

VIBHA AGROTECH LIMITED

Vibha SEEDS

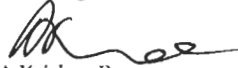
Balance Sheet as at 31st March, 2021

(Amount in Rs.)

Particulars	Note No.	(Amount in Rs.)	
		As at 31-Mar-21	As at 31-Mar-20
I. EQUITY AND LIABILITIES			
1) Shareholders' Funds			
a) Share Capital	3	51,63,44,500	51,63,44,500
b) Reserves and Surplus	4	(8,98,81,94,825)	(8,95,60,81,171)
		(8,47,18,50,325)	(8,43,97,36,674)
2) Non-Current Liabilities			
a) Long Term Borrowings	5	27,98,79,916	27,98,79,916
b) Deferred Tax Liability(Net)	6	6,69,02,899	6,52,86,038
c) Other Long-Term Liabilities		-	-
d) Long Term Provisions	7	74,47,609	74,47,609
		35,42,30,424	35,26,13,564
3) Current Liabilities			
a) Short Term Borrowings	8	4,88,06,33,695	4,88,06,33,695
b) Trade Payables	9	1,29,89,88,657	1,29,87,63,548
c) Other Current Liabilities	10	3,45,38,78,948	3,45,22,13,369
d) Short Term Provisions	11	6,14,07,783	6,06,41,171
		9,69,49,09,083	9,69,22,51,783
TOTAL		1,57,72,89,183	1,60,51,28,672
II. ASSETS			
1) Non-Current Assets			
a) Fixed assets			
i) Tangible assets	12	1,27,64,51,159	1,31,54,08,236
ii) Intangible assets		-	-
iii) Capital work-in-progress		-	-
		1,27,64,51,159	1,31,54,08,236
b) Non-Current Investments	13	25,28,063	25,28,063
c) Deferred Tax Asset	6	-	-
d) Long Term Loans and Advances	14	1,84,51,756	1,84,51,756
e) other non-current assets		-	-
		1,29,74,30,979	1,33,63,88,055
2) Current assets			
a) Inventories	15	44,74,651	44,74,651
b) Trade Receivables	16	18,01,96,890	17,20,02,957
c) Cash and Cash equivalents	17	1,72,94,637	97,40,075
d) Short Term Loans and Advances	18	7,27,11,743	7,61,36,075
e) Other Current Assets	19	51,80,283	63,87,759
f) Current investments		-	-
		27,98,58,204	26,87,40,617
TOTAL		1,57,72,89,183	1,60,51,28,672

The notes are an integral part of these financial statements

For P.Murali & Co.,
Chartered Accountants
Firm Reg. No. 0072575


A Krishna Rao
Partner

M.No. 020085

UDIN : 22020085AERDJI7053

Date: 20-11-2021

Place: Hyderabad



For and on behalf of the Board of
Vibha Agrotech Limited


P. Vidyasagar
Managing Director


P. Chandravathi
Director



VIBHA AGROTECH LIMITED **Vibha SEEDS**

Statement of Profit and Loss for the year ended 31st March, 2021

(Amount in Rs.)

Particulars	Note No.	For the year ended 31-Mar-21	For the year ended 31-Mar-20
I. Revenue from Operations	20	-	(7,64,946)
II. Other Income	21	1,58,19,540	41,40,189
III. Total Revenue (I+II)		1,58,19,540	33,75,243
IV. Expenses:			
Cost of Materials Consumed	22	-	-
Manufacturing Expenses	23	4,85,588	15,09,573
Changes in Inventories of Finished Goods	24	-	-
Employee Benefits Expense	25	23,75,260	28,30,903
Research and Development Expenses	26	-	68,536
Finance Costs	27	-	-
Depreciation Expense	28	3,89,57,076	3,93,41,915
Other Expenses	29	44,98,406	89,89,736
Total Expenses		4,63,16,330	5,27,40,663
V. Profit before exceptional and extraordinary items and tax (III - IV)		(3,04,96,790)	(4,93,65,420)
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		(3,04,96,790)	(4,93,65,420)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII - VIII)		(3,04,96,790)	(4,93,65,420)
X. Tax expense:			
Current tax		-	-
MAT Credit Entitlement		-	-
For Prior Years		-	-
Deferred tax (Asset)/Liability	6	16,16,861	31,01,788
XI. Profit/(Loss) for the period from continuing operations (IX-X)		(3,21,13,651)	(5,24,67,208)
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) from discontinuing operations (after tax) (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		(3,21,13,651)	(5,24,67,208)
XVI. Earning per equity share:			
Basic		-0.62	-1.02
Diluted		-0.62	-1.02

