



# **Agrinnovate India Limited**

## **ANNUAL REPORT** (INCLUDING ANNUAL ACCOUNTS)

**2019-20**

## Corporate Information :

Board of Directors :



**Dr. Trilochan Mohapatra**  
Chairman



**Shri Sanjay Singh**  
Vice Chairman



**Shri Bimbadhar Pradhan**  
Director



**Dr. Ashok Dalwai**  
Director



**Dr. Praveen Malik**  
Director



**Dr. Sanjeev Saxena**  
Director

### *Chief Executive Officer :*

Dr. Sudha Mysore

### *Chief Financial Officer :*

Mr. Saurabh Muni

### *Company Secretary :*

Ms. Dhriti Madaan

### *Bankers :*

Central Bank of India  
Udhyog Bhawan, New Delhi

Syndicate Bank (Now Canara Bank)  
N.A.S.C Complex, D.P.S Marg, New Delhi

### *Statutory Auditors :*

M/s S.C. Varma & Co.  
Chartered Accountants  
A-60, NDSE, Part I, New Delhi-110049

### *Registered Office :*

G-2, A Block, N.A.S.C. Complex,  
DPS Marg, New Delhi -110012  
Ph:-011-25842122

### *Cover page Design :*

Dinesh Kumar, SE (IT)

# CONTENTS

Particulars	Page No.
Company's Performance at Glance	1-4
Director's Report	5-23
Balance Sheet and Statement of Profit and Loss	24-39
Independent Auditor's Report	40-49
Secretarial Audit Report	50-54
Comptroller & Audit General of India's Comments (CAG)	55-56



# MESSAGE

ICAR's three tier system of technology commercialization process effective since 2007, has Intellectual Property & Technology Management (IP&TM) Unit at the HQ as the top tier, Zonal technology Management Centers (ZTMCs) as the middle tier and Institute Technology Management Units (ITMUs) at the bottom level for effective technology transfer through licensing. This system is operational in over 93 research institutions under its purview and has helped commercialization of over 1600 technologies to potential entrepreneurs and setting up of several successful agriculture-based enterprises across the country. During the course of this journey, ICAR realized the need for a 'corporate face' that could promote technology transfers in a centralized manner, unifying the processes across its research institutions. Hence, **Agrinnovate India Limited (AgIn)**, a Government of India Enterprise which was established in October, 2011 and under the Companies Act, 1956 (No. 1 of 1956) under the direct administrative control of Department of Agriculture Research & Education (DARE), Ministry of Agriculture & Farmers' Welfare, Govt. of India.

AgIn within the capacity of one of its kind public sector institution, beholds the primary function as '**one stop shop**' for market ready regulatory compliant technologies from across ICAR research institutions for promoting technology commercialization through 'non-exclusive' licensing for domestic as well as International clientele. AgIn also is envisaged to facilitate the process of large-scale sourcing and supply of unique bio-based products for mass production with appropriate legal and statutory compliances; facilitate professional service functions of National Agriculture Research and Education System (NARS) and to help enhance the pace of commercialization through capacity building.

After spending initial years on its establishment and streamlining procedures/guidelines, the Company appears to have turned a new leaf since 2018-19 with a Net Profit of Rs. 2,80,89,362. AgIn has granted a number of non-exclusive licenses to individuals and private companies for large scale commercial manufacture and sale of ICAR developed technology products.

It is with great pleasure, I congratulate all the Directors, Members and entire team of Agrinnovate India Limited. All the members under the guidance of Dr. Sudha Mysore, CEO have performed exceptionally well and have contributed their best of intellectual inputs backed by rich experience. I am hopeful of better performance in the upcoming year.



**(TRILOCHAN MOHAPATRA)**  
CHAIRMAN





## **Agrinnovate India Limited**

### **COMPANY'S PERFORMANCE AT GLANCE**

Agrinnovate India Limited (AgIn), a Government of India enterprise, is set up with the primary objective of stimulating and fostering innovations in agriculture and building 'a world of Innovative public private partnerships'. As an effective interface between Indian Council of Agricultural Research (ICAR- an autonomous organization under the Department of Agricultural Research & Education (DARE) on one hand and various stakeholders of agricultural sector, Viz., Farmers; Public & Private Sector firms; R&D organizations on the other, AgIn strives to secure and promote sustainable technologies from the National Agricultural Research & Education System (NARES) for the overall development of agribusiness sector.

The Company, after initial hiccups, has successfully been able to turn a new leaf in the recent past by commercializing market ready technologies and products from different ICAR research institutions to enthusiastic entrepreneurs by issuing 'non-exclusive' licenses for commercial scale production and sale. During the financial year 2019-20, the company's revenue from operations reached Rs. 1,50,54,925 for the first time in nearly a decade, as against Rs. 30,57,630 during the previous Financial Year (2018-19). Accordingly, the company's net profit stood at Rs. 2,80,89,362 as against Rs. 2,36,63,549/- since the last Financial Year 2018-19.



Pic1: Technology agreement handing over to a licensee at Agrinnovate India Limited.

## 1.0 Business Development Activities

With a revamped website and increased efforts at bringing over 35 ICAR institute developed technologies under AgIn’s purview, nearly 340 technologies have been added to the list of technologies ready for commercialization through Agrinnovate.

During the year 2019-20, AgIn effectively handheld several ICAR institutions and helped transfer a total of around 54 technologies earning a gross revenue of Rs 1.50 crores. Sectors of crop sciences (37%), dairy and veterinary sciences (33%), horticulture (23%) and fisheries (7%) contributed significantly in this endeavor of AgIn (Fig1). The process of business development activities include creating awareness about available technologies, effective communication and promotion through various media and interactions, one on one discussions, due diligence, sharing terms of reference, preparation of technology transfer documents, legal vetting and transfer followed by actual physical training to the entrepreneur.

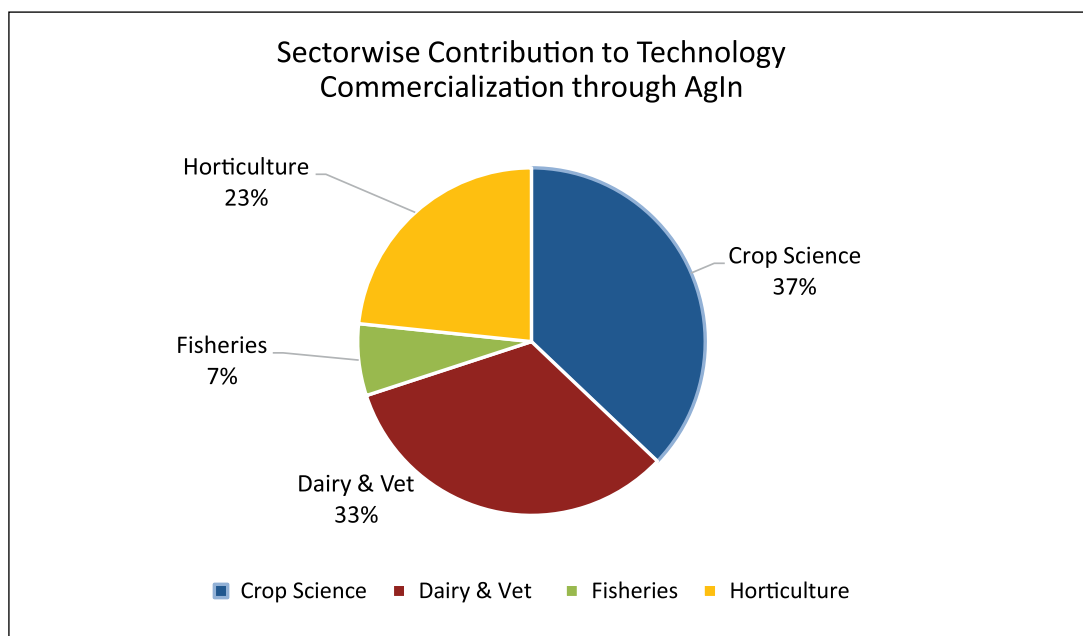


Fig 1: Sector-wise distribution of revenue through technology transfer at Agrinnovate

## 2.0 Promotional activities

In an effort to promote agriculture technology based businesses, AgIn participated in various workshops and national level meets and presenting the available technologies with AgIn. Significant among these include,

- Revamping AgIn’s website ([www.agrinnovateindia.co.in](http://www.agrinnovateindia.co.in)); with a focus on one stop shop for different sectors, informative and easy access of technologies.
- Conducting ‘Agripreneurship programme’ (10th June 2019) for promoting agricultural technologies and creating awareness about significance of Intellectual Property Rights (IPRs) in agriculture. Over 70 participants from across the country participated and benefitted from this programme
- Co-sponsoring ‘Pineapple Festival’ with CII & Tripura Horticulture Department to create awareness about AgIn’s activities at Agartala (June 28-29,2019);
- Participating in FICCI sponsored two Day ‘Global Summit’ on India-African technology transfer initiative at Hyderabad (22-23 April 2019),



- Participation in an International programme of 'Feed the Future' on 'start-up to scale up' organized by MANAGE, Hyderabad (June 2019),
- Participation and presentation at VAIGA 2020–Sustainable Development through Agripreneuership, Cochin, Kerala (January 2020)
- Participated and presented on the activities and role of AgIn at the seminar organized by Atal Innovation Mission, at AIM Institute Chatturpur, New Delhi (Nov 2019)
- Presented the activities of AgIn at CII's Northern Region's Conference on Innovations and Entrepreneurship in Agriculture, New Delhi, (6<sup>th</sup> March 2020)

### 3.0 Techno Commercial Assessment activities

Agrinnovate Team conducted over 30 techno commercial assessment meetings with different ICAR research institutions and assisted the scientists in preparing the 'standard terms for technology transfer' for over 300 + technologies. These discussions include effective costing and pricing of the technologies, details of regulatory compliances for each set of technologies, market access and potential and ascertaining the technology readiness for national and international transfers.

- Meeting at ICAR-CIFA, Bhubaneswar, Odisha to assess the technical & commercial feasibility, handholding requirement as well as preferred modes of commercialization and to develop standard terms for ICAR - CIFA technologies.
- Techno commercial assessment meeting at IVRI, Izatnagar, Bareilly; NIANP; Bangalore; IIHR, Bangalore, IARI, New Delhi etc.,
- Sensitization Workshop at NRCP Rani Guwahati, Assam, resulting in the addition of 340 technologies to the AgIn website ready for commercialization.

### 4.0 International Collaborations and Linkages

AgIn also facilitated the tech transfer processes for some of the State Agricultural Universities.

