDYOG" was set up on 15.12.1965 as a Govt Company under the Companies Act, 1956. The authorized capital of the Corporation is ` 8.00 Crore, and the paid up capital of the Corporation as on 31.3.2017 is ` 5.50 Crore contributed by Govt of India ` 2.50 Crore and Govt of Maharashtra ` 3.00 Crore.

The broad objectives for setting up of the Corporation were

1. To manufacture and distribute Agricultural Farm Machinery.
2. To manufacture and distribute other agricultural inputs such as Fertilizers, Pesticides etc.
3. To manufacture and distribute products pertaining to Dairy, Poultry and Allied Trade.
4. To develop agro based industries for carrying out-processing of agricultural and to assist such industries.
5. To render assistance to individuals, who are in the field of agriculture and allied industries in modernizing their farms and industries.

Based on the above objectives, the Corporation undertook activities as mentioned below. The Registered Office/Head Office of the Corporation is situated in Mumbai. The Manufacturing Units and Regional Offices (Marketing Offices) are situated all over the State.

Operational/Financial Results of the Corporation of last three years are as under.  
 (` in lakh)

<b>PARTICULARS</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>
Paid up Capital	550.00	550.00	550.00
Reserves & Surplus	17659.12	19336.02	16561.56
Capital Employed	15990.53	19130.26	14451.22
Sales	116512.10	98879.85	142092.76
Profit Before Tax	2011.48	2586.47	5668.58
Profit After Tax	1140.84	1681.05	3260.68
Dividend	27.50	-	-

**ACTIVITIES OF THE CORPORATION**

1. i) Manufacture & Sales of NPK Fertilizers :

The Corporation manufactures the following grades of NPK Fertilizers and markets them under "KRUSHIUDYOG" Brand name.

20:10:10                      18:18:10                      10:20:20                      17:17:17

"KRUSHIUDYOG" NPK Fertilizers are manufactured at following places.

1. Rasayani, District Raigad
2. Pachora, District Jalgaon
3. Nanded, District Nanded

4. Wardha, District Wardha
5. Kolhapur, District Kolhapur
6. Jalna, District Jalna

The capacity of the plants and the total investment therein are given below.

(` in lakh)

Plants	Capacity (MTs) (Annual Basis)	Investment as on 31.3.2016	Investment as on 31.3.2017	Investment as on 31.3.2018
Rasayani	60,000	363.20	353.98	
Pachora	70,000	310.61	310.61	
Nanded	70,000	217.84	211.49	
Wardha	65,000	517.04	509.24	
Kolhapur	30,000	189.98	185.25	
Jalna	30,000	320.38	314.03	

The actual production and sales of NPK Fertilizers for the last three years are as under.

Year	Production (MTs)	Sales (MTs)
2015-16	1,59,150	1,52,141
2016-17	1,42,380	1,44,991
2017-18	99,865	1,33,505

**ii) Traded Fertilizers**

The Corporation sells Urea, DAP, MOP, SSP etc in the State of Maharashtra. The details of last three year's sales are as under.

Year	Sales (MTs)	Value (` In lakh)
2015-16	3,45,522	47,731.68
2016-17	2,28,089	26,915.00
2017-18	2,40,916	29834.94

**2. Formulation and Sales of Pesticides**

All the important Pesticides are formulated by M/s Maharashtra Insecticides Limited, Akola, a wholly owned Subsidiary Company and marketed by the Corporation under the brand name "KRUSHIUDYOG" such as COC, Malathion, Dimethoate, Quinolphos, Cypermethrin, Fenevelrate, Monocrotophos, Chlorpyriphos, Dicofil, Ethion, Phorate 10 G etc.

The total sales of Pesticides during the last three years are given below.

(` In lakh)

Year	Sales
2015-16	5,105.65
2016-17	10,613.62
2017-18	18.60

### 3. **Manufacture and Sales of Farm Machinery**

The Corporation manufactures and sells following farm machinery and implements.

i) Tractors & Implements

The Corporation has a dealership of the following makes of Tractors.