The notes are an integral part of these financial statements

As per our report of even date

For P.Murali & Co.,
Chartered Accountants
Firm Reg. No. 0072575



A Krishna Rao
Partner

M.No. 020085

UDIN : 22020085AERDJS7053



For and on behalf of the Board of
Vibha Agrotech Limited

 
P. Widyasagar Managing Director P. Chandravathi Director



Place: Hyderabad

Date: 20-11-2021



Cash Flow Statement for the year ended 31st March, 2021

Particulars	For the year ended	For the year ended
	31-Mar-21	31-Mar-20
	Amount in Rs.	Amount in Rs.
A. Cash Flow From Operating Activities		
Net Profit Before Taxation	(3,04,96,790)	(4,93,65,420)
Adjustments for:		
Depreciation	3,89,57,076	3,93,41,915
Interest and Other Financial Costs	-	-
Interest Received	-	(22,370)
Miscellaneous Expenses Written Off	-	-
Profit on Sale of Asset	-	-
Legal Expenses and Membership Fee	-	-
Operating Profit before working capital changes	84,60,287	(1,00,45,875)
Adjustments for:		
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Sundry Debtors	(81,91,833)	2,41,89,976
(Increase)/Decrease in Loans and Advances and Other Current Assets	46,31,808	(1,48,80,757)
Increase/(Decrease) in Short Term Borrowings	-	-
Increase/(Decrease) in Trade Payables, Provisions and Other Current assets	18,90,689	(6,65,818)
short term provisions:		
	7,60,612	15,00,365
	(9,05,725)	1,01,43,767
Cash Generated/(Used) in Operations	75,54,562	97,892
Income Tax Paid	-	-
Fringe Benefit Tax Paid	-	-
Net Cash From Operating Activities - (A)	75,54,562	97,892
B. Cash Flow From Investing Activities		
Sale of Fixed Assets	-	-
Purchase of Fixed Assets	-	-
Investment in subsidiaries	-	-
Decrease in Capital Work-in-progress/Sale of fixed assets	-	-
Interest Received	-	22,370
Net Cash From/(Used in) Investing Activities - (B)	-	22,370
C. Cash Flow From Financing Activities		
Increase in Share Capital	-	-
Increase in Share Premium	-	-
Repayment of Share application money	-	-
(Repayment) of /Proceeds from Long Term Borrowings	-	(8,910)
(Repayment) of /Proceeds from Loan	-	-
Dividend and Taxes thereon paid	-	-
Interest and Other Financial Costs	-	-
Net Cash From/(Used in) Financing Activities - (C)	-	(8,910)
Net Increase/(Decrease) in Cash & Cash Equivalents (A)+(B)+(C)	75,54,562	1,11,352
Cash and Cash Equivalents at the beginning of the year	97,40,075	96,28,723
Cash and Cash Equivalents at the end of the year	1,72,94,637	97,40,075
Increase/(Decrease) in cash & cash equivalents at the end of the year	75,54,562	1,11,352

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The Schedules referred to above and notes on accounts form an integral part of the Balance Sheet. As per our Report even date

for P.Murali & Co.,
Chartered Accountants
Firm Reg. No. 0072575

A Krishna Rao
Partner
M.No. 030085
UDIN: 22-020085 AC0017063

Date: 20-11-2021
Place: Hyderabad

For and on behalf of the Board of
Vibha Agrotech Limited

P. Vidyasagar
Managing Director
DIN: 00017551

P. Chakravathi
Director
DIN: 00017627



1 Corporate Information

Vibha Agrotech Limited ('the Company') was incorporated on 10th May, 1995. The Company is presently engaged in the business of research, production and sale of agricultural inputs, namely, hybrid seeds. The Company's corporate office is located in Hyderabad. It has a processing plant at Jedcherla.

2 Significant Accounting Policies:

2.1 Basis of presentation of Financial Statements

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with Rules made thereunder. Accounting policies have been consistently applied except where a newly-issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2.2 Use of Accounting Estimates

The preparation of financial statements in conformity with Accounting Standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of Financial Statement and the reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known and materialized.

2.3 Revenue Recognition

Sales comprises sale of goods. The sale value is exclusive of sales tax. The principles of revenue recognition are given below:

Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection. Revenue on sale of products is recognized on the delivery of the products when all significant contractual obligations have been satisfied, the property in the goods is transferred for a price, significant risks and rewards of ownership have been transferred and no effective ownership control is retained.

- i) Sales are shown as net of returns.
- ii) Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.



2.4 Property Plant and equipment

Property Plant and equipment acquired by the Company are reported at acquisition cost, with deductions for accumulated depreciation and impairment losses, if any.

The acquisition cost includes the purchase price and expenses directly attributable to the asset to bring it to the site and in the working condition for its intended use. Examples of directly attributable expenses included in the acquisition cost are delivery and handling costs, installation and consultancy services.

Where the construction or development of any such asset requiring a substantial period of time to set up for its intended use, is funded by borrowings, the corresponding borrowing costs are capitalised up to the date when the asset is ready for its intended use.

2.5 Intangible Assets & Amortisation

Intangible assets are recorded at the consideration paid for acquisition. Intangible assets are amortised over their estimated useful lives on a straight-line basis, commencing from the date the asset is available to the company for its use. As per the estimate made by the management the useful life of the "Development rights (Designs - R&D) is 10 years and computer software is 3 years.

2.6 Depreciation

Depreciation on fixed assets is provided on the Written Down Method over the useful life of assets. Effective 1st April 2014, the company depreciates its fixed assets over the useful life in the manner prescribed in Schedule II of the Companies Act, 2013, as against earlier practice of depreciating at the rates prescribed in Schedule XIV of the Companies Act 1956. Depreciation is calculated on a pro-rata basis from the date of installation till the date the assets are sold or disposed. Individual assets costing less than Rs. 5, 000/- are depreciated full in the year of acquisition.

2.7 Impairment of Assets

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. Recoverable value is the higher of asset's net selling price and value in use. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

2.8 Foreign Currency Transactions

- i) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of transaction.
- ii) Monetary items denominated in foreign currencies at the year end are restated at year end rates.
- iii) Non monetary foreign currency items are carried at cost.
- iv) Any income or expense on account of exchange difference on settlement is recognised in the Profit and Loss Account.

2.9 Investments

Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary.



2.10 Inventories

- i) Inventories are valued at lower of cost and net realisable value.
- ii) Cost of raw materials, including packing and other materials are determined based on average procurement cost.
- iii) Cost of finished goods includes material costs and appropriate allocation of labour and production overheads.

2.11 Retirement Benefits to Employees

Liability for employee benefits, both short and long term, for present and past services which are due as per the terms of employment are recorded in accordance with Accounting Standard (AS - 15) "Employee Benefits" as notified by Companies (Accounting Standards) Rules, 2006.

i) Gratuity

In accordance with the Payment of Gratuity Act, 1972 the Company provides for gratuity covering eligible employees.

The Company has not determined liability on account of gratuity and not charged to profit and loss account .

ii) Provident Fund

Contributions to Provident fund (a defined contribution plan) are recognized and expensed on accrual basis.

iii) Compensated Absences

The Company has not determined liability on account of leave (Earned Leave Encashment) and not charged to profit and loss account .

2.12 Borrowing Costs

Borrowing costs that are directly attributable to acquisition, construction of a qualifying asset are capitalised as part of the cost of such asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use or sale. All other borrowing costs are charged to Profit and Loss account.