Banana Pseudo stem sap, a by-product of extraction of banana fibre, is a rich source of plant nutrients and growth regulators. When enriched with organic inputs through anaerobic incubation, the sap acts as a rich source of nutrients replacing the use of chemical fertilizers and is also suitable for use in organic farming system. Agrinnovate India Limited facilitated the tech transfer and establishing an International linkage with Ms. Accrued Gains Pty. Ltd., Republic of Botswana, by licensing 'Banana Pseudo stem sap for use as biofertilizer for crop productivity enhancement. The technology developed by Navsari Agricultural University (NAU), Gujarat was transferred through a commercial non-exclusive license for a period of five years (December 2019).



Pic 2: Banana Pseudostem sap tech transfer at Navsari Agricultural University, Gujarat

Agrinnovate India Limited (AgIn) collaborated with BIRAC in licensing out the Brucella Vaccine technology (Brucella abortus S19Δper) for the control of bovine brucellosis developed by ICAR-IVRI, Bareilly, to Hester Biosciences Limited, Gujarat for a 'global market access for 15 years (September 2020).

Brucellosis, one of the most important zoonotic diseases worldwide, is endemic in India. Brucella abortus S19 strain, modified by deletion mutation helps overcome the drawbacks of earlier used live attenuated B. abortus S19 in terms of safety and interference with sero-diagnosis of clinical infection.



Pic 3: Brucella Vaccine technology transfer consent between various stakeholders

## 5.0 Strategy Setting

One of the important and crucial activity for AgIn has been to ensure smooth functioning of the company and defend its activities and presence at various external public and private sector institutions. AgIn board along with the CEO have been continuously deliberating and delineating new approaches for enhancing the visibility of the company with NITI Aayog, DARE etc.,

## 6.0 Future Strategy

Having established itself as a One stop shop for all agricultural technologies, market ready for commercial businesses, AgIn is looking towards diversifying its activities into enhancing revenue generation through AgIn enterprise scale up and Agri innovation through startup support.

## DIRECTORS' REPORT FOR THE FINANCIAL YEAR 2019-2020

To,  
The Members,  
**Agrinnovate India Limited**

Your directors have pleasure in presenting their Ninth Annual Report on the business and operations of the company together with the Audited Statement of Accounts for the year ended 31<sup>st</sup> March 2020.

### COVID 19

During the last month of the Financial year 2019-20, Covid-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lock-down of all economic activity. For the Company, the focus immediately shifted to ensuring the health and well-being of all employees, and on minimizing disruption to services to all our customers both at national & global level. As of March 31, 2020, work from home was enabled to close to 90% of the employees to work remotely and securely, thus ensuring that client commitments were not materially compromised.

### Financial Highlights (Standalone and Consolidated)

During the year under review, performance of your company as under:

(In INR)

S. No.	Particulars	2019-20	2018-19
1	Revenue from Operation	1,50,54,925	30,57,630
2.	Other Income	5,17,46,023	4,43,78,770
3.	Total Expenses	2,93,39,837	1,42,85,010
4	Gross Profit	3,76,46,281	3,31,55,649
5.	Provision for Tax	95,56,919	94,92,100
6.	Net Profit After Tax	2,80,89,362	2,36,63,549

The balance sheet as at 31<sup>st</sup> March 2020 and Statement of Profit and Loss for the year ending 31<sup>st</sup> March 2020 of the Company has been prepared and the same is placed for approval.

### Summary of Operations

The Company has achieved Revenue from operations of Rs. 1,50,54,925/- as against Rs. 30,57,630 in the previous Financial Year 2018-19. The Depreciation has registered during the Current Year at Rs. 6,90,303/- as against 10,06,656/- for the previous year 2018-19. In the financial year 2019-20 the Company has earned Net Profit of Rs. 2,80,89,362 as against Net Profit of Rs. 2,36,63,549/- in Financial Year 2018-19.

## State of Company's Affairs

During the year, the Company undertook the following proposals:

### Business Development Activities

AgIn undertook several initiatives as part of the Business Development Program to promote its services to various stakeholders. This included participation in various workshops and National level meets such as

- Revamping AgIn's website;
- One day Agripreneuership programme on 10<sup>th</sup> June 2019;
- Co-sponsoring Pineapple festival with CII & Tripura Horticulture Department to create awareness about AgIn's activities at Agartala (June 28-29,2019);
- Participating in FICCI sponsored two Days 'Global Summit' on India-African technology transfer on 22-23 April 2019;
- AgIn participated in an International programme of 'Feed the Future' on 'start-up to scale up' organized by MANAGE, Hyderabad in June 2019;
- VAIGA 2020 -Sustainable Development through Agripreneuership;
- Participated in IICA-DPE Two Days Orientation Program for Government Nominee Directors;
- Participated and presented on the activities and role of AgIn at the seminar organized by Atal Innovation Mission, at AIM, Institute Chatturpur (Nov 2019);
- Agrinnovate India interaction with Michigan State University & African delegation;
- (CII) Northern Region is organizing the Conference on Innovations and Entrepreneurship in Agriculture, 6<sup>th</sup> March 2020.

### Promotional activities

With its vision to promote the ICAR technologies globally and increase its outreach, AgIn promoted its products and service via various collaborations with International and National Organizations. AgIn successfully transferred Banana Pseudostem based biopesticide formulation technology of Navsari Agricultural University, Gujarat to a company from Bostwana (December 2019).

### Revenue contribution through technology commercialization

During the year 2019-20, AgIn effectively handheld several ICAR institutions and helped transfer a total of around 54 technologies earning a gross revenue of Rs 1.50 crores. These technologies emerged form crop science (37%), dairy and veterinary sciences (33%), horticulture (23%) and fisheries (7%).

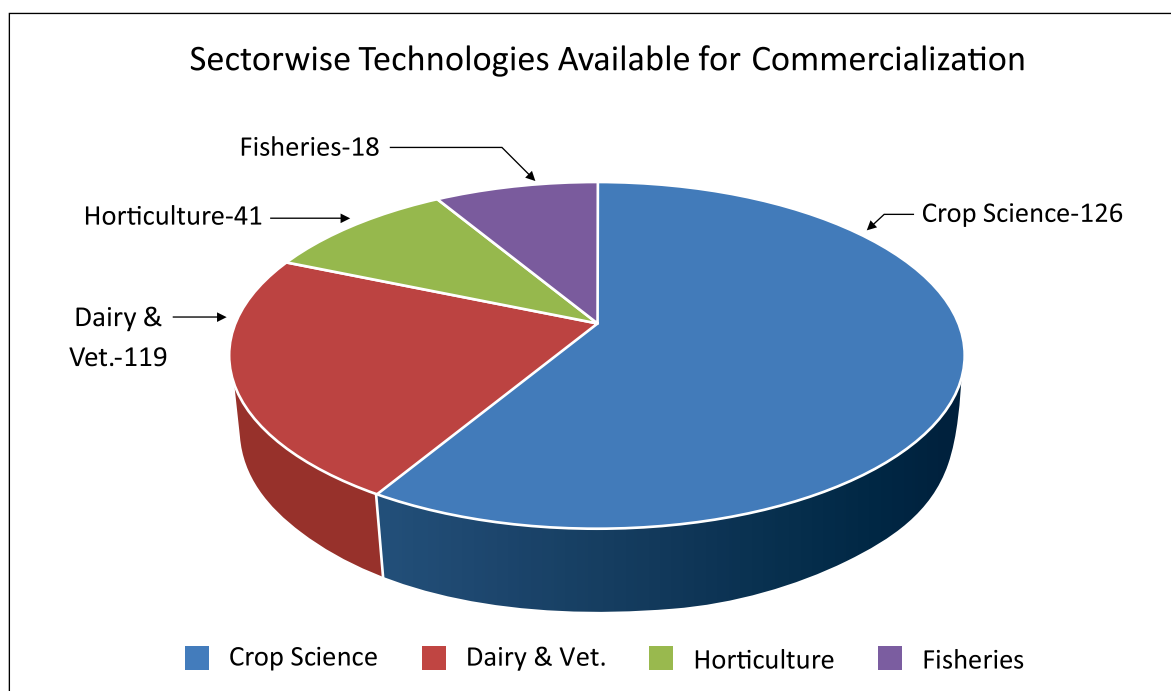
**Table: 1 Sector wise Contribution to technology commercialization**

Sector	License Fee
Crop Science	5555000
Dairy & Vet	4925000
Fisheries	1000000
Horticulture	3496950

**14976950**

This effort can be seen from the table Pie Diagram that the technologies available for licensing is increased to over 340 within one year.

### Technologies available for commercialization



### Dividend

The directors do not recommend any dividend for the year under consideration.

### Amounts Transferred to Reserves

The Board of the company proposes to carry Rs. 2,80,89,362/- to its reserves.

### Details of Directors and Key Managerial Personnel

As reported in the Director's Report for the previous year, Shri Trilochan Mohapatra, Secretary, DARE, was appointed as Director and Chairman on the Board of Directors of the Company. Also, Shri Sanjay Singh, Additional Secretary, DARE and Secretary, ICAR was appointed as Director and Vice-chairman of the Company after the promotion and transfer of Shri Sushil Kumar.

Further, Dr. SS Honappagol, Animal Husbandry Commissioner (DADF) had tendered his resignation from the Directorship of Agrinnovate India Limited. Dr. Praveen Malik, new Animal Husbandry Commissioner (DADF) was appointed as Director of the Company.

During the period under review, the other Directors remained the same i.e. Dr Ashok Dalwai, CEO, NRAA; Shri Bimbardhar Pradhan (AS&FA), and Dr Sanjeev Saxena, ADG(IP&TM).

### Key Managerial Personnel

The Key Managerial Personnel's (KMPs) of the Company in accordance with the provisions of

Section 2 (51) and Section 203 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification (s) or re-enactment (s) for the time being in force) are as follows:

S. No.	Name of KMPs	Designation
1.	Dr. Sudha Mysore	Chief Executive Officer
2.	Shri Saurabh Muni	Chief Financial Officer
3	Ms. Dhriti Madaan	Company Secretary

Mrs. Nidhi Godha, Company Secretary was Removed from the services of the Company by the Board of Directors after considering all the facts of the case, the article of charge, nature of charge, report of Inquiry Officer, submission of Mrs Nidhi Godha. Board of Directors were of the opinion that keeping in view her key managerial position, she being the only permanent employee of the Company, and giving due consideration to her future, the Board had decided that the end of justice will be met by imposing the penalty of - **Removal from service which shall not be a disqualification for future employment under the Government.**

### Number of Board Meetings

During the Financial Year 2019-20, following three meetings of the Board of Directors of the company were held, details of which are given below:

Date of the meeting	No. of Directors attended the meeting
25.07.2019	3
24.09.2019	3
22.11.2019	3
12.12.2019	3
12.02.2020	3
03.03.2020	4

### Déclaration by Independent Directors

Declaration from Independent Directors shall be taken as and when they are appointed and the same shall be disclosed in the Director's Report.

