

ASIAN AGRI GENETICS LIMITED

BOARD'S REPORT

To
The Members,
Asian Agri Genetics Limited,
Hyderabad.

Your Directors have pleasure in presenting the 13th Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2017.

FINANCIAL SUMMARY /HIGHLIGHTS, OPERATIONS, STATE OF AFFAIRS:

The Company's performance for the financial year ended on 31 Mar 2017 is given below:

(Amount in Indian Rupees)

Particulars	2016-17	2015-16
Gross Income	370,367,370	518,897,209
Profit/(Loss) before Interest, Depreciation and Tax	5,340,765	(17,487,091)
Finance Charges	872,943	739,000
Gross Profit/(Loss)	4,467,822	(18,226,091)
Depreciation/amortization expense	75,777	159,623
Net Profit/(Loss) before tax	4,392,045	(18,385,714)
Tax expense	887,950	(5,227,966)
Net Profit/(Loss) After Tax	3,504,095	(13,157,748)
Balance of Profit brought forward	(2,970,462)	10,187,286
Balance available for appropriation	533,632	(2,970,462)
Proposed Dividend on Equity Shares	--	--
Tax on proposed Dividend	--	--
Transfer to General Reserve	--	--
Surplus/(Loss) carried to Balance Sheet	533,632	(2,970,462)

REVIEW OF OPERATIONS AND OUTLOOK:

During the financial year 2016-17 the Company earned profits despite of decrease in revenue as compared to previous financial year 2015-16. During the year under review the Company took several steps to control the expenses as a result of which the Company could achieve profits. The Company is continuing its focus on the measures for cost control in order to improve profit levels.

EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

There were no material changes and commitments affecting financial position of the company between 1st April and the date of Board's Report.

CHANGE IN NATURE OF BUSINESS, IF ANY:

There are no changes in the nature of the company's business during the financial year under review.

DIVIDEND:

Your directors do not recommend any dividend for the year under review.

BOARD MEETINGS:

The Board of Directors of the Company met 4 (four) times during the financial year under review. The meetings were held on 20 May 2016, 01 Apr 2016, 02 Nov 2016 and 01 Feb 2017.

Name of Director	No. of meetings held during 2016-17	No. of meetings attended
D Mahesh	4	4
A V V Siva Prasad	4	4
Ch. Nageswara Rao	4	4

DIRECTORS:

In accordance with the provisions of the Companies Act,2013 and the Articles of Association of the Company, Mr. D Mahesh, Director (DIN: 00013106), Director of the Company retires by rotation at the ensuing Annual general Meeting and being eligible has offered himself for reappointment.

DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to Section 134 (5) of the Act, your Directors state that:

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

EXTRACT OF ANNUAL RETURN:

Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in **MGT 9** has been attached to this Report as **ANNEXURE I**.

AUDITORS:

At the Annual General Meeting held on 22 September 2015, M/s Mastanaiah & Co, Chartered Accountants, (Firm Registration No: 002039S) were appointed as the statutory auditors of the Company to hold office till the conclusion of 16th Annual General Meeting to be held in the calendar year 2020. As per Section 139(1) of the Companies Act, 2013, appointment of auditors shall be placed for ratification at every AGM. Accordingly the appointment of M/s Mastanaiah & Co, Chartered Accountants, (Firm Registration No: 002039S) as Statutory Auditors of the Company is placed for ratification by the members at the ensuing AGM.

AUDIT REPORT:

There are no comments, qualifications, reservations, adverse remarks or disclaimers made by the statutory auditors in their audit report for the period under review and hence it requires no explanation from the Board.

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

Though the company is not engaged in manufacturing activity it continues to take all possible steps to conserve energy. These include using efficient electric fittings and equipment's in the premises that consume less energy than conventional ones.

Our holding Company- Nuziveedu Seeds Limited (NSL) invests in research and development and technology for developing new hybrids, product improvement and cost reduction. The Company does trading of seeds developed and produced by NSL and hence no investments in technology and research and development are made by the Company.

Details of foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflows are given in Note no. 23.4 and 23.5 of the Audited Financial Statements of the Company.

SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

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

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

During the year under review, the Company did not advance any loan or guarantee or made any investment.

RISK MANAGEMENT POLICY:

The Board has adopted the risk management framework of its holding Company – Nuziveedu Seeds Limited (NSL) and aligned its risks with those of NSL.

RELATED PARTY TRANSACTIONS:

During the year under review, there were no contracts or arrangements with related parties referred to in sub section (1) of Section 188 of the Companies Act, 2013.

**DISCLOSURE UNDER THE SEXUAL HARRASMENT OF WOMEN AT WORKPLACE
(PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

During the year under review, the Company did not receive any complaints or cases pertaining to sexual harassment pursuant to Sexual Harassment of women at workplace (Prevention, prohibition and Redressal) Act, 2013.

ACKNOWLEDGEMENT

Your Directors would like to express their grateful appreciation of the assistance and co-operation received from the Banks, Government authorities, Customers and Shareholders and the confidence reposed in the Company, during the year under review.

Your directors also wish to place on record their deep sense of appreciation for the committed services, hard work, dedication and commitment of the Executives, Staff and Workers of the Company at all levels.



For and on behalf of the Board



D. Mahesh
Director
DIN: 00013106



Ch. Nageswara Rao
Director
DIN: 00014388

Place: Hyderabad
Date: 27.07.2017

ANNEXURE 1

**Form No. MGT-9
EXTRACT OF ANNUAL RETURN
As on the financial year ended on 31st March, 2017
of
ASIAN AGRI GENETICS LIMITED**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN: U73200TG2004PLC042560
- ii) Registration Date: 05.02.2004
- iii) Name of the Company: **Asian Agri Genetics Limited**
- iv) Category/ Sub – Category of the Company: Public Limited.
- v) Address of the Registered office and contact details: 3-5-821, 1st Floor, Doshi Square, Hyderguda, Hyderabad, Telangana - 500029.
Phone No. 040-23211200, 23241900
Email: Sarabjeet.k@nuziveeduseeds.com
- vi) Whether listed company: No
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: -

KARVY COMPUTERSHARE PRIVATE LIMITED.
Karvy Selenium Tower B, Plot No. 31-32, Gachibowli,
Financial District, Nanakramguda, Hyderabad – 500032
Telephone No.: 040-67161503
Email: varghese@karvy.com

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. No	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Production, processing, packing, marketing and research in agricultural seeds	011	100%

h. Foreign Venture Capital Fund	0	0	0	0	0	0	0	0	0
i. Other	0	0	0	0	0	0	0	0	0
Sub-Total-B (1)	0	0	0	0	0	0	0	0	0
2. Non- Institution									
a. Body Corp.	0	0	0	0	0	0	0	0	0
Indian	0	0	0	0	0	0	0	0	0
Overseas	0	0	0	0	0	0	0	0	0
b. Individual	0	0	0	0	0	0	0	0	0
i. Individual shareholders holding nominal share capital upto Rs. 1 lakh	0	0	0	0	0	0	0	0	0
ii. Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	0	0	0	0	0
c. Other	0	0	0	0	0	0	0	0	0
Sub-Total-B (2)	0	0	0	0	0	0	0	0	0
Net Total (1+2)	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	50000	50000	100	0	50000	50000	100	0

(ii) Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in 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	Nuziveedu Seeds Limited	50000	100	0	50000	100	0	0

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

S. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	Nil	Nil	Nil	Nil
2	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
3	At the End of the year	Nil	Nil	Nil	Nil

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

S. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in 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 (or on the date of separation, if separated during the year)	Nil	Nil	Nil	Nil

(v) Shareholding of Directors and Key Managerial Personnel: NIL

S. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Directors and KMP				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in 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 (or on the date of separation, if separated during the year)	Nil	Nil	Nil	Nil
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V. INDEBTEDNESS