2.13 Provision for Current and Deferred Tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.



2.14 Research and Development

Research and Development expenditure is charged to revenue in the year in which it is incurred. Development expenditure is carried forward when its future recoverability can reasonably be regarded as assured and is amortised over the period of expected future benefit.

2.15 Earnings per Share

The basic earnings per share is calculated by dividing the profit after tax by the weighted average number of equity shares outstanding. The diluted earnings per share is calculated by dividing the profit after tax for the year by the weighted average number of equity and dilutive equity equivalent shares outstanding during the year, except where the results would be anti dilutive.

2.16 Provisions and Contingencies

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

2.17 Cash Flow Statements

Cash-flow statements are prepared in accordance with "Indirect Method" as explained in the Accounting Standards (AS) - 3 Cash Flow Statements

2.18 Lease Transactions

Lease of an asset whereby the lessor essentially remains the owner of the asset is classified as operating lease. The payments made by the Company as lessee in accordance with operational leasing contracts or rental agreements are expensed proportionally during the lease or rental period respectively.



3 SHARE CAPITAL	As at 31-Mar-21	As at 31-Mar-20
Authorized Share Capital		
5,20,00,000 (31-March-2020 : 5,20,00,000) Equity Shares of Rs.10/- each	52,00,00,000	52,00,00,000
Issued, Subscribed and fully Paid up		
5,16,34,450 (31-March-2020 : 5,16,34,450) Equity Shares of Rs.10/- each	51,63,44,500	51,63,44,500

a) The details of Shareholders holding more than 5% shares:

Name of the Shareholder	31-Mar-2021		31-Mar-2020	
	No. of Shares	% of Held	No. of Shares	% of Held
Mr. P. Vidyasagar	2,98,24,058	57.76	2,98,24,058	57.76
Mrs. P. Chandravathi	2,18,10,392	42.24	2,18,10,392	42.24

b) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year:

Particulars	31-Mar-2021		31-Mar-2020	
	Number of Shares	Amount	Number of Shares	Amount
At the beginning of the period	5,16,34,450	51,63,44,500	5,16,34,450	51,63,44,500
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
	5,16,34,450	51,63,44,500	5,16,34,450	51,63,44,500

c) Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

4 RESERVES AND SURPLUS	As at 31-Mar-21	As at 31-Mar-20
Share Premium Account	11,76,35,000	11,76,35,000
Add: Addition during the year	-	-
	11,76,35,000	11,76,35,000
Revaluation Reserve		
Opening Balance	3,64,911	3,64,911
(-) Transferred to Statement of Profit and Loss	-	-
	3,64,911	3,64,911
General Reserve		
Opening Balance	35,42,31,726	35,42,31,726
(+) Transferred from Surplus in Statement of Profit and Loss	-	-
	35,42,31,726	35,42,31,726
Surplus in Statement of Profit and Loss		
Opening Balance	(9,42,83,12,811)	(9,37,58,45,603)
Add: Net profit for the year	(3,21,13,651)	(5,24,67,208)
Less: Adjustment of Depreciation as per Companies Act, 2013	-	-
	(9,46,04,26,462)	(9,42,83,12,811)
Less: Appropriations:		
Transfer to General Reserve	-	-
Proposed Dividend	-	-
Tax on Dividend	-	-
	(9,46,04,26,462)	(9,42,83,12,811)
TOTAL RESERVES AND SURPLUS	(8,98,81,94,825)	(8,95,69,81,174)



5 LONG TERM BORROWINGS

Unsecured Loans

From Promoters	25,02,66,366	25,02,66,366
Deposits from Distributors	2,96,13,550	2,96,13,550
	<u>27,98,79,916</u>	<u>27,98,79,916</u>
	<u>27,98,79,916</u>	<u>27,98,79,916</u>

(Amount in Rs.)

6 DEFERRED TAX LIABILITIES (NET)

	As at 31-Mar-21	As at 31-Mar-20
Deferred Tax Liability (net) at the beginning of the year	6,52,86,038	6,21,84,250
Add : Deferred Tax Liability during the year	16,16,861	31,01,788
Deferred Tax Liability (Net)	<u>6,69,02,899</u>	<u>6,52,86,038</u>

7 LONG TERM PROVISIONS

	As at 31-Mar-21	As at 31-Mar-20
Provision for Gratuity	49,14,484	49,14,484
Provision for Leave Encashment	25,33,125	25,33,125
	<u>74,47,609</u>	<u>74,47,609</u>

8 SHORT TERM BORROWINGS

	As at 31-Mar-21	As at 31-Mar-20
Loans Repayable on Demand		
Secured Working Capital Loans		
From Banks	4,88,06,33,695	4,88,06,33,695
	<u>4,88,06,33,695</u>	<u>4,88,06,33,695</u>

Working Capital Demand Loan/Cash Credit facilities are secured as per security details given in the note no.5

9 TRADE PAYABLES

	As at 31-Mar-21	As at 31-Mar-20
Trade Payables	1,29,89,88,657	1,29,87,63,548
	<u>1,29,89,88,657</u>	<u>1,29,87,63,548</u>

The Company has not received any intimation from "Suppliers" regarding their status under Micro, Small and Medium Enterprises Development Act, 2006, and hence disclosure if any, relating to the amount unpaid as at the yearend together with interest paid/payable as required under the said act have not been given.