### Extract of Annual Return

Pursuant to section 92 (3) of the Companies Act, 2013 ('the Act') and rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of annual return in Form MGT-9 is Annexed with the Report.

### Statutory Auditors, their Report and Notes to Financial Statements

M/s. S C Varma & Co., Chartered Accountants had been appointed as Statutory Auditors of the Company for the F.Y. 2019-20. M/s. N.K Bhargava & Co., Chartered Accountants, Delhi was appointed as Internal Auditors of the Company for the year 2019-20.

The report of the Statutory Auditors along with notes to Schedules is enclosed to this report.

There are no observations or qualifications or adverse remarks in the Auditors' Report which need further comments/ clarifications and the Notes to Accounts are self-explanatory and there is no need to give any further remarks.

Further, Pursuant to Section 619 (2) read with Section 224 (8) (aa) of the Companies Act, 1956, the Auditors of a Government Company shall be appointed or reappointed by the Comptroller and Auditor General (C&AG) of India and their remuneration has to be fixed by the Company in the Annual General Meeting.

### **Secretarial Audit Report**

In terms of Section 204 of the Act and Rules made there under, M/s Saurabh Agarwal & Co., Company Secretaries, New Delhi, have been appointed Secretarial Auditors of the Company. The report of the Secretarial Auditors is enclosed with this report.

The Secretarial Auditor has given few observations in their report such as appointment of Independent Director, compliances related to DPE and The Companies Act, 2013.

With reference to Secretarial Auditor's remarks, directors would like to state that it has been commented that Pursuant to section 149 and Rule 4 of Companies (Appointment and Qualification of Directors) Rules, 2014, the company has not yet appointed any Independent Director. In this regard, the Directors would like to state that the Company is in the process of appointment of Independent Directors. The nominations for candidates for Independent Directors have been received and the consent from the nominated candidates has also been taken.

Apart from the above, the management is working on and implementing the guidelines issued by DPE. The other observations are noted for future compliance.

### **Particulars of Contracts or Arrangements with Related Parties**

The Company has not entered into any contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act 2013 for the Financial Year 2019-20.

### **Material Changes Affecting the Financial Position of the Company**

There have been no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of the report.

### **Audit Committee**

The Audit Committee comprises of the following members:

- a. Dr. Ashok Dalwai – Chairman
- b. Shri Bimbardhar Pradhan – Member
- c. Dr. Sanjeev Saxena – Member

The Audit Committee shall have an oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible; review with the management, the annual financial statements before submission to the Board for approval; review the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit; have

discussion with Internal Auditors, any significant findings and follow up thereon, etc. the Audit Committee has been reconstituted to broad base it and Chairman, Agrinnovate India Limited appointed Dr. Praveen Malik, Animal Husbandry Commissioner as the new member of the Committee in addition to the member above stated.

### Nomination & Remuneration Committee

The Nomination and Remuneration Committee comprising of

1. Dr. S.S. Honnappagol, Director
2. Dr. Sanjeev Saxena, Director.

The Nomination and Remuneration Committee has been entrusted with the responsibility to formulate criteria for determining qualifications, positive attributes and independence of a director and recommend to the board a policy, relating to the remuneration for the directors, key managerial personnel, and other employees; to ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets performance benchmarks, and involves a balance between fixed and incentive pay; To carry out evaluation of every director's performance and recommend to the board his/her appointment and removal based on the performance, etc. the Nomination and Remuneration Committee has been reconstituted after the resignation of Dr. SS Honnappagol and Chairman, Agrinnovate India Limited appointed Dr. Ashok Dalwai, Director, as the new member of the Committee in place of Dr. S.S Honnappagol.

### Particulars of Loan, Guarantees and Investments under Section 186:

#### Details of Loans:

SL No.	Date of making loan	Details of Borrower	Amount	Purpose for which the loan is to be utilized by the recipient	Time period for which it is given	Date of BR	Date of SR (if reqd)	Rate of Interest	Security
				NIL					

#### Details of Investments:

SL No	Date of investment	Details of Investee	Amount	Purpose for which the proceeds from investment is proposed to be utilized by the recipient	Date of BR	Date of SR (if reqd)	Expected rate of return
			NIL				

#### Details of Guarantee / Security Provided:

SL No.	Date of providing security/ guarantee	Details of recipient	Amount	Purpose for which the security/guarantee is proposed to be utilized by the recipient	Date of BR	Date of SR (if any)	Commission
			NIL				



**Conservation of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo. The details of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo are as under:**

**a) Conservation of Energy:**

Steps taken for conservation	NA
Steps taken for utilizing alternate sources of energy	NA
Capital investment on energy conservation equipments	NA

**b) Technology Absorption:**

Efforts made for technology absorption	NA
Benefits derived	NA
Expenditure on Research & Development, if any	NA
Details of technology imported, if any	NA
Year of import	NA
Whether imported technology fully absorbed	NA
Areas where absorption of imported technology has not taken place, if any	NA

**c) Foreign Exchange Earnings/ Outgo:**

Earnings	NIL
Outgo	NIL

**Internal financial controls**

The internal financial controls with reference to the Financial Statements are commensurate with the size and nature of business of the Company.

**Deposits**

Your Company has not accepted any fixed deposits and, as such, no amount of principal or interest was outstanding as of the Balance Sheet date.

**Corporate Social Responsibility (CSR)**

The Company has been intimated by Ministry of Corporate Affairs vide OM. No. CSR-15/0008/2014-Dir (CSR) dated 23/01/2017 which states that the DPE Guidelines for CSR have been withdrawn with the approval of Minister (HI& PE). And it has also been suggested that the Company undertake CSR activities in future as per the provisions of Companies Act, 2013.

Currently, the provisions of Corporate Social Responsibility under Companies Act, 2013 are not applicable to Agrinnovate India Limited.

## Directors Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act 2013, your directors confirm that:

- a. in the preparation of the annual accounts for the financial year ended 31st March 2020, 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 as at 31st March 2020 and of the profit /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 the Companies Act 2013 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;
- 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.

## Acknowledgment

Your Directors place on record their appreciation for employees, customers, vendors and academic partners at all levels, who have contributed to the growth and performance of your Company and for their continuous support.

The Directors also thank the Government of India, Government of Various states in India, Government of various countries and concerned Government Departments and agencies for their co-operation.

The Directors regret the loss of life due to COVID-19 pandemic and are deeply grateful and have immense respect for every person who risked their life and safety to fight this pandemic.

Your directors take this opportunity to express their deep appreciation for the valuable support and guidance given by the present and past Members of the Board from time to time. I also wish to place on record my sincere gratitude for the guidance and cooperation extended by the Department of Agricultural Research and Education, Government of India, ICAR, Statutory as well as Internal auditors of the Company, Secretarial Auditors, Officials of the C&AG and bankers of the Company.

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

(Trilochan Mohapatra)

Place: New Delhi

Date: September 30, 2020

**FORM NO. MGT 9****EXTRACT OF ANNUAL RETURN**

as on financial year ended on 31.03.2020

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management &amp; Administration) Rules, 2014.

**I. REGISTRATION & OTHER DETAILS**

i	CIN	U01400DL2011GOI226486
ii	Registration Date	19/10/2011
iii	Name of the Company	AGRINNOVATE INDIA LIMITED
iv	Category/Sub-category of the Company	Government Public Company
v	Address of the Registered office & contact details	G-2, A Block, N.A.S.C. Complex, DPS Marg, New Delhi
vi	Whether listed company	No
vii	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A

**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

S. N.	Name and Description of main Activity	Name and Description of main Activity	Business Activity Code	Description of Business Activity	% to total turnover of the company
1.	A	Agriculture	A4	To do protection and management of intellectual properties generated in the system and its commercialization/distribution for public benefits	NIL
2.	A	Agriculture	A4	To do production, marketing, popularization of Indian Council of Agricultural Research (ICAR's) products processes and technologies in agriculture and allied sectors, viz. seed, planting material, vaccines, diagnostics, several other biotechnological products, other value added inputs and products, farm implements and machinery, other technologies etc.	100%
3.	M	Professional, Scientific and Technical	A3	To provide professional extension of skilled services from ICAR, such as consultancies, contract research, contract service, customized capacity building, etc.	0%

4.	A	Agriculture	A4	To setup research and production farms outside India, especially in Africa and in the Asia-Pacific region. To build as part of culture building initiatives global brand building initiatives through various workshops and progress.	0%
5.	M	Professional, Scientific and Technical	M3	To providing technical support for turnkey projects on production and processing plants in different sectors, viz. agriculture engineering, etc.	0%
6.	A	Agriculture	A4	To create public-private partnerships in research, education and other capacity building in agriculture and allied sectors	0%
7.	M	Professional, Scientific and Technical	M3	To carry activities to integrate proficiencies in agriculture sciences with management, such as market intelligence, pricing and valuation issues, to nurture demand-driven research.	0%

### III. PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

Sl. No.	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1.	NIL				

### IV. SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Sl. No.	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.</b>	<b>Promoters</b>									
1.	Indian			NIL				NIL		
	a. Individual/HUF (as Representatives of The President of India)	NIL	60	60		NIL	60	60	0	
	b. Central Govt. or State Govt.	NIL	4,99,99,940	4,99,99,940	100	NIL	4,99,99,940	4,99,99,940	100	NIL
	c. Bodies Corporates			NIL				NIL		
	d. Bank/FI			NIL				NIL		

e. Any other			NIL			NIL		
<b>SUB TOTAL: (A) (1)</b>								
<b>2. Foreign</b>								
a. NRI- Individuals			NIL			NIL		
b. Other Individuals			NIL			NIL		
c. Bodies Corp.			NIL			NIL		
d. Banks/FI			NIL			NIL		
e. Any other			NIL			NIL		
<b>SUB TOTAL (A) (2)</b>								
Total Shareholding of Promoter (A)= [A](1)+[A](2)			5,00,00,000			5,00,00,000		
<b>B. PUBLIC SHAREHOLDING</b>								
<b>1. Institutions</b>								
a. Mutual Funds			NIL			NIL		NIL
b. Banks/FI			NIL			NIL		
c. Central govt			NIL			NIL		
d. State Govt.			NIL			NIL		
e. Venture Capital Fund			NIL			NIL		
f. Insurance Companies			NIL			NIL		
g. FIIS			NIL			NIL		
h. Foreign Venture Capital Funds			NIL			NIL		
i. Others (specify)			NIL			NIL		
<b>SUB TOTAL (B)(1):</b>								
<b>2. Non-Institutions</b>								
a. Bodies corporates			NIL			NIL		NIL
i) Indian			NIL			NIL		
ii) Overseas			NIL			NIL		
b) Individuals			NIL			NIL		
i. Individual sharehold- ers holding nominal share capital upto Rs.1 lakhs			NIL			NIL		
ii. Individuals sharehold- ers holding nominal share capital in excess of Rs. 1 lakhs			NIL			NIL		
c) Others (specify)			NIL			NIL		