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

	Secured Loans excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
1. Principal Amount	0.00	0.00	0.00	0.00
2. Interest due but not paid	0.00	0.00	0.00	0.00
3. Interest accrued but not due	0.00	0.00	0.00	0.00
Total (1+2+3)	0.00	0.00	0.00	0.00
Change in Indebtedness during the financial year				
Addition	0.00	0.00	0.00	0.00
Reduction	0.00	0.00	0.00	0.00
Net Change	0.00	0.00	0.00	0.00
Indebtedness at the end of the financial year				
1. Principal Amount	0.00	0.00	0.00	0.00
2. Interest due but not paid	0.00	0.00	0.00	0.00
3. Interest accrued but not due	0.00	0.00	0.00	0.00
Total (1+2+3)	0.00	0.00	0.00	0.00

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

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

B. Remuneration to other directors: Nil

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
1	Independent Directors					
	a. Fee for attending board / committee meetings	--	--	--	--	--
	b. Commission	--	--	--	--	--
	c. Others, please specify	--	--	--	--	--
	Total (1)					
2	Other Non-Executive Directors					
3	a. Fee for attending board / committee meetings	--	--	--	--	--
	b. Commission	--	--	--	--	--
	c. Others, please specify	--	--	--	--	--
	Total-(2)	--	--	--	--	--
	Total-B (1+2)	--	--	--	--	--
	Total Managerial Remuneration	--	--	--	--	--
	Overall Ceiling as per the Act	--	--	--	--	--

C. Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD - Nil

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

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES: Nil

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A
B. Directors					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A
C. Other Officers In Default					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A



For and on behalf of the Board

D. Mahesh
Director
DIN: 00013106

Ch. Nageswara Rao
Director
DIN: 00014388

Place: Hyderabad
Date: 27.07.2017

ASIAN AGRI GENETICS LIMITED

BOARD'S REPORT

To
The Members,
Asian Agri Genetics Limited,
Hyderabad.

Your Directors have pleasure in presenting the 13th Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2017.

FINANCIAL SUMMARY /HIGHLIGHTS, OPERATIONS, STATE OF AFFAIRS:

The Company's performance for the financial year ended on 31 Mar 2017 is given below:

(Amount in Indian Rupees)

Particulars	2016-17	2015-16
Gross Income	370,367,370	518,897,209
Profit/(Loss) before Interest, Depreciation and Tax	5,340,765	(17,487,091)
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Balance of Profit brought forward	(2,970,462)	10,187,286
Balance available for appropriation	533,632	(2,970,462)
Proposed Dividend on Equity Shares	--	--
Tax on proposed Dividend	--	--
Transfer to General Reserve	--	--
Surplus/(Loss) carried to Balance Sheet	533,632	(2,970,462)

REVIEW OF OPERATIONS AND OUTLOOK:

During the financial year 2016-17 the Company earned profits despite of decrease in revenue as compared to previous financial year 2015-16. During the year under review the Company took several steps to control the expenses as a result of which the Company could achieve profits. The Company is continuing its focus on the measures for cost control in order to improve profit levels.

EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

There were no material changes and commitments affecting financial position of the company between 1st April and the date of Board's Report.

CHANGE IN NATURE OF BUSINESS, IF ANY:

There are no changes in the nature of the company's business during the financial year under review.

DIVIDEND:

Your directors do not recommend any dividend for the year under review.

BOARD MEETINGS:

The Board of Directors of the Company met 4 (four) times during the financial year under review. The meetings were held on 20 May 2016, 01 Apr 2016, 02 Nov 2016 and 01 Feb 2017.

Name of Director	No. of meetings held during 2016-17	No. of meetings attended
D Mahesh	4	4
A V V Siva Prasad	4	4
Ch. Nageswara Rao	4	4

DIRECTORS:

In accordance with the provisions of the Companies Act,2013 and the Articles of Association of the Company, Mr. D Mahesh, Director (DIN: 00013106), Director of the Company retires by rotation at the ensuing Annual general Meeting and being eligible has offered himself for reappointment.

DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to Section 134 (5) of the Act, your Directors state that:

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

Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in **MGT 9** has been attached to this Report as **ANNEXURE I**.