10 OTHER CURRENT LIABILITIES	As at 31-Mar-21	As at 31-Mar-20
Current maturities of long-term debt	-	-
Current maturities of vehicle loans	5,64,588	5,64,588
Loans Repayable on Demand		
Secured		
Term Loans		
From Banks		
Axis Bank Limited	49,65,24,496	49,65,24,496
ICICI Bank Limited	-	-
Indus Ind Bank Limited	12,41,64,013	12,41,64,013
IDBI Bank Limited	33,24,97,120	33,24,97,120
ING Vysya Bank Limited	24,87,93,694	24,87,93,694
ING Vysya Bank Limited	22,24,70,694	22,24,70,694
Punjab National Bank	45,58,52,017	45,58,52,017
State Bank of Mauritius	8,99,93,502	8,99,93,502
The Bank of Nova Scotia	9,93,05,727	9,93,05,727
State Bank of India	1,03,25,56,721	1,03,25,56,721
From Others		
L&T Infrastructure Finance Company Limited	24,66,60,682	24,66,60,682
Other payables		
Statutory Dues	6,01,80,359	5,90,82,280
Payable towards Capital Expenditure	3,29,50,095	3,29,50,095
Outstanding Expenses payable	1,13,65,239	1,07,97,739
	3,45,38,78,948	3,45,22,13,369
11 SHORT-TERM PROVISIONS	As at 31-Mar-21	As at 31-Mar-20
Provision for employee benefits		
Provision for Gratuity		
Provision for Leave Encashment		
Salaries Payable	5,69,46,871	5,62,20,219
PF Payable	44,60,912	44,20,952
Others		
Provision for Income Tax	-	-
Proposed Dividend	-	-
Tax on Proposed Dividend	-	-
	6,14,07,783	6,06,41,171



NOTES TO THE FINANCIAL STATEMENTS
12 FIXED ASSETS

Vibha SEEDS

FIXED ASSETS	Gross Block (at cost)		Total Cost as at 31.03.2021	Depreciation/Amortization		Net Block	
	Cost as at 01.04.2020	Deletions During the Year		As at 01.04.2020	Impairment during the year	As at 31.03.2021	As at 31.03.2020
a) Tangible Assets							
Land & Land development	67,11,06,862	-	67,11,06,862	-	-	67,11,06,862	67,11,06,862
Factory Building	85,24,93,366	-	85,24,93,366	1,94,24,246	-	40,99,98,340	42,94,22,586
Building-Office	50,84,494	-	50,84,494	52,884	-	26,57,216	27,10,100
Plant and Machinery	59,52,37,511	-	59,52,37,511	1,81,56,165	-	18,71,45,556	20,53,01,721
Furniture and Fitting	4,49,76,555	-	4,49,76,555	-	-	4,49,76,555	-
Plant and Machinery R&D	4,97,75,582	-	4,97,75,582	4,72,86,803	-	24,88,779	24,88,779
Lab Equipment R&D	2,32,82,421	-	2,32,82,421	13,23,781	-	11,64,121	24,87,902
Vehicles	4,39,70,136	-	4,39,70,136	4,22,66,420	-	17,03,716	17,03,716
Office Equipments	1,65,72,626	-	1,65,72,626	-	-	1,65,72,626	-
Computers	2,40,56,960	-	2,40,56,960	-	-	2,38,70,391	1,86,569
Total	2,32,65,56,513	-	2,32,65,56,513	3,89,57,076	-	1,27,64,51,159	1,31,54,08,236
b) Intangible Assets							
Software	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
c) Capital Work in Progress							
Capital Work in Progress	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
GRAND TOTAL	2,32,65,56,513	-	2,32,65,56,513	3,89,57,076	-	1,27,64,51,159	1,31,54,08,236



13 NON CURRENT INVESTMENTS	As at 31-Mar-21	As at 31-Mar-20
Trade Investments (Valued at cost)		
Unquoted Equity Instruments		
Investment in Subsidiaries		
Vibha Seeds International Holdings Pte Ltd	25,28,063	25,28,063
50000 (2013-14: 50000) Shares @ USD 1 each fully paid up	25,28,063	25,28,063
14 LONG TERM LOANS AND ADVANCES	As at 31-Mar-21	As at 31-Mar-20
Unsecured, considered good		
Capital Advances		
Loans and advances to related parties	41,34,000	41,34,000
Others	43,19,865	43,19,865
Security Deposits	99,87,891	99,87,891
	1,84,51,756	1,84,51,756
15 INVENTORIES (Valued at lower of cost and net realizable value)	As at 31-Mar-21	As at 31-Mar-20
Foundation Seed	8,45,155	8,45,155
Cultivated Seed	4,23,156	4,23,156
Finished Seed	6,14,165	6,14,165
Packing Material	25,92,175	25,92,175
	44,74,651	44,74,651
16 TRADE RECEIVABLES	As at 31-Mar-21	As at 31-Mar-20
Unsecured, considered good		
Outstanding for a period exceeding six months from the date they are due	18,01,96,890	17,20,02,057
Others	-	-
	18,01,96,890	17,20,02,057
Trade receivables are due for more than 4 years and no provision for doubtful debts has been provided for the same.		
17 CASH AND CASH EQUIVALENTS	As at 31-Mar-21	As at 31-Mar-20
Balances with Banks		
In Current Accounts	1,41,23,838	67,09,536
Fixed deposits with banks	31,61,551	29,09,919
Cash on Hand	9,248	9,248
	1,72,94,637	96,28,723
18 SHORT TERM LOANS AND ADVANCES	As at 31-Mar-21	As at 31-Mar-20
Unsecured, considered good		
Loans and advances to related parties	1,34,12,995	1,68,50,772
Others		
Advances to Farmers	-	-
Other Trade Advances	2,48,45,780	2,48,45,780
MAT Entitlement Credit	2,74,63,056	2,74,63,056
Staff Advances	61,46,233	61,32,788
Prepaid Expenses	-	-
Advance payment of Taxes	8,43,679	8,43,679
	7,27,11,743	7,61,36,075
19 OTHER CURRENT ASSETS	As at 31-Mar-21	As at 31-Mar-20
Rent Receivable	11,18,904	37,05,677
TDS Receivable	36,83,433	24,60,264
Input GST	1,79,039	1,01,178
Income Tax Refund	1,20,280	1,20,280
Interest Receivable	78,540	-
	51,80,286	66,87,759