SUB TOTAL (B)(2):								
Total Public Shareholding (B)= (B)(1)+(B)(2)			NIL				NIL	NIL
C. Shares held by Custodian for GDRs & ADRs			NIL				NIL	NIL
Grand Total (A+B+C)			5,00,00,000				5,00,00,000	NIL

## B) Shareholding of Promoter

Sl. N.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding 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.	President of India through Mr. A.G. Subramanian	499,99,940	99.99988	NIL	NIL	NIL	NIL	NIL
2.	Mr. A.R. Sengupta	10	0.00002	NIL	NIL	NIL	NIL	NIL
3.	Mr. S.K. Upadhayay	10	0.00002	NIL	NIL	NIL	NIL	NIL
4.	Mr. Prem Prakash Mauriya	10	0.00002	NIL	NIL	NIL	NIL	NIL
5.	Mr. Rajesh Kumar	10	0.00002	NIL	NIL	NIL	NIL	NIL
6.	Dr. Trilochan Mohapatra	10	0.00002	Nil	NIL	NIL	NIL	NIL
7.	Mr. Jitendra Mishra	10	0.00002	Nil	NIL	NIL	NIL	NIL

## CHANGE IN PROMOTERS' SHAREHOLDING ( SPECIFY IF THERE IS NO CHANGE)

	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	5,00,00,000	100	5,00,00,000	100

Date wise increase/decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	NIL	NIL	NIL	NIL
At the end of the year	5,00,00,000	100	5,00,00,000	100

For Each of the Top 10 Shareholders	Shareholding at the end of the year		
	No. of shares	% of total shares of the company	No of shares
At the beginning of the year	499,99,990	100	499,99,990
Date wise increase/decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.)			
<b>Transferred as per nominations received from DARE vide Circular Resolution dated 8/11/2016</b>			
At the end of the year (or on the date of separation, if separated during the year)	499,99,990	100	499,99,990
Shareholding of Directors & KMP- Nil			
<b>For Each of the Directors &amp; KMP</b>			
At the beginning of the year	NIL		
Date wise increase/decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.)			
At the end of the year	NIL		

## V. INDEBTEDNESS

**Not Applicable**

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtness at the beginning of the financial year</b>				
i) Principal Amount	NIL	NIL	NIL	
ii) Interest due but not paid	NIL	NIL	NIL	
iii) Interest accrued but not due	NIL	NIL	NIL	
<b>Total (i+ii+iii)</b>				

<b>Change in Indebtedness during the financial year</b>				
Additions	NIL	NIL	NIL	
Reduction	NIL	NIL	NIL	
Net Change			NIL	
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	NIL	NIL	NIL	
ii) Interest due but not paid	NIL	NIL	NIL	
iii) Interest accrued but not due	NIL	NIL	NIL	
<b>Total (i+ii+iii)</b>				

## **VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

### **A. Remuneration to Managing Director, Whole time director and/or Manager: Not Applicable**

<b>Sl.No</b>	<b>Particulars of Remuneration</b>		<b>Name of the MD/ WTD/Manager</b>	<b>Total Amount</b>
1.	<b>Gross salary</b>			
	a. Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	N.A		
	b. Value of perquisites u/s 17(2) of the Income tax Act, 1961	N.A		
	c. Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	N.A		
2.	Stock option	N.A		
3.	Sweat Equity	N.A		
4.	Commission	N.A		
	as % of profit	N.A		
	others (specify)	N.A		
5.	Others, please specify	N.A		
	<b>Total (A)</b>	N.A		
	<b>Ceiling as per the Act</b>			



**B. Remuneration to other directors: Not Applicable**

Sl.No	Particulars of Remuneration	Name of the Directors			Total Amount
1.	Independent Directors				
	a. Fee for attending board committee meetings	NIL	NIL	NIL	
	b. Commission	NIL	NIL	NIL	
	c. Others, please specify	NIL	NIL	NIL	
	<b>Total (1)</b>				
2.	Other Non-Executive Directors				
	a. Fee for attending board committee meetings	NIL	NIL	NIL	
	b. Commission	NIL	NIL	NIL	
	c. Others, please specify.	NIL	NIL	NIL	
	<b>Total (2)</b>				
	<b>Total (B)=(1+2)</b>				
	<b>Total Managerial Remuneration</b>	NIL	NIL	NIL	
	<b>Overall Ceiling as per the Act.</b>				
	<b>REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD</b>				

**C. Remuneration to Key Managerial Personnel Other Than Md/Manager/Wtd**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel				Total
		CEO	CS	CFO	Total	
1	<b>Gross Salary</b>					
	a. Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	42,00,000	6,60,000	NIL	48,60,000	
	b. Value of perquisites u/s 17(2) of the Income Tax Act, 1961		NIL	NIL		
	c. Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	NIL	NIL	NIL		
2	Stock Option	NIL	NIL	NIL		
3	Sweat Equity	NIL	NIL	NIL		

4	Commission	NIL	NIL	NIL		
	as % of profit	NIL	NIL	NIL		
	others, specify	NIL	NIL	NIL		
5	Others, please specify	NIL	NIL	NIL		
	<b>Total</b>	<b>42,00,000</b>	<b>6,60,000</b>	<b>NIL</b>	<b>48,60,000</b>	

## VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Sl. No.	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.</b>	<b>COMPANY</b>					
	Penalty	NIL				
	Punishment	NIL				
	Compounding	NIL				
<b>B.</b>	<b>DIRECTORS</b>					
	Penalty	NIL				
	Punishment	NIL				
	Compounding	NIL				
<b>C.</b>	<b>OTHER OFFICERS IN DEFAULT</b>					
	Penalty	NIL				
	Punishment	NIL				
	Compounding	NIL				

## CHAIRMAN'S REPORT

*Dear Members*

I am pleased to present our Annual Report for the year ended 31<sup>st</sup> March 2020 and welcome you to the Ninth Annual General Meeting of our Company Agrinnovate India Limited (AgIn). Auditors' Report has already been circulated and with your permission, I consider them as read.

In the last month of Financial year 2019-20, the Covid-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lock-downs of all economic activity. For the Company, the focus immediately shifted to ensuring the health and well-being of all employees, and on minimizing disruption to services to all our customers globally. As of March 31, 2020, work from home was enabled to close to 90% of the employees to work remotely and securely, thus ensuring that client commitments were not materially compromised.

It gives me immense satisfaction to see that the ideas we conceived during the various board meetings are being effectively executed by the team and I am hopeful of even better performance in the upcoming year.

I am delighted to inform that the Guidelines for commercialization of technologies developed under ICAR and Institutions under the National Agricultural Research System (NARS) have been finalized and have also been harmonized with those of ICAR. We are now in a certain position to take advantage of the new opportunities for enhancing and catalysing innovation and capacity driven agricultural development through partnerships.

### Business Development Activities

AgIn undertook several initiatives as part of the Business Development Program to promote its services to various stakeholders. This included participation in various workshops and National level meets such as

- Revamping AgIn's website;
- One day Agripreneurship programme on 10<sup>th</sup> June 2019.
- Co-sponsoring Pineapple festival with CII & Tripura Horticulture Department to create awareness about AgIn's activities at Agartala (June 28-29,2019);
- Participating in FICCI sponsored two Days 'Global Summit' on India-African technology transfer on 22-23 April 2019;
- AgIn participated in an International programme of 'Feed the Future' on 'start-up to scale up' organized by MANAGE, Hyderabad in June 2019.
- Meeting at ICAR-CIFA, Bhubaneswar, Odisha to assess the technical & commercial feasibility, handholding requirement as well as preferred modes of commercialization and to develop standard terms for ICAR - CIFA technologies.
- Sensitization Workshop at NRCP Rani Guwahati, Assam
- VAIGA 2020 -Sustainable Development through Agripreneurship
- Participated in IICA-DPE Two Days Orientation Program for Government Nominee Directors

- Participated and presented on the activities and role of AgIn at the seminar organized by Atal Innovation Mission, at AIM, Institute Chatterpur (Nov 2019)
- Agrinnovate India interaction with Michigan State University & African delegation
- (CII) Northern Region is organizing the Conference on Innovations and Entrepreneurship in Agriculture, 6<sup>th</sup> March 2020

**Promotional activities**

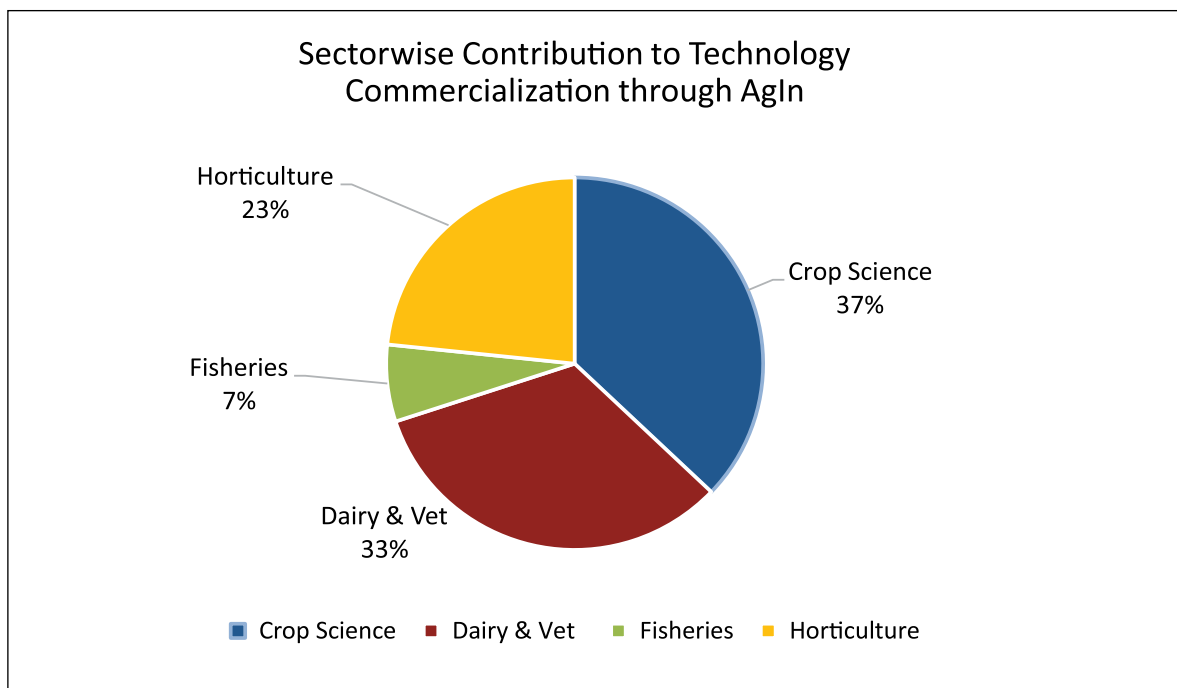
With its vision to promote the ICAR technologies globally and increase its outreach, AgIn promoted its products and service via various collaborations with International and National Organizations. AgIn successfully transferred Banana Pseudostem based biopesticide formulation technology of Navsari Agricultural University, Gujarat to a company from Bostwana (December 2019)

**Revenue contribution through technology commercialization**

During the year 2019-20, AgIn effectively handheld several ICAR institutions and helped transfer a total of around 54 technologies earning a gross revenue of Rs 1.50 crores. These technologies emerged form crop science (37%), dairy and veterinary sciences (33%), horticulture (23%) and fisheries (7%).