Hindustan	45 HP	50 HP	61 HP	58 HP	
HMT	18 HP	25 HP	35 HP	58 HP	
Mitsubishi	18.5 HP				
Mahindra	18.5 HP	25 HP	30 HP	35 HP	225 DI

ii) Power Tiller

Mitsubishi	8-10 HP	12 HP
KAMCO	8-10 HP	

iii) KRUSHIVATORS

iv) Electric Pump Sets

v) KRUSHIUDYOG Implements

- 1) Power Sprayers-cum-Dusters
- 2) Hand Operated Plant Protection Equipments
- 3) Paddy Sickles
- 4) Grain Storage Bins
- 5) Seed-cum-Fertilizer Drill
- 6) Sarayantra
- 7) Bullock Keni
- 8) Bullock Carts
- 9) Multi-crop Thresher

“KRUSHIUDYOG” Agricultural Implements are manufactured at Agro Engineering Works, Chinchwad, Pune.

The total sales of agricultural products during last three years are given

(` In lakh)

<b>Year</b>	<b>Sales</b>
2015-16	35,858.85
2016-17	36,552.86
2017-18	8009.12

### 4. **Manufacture & Sales of Animal Feed**

The following major types of Animal Feeds are manufactured in Mash and Pallet Forms and marketed under brand name "SUGRAS/MAHAAGRO".

- i. Cattle Feeds
- ii. Poultry Feeds
- iii. Others

**The Animal Feed Factories are situated at the following places.**

- i. Chinchwad, Pune

(` in lakh)

Plants	Capacity (On Single Shift Basis)	Investment as on 31.3.2015	Investment as on 31.3.2016	Investment as on 31.3.2017
Sugras Factory, Chinchwad	30,000	126.56	126.56	120.21

The actual production and sales of "SUGRAS/MAHAAGRO" Feed for the last three years are as under.

Year	Production (MTs)	Sales Value (` in lakh)
2015-16	6,162	1,091.75
2016-17	2542	448.94
2017-18	1573	343.00

This year we could convince M/s Manchar Dairy, M/s. Chitale Dairy and Valsad Dairy of Gujrat and started supply of Animal Feed as per their formula. We have also introduced Emu Feed and Mah Gold Super Feed etc.

5. Processing of Fruits and Vegetables

The Corporation took over the NOGA Factory at Nagpur in 1972.

The capacity of the plant is 4,950 MTs per annum. The actual production, sold under the brand name "NOGA" for the last three years is as under.

Year	Production (MTs)	Sales (Value) (` in lakh)
2015-2016	1,991	762.30
2016-2017	1383	720.65
2017-2018	959	559.92

**ON GOING PROJECTS/FUTURE PLANS**

Keeping in view the changing economic environment in the country, more particularly with regard to the concept of liberalization, it has become necessary to take a fresh look at the Corporation's objectives and activities. In view of this, I propose:-

**a) Product Diversifications:**

i) The corporation added Micronutrients like Zinc Sulphate & Ferrous Sulphate in the list of its products. It is also proposed to start trading in new products like water soluble fertilizers, liquid fertilizers etc. considering the estimated increase in water irrigation area in near future.

ii) To sign MOU with Punjabrao Krishi Vidyapeeth, Akola and Mahatma Phule Krishi Vidyapeeth, Rahuri for production of Custard Apple Pulper, Wheat Grass Powder Machine and Pneumatic Planter respectively. These items will be produced under MAIDC



Brand name through vendors. The Corporation has also propose to produce Sugarcane Bud Chipper for the open market as well.

iii) Low cost Urea Brequetting Machine has also been developed by us. Necessary certificate has been obtained from the Agriculture University. This item can be included under proposals for procurement by Commissioner Agriculture. Corporation could also explore the possibility of selling this item to the Primary Agriculture Credit Societies and Farmers Groups in paddy growing areas.

iv) Corporation also considering entering into marketing of fruits & vegetables on a pilot basis as a new activity. This would assist us in reaching out directly to farmers and thereby assist in the sale of our fertilizers, pesticides and animal feed products.

**b) Setting up of New Customized Fertilizer Plant:-**

i) MAIDC is in process of setting up of Customized Fertilizers Plant on PPP model basis at Rahata-Puntamba, Dist. Ahmednagar. The customized Fertilizers concept provide/stands for fertilizers as per the need of soil/crop etc. This will help the farmers to lower the fertilizer cost with optimum use of fertilizers and maximize the crop yield.

ii) So far as NOGA is concerned we have planned to set up PET bottling facility for juices, squashes and liquid products since cans are no longer acceptable in the retail market. With this facility, we would increase our presence in the market.

iii) Developing R&D infrastructure testing laboratory facilities for various agril. Implements required under various GOM/GOI schemes at Pachora, Dist. Jalgaon.

iv) Establishment of Agro Engineering Service Centre (AESC) at each taluka level for sales and service to the farmers such as custom hiring centre, storage and distribution of inputs under various GOM / GOI schemes.