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

		(Amount in Rs.)	
20	REVENUE FROM OPERATIONS	For the period ended 31.03.2021	For the period ended 31.03.2020
	Sale of Products		
	Sale of Seeds - Domestic (Sales returns)	-	(7,64,946)
		-	(7,64,946)
		(Amount in Rs.)	
21	OTHER INCOME	For the period ended 31.03.2021	For the period ended 31.03.2020
	Interest Income	78,540	22,370
	Profit on Sale of Agricultural Land	-	-
	Other Income	1,57,41,000	41,17,819
		1,58,19,540	41,40,189
		(Amount in Rs.)	
22	COST OF MATERIALS CONSUMED	For the period ended 31.03.2021	For the period ended 31.03.2020
	Raw Material Consumed		
	Opening Stock	8,45,155	8,45,155
	Add: Purchases	-	-
	Less: Closing Stock	8,45,155	8,45,155
	Total - (A)	-	-
	Packing Material Consumed		
	Opening Stock	25,92,175	25,92,175
	Add: Purchases	-	-
	Less: Closing Stock	25,92,175	25,92,175
	Total - (B)	-	-
	Total - (A+B)	-	-
	Details of Raw Material Purchases		
	Commercial Crop	-	-
	Field Crops	-	-
		-	-



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

23 MANUFACTURING EXPENSES	For the period ended 31.03.2021	For the period ended 31.03.2020
Cultivation Expenses		
Field Yard Manure	-	-
Cultivation Expenses	-	-
Total - (A)	-	-
Production Expenses		
Freight Charges	-	-
Packing Expenses	4,25,588	2,22,050
Power and Fuel	60,000	-
Other Production Expenses	-	12,87,523
Total - (B)	4,85,588	15,09,573
Total - (A+B)	4,85,588	15,09,573
	(Amount in Rs.)	
24 CHANGES IN INVENTORIES OF FINISHED GOODS	For the period ended 31.03.2021	For the period ended 31.03.2020
Opening Stock		
Finished Goods		
Cultivated Seed	4,23,156	4,23,156
Finished Seed	6,14,165	6,14,165
Opening Stock Total (A)	10,37,321	10,37,321
Add: Stock Returns		
Closing Stock		
Finished Goods		
Cultivated Seed	4,23,156	4,23,156
Finished Seed	6,14,165	6,14,165
Closing Stock Total (B)	10,37,321	10,37,321
Increase/(Decrease) in Inventories (B-A)	-	-



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

25 EMPLOYEE BENEFITS EXPENSES

	For the period ended 31.03.2021	For the period ended 31.03.2020
Salaries and Wages	23,70,080	27,20,118
Contribution to Provident and Other Funds	-	70,788
Contribution to ESI	-	-
Staff welfare Expenses	5,180	39,997
Total	23,75,260	28,30,903



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

(Amount in Rs.)		
26 RESEARCH AND DEVELOPMENT EXPENSES	For the period ended 31.03.2021	For the period ended 31.03.2020
Power and Fuel Expenses	-	-
Farm Maintenance Expenses	-	68,536
Testing and Experiment Expenses	-	-
Total	-	68,536

(Amount in Rs.)		
27 FINANCIAL COSTS	For the period ended 31.03.2021	For the period ended 31.03.2020
Interest Expense	-	-
Bank Charges	-	-
Total	-	-

(Amount in Rs.)		
28 DEPRECIATION EXPENSES	For the period ended 31.03.2021	For the period ended 31.03.2020
Depreciation and Amortization Expenses	3,89,57,076	3,93,41,915
Total	3,89,57,076	3,93,41,915



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

(Amount in Rs.)

29 OTHER EXPENSES	For the period ended 31.03.2021	For the period ended 31.03.2020
Rent	3,150	3,850
Business Promotion Expenses		1,05,080
Freight & Forwarding charges (outward)	20,000	69,590
Rates and Taxes	2,02,383	4,512
Commission, Discount and Rebate	6,16,250	14,62,012
Travel and conveyance	69,687	51,060
Legal and professional and consultancy charges	3,79,028	-
Telephone, fax expenses	-	500
Security expenses	3,95,938	3,25,566
General expenses	85,731	61,580
Printing and Stationery	1,798	10,636
Auditor's Remuneration		
- For Statutory Audit Fee	4,00,750	4,00,750
For Taxation matters	1,71,750	1,71,750
Electricity Charges	18,73,051	58,42,426
Office Maintenance	5,000	4,52,244
Postage, Courier and Telegrams	70	1,180
Other Expenses	2,19,340	27,000
Compensation	54,480	-
Total	44,98,406	89,89,736



30 Contingent Liabilities

Particulars	Amount in Rs.	
	2020-21	2019-20
Corporate guarantees given for other Companies	18,00,00,000	18,00,00,000

31 No provision has been made in accounts in respect of the under mentioned disputes with the income tax authorities as such income is considered as exempt by the company as per the details given below. However the department has contended that entire business income is subject to tax and the aggregate amount of tax demanded is under dispute for the assessment years mentioned below amounting to Rs. 1,48,83,39,554/-. In many of the cases, the disputes are cleared by the CIT(A) and ITAT in favour of the company. However, the department has preferred an appeal before the high court and the matters are pending and the company is very much confident of succeeding the appeal favourably.

Name of the Statute	Nature of Dispute	Amount (In Rs.)	Pending to which amount relates	Forum where dispute is pending
Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted	14,47,00,741	A.Y 2014-15	ITAT
Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted	9,29,42,552	A.Y 2013-14	ITAT
Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses.	42,66,95,740	A.Y 2012-13	ITAT
Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses[consequential order].	10,74,92,420	A.Y 2011-12	ITAT set aside to CIT(A), Department Appeal
Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses.	36,07,10,480	A.Y 2010-11	Commissioner of Income Tax Appeals- Set aside to AO
Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses[Section 143(3) rws 254].	31,71,26,570	A.Y 2009-10	ITAT
Income Tax	Recognition of agricultural Income from foundation seed	1,28,73,615	A.Y 2005-06	Pending before the High court of A.P (Department Appeal on Agricultural income of the company)
Income Tax	Recognition of agricultural Income from foundation seed	1,42,62,523	A.Y 2004-05	Pending before the High court of A.P (Department Appeal on Agricultural income of the company)
Income Tax	Recognition of agricultural Income from foundation seed	88,22,466	A.Y 2003-04	Pending before the High court of A.P (Department Appeal on Agricultural income of the company)
Income Tax	Recognition of agricultural Income from foundation seed	27,13,047	A.Y 2002-03	Pending before the High court of A.P (Department Appeal on Agricultural income of the company)