Table: 1 Sector wise Contribution to technology commercialization

Sector	License Fee
Crop Science	5555000
Dairy & Vet	4925000
Fisheries	1000000
Horticulture	34969650
	<b>14976950</b>



Effort is being made by AgIn to include more ICAR institutes and thus expand the technology base for commercialization.

### Financial Highlights

The Company has achieved Revenue from operations of Rs. 1,50,54,925/- as against Rs. 30,57,630 in the previous Financial Year 2018-19. The Depreciation has registered during the Current Year at Rs. 6,90,303/- as against 10,06,656/- for the previous year 2018-19. In the financial year 2019-20 the Company has earned Net Profit of Rs. 2,80,89,362 as against Net Profit of Rs. 2,36,63,549/-in Financial Year 2018-19.

### Acknowledgment

I place on record my appreciation for employees, customers, vendors and academic partners at all levels, who have contributed to the growth and performance of the Company and for their continuous support.

I also thank the Government of India, Government of Various states in India, Government of various countries and concerned Government Departments and agencies for their co-operation.

I regret the loss of life due to COVID-19 pandemic and I am deeply grateful and have immense respect for every person who risked their life and safety to fight this pandemic.

I take this opportunity to express my deep appreciation for the valuable support and guidance given by the present and past Members of the Board from time to time. I also wish to place on record my sincere gratitude for the guidance and cooperation extended by the Department of Agricultural Research and Education, Government of India, ICAR, Statutory as well as Internal auditors of the Company, Secretarial Auditors, Officials of the C&AG and bankers of the Company.

Thanking you,  
Yours truly,

**Dr. T. Mohapatra**  
Chairman  
Agrinnovate India Limited

Place: New Delhi  
Date: September 30, 2020

## Agrinnovate India Limited

### Balance Sheet as at 31<sup>st</sup> March, 2020

Amount in Rupees

Particulars	Note No.	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	2	500,000,000	500,000,000
(b) Reserves and Surplus	3	196,773,203	168,683,841
<b>(2) Current Liabilities</b>			
(a) Trade Payable	4	12,684,940	3,378,200
(b) Other Current Liabilities	5	2,798,163	1,526,986
(c) Short Term Provisions	6	5,526,919	1,890,081
<b>Total</b>		<b>717,783,225</b>	<b>675,479,108</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Property, Plant & Equipment	7	2,368,567	3,044,508
(b) Intangible Assets	7	8,292	8,292
(c) Deferred Tax Assets	8	760,479	860,975
<b>(2) Current Assets</b>			
(a) Cash and Cash Equivalents	9a	652,302,989	630,728,843
(b) Bank Balance other than Cash & Cash Equivalents	9b	20,000,000	-
(b) Other Current Assets	10	42,342,898	40,836,490
<b>Total</b>		<b>717,783,225</b>	<b>675,479,108</b>
SIGNIFICANT ACCOUNTING POLICIES	1		

The accompanying notes form an integral part of the financial statements.

As per our report of even date attached.

**For S. C. VARMA AND CO.**  
Chartered Accountants  
Firm's Regn. No. 000533N

**S C Varma**  
Partner  
M. No. 011450

Place : New Delhi  
Date: 30.09.2020

**Dr. Sudha Mysore**  
Chief Executive Officer  
PAN:ABNPS0707N

For and on behalf of Board of Directors of  
**Agrinnovate India Limited**

**Sanjeev Saxena**  
Director  
DIN: 07545288

**Dhriti Madaan**  
Company Secretary  
A-27642

**Trilochan Mohapatra**  
Director  
DIN: 07556629

**Saurabh Muni**  
Chief Financial Officer  
PAN : AWKPM3684Q

## Agrinnovate India Limited

### Statement of Profit and Loss for the year ended 31<sup>st</sup> March, 2020

Amount in Rupees

Particular	Note No.	Year ended 31 <sup>st</sup> March 2020	Year ended 31 <sup>st</sup> March 2019
Revenue from Operations	11	15,054,925	3,057,630
Other Income	12	51,746,023	44,378,770
<b>Total Revenue</b>		<b>66,800,948</b>	<b>47,436,400</b>
<b>EXPENDITURE :</b>			
Employee Benefits Expense	13	11,017,796	6,234,064
Finance Costs	14	4,767	9,030
Depreciation and Amortization Expense	15	690,303	1,006,656
Other Expense	16	17,626,971	7,035,260
<b>Total Expenses</b>		<b>29,339,837</b>	<b>14,285,010</b>
Profit before Exceptional Item and Tax		<b>37,461,111</b>	<b>33,151,390</b>
Exceptional Items	17	185,170	4,259
Profit Before Tax		<b>37,646,281</b>	<b>33,155,649</b>
Tax Expenses:			
(1) Current Year		9,456,423	9,315,677
(2) Earlier Year		100,496	176,423
Profit for the year		<b>28,089,362</b>	<b>23,663,549</b>
Earnings per Equity Share			
(1) Basic	18	<b>0.56</b>	<b>0.47</b>
(2) Diluted		<b>0.56</b>	<b>0.47</b>
SIGNIFICANT ACCOUNTING POLICIES	1		

The accompanying notes form an integral part of the financial statements.

As per our report of even date attached.

**For S. C. VARMA AND CO.**  
Chartered Accountants  
Firm's Regn. No. 000533N

For and on behalf of Board of Directors of  
**Agrinnovate India Limited**

**S C Varma**  
Partner  
M. No. 011450

**Sanjeev Saxena**  
Director  
DIN: 01003691

**Trilochan Mohapatra**  
Director  
DIN: 07556629

Place : New Delhi  
Date: 30.09.2020

**Dr. Sudha Mysore**  
Chief Executive Officer  
PAN:ABNPS0707N

**Dhriti Madaan**  
Company Secretary  
A-27642

**Saurabh Muni**  
Chief Financial Officer  
PAN : AWKPM3684Q

## Agrinnovate India Limited

### Cash Flow Statement for the year ended on March 31, 2020

(Figures in Rupees)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>A. Cash flow from operating activities</b>		
Net Profit / (Loss) before tax	37,646,281	33,155,649
Adjustments for:		
Depreciation	690,303	1,006,656
Interest income	(51,709,455)	(44,347,835)
Operating profit / (loss) before working capital changes	<b>(13,372,871)</b>	<b>(10,185,530)</b>
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
FD with Punjab & Sind Bank	(20,000,000)	
Other Current Assets	(1,352)	(8,552,216)
Adjustments for increase / (decrease) in operating liabilities:		
Trade Payable	9,306,740	2,147,176
Other current liabilities	1,271,177	228,828
Short-term provisions	3,636,838	684,145
Net income tax (paid) / refunds	(10,961,479)	(10,094,546)
<b>Net cash flow from / (used in) operating activities (A)</b>	<b>(30,120,947)</b>	<b>(25,772,143)</b>
<b>B. Cash flow from investing activities</b>		
Capital expenditure on fixed assets	(14,362)	(48,644)
Interest On Fixed Deposits	51,709,455	44,347,835
Fixed Deposits		
<b>Net cash flow from / (used in) investing activities (B)</b>	<b>51,695,093</b>	<b>44,299,191</b>
<b>C. Cash flow from financing activities</b>		
Fixed Deposit in Punjab & Sind Bank		
<b>Net cash flow from / (used in) financing activities (C)</b>	-	-
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>	<b>21,574,146</b>	<b>18,527,048</b>
Cash and cash equivalents at the beginning of the year	630,728,843	612,201,795
<b>Cash and cash equivalents at the end of the year</b>	<b>652,302,989</b>	<b>630,728,843</b>

In terms of our audit report of even date attached  
As per our report of even date attached.

**For S. C. VARMA AND CO.**  
Chartered Accountants  
Firm's Regn. No. 000533N

**S C Varma**  
Partner  
M. No. 011450

Place : New Delhi  
Date: 30.09.2020

**Dr. Sudha Mysore**  
Chief Executive Officer  
PAN: ABNPS0707N

For and on behalf of Board of Directors of  
**Agrinnovate India Limited**

**Sanjeev Saxena**  
Director  
DIN: 07545288

**Dhriti Madaan**  
Company Secretary  
A-27642

**Trilochan Mohapatra**  
Director  
DIN: 07556629

**Saurabh Muni**  
Chief Financial Officer  
PAN : AWKPM3684Q



## AGRINNOVATE INDIA LIMITED

### NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

*Note. 1*

#### 1.1 Corporate Information

- (a) The company has incorporated on 19<sup>th</sup> October, 2011. The Company is a 100% Government of India Company under Department of Agriculture Research & Education, Ministry of Agriculture.
- (b) Mr. Saurabh Muni is an employee of ICAR looking after the affair of the company. No payment is made either to them or ICAR in this respect.
- (c) Dr Sudha Mysore is an employee of ICAR looking after the affair of the company. Provision for payment on account of salary, pension contribution and leave salary contribution is being made for deputation from IIHR-Bangalore.
- (d) The Authorized Share Capital of the company is Rs.100 Crores whereas the Issued, Subscribed and paid up share Capital of the company is Rs. 50 Crores

#### Basis of Accounting and Preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

#### 1.2 Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

#### 1.3 Cash and Bank Balances

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

#### 1.4 Depreciation

Depreciation has been provided on the written down value method as per the rates and manner prescribed in under Schedule II of the Companies Act, 2013. Depreciation on fixed assets added/ disposed off during the year is provided on pro-rata basis.

## 1.5 Leases

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

## 1.6 Revenue Recognition

### **Policy for Interest Income:**

Revenue from interest on Fixed Deposit & Flexi Deposit Account is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

### **Policy for Royalty Income**

Royalty is recognized and accrued on due basis as per licensing agreement.

### **Policy for License Fees**

License fees is recognized when the complete technical knowhow, demonstrate and training of the particular license is provided to the license as per licensing agreement. Corresponding Expense for assigning license has been presented as cost of license (Expenses).

### **Policy of Training Programme**

Revenue from conducting the training programme is recognized on completion of the respective training.