**c) Restructuring of Corporation:-**

i) In the light of ever changing economic environment, it has become necessary for the corporation to review and restructure its existing activities and business. Accordingly, Corporation is looking to strengthen itself through significant restructure of its present business & products in all respects through –

1. Business stratification.
2. Human Resource Management Development & Automation
3. Business process redevelopment and automation mainly using the latest IT enabled technology.
- 4 Financial re-engineering and development of system and packages including MIS and Financial Accounting.

To achieve above, the Corporation is in the process of appointing consultant, who would oversee the process at micro level and would provide basic, cost effective and workable model to achieve the restructuring objectives.

ii) Switching over to fully web based ERP/SAP system from existing single user Fox base accounting system. The objective behind computerization is to make available accurate and timely data to facilitate various statutory compliances and most importantly to facilitate timely management decisions.

**d) Additional Revenue Sources:-**

Presently the Corporation is indulged into Fertilizers, Pesticides, Agril Engineering, Animal Feed and Food Processing activities. All these activities are allied to the main objective of the Company. It is to see whether Corporation could diversify or undertake viable and most importantly activities which fulfill the requirement of farmers of the state in true sense. The Corporation is explore the possibilities to utilize the available resources for the purpose of creating logistic facilities, construction of Warehouses and such allied activities in near future.

**Three years result at a glance of the Corporation is as under: ( ` in lakh)**

	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>
<b>OPERATING RESULTS</b>			
Sales	116512.10	98879.85	59753.65
Other Income	2525.23	3012.97	2879.85
Gross Earning	119037.33	101892.82	62633.50
Operating Profit	2324.83	2931.23	370.37
Depreciation	197.92	169.46	154.01
Interest	115.43	175.30	167.70
Profit Before Tax	2011.48	2586.47	48.66
Income Tax, WT & PPT	870.64	905.42	46.00
Profit After Tax	1140.84	1681.05	2.66
<b>FINANCIAL POSITION</b>			
Paid Up Capital	550.00	550.00	550.00
Reserves & Surplus	17659.12	19336.02	19003.11
Net Worth	18209.12	19886.02	19553.11
Loan Funds	0.00	1517.71	-
Capital Employed	15990.53	19130.26	-
<b>FIXED ASSETS</b>			
Gross	4465.21	4461.73	4461.73
Net	2134.45	2098.26	2671.57
Net Current Assets	13856.08	17032.00	-

**The Maharashtra Agro Industries Development Corporation Limited.**

**Regional Offices :**

- 1) Behind Agyaram Devi Petrol Pump,  
Ganesh Peth,  
Nagpur - 440018  
Mobile no : 8888842359
- 2) Deolali Naka  
New Mumbai-Agro Road,  
Nashik - 422001  
Mobile no : 8888842316
- 3) 517/E Maharani Tarabai Chowk,  
Kawala Naka, Kolhapur - 416001  
Mobile no : 8888842342
- 4) Shakti Sahakar  
Opp, State Transport Divisional  
Workshop, Aurangabad - 431001  
Mobile no : 8888842336
- 5) Plot No 657 to 660  
Gultekadi, Market Yard, P.B.  
No1412,  
Pune - 411037  
Mobile no : 8888842289
- 6) Samrudhi, New Mondha,  
Near State Bank of India  
Nanded - 431602  
Mobile no : 8888842332
- 7) Paras Building, Damale Chowk, Near  
Santoshi Mata Mandir,  
Akola - 444001  
Mobile no : 8888842373
- 8) Plot No P-73, MIDC Area, Mirjole,  
Dist: Ratnagiri - 415612  
Mobile no : 8888842348
- 9) Naik Nivas, 1st Floor,  
Shivaji Chowk,  
Osmanabad - 413501  
Mobile no : 8888842361
- 10) Chaudhari Complex, Chaudhari  
Chowk, Cotton Market, V.M.V. Road,  
Amravati - 444601  
Mobile no : 8888842375
- 11) Papat Building, IInd Floor,  
Purti Bazar, Near Jatpura ,  
Chandrapur - 442401  
Mobile no : 8888842325
- 12) Zilla Sahakari Building,  
Plot No. 48, Shahu Nagar  
Hsg Society, Jalgaon - 425 001  
Mobile no : 8888842351

13) Regional Office, Thane  
Krushiudyog Bhavan,  
Dinkarrao Desai Marg,  
Aarey Milk Colony,  
Goregaon (E),  
Mumbai - 400 065  
Mobile no : 8888842353