VIBHA AGROTECH LIMITED
 NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

32 Earnings per share

Particulars		Amount in Rs.	
		2020-21	2019-20
(i) Profit attributable to Equity share Holders		(3,21,13,651)	(5,24,67,208)
(ii) Number of shares considered			
	Basic	5,16,34,450	5,16,34,450
	Diluted	5,16,34,450	5,16,34,450
(iii) Earnings per share			
	Basic	-0.62	-1.02
	Diluted	-0.62	-1.02
(iv) Face value of equity share		10	10

33 Foreign Currency Transactions

Particulars	2020-21	2019-20
CIF Value of Imports		
Purchase of Seed	-	-
Capital Goods		
Expenditure in Foreign Currency		
Consultancy Charges	-	-
Travelling Expenses	-	-
Testing Charges	-	-
Membership & Sponership	-	-
Consumables (R&D)	-	-
Advertisement	-	-
Earnings in Foreign Exchange		
FOB Value of Exports	-	-

34 Value of Imported and Indigenous material Consumed

Particulars	2020-21		2019-20	
	Amount	%	Amount	%
Raw Material				
Imported	-	-	-	-
Indigenous	-	-	-	-
Total	-	-	-	-



VIBHA AGROTECH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

35 Diminution in the value of inventories

The sub-standard / Obsolete seeds were carrying in the stocks at factory which cannot be sold to the farmers due to loss of germination, vigour, insect and fungal damage, and majority of stocks are disposed .

36 Loans and advances, Sundry Debtors, Sundry Creditors and other Advances are not confirmed from the concerned parties.

37 Related Party Information

(a) List of related parties and relation ships

Nusun Genetic Research Limited	Associate Concerns
Seed Innovations Private Limited	
Centromere Biosolutions Private Limited	
Divine Horticultural Farms Private Ltd	
Kanyaa Trendwear Private Ltd	
Vidya Sagar Foundation	Subsidiary Company
Vibha Seeds International Holdings Pte. Ltd	
P.Vidvasagar	Key Management Personnel
P.Chandravathi	

(b) Transactions during the year with related parties

Relationship	Transactions	Name	2020-21	2019-20
Entities where Key Management Personnel have Significant Influence	Sales	Nusun Genetic Research Ltd		
		Seed Innovations (P) Ltd		
		Centromere Biosolutions (P) Ltd		
	Investments	Vibha Seeds International Holdings Pte. Ltd	25,28,063	25,28,063
		Centromere Biosolutions (P) Ltd	(32,63,761)	(32,63,761)
	Debtors Outstanding	Divine Horticultural Farms P Ltd	(12,76,473)	(12,76,473)
		Nusun Genetic Research Ltd	14,73,85,098	14,74,19,382
		Advances Given		
	Advances Given	Seed Innovations (P) Ltd	(1,29,12,995)	(1,68,50,772)
		Vidya Sagar Foundation	41,44,000	41,14,000
Corporate Guarantee	Seed Innovations (P) Ltd	18,00,00,000	18,00,00,000	
Key Management Personnel	Remuneration	P. Vidya Sagar	-	-
		P. Chandravathi	-	-
	Rent	P. Vidya Sagar	-	-
		P. Chandravathi	-	-

38 Erosion of Net Worth:- With the accumulated losses for the FY 2020-2021, net worth of the company as on 31.03.2021 has been eroded more than 100% and company had accumulated losses of Rs. 896,81,94,825/- and the company has become Sick Industrial Company u/s. 3(1)(c) of the Sick Industrial Companies (Special Provisions) Act, 1985.



VIBHA AGROTECH LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

39 **Segment Reporting**

The Company operates only in one business segment of Seeds. Hence there are no reportable segments under Accounting Standard - 17

40 The Company has not paid statutory dues like TDS, PF, Service Tax, CST for the current financial year and the previous dues which are outstanding during the current year also.

41 Cost Audit is not applicable to the company for the FY 2020-2021, since the turnover is less than threshold limit as per Cost records and audit rules of Companies Act, 2013

42 The Registrar of companies, Hyderabad has filed petition in the "court for special judge for economic offence-CUM-ILAMSJ, Nampally, Hyderabad " as per Section 148(6) of companies act, 2013 for non-submission of Cost Audit Report for the year ending 31.03.2014. The company has not obtained the cost audit report for the year ending 31.03.2014.

43 Financial Creditor (SBI) has filed an application before The NCLT under section 7 of Insolvency and Bankruptcy code 2016.

44 Operational Creditor has filed an application before The NCLT under section 9 of Insolvency and Bankruptcy code 2016.

45 The Banks and Suppliers of the company has filed various cases in Local Courts, DRT and High Court for recovery of their dues.

46 The Company also filed cases in courts on Distributors for recovery of outstanding debts.

47 The previous accounting year figures are regrouped /reclassified wherever necessary.

As per our report of even date
For P.Murali & Co.,
Chartered Accountants
Firm Reg. No. 0072575

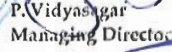


A Krishna Rao
Partner
M.No. 020085

UDIN : 22020085AERDJI-7053



For and on behalf of the Board of
Vibha Agrotech Limited


P. Vidyasagar
Managing Director




P. Chandravathi
Director

Date: 20.11.2021
Place: Hyderabad



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INDEPENDENT AUDITOR'S REPORT

To the Members of

M/s. VIBHA AGROTECH LIMITED

Report on the Financial Statements

Qualified Opinion

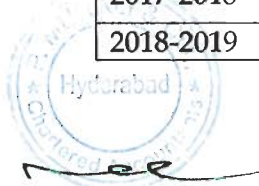
We have audited the accompanying financial statements of M /s. **VIBHA AGROTECH LIMITED** ("the Company"), which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the matters described in the Basis for Qualified Opinion, the aforesaid financial statements give the information required by the Companies Act ("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 31st March, 2021, its Loss and its cash flows for the year ended on that date.