## 1.7 Foreign Currency Transactions and Translations

- a) Foreign currency transactions, on initial recognition, are recorded by applying to the foreign currency amount the exchange rate at the date of the transaction. At each balance sheet date, foreign currency monetary items are reported using the closing rate and non-monetary items carried at historical cost denominated in foreign currency are reported using the exchange rate at the date of the transaction.
- b) Exchange differences arising on the settlement of monetary items or on reporting monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

## 1.8 Employee Benefits

The provision of Provident fund and ESIC are not applicable to the company.

Since none of the employee of the company is covered under the provision of the Gratuity Act, 1972, hence no provision has been made in respect of the gratuity for the year ended 31<sup>st</sup> March, 2020

## 1.9 Property, Plant & Equipment

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Subsequent expenditure relating to fixed

assets is capitalized only if such expenditure results in an increase in the future benefits from such assets beyond its previously assessed standard of performance.

### 1.10 Earnings Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.

### 1.11 Taxes on Income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognized only if there is virtual certainty that there will be sufficient future taxable income available to realize such assets. Deferred tax assets are recognized for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realized. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

### 1.12 Impairment of Assets

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognized, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognized for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss, except in case of revalued assets.

### 1.13 Provisions and Contingencies

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

## Agrinnovate India Limited

### Notes on Financial Statements for the year ended 31<sup>st</sup> March 2020

#### Note : 2 Share Capital

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	<b>AUTHORIZED</b>		
	10,00,00,000 (10,00,00,000) Equity Shares of Rs. 10/- each.	1,00,00,00,000	1,00,00,00,000
		1,00,00,00,000	1,00,00,00,000
2	<b>ISSUED, SUBSCRIBED AND PAID UP</b>		
	5,00,00,000 (5,00,00,000) Equity Shares of Rs. 10/- each, Fully Paid up	50,00,00,000	50,00,00,000
	<b>Total</b>	<b>50,00,00,000</b>	<b>50,00,00,000</b>

#### (a) Terms / rights attached to equity shares:

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

#### (b) Details of Equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

S. No.	Name of Shareholders	As at 31 <sup>st</sup> March 2020 No. of Share	As at 31 <sup>st</sup> March 2019 No. of Share
1	President of India, Government of India (Percentage of Holdings)	5,00,00,000 100.00%	5,00,00,000 100.00%

#### (c) Reconciliation of the shares outstanding at the beginning and at the end of reporting period

Particulars	As at 31 <sup>st</sup> March 2020 No. of Share	As at 31 <sup>st</sup> March 2019 No. of Share
At the beginning of the year	50,000,000	50,000,000
At the end of the year	50,000,000	50,000,000

#### Note : 3 Reserves and Surplus

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	<b>Surplus as per Statement of Profit and Loss:</b>		
	Balance brought forward from last Financial Statements	168,683,841	145,020,292
	Add: Profit for the year	28,089,362	23,663,549
	<b>Total</b>	<b>196,773,203</b>	<b>168,683,841</b>

## Agrinnovate India Limited

### Notes on Financial Statements for the year ended 31<sup>st</sup> March 2020

#### Note : 4 Trade Payable

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Sundry Creditor- Other than MSME		
	a) Sharing of Licence Fees - ICAR Share	3,003,992	1,870,400
	b) Sharing of Licence Fees - Instt Share	9,680,948	1,507,800
	<b>Total</b>	<b>12,684,940</b>	<b>3,378,200</b>

#### Note : 5 Other Current Liabilities

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Statutory Dues Payable	179,924	38,696
2	Security Deposits	172,900	122,900
3	Payable to ASEAN	1,423,999	1,312,890
4	Other Liabilities	1,021,340	52,500
	<b>Total</b>	<b>2,798,163</b>	<b>1,526,986</b>

#### Note : 6 Short-Term Provisions

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Provision for Expenses	5,526,919	1,890,081
	<b>Total</b>	<b>5,526,919</b>	<b>1,890,081</b>

## Agrinnovate India Limited

### Notes on Financial Statements for the year ended 31<sup>st</sup> March 2020

**Note: 7**

S. No.	Assets	Gross Block			Depreciation			Net Block		
		As at 01 <sup>st</sup> April 2019	Additions during the year	Deletions/ Adjustments	As at 31 <sup>st</sup> March 2020	As at 01 <sup>st</sup> April 2019	Additions during the year	Adjustments, if any	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
	<b>(A) Tangible Assets</b>									
1	Computer and Accessories	1,160,567	-	-	1,160,567	1,077,508	52,460	-	1,129,968	83,059
2	Furniture and Fixture	4,463,034	6,100	-	4,469,134	3,250,473	315,083	-	3,565,556	1,212,561
3	Office Equipment	2,941,125	8,262	-	2,949,387	2,684,471	118,449	-	2,802,920	256,654
4	Electric installation and equipment	1,397,560	-	-	1,397,560	1,015,929	98,804	-	1,114,733	381,631
5	Building	1,714,880	-	-	1,714,880	604,277	105,507	-	709,784	1,110,603
	<b>Sub-Total</b>	<b>11,677,166</b>	<b>14,362</b>	<b>-</b>	<b>11,691,528</b>	<b>8,632,658</b>	<b>690,303</b>	<b>-</b>	<b>9,322,961</b>	<b>3,044,508</b>
	<b>(B) In-tangible Assets</b>									
6	Software	165,838	-	-	165,838	157,546	-	-	157,546	8,292
	<b>Sub-Total</b>	<b>165,838</b>	<b>-</b>	<b>-</b>	<b>165,838</b>	<b>157,546</b>	<b>-</b>	<b>-</b>	<b>157,546</b>	<b>8,292</b>
	<b>Grand Total (Current Year)</b>	<b>11,843,004</b>	<b>14,362</b>	<b>-</b>	<b>11,857,366</b>	<b>8,790,204</b>	<b>690,303</b>	<b>-</b>	<b>9,480,507</b>	<b>3,052,800</b>
	<b>(Previous Year)</b>	<b>11,794,360</b>	<b>48,644</b>	<b>-</b>	<b>11,843,004</b>	<b>7,783,548</b>	<b>1,006,656</b>	<b>-</b>	<b>8,790,204</b>	<b>4,010,812</b>

## Agrinnovate India Limited

### Notes on Financial Statements for the year ended 31<sup>st</sup> March 2020

#### Note : 8 Deferred Tax Assets/Liability

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	<b>On account of W D V</b>		
	As per Companies Act	2,376,859	3,052,800
	As per Income Tax	5,398,471	6,147,607
	Excess of Income Tax over Companies Act	(3,021,612)	(3,094,807)
	<b>Total</b>	<b>3,021,612</b>	<b>3,094,807</b>
	<b>Deferred Tax Assets @ 25.168%</b>	<b>760,479</b>	<b>860,975</b>
	<b>Recognised in Statement of Profit and Loss</b>	<b>100,496</b>	<b>176,423</b>

#### Note : 9a Cash and Bank Balances

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	<b>Cash and Cash Equivalents</b>		
	Cash in Hand	-	-
	Balances with Banks		
	- In Current Accounts	32,302,989	10,728,843
	- In Fixed Deposit Accounts	620,000,000	620,000,000
	<b>Total (a+b)</b>	<b>652,302,989</b>	<b>630,728,843</b>

#### Note : 9b Bank Balance other than Cash & Cash Equivalents

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Bank Balance other than Cash & Cash Equivalent (FD with P&SB)	20,000,000	-
	<b>Total</b>	<b>20,000,000</b>	<b>-</b>

#### Note : 10 Other Current Assets

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Interest accrued on Fixed Deposit	39,815,970	34,590,803
2	Income Tax Refundable (A.Y 2020-21)	1,505,056	778,869
3	Income Tax Refund Due AY 2019-20	778,869	4,922,117
4	Prepaid Expenses	23,070	29,953
5	Advance to Suppliers	575	1,575
6	GST Recoverable	219,358	513,173
	<b>Total</b>	<b>42,342,898</b>	<b>40,836,490</b>

## Agrinnovate India Limited

### Notes on Financial Statements for the year ended 31<sup>st</sup> March 2020

#### Note : 11 Revenue from Operations

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Licence Fees	14,976,950	2,704,000
2	Consultancy Fee	77,975	353,630
	<b>Total</b>	<b>15,054,925</b>	<b>3,057,630</b>

#### Note : 12 Other Income

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Interest on Fixed Deposit	51,645,797	43,548,390
2	Interest on IT Refund	63,658	799,445
3	Miscellaneous	36,568	30,935
	<b>Total</b>	<b>51,746,023</b>	<b>44,378,770</b>

#### Note : 13 Employee Benefits Expense

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
	<b>Salary:-</b>		
1	To Permanent Employees	4,200,000	1,192,582
2	To Contract Employees	3,634,410	2,185,584
3	To Employees employed through agency	3,123,087	2,817,168
4	Reimbursement of Mobile/Telephone expenses	60,299	35,070
5	Medical Reimbursement	-	3,660
	<b>Total</b>	<b>11,017,796</b>	<b>6,234,064</b>

#### Note : 14 Finance Costs

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Interest on TDS	114	874
2	Interest on GST	-	1,846
3	Bank Charges	4,653	6,310
	<b>Total</b>	<b>4,767</b>	<b>9,030</b>



**Note : 15 Depreciation and Amortization Expense**

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Depreciation	690,303	1,006,656
	<b>Total</b>	<b>690,303</b>	<b>1,006,656</b>

**Note : 16 Other Expense**

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
	<b>Other Direct Cost</b>		
1	Cost of Licence Fees	12,043,940	2,123,200
	<b>Other Indirect Cost</b>		
1	Administrative Expenses	128,210	88,442
2	Rent, Rates and Taxes	174,804	174,804
3	Common Service Charges	707,682	633,501
4	Prior Period Expense	-	213,976
5	Electricity and Water	534,797	504,740
6	Printing and Stationery	246,816	217,181
7	Communication	15,635	23,483
8	Vehicle Expenses	771,968	694,986
9	Travelling	515,120	294,281
10	Exchange Fluctuation	111,109	82,591
11	Advertisement	704,291	622,745
12	Fee and Subscription	17,739	72,001
13	Repairs and Maintenance		
	-Others	799,765	527,091
14	Legal and Professional Charges	480,412	272,360
15	Internal Audit Fees	30,450	30,261
16	Secretarial Audit Fee	1	1
17	Auditor's Remuneration		
	- Audit Fee	46,000	46,000
18	Miscellaneous	298,232	413,616
	<b>Total</b>	<b>17,626,971</b>	<b>7,035,260</b>

**Note : 17 Exceptional Items**

S. No.	Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
1	Provision Written off	185,170	4,259
	<b>Total</b>	<b>185,170</b>	<b>4,259</b>