**Sub Regional Offices:**

"Sadhana Ratna",  
Kotecha Colony, Jalna  
Road, Beed - 431 122  
Mobile no : 8888842339

**Fertilizers Units:**

Rasayani, Tal. Panvel.,  
Dist: Raigad - 410207  
Mobile no : 8888842320

Bhadgaon Road, Pachora,  
Dist Jalgaon - 242 201  
Mobile no : 8888842349

MIDC Industrial Estate,  
Plot No B-2/B-3, P.B. 45  
Nanded - 431602  
Mobile no : 8888842322

MIDC Industrial Estate,  
Plot No F1/F-2,  
Wardha - 442001  
Mobile no : 8888842399

19, MIDC Industrial Estate,  
Gokul Shirgaon,  
Tal. : Karveer,  
Dist: Kolhapur- 416001  
Mobile no : 8888842326

C-51 MIDC Industrial  
Estate,  
Jalna - 431203  
Mobile no : 8888842324

**Animal Feed Units:**

MIDC Industrial Estate,  
Plot No D-11/52,  
Chinchwad,  
Pune - 411019  
Mobile no : 8888842308

**Food Processing Units:**

**Noga Factory, Hingana**  
B-17 to 20 MIDC Area,  
Hingna,  
Nagpur-440016.  
Mobile no : 8888842296

**Agro Engg. Works**

MIDC Industrial Estate,  
Plot No D-11/52  
Chinchwad,  
Pune - 411019  
Mobile no : 8888842328

**Research & Development  
Centre.**

Girad Road,  
Pachora - 424 201  
Dist Jalgaon  
Ph no :02596-244731

**Kasarde complex**

At Post Kasarde,  
Taluka Kankavali,  
Dist : Sindhudurg  
Ph no :02356-2272672  
**Subsidiary Company:**  
Maharashtra Insecticides Ltd.  
C-4, MIDC Industrial Area,  
Shivani, Akola - 444 104  
Mobile no : 8888842315

Maharashtra Insecticides Ltd.  
Plot No F-4, MIDC Industrial  
Area,  
At Post- Lote Prshuram  
Taluka Khed,  
Dist: Ratnagiri -415722  
Ph no :272672, 272572

**ANNEXURE - I**

**PART I : Chronology of events connected with finalization of Audited Accounts for the financial Year 2017-18 of The MAIDC Ltd., Mumbai.**

<b>S.No.</b>	<b>Task</b>	<b>Date with period</b>
1.	Date of Approaching CAG for appointment of Statutory Auditors	--
2.	Date of Appointment of Statutory Auditors	04/08/2017
3	Date of handing over the Annual Accounts to Statutory Auditors	03/12/2018
4	Date of Compilation of Audited accounts of the Corporation	01/03/2019
5	Date of finalization of Annual Accounts (Adoption by BOD)	01/03/2019
6.	Time taken by the Statutory Auditors for auditing the accounts (03.01.2019 to 01.03.2019)	60 Days
7.	Date of Raising of Queries from Auditors	20/01/2019
8.	Time taken in resolving audit queries and the date of receipt of the final audit report in the Corporation (CAG's comments)	13/05/2019 TO 05/07/2019 / 60 Days
9.	The date when the Annual Report and Audited Accounts of the Corporation were approved (Date of AGM)	13/08/2019
10.	Date and Time taken in translation of Annual Reports and Audited Accounts of the Corporation	26/11/2019 TO 17/02/2020/83 Days
11.	Date when the Annual Report and Audited Accounts of the Corporation were sent to the Ministry for being laid on the Table. Hindi	03/09/2020

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## ANNEXURE - II

### **Part II : Detailed reasons (in narrative form) for delay for not laying the Annual Report for the year 2017-18 within nine months from close of the financial year before Parliament.**

- i) Appointment of Auditors for the financial year 2017-18 Letter No.0594/  
Dtd.04.08.2017 received from CAG-III.
- ii) CAG's comments received on 19.07.2019.
- iii) AGM of Corporation for the Accounting Year 2017-18 was held on 13<sup>TH</sup> August 2019 and the accounts of the Corporation for the year 2017-18 including consolidated account for the year 2017-18 was approved and adopted on 13<sup>TH</sup> August 2019.
- iv) Due to change in Companies Act 2013, calculations of % on depreciation of Assets have been effected from F.Y.2017-18.

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