Basis for Qualified Opinion:

1. The company's net worth has eroded completely and the company had accumulated losses of Rs.8,98,81,94,825/- at the end of the Financial Year 31st March 2021. Also the company does not have adequate Assets to discharge its liabilities in the normal course of business and the company has become Sick Industrial Company u/s.3(1)(o) of the Sick Industrial Companies (Special Provisions) Act, 1985.
2. The Company has failed to file its Annual Accounts and Annual Returns with Registrar of Companies (ROC), for the Year Ending 31-03-2012, 31-03-2013, 31-03-2014, 31-03-2015, 31-03-2016, 31-03-2017 within the due date(s). However, the company has filed annual accounts and annual returns for the stated financial years subsequently, as given below:

Financial Year	Date of filing Annual accounts	Date of filing annual returns
2011-2012	26 th March 2020	-
2012-2013	26 th March 2020	-
2013-2014	26 th March 2020	-
2014-2015	27 th March 2020	27 th March 2020
2015-2016	04 th March 2020	27 th March 2020
2016-2017	04 th April 2020	31 st March 2020
2017-2018	11 th January 2019	11 th January 2019
2018-2019	29 th November 2021	29 th November 2021





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3. The Company has not filed its cost audit report with ROC for the year ending 31-03-2013 and 31-03-2014 and The ROC, Hyderabad has filed petition as per section 148(6) of Companies Act 2013 for non-submission of cost audit report for the year ending 31-03-2013 and 31-03-2014
4. The company has defaulted in repayment of dues to Banks and Financial Institutions. The company has also defaulted in payment of accrued interest on outstanding loans and all the outstanding loans have been classified as NPA by the lenders. Further, the Banks have issued notices under SARFAESI Act and filed cases in Debt Recovery Tribunal for immediate payment of outstanding dues and also the Banks and Suppliers of the company have filed various cases in Local Courts, DRT and High Court for recovery of their dues.
5. The company has not provided for interest on outstanding Term Loans and working capital facilities in their books of account for the current year and the loss of the company has been understated to the extent of non-provision of Interest on outstanding bank dues. Non-provisioning of interest is not in accordance with the applicable Accounting Standards.
6. The company has defaulted in payment of statutory dues like TDS, PF, ESI, Service tax, Professional tax, GST and sales tax. There are certain statutory dues of previous year which are outstanding as at the end of the current year. (Refer to Clause vii of CARO-Annexure to the Independent Auditor's report)
7. The Financial Creditor (SBI) has filed an application before The Hon'ble NCLT under section 7 of Insolvency and Bankruptcy code 2016 and the same is pending for admission as on 31.03.2021.
8. Operational Creditor has filed an application before the Hon'ble NCLT under section 9 of Insolvency and Bankruptcy code 2016 and the same is pending for admission as on 31.03.2021.
9. The trade receivables and trade payables are subject to confirmation and reconciliation. The trade receivables are outstanding for more than 4 years, but the company has not made any provision in respect of these trade receivables.
10. The company has not provided for Gratuity & Leave encashment during the year and has not obtained Actuarial Valuation report for the year.
11. The Company has not conducted physical verification of its Property, Plant and Equipment at any during the year. Property, Plant and Equipment register has not been properly maintained. There is no valuation report in respect of useful life of the Property, Plant and Equipment. In these circumstances, we are unable to verify the carrying value of the various Property, Plant and Equipment shown in Balance Sheet as at 31.03.2021.





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12. The Company has not conducted physical verification of Inventory at any during the year. As the inventory consist of "Seed" and "Packing material" which are
13. prone to damage/getting obsolete, unless physical inventory is conducted and the damage is assessed, the carrying value of the inventory as shown in the Balance Sheet as at 31.3.2021 cannot be verified for their realizable value.
14. Confirmation of balances from the Banks have not been received and in the absence of the same, outstanding dues to Banks could not be verified.
15. The company has not provided the details of "other trade advance payments" and as such, we are not in a position to verify the same.
16. Contingent Liabilities: The Company has Rs.148.83 Crores under disputes in respect of Income-Tax matters lying in appeals at various forums, the financial impact of which is not readily ascertainable.

The above conditions and events indicate a material uncertainty which may cast a significant doubt on the entity's ability to continue as going concern. However the financial statements have been prepared on the going concern basis for the FY 2020-21. If the going concern assumption considered by the management is proven wrong, all the assets has to be revalued at realizable value and all the liabilities should discharged out of the proceedings from the liquidation of assets.

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the





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

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

Those Board of Directors are also responsible for overseeing the Company's financial Reporting process

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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





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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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



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Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters Specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we further report that:
 - a) we have sought and obtained, *except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph above*, all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) *Except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph above*, in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) the Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) *Except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph above*, in our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with relevant rule issued there under.
 - e) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director for non-filing of DIR-3 KYC.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in ' Annexure B'; and
 - g) With respect to 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 notes to financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.





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- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the company during the year ended 31st March 2021.

For P. Murali & Co.,
Chartered Accountants
FRN: 007257S

A Krishna Rao
Partner

M.No. 020085

UDIN: 22020085AEROJI7053



Place: Hyderabad
Date:20-11-2021



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Annexure A to the Auditors Report

Annexure referred to in Independent Auditors Report to the Members of M/s. VibhaAgrotech Limited on the financial statements for the year ended 31st March 2021, we report that:

- i. (a)The Company has not maintained proper records showing full particulars, including quantitative details and situation of Property,Plant and Equipment.

(b)There are no proper internal controls regarding Property,Plant and Equipment and no physical verification has beenconducted by the management during the year.