## Agrinnovate India Limited

### Other Liabilities

S. No.	Particulars	As at 31 <sup>st</sup> March 2020
1	Alankit Ltd	266,439
2	Arsh Biotech Pvt Ltd	52,500
3	Frontline Business Solutions Pvt Ltd	89,322
4	Nirmal Niresh & Co	452,879
5	K & S Partners	34,200
6	ICAR-Ciphet	56,000
7	Mahajeet & Sons	70,000
	<b>Total</b>	<b>1,021,340</b>

### Sharing of Licence Fees - Instt Share

S. No.	Particulars	As at 31 <sup>st</sup> March 2020
1	CIFA	700,000
2	CIRS	70,000
3	CPRI Shimla	140,000
4	CTCRI	350,000
5	IIMR	700,000
6	IISR	700,000
7	IVRI	1,400,000
8	NAVSARI	746,865
9	NDRI Karnal ICAR	647,500
10	NIANP	525,000
11	NRCG-ICAR	371,000
12	SUGARCANE BREEDING INSTITUTE	210,000
13	VPKAS-ICAR	420,000
14	IARI, NEW DELHI	2,278,500
15	PDFMD	367,500
16	NBPGR	54,583
	<b>Total</b>	<b>9,680,948</b>

## Agrinnovate India Limited

### Notes on Financial Statements for the year ended 31<sup>st</sup> March 2020

#### Statutory Dues Payable

S. No.	Particulars	As at 31 <sup>st</sup> March 2020
1	GST Payable under RCM	43,309
2	TDS on Hiring of Vehicle	2,360
3	TDS on Maintenance	3,770
4	TDS on Manpower Supply	9,331
5	TDS on Printing	3,000
6	TDS on Professional Fee	12,700
7	TDS on Training Programme	3,000
8	TDS on Transfer of Technology	80,500
9	TDS on GST Payable	21,954
	<b>Total</b>	<b>179,924</b>

#### Balances with Banks

S. No.	Particulars	As at 31 <sup>st</sup> March 2020
1	Syndicate Bank	30,725,919
2	Central Bank of India	1,577,070
	<b>Total</b>	<b>32,302,989</b>

#### Note:18 Earnings per Equity Share

Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
Net Profit as per Statement of Profit and Loss available to Equity Shareholders	28,089,362	23,663,549
	50,000,000	50,000,000
Weighted average number of Equity Shares	50,000,000	50,000,000
A. Basic Earnings Per Share of Rs.10/- each	<b>0.56</b>	<b>0.47</b>
B. Diluted Earnings Per Share of Rs.10/- each	<b>0.56</b>	<b>0.47</b>

#### Note: 19 Contingent Liabilities

Particulars	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
Contingent Liabilities exists in respect of:-		
a) Claims against the Company not acknowledged as debts		
- Goods and Service Tax Matters	Nil	Nil
- Income Tax Matters	Nil	
- Other Matters	Nil	Nil
Salary of Mrs. Nidhi Godha	3,157,917	2,122,836
b) Estimated amount of contracts remaining to be executed on Capital Accounts	Nil	Nil
c) Other money for which the company is contingent liable	Nil	Nil

## Agrinnovate India Limited

### Note: 20 Related Party Transaction

(i) Names of the related parties where control exists and related parties with whom transactions have taken place and relationship :

#### a) Key Managerial Personnel / Individuals having significant influence on the Company :

- Mr. Trilochan Mohapatra, Director
- Mr. Sanjay Kumar Singh, Director
- Mr. Bimbadhar Pradhan, Director
- Mr. Ashok Mahadev Rao Dalwai, Director
- Mr. Praveen Malik, Director
- Mr. Sanjiv Saxena, Director
- Mr. Sudha Mysore, Chief Executive Officer
- Ms. Dhriti Madaan, Company Secretary
- Ms. Nidhi Godha, Company Secretary
- Mr. Saurabh Muni, Chief Financial Officer

### Disclosure in respect of Related Party Transactions during the year

Particulars	Relationship	For the year ended March 31, 2020	For the year ended March 31, 2019
<b>Managerial Remuneration</b>			
- Mr. Sudha Mysore	Chief Executive Officer	4,200,000	-
- Dhriti Madaan	Company Secretary	660,000	299,794

### Note: 21 Details of dues to micro and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006)

#### *Dues to micro and small enterprises*

The Ministry of Corporate Affairs has issued notification no.G.S.R 1022(E) dated October 11, 2018 which prescribes certain disclosures regarding amount payable to micro enterprises and small enterprises. Accordingly, the disclosure in respect of the amounts payable to such enterprises has been made in the financial statements based on information received from the vendors. The necessary information in this regard is given here under :

Particulars	As at March 31, 2020	As at March 31, 2019
The principal amount and the interest due thereon remaining unpaid to any		
- Principal	-	-
- Interest	-	-

Particulars	As at March 31, 2020	As at March 31, 2019
The amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, (the Act) along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the said Act	-	-
The amount of interest accrued and remaining unpaid at the end of each year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise.	-	-

### Note: 22 Deferred Tax Liabilities/ Assets

The company has been following AS-22 on "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. Deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future.

### Note: 23 Previous Year's Figures

Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current year's classification/ disclosure.

As per our report of even date attached.

**For S. C. VARMA AND CO.**  
Chartered Accountants  
Firm's Regn. No. 000533N

For and on behalf of Board of Directors of  
**Agrinnovate India Limited**

**S C Varma**  
Partner  
M. No. 011450

**Sanjeev Saxena**  
Director  
DIN: 07545288

**Trilochan Mohapatra**  
Director  
DIN: 07556629

Place : New Delhi  
Date: 30.09.2020

**Dr. Sudha Mysore**  
Chief Executive Officer  
PAN: ABNPS0707N

**Dhriti Madaan**  
Company Secretary  
A-27642

**Saurabh Muni**  
Chief Financial Officer  
PAN : AWKPM3684Q



**S. C. VARMA AND CO.**

Chartered Accountants

A-60, NDSE, Part-I New Delhi - 110049,

Tel.: 24648247, 24649845

Email : scvarma@scvandco.com

## INDEPENDENT AUDITOR'S REPORT

**To the Members of  
Agrinnovate India Limited**

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of **Agrinnovate India Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and the Statement of Cash Flow for the year ended on that date, notes to financial statements and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the loss for the year ended on that date.

#### Basis of Opinion

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

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

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

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

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

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

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

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

In preparing the financial statements, management and Board of Directors are 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.

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

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

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

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

## Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
  - 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.
  - 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.
  - The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account.
  - In our opinion, the aforesaid financial statements comply with the accounting principles generally accepted in India.



- On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operative effectiveness of the Company's internal financial controls over financial reporting.
- With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

- 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, as amended in our opinion and to the best of our information and according to the explanations given to us:
    - The Company does not have any pending litigations which would impacts its Financial Position.
    - The Company does not have any long-term contracts including derivative contracts which there were any material foreseeable losses.
    - There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order 2016 ("the Order") issued by the Central Government in terms of sec. 143(11) of the Act, we give in "**Annexure B**" a statement on the matters specified in paragraph 3 and 4 of the Order.
  3. A report on the matters as per Direction/Sub-Direction issued by the C&AG u/s 143(5) of the companies Act, 2013 is attached herewith as "**Annexure-C**"

For **S. C. Varma and Co.**  
Chartered Accountants  
Firm Registration No: 000533N

**(S. C. Varma)**  
Partner  
Membership Number: 011450

Place of Signature : New Delhi  
Date: 30.09.2020

## Annexure - A to the Independent Auditors' Report

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

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

We have audited the internal financial controls over financial reporting of **Agrinnovate India Limited ("the Company")** as at 31<sup>st</sup> March, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### Management's Responsibility for Internal Financial Controls

The 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.

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 of the Company.

### Meaning of Internal Financial Controls over Financial Reporting

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

1. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **S. C. Varma and Co.**  
Chartered Accountants  
Firm Registration No: 000533N

**(S. C. Varma)**  
Partner  
Membership Number: 011450

Place of Signature: New Delhi  
Date: 30.09.2020

## Annexure - B to the Independent Auditors' Report

**The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March, 2020, we report that:**

- (i.) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The Fixed Assets of the company has been physically verified by the management during the year. No material discrepancies were noticed on such verification.
  - (c) The company does not have any immovable property.
- (ii) The company has not dealt with any inventory during the year. Therefore, reporting under paragraph 3(ii) of the order is not applicable to the company.
- (iii) (a) 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 ('the Act'). Accordingly, paragraph 3(iii)(a) of the Order is not applicable to the Company.
  - (b) The Company has not granted loans to the bodies corporate listed in the register maintained under section 189 of the Act. Accordingly, paragraph 3(iii)(b) of the Order is not applicable to the Company in respect of repayment of the principal amount.
  - (c) There are no overdue amounts of more than ninety days as the company has not granted loans to the bodies corporate listed in the register maintained under section 189 of the Act. Accordingly, paragraph 3(iii)(c) of the Order is not applicable to the Company.
- (iv) During the year the Company has not given any loans, guarantees, and security covered under section 185 and 186 therefore reporting under paragraph 3(iv) of the order is not applicable to the company.
- (v) The Company has not accepted any deposits from the public.
- (vi) In our opinion and according to the information provided to us, the Central Government has not prescribed for the maintenance of cost records by the company pursuant to the Companies (Cost Record and Audit) Rule 2014 under section 148(1) (d) of the Companies Act, 2013.
- vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise and GST. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31st March, 2020 for a period of more than six months from the date they became payable.
  - (b) According to the information and explanations given to us, there are no material dues of duty of income tax, service tax and customs which have not been deposited with the appropriate authorities on account of any dispute.

- (viii) The Company has not defaulted in repayment of loans or borrowings to a financial institution, bank, Government or debenture holders during the year.
- (ix) The Company has not raised any money by way of initial public offer or further public offer and the term loans were applied for the purpose for which the same were raised during the year.
- (x) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.
- (xi) The Section 197 of the companies Act, 2013 is not applicable to Government Companies as per notification no. G.S.R. 463(E) dated 05-06-2015 issued by the Ministry of Corporate Affairs providing certain exemption to Government Companies. Therefore, Reporting under Paragraph 3(xi) of the order is not applicable to the company.
- (xii) According to the information and explanation given to us, the company is not a "Nidhi Company". Accordingly, paragraph (xii) of the Order is not applicable to the company.
- (xiii) According to the information and explanation given to us, all the transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 wherever applicable and the details have been disclosed in the Financial Statements, etc. as required by the applicable accounting standards.
- (xiv) According to the information and explanation given to us,, 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) According to the information and explanation given to us, the company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) According to the information and explanation given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **S. C. VARMA AND CO.**  
Chartered Accountants  
Firm Regn. No. : 000533N

Place: New Delhi  
Date: 30.09.2020

**S. C. Varma**  
(Partner)  
M. No. : 011450

## **Annexure-B To the Independent Auditor's Report to the Members of Agrinnovate India Limited for the Year Ended 31<sup>st</sup> March, 2020**

**(Referred to in Paragraph-3 under 'Report on other legal and Regulatory Requirements' Section of our Report of Even Date)**

1	Where the Company has clear title/lease deeds for the freehold and leasehold respectively? If not Please state, the area of the freehold and lease hold land for which title/lease deeds are not available.	There is no freehold and leasehold land as on 31.03.2020
2	Whether there are any class of waiver/write-off of debts/loan/interest etc. If yes, the reason there for and amount involved.	There are no such cases.
3	Whether proper records are maintained for inventories lying with the third parties & assets as gift/grant(s) from the Government or other authorities.	There is no inventory in the company and no assets received from Government or other authorities, hence not applicable

Based on such above facts, in our opinion and to the best of our information and recording to the explanations given to us, no action is required to be taken thereon and there is no impact on the accounts and financial statement of the Company.

For **S C Varma & Co.**  
Chartered Accountants  
Firms Regn. No. 000533N

**S C Varma**  
(Partner)  
M. No. 011450

Place: New Delhi  
Dated: 30.09.2020



**S. C. VARMA AND CO.**

Chartered Accountants

A-60, NDSE, Part-I New Delhi - 110049,

Tel.: 24648247, 24649845

Email : scvarma@scvandco.com

## COMPLIANCE CERTIFICATE

We have conducted the audit of accounts of **AGRINNOVATE INDIA LIMITED** for the year ended 31<sup>st</sup> March, 2020 in accordance with the direction/sub direction issued by C&AG of the India under Section 143(5) of the Companies Act, 2013 and certified that we had complied with all the direction/sub direction issued to us.

For **S C Varma & Co.**

Chartered Accountants

Firms Regn. No. 000533N

Place: New Delhi

Dated: 30.09.2020

**S C Varma**

(Partner)

M. No. 011450

**Form No. MR-3**

**SECRETARIAL AUDIT REPORT**

For the Financial Year Ended 31<sup>st</sup> March, 2020

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To

The Members

**AGRINNOVATE INDIA LIMITED**

CIN: U01400DL2011GOI226486

G-2, A Block, N.A.S.C. Complex

D. P. S. Marg, New Delhi-110012

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and adherence to good corporate practices by **AGRINNOVATE INDIA LIMITED** (herein after called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2020 according to the provisions of:

- i. The Companies Act, 2013 (**the Act**) and the rules made there under as amended from time to time;
- ii. The Securities Contract (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- iii. The Depositories Act, 1956 and the regulations and Bye-laws framed there under;
- iv. Foreign Exchange Management Act, 1999 (FEMA) and the rules and regulations made there under to the extent of the Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;



- b) ~~The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;~~
- c) ~~The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;~~
- d) ~~The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;~~
- e) ~~The Securities and Exchange Board of India (Issue and Listing of Debt Securities); Regulations, 2008;~~
- f) ~~The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealings with the client;~~
- g) ~~The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and~~
- h) ~~The Securities and Exchange Board of India (Buy Back of Securities) Regulations, 1998;~~

We have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards issued by the Institute of Company Secretaries of India.
- ii. ~~The Listing Agreements entered into by the Company with the Bombay Stock Exchange and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015;~~
- iii. Sexual Harassment of women at workplace (Prevention, Prohibition and Redressal) Act, 2003.
- iv. Guidelines on Corporate Governance for Central Public Sector Enterprises (CPSEs).
- v. Prevention Money Laundering Act, 2002.

**During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:-**

1. As per Section 149 read with Rule 4 of Companies (Appointment and Qualification of Directors) Rules, 2014, the companies shall have at least two directors as independent directors; however the company has not appointed any Independent Director.
2. The Board of Directors of the Company is not duly constituted during the year as the Company has not appointed requisite number of Independent Director on the Board as per section 149 read with rule 4 of Companies (Appointment and Qualification of Director) rules, 2014.
3. As per section 149 (8), every company calls a separate meeting of Independent directors of the Company, however the Company was not called any separate meeting as there is not independent Director.
4. The constitution of Audit Committee, Nomination & Remuneration Committee was not constituted as per Sections 177, 178, 135 of the Companies Act, 2013.

5. As per section 161 of the Companies Act, 2013, Board of Directors has power to appoint any person, other than a person who fails to get appointed as a director in a general meeting as an Additional Director, however Mr. Bimbadhar Pradhan was appointed as a Director instead of Additional Director.
6. As per section 134 of the Companies Act, 2013, Annual evaluation of Independent Director shall be done by the entire Board of director; however the company was not having Independent director in the company so the same was not done.
7. As per section 117, a copy of every resolution or any agreement together with the explanatory statement under section 102, if any, annexed to the notice calling the meeting in which the resolution is proposed, shall be filed with the Registrar within 30 days of the passing in Form MGT-14. However the company has filled some form MGT-14 beyond the 30 days.
8. As per provision of Section 92 (3) of the Companies Act, 2013, every company shall place a copy of the annual return on the website of the company. However company has not uploaded the annual return on its website.
9. As per provision of section 96 of the Companies act, 2013, Every company other than a One Person Company shall in each year hold in addition to any other meetings, a general meeting as its annual general meeting and shall specify the meeting as such in the notices calling it, and not more than fifteen months shall elapse between the date of one annual general meeting of a company and that of the next. However, the company has not held its annual general meeting with in prescribed time.
10. The Annual General Meeting for the financial year 2018-19 held on 26<sup>th</sup> May, 2020 and made violations of the following sections:

S.No	Section of the Companies Act, 2013	Particulars
1.	Section 92	Filing Annual Return
2.	Section 96	Holding Annual General Meeting
3.	Section 129	Lay down the Financial Statement
4.	Section 134	Financial Statement, Board's Report, etc.
5.	Section 137	Copy of Financial Statement to be Filed with Registrar

11. During the audit we have not found any documents for filing application/petition for condone the delay of Annual General Meeting for the financial year 2018-19.
12. As the Annual General Meeting of the company held on 26<sup>th</sup> May, 2020 for the financial year 2018-19, however the company has mentioned the date of Annual General Meeting was 30<sup>th</sup> December, 2019 in the forms filed related for Annual Filing with ROC.
13. The following compliance of Corporate Governance as laid down in the Corporate Governance Guidelines issued by the Department of Public Enterprises (DPE) have not been complied:
  - Composition of the Board as per Guidelines;
  - Committees are not constituted as per Guidelines;

In respect of other laws specifically applicable to the company, we have relied on information/data provided by the Company during the course of audit and reporting is limited to that extent.

**We further report that**

The Board of Directors of the Company is not duly constituted with proper balance of Independent Directors as per section 149 of the Companies Act, 2013. The Changes in the Composition of the Board of Directors that took place during the period under review were carried out in Compliance with the provision of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, Agenda and detailed notes on agenda were sent within prescribed time limit, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decisions of Board of Directors and Committee Meeting were carried unanimously.

**We further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period the company has no specific events/ actions having a major bearing on the company's affair in pursuance of law, rules, regulations, guidelines, standards, etc.

Place: New Delhi

Date: 18.12.2020

Signature:

**Saurabh Agrawal**

(Saurabh Agrawal & Co. Company Secretaries)

FCS No.: 5430

C.P. No.: 4868

UDIN: F005430B001545751

## 'ANNEXURE A'

To,  
The Members  
**AGRINNOVATE INDIA LIMITED**  
*CIN: U01400DL2011GOI226486*  
G-2, A Block, N.A.S.C. Complex D. P. S. Marg  
New Delhi - 110012

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
3. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
4. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
5. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: New Delhi  
Date: 18.12.2020

**Saurabh Agrawal & Co.**  
(Company Secretaries)

**Saurabh Agrawal**  
(Partner)  
FCS: 5430  
CP No.: 4868



कार्यालय प्रधान निदेशक लेखा परीक्षा  
(कृषि, खाद्य एवं जल संसाधन) नई दिल्ली  
Office of the Principal Director of Audit  
(Agriculture, Food & Water Resources) New Delhi



**गोपनीय**

स. 801-पी.डी.ए(ए.एफ.&डब्ल्यू.आर)/AMG-2/A/cs/Agrinnovate/2020-21/2906  
दिनांक :- 01.12.2020

सेवा में,

The Chief Executive Officer,  
Agrinnovate India Limited,  
G-2, A Block, NASC Complex,  
D.P.S. Marg, New Delhi - 110012.

विषय: भारत के नियन्त्रक एवं महालेखापरीक्षक द्वारा कम्पनी अधिनियम 2013 के अनुच्छेद 143(6)(b) के अंतर्गत Agrinnovate India Limited, के 31 मार्च 2020 को समाप्त वर्ष के वित्तीय खातों पर टिप्पणियां।

महोदय,

इस पत्र के साथ कम्पनी अधिनियम 2013 के अनुच्छेद 143(6)(b) के अंतर्गत Agrinnovate India Limited के 31 मार्च 2020 को समाप्त वर्ष के वित्तीय खातों पर शून्य टिप्पणी प्रमाणपत्र भेजा जा रहा है।

कृपया इस पत्र की पावती भेजने की कृपा करें।

भवदीय,

संलग्न : यथोपरि

अभिषेक  
11/12/2020  
(अभिषेक प्रसाद)  
प्रधान निदेशक लेखापरीक्षा  
(कृषि, खाद्य एवं जल संसाधन)

आठवीं व नववीं तल, सी.ए.जी. संकाय भवन, 10 बहादुर शाह ज़फर मार्ग, नई दिल्ली- 110002  
8th & 9th Floor, C.A.G Annexe Building, 10 Bahadur Shah Zafar Marg, New Delhi- 110002  
दूरभाष / Phone : 011-23239419 & 23239420, फैक्स / Fax : 91-11-23239416  
E-mail : mabnewdelhi4@cag.gov.in

**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF AGRINNOVATE INDIA LIMITED FOR THE YEAR ENDED 31 MARCH 2020**

The preparation of financial statements of **Agrinnovate India Limited** for the year ended 31 March 2020 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The Statutory Auditor/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 30 September, 2020.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **Agrinnovate India Limited** for the year ended 31 March 2020 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 auditors' report under section 143(6)(b) of the Act.

**For and on the behalf of the  
Comptroller & Auditor General of India**

**Place: New Delhi**

**Date: 01.12.2020**



**(Amitabh Prasad)**

**Principal Director of Audit  
(Agriculture, Food & Water Resources)**



## **AGRINNOVATE INDIA LIMITED**

G-2, A Block

National Agricultural Science Centre Complex

DPS Marg, New Delhi-110012

Ph.: 011-25842122, Telefax: 011-25842124

E-mail: [info@agrinnovate.co.in](mailto:info@agrinnovate.co.in)

Website: [www.agrinnovate.co.in](http://www.agrinnovate.co.in)