(c) The title deeds of immovable propertieshave not been examined by us as the document for the same have not been produced to us for verification.
- ii. No physical verification of the inventory was conducted at any time during the year. And as such, we are not in a position to verify whether there is any variation between the actual stock and the physical stocks.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv. The Company has not granted any loans to the parties covered under section 185 and 186 of the Act. However, the company has given corporate guarantees for an amount of Rs 18 Croreswhich are in compliance as per the provisions of section 185 and 186 of" the Act".
- v. The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013 and rules framed there under to the extent notified.
- vi. The maintenance of Cost records as specified under sub section (1) of section 148 of the Companies Act,2013 is not applicable to the company for the FY 2020-21,as the turnover is less than threshold limit as specified in Companies(cost records and audit)rules,2014.
- vii. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is not regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, TDS, ServiceTax, GST as applicable, with the appropriate authorities in India ;

(b)According to information and explanations given to us (and as per Records examined by us,) undisputed amounts payable in respect of Provident fund, ESI, Service tax, TDS,Service tax, GST, Profession tax and Sales tax dues in arrears as at 31st March,



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2021 for a period of more than 6 months from the date they became payable are as below.

Name of the Statute	Nature of Liability	Amount Due (in Rs.)
Income Tax Act, 1961	TDS	Rs. 5,37,23,212/-
Employees Provident Fund Organization	Provident Fund	Rs. 40,95,187/-
Employee's State Insurance Corporation	ESI	Rs. 3,25,764/-
Finance Act 1994	Service tax	Rs. 48,23,149/-
Income Tax Act 1961	Professional Tax	Rs. 1,99,950/-
The Central Sales Tax, 1956	Sales Tax	Rs. 1,61,950/-

(c) According to the information and explanations given to us and based on the records of the company examined by us, the disputed Income Tax outstanding dues which have not been deposited on account of disputes are as follows:

S.no	Name of the Statute	Nature of Dispute	Amount (In Rs.)	Pending to which amount relates	Forum where dispute is pending
1	Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses.	14,47,00,141	A.Y 2014-15	ITAT(Hyderabad),
2	Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses.	9,29,42,552	A.Y 2013-14	ITAT(Hyderabad)
3	Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses.	42,66,95,740	A.Y 2012-13	ITAT(Hyderabad)
4	Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D	10,74,92,420	A.Y 2011-12	ITAT set aside to CIT(A),Department Appeal

See



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		expenses[consequent ial order].			
5	Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses.	36,07,10,480	A.Y 2010-11	Commissioner of Income Tax Appeals- Set aside to AO
6	Income Tax	Recognition of agricultural Income from cultivated seed & recognition of weighted deduction on R&D expenses[Section 143(3) rws 254].	31,71,26,570	A.Y 2009-10	ITAT(Hyderabad)
7	Income Tax	Recognition of agricultural Income from foundation seed	1,28,73,615	A.Y 2005-06	Pending before the Honourable High court of Telangana (Department Appeal on Agricultural income of the company)
8	Income Tax	Recognition of agricultural Income from foundation seed	1,42,62,523	A.Y 2004-05	Pending before the Honourable High court of Telangana (Department Appeal on Agricultural income of the company)
9	Income Tax	Recognition of agricultural Income from foundation seed	88,22,466	A.Y 2003-04	Pending before the Honourable High court of Telangana (Department Appeal on Agricultural income of the company)





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10	Income Tax	Recognition of agricultural Income from foundation seed	27,13,047	A.Y 2002-03	Pending before the Honourable High court of Telangana (Department Appeal on Agricultural income of the company)
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viii.

- A. According to the information and explanations given to us, the company has defaulted in paying the outstanding dues to the Banks and all the Loan accounts with Banks have been classified as NPA by the lenders and all the Banks issued the Statutory notice U/s 13(2) of The Securitization and Reconstruction of Financial Assets and Enforcements of Security Interest Act, 2002 by August 2015 for recovery of outstanding dues from the company. During the year, the Banks further issued the Notices U/s 13(4) for sale of properties. The Company has defaulted in the repayment of loans taken from the Banks and Financial Institutions amounting to Rs. 334.88 Crores towards Term Loan and Rs. 488.06 Crores towards working capital. The company has not provided for interest on outstanding Term Loans and working capital facilities in their books of account for the current year excluding the penal charges.
- B. The company has not taken any loans from government and not issued any debentures as at the balance sheet date.

- ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and the Company has not raised any term loans during the current year.
- x. According to the information and explanations given to us, no material fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our Audit.
- xi. The Company has not paid/provided for managerial remuneration.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of section 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting standard (AS) 18, related party disclosures specified under section 133 of



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the Act, read with relevant rule there under. [Refer Note no. 37(to the financial statements)]

- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv. The Company has not entered into non-cash transactions with its directors or persons connected with him.
- xvi. The Company is not required to be registered under section 45-IA of The Reserve Bank of India Act 1934.

For P. Murali & Co.,
Chartered Accountants
FRN: 007257S


A Krishna Rao

Partner
M.No. 020085

UDIN : 22020085ACR0317053



Place: Hyderabad
Date: 20-11-2021



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Annexure B to the Independent Auditor's Report

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

We have audited the internal financial controls over financial reporting of M /s. VIBHA AGROTECH LIMITED('the company') as of 31st march 2021 in conjunction with our audit of financial statements of the company for the year ended on that date.

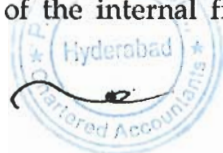
Management's Responsibility for Internal Financial Controls

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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our Audit. We conducted our audit in accordance with the Guidance note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the standards on Auditing deed to be prescribed under section 143(10) of the Act 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 ICAI. These standards and guidance note require that we comply with ethical requirements and plan and performed 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





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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 risk 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 and the company's internal financial control 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 these policies and procedures that (1) pertain to the maintenance of records that, in reasonable detailed, 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 principles, and that receipts and expenditures of the Company are being made only in accordance with authorization of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitation of Internal Financial Controls over Financial Reporting

Because of the inherent limitation 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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Qualified Opinion

In our opinion, to the best of our information and according to the explanations given to us, the company does not have adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were not operating effectively as at March 31st, 2021, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute Of Chartered Accountants of India.

For P. Murali & Co.,
Chartered Accountants
FRN: 007257S

A Krishna Rao
Partner
M.No. 020085

UDIN: 22020085AERD JF7053



Place: Hyderabad
Date: 20-11-2021