AUDITORS:

At the Annual General Meeting held on 22 September 2015, M/s Mastanaiah & Co, Chartered Accountants, (Firm Registration No: 002039S) were appointed as the statutory auditors of the Company to hold office till the conclusion of 16th Annual General Meeting to be held in the calendar year 2020. As per Section 139(1) of the Companies Act, 2013, appointment of auditors shall be placed for ratification at every AGM. Accordingly the appointment of M/s Mastanaiah & Co, Chartered Accountants, (Firm Registration No: 002039S) as Statutory Auditors of the Company is placed for ratification by the members at the ensuing AGM.

AUDIT REPORT:

There are no comments, qualifications, reservations, adverse remarks or disclaimers made by the statutory auditors in their audit report for the period under review and hence it requires no explanation from the Board.

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

Though the company is not engaged in manufacturing activity it continues to take all possible steps to conserve energy. These include using efficient electric fittings and equipment's in the premises that consume less energy than conventional ones.

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Details of foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflows are given in Note no. 23.4 and 23.5 of the Audited Financial Statements of the Company.

SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

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

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

During the year under review, the Company did not advance any loan or guarantee or made any investment.

RISK MANAGEMENT POLICY:

The Board has adopted the risk management framework of its holding Company – Nuziveedu Seeds Limited (NSL) and aligned its risks with those of NSL.

RELATED PARTY TRANSACTIONS:

During the year under review, there were no contracts or arrangements with related parties referred to in sub section (1) of Section 188 of the Companies Act, 2013.

**DISCLOSURE UNDER THE SEXUAL HARRASMENT OF WOMEN AT WORKPLACE
(PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

During the year under review, the Company did not receive any complaints or cases pertaining to sexual harassment pursuant to Sexual Harassment of women at workplace (Prevention, prohibition and Redressal) Act, 2013.

ACKNOWLEDGEMENT

Your Directors would like to express their grateful appreciation of the assistance and co-operation received from the Banks, Government authorities, Customers and Shareholders and the confidence reposed in the Company, during the year under review.

Your directors also wish to place on record their deep sense of appreciation for the committed services, hard work, dedication and commitment of the Executives, Staff and Workers of the Company at all levels.



For and on behalf of the Board



D. Mahesh
Director
DIN: 00013106



Ch. Nageswara Rao
Director
DIN: 00014388

Place: Hyderabad
Date: 27.07.2017

ANNEXURE 1

**Form No. MGT-9
EXTRACT OF ANNUAL RETURN
As on the financial year ended on 31st March, 2017
of
ASIAN AGRI GENETICS LIMITED**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN: U73200TG2004PLC042560
- ii) Registration Date: 05.02.2004
- iii) Name of the Company: **Asian Agri Genetics Limited**
- iv) Category/ Sub – Category of the Company: Public Limited.
- v) Address of the Registered office and contact details: 3-5-821, 1st Floor, Doshi Square, Hyderguda, Hyderabad, Telangana - 500029.
Phone No. 040-23211200, 23241900
Email: Sarabjeet.k@nuziveeduseeds.com
- vi) Whether listed company: No
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: -

KARVY COMPUTERSHARE PRIVATE LIMITED.
Karvy Selenium Tower B, Plot No. 31-32, Gachibowli,
Financial District, Nanakramguda, Hyderabad – 500032
Telephone No.: 040-67161503
Email: varghese@karvy.com

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. No	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Production, processing, packing, marketing and research in agricultural seeds	011	100%

h. Foreign Venture Capital Fund	0	0	0	0	0	0	0	0	0
i. Other	0	0	0	0	0	0	0	0	0
Sub-Total-B (1)	0	0	0	0	0	0	0	0	0
2. Non- Institution									
a. Body Corp.	0	0	0	0	0	0	0	0	0
Indian	0	0	0	0	0	0	0	0	0
Overseas	0	0	0	0	0	0	0	0	0
b. Individual	0	0	0	0	0	0	0	0	0
i. Individual shareholders holding nominal share capital upto Rs. 1 lakh	0	0	0	0	0	0	0	0	0
ii. Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	0	0	0	0	0
c. Other	0	0	0	0	0	0	0	0	0
Sub-Total-B (2)	0	0	0	0	0	0	0	0	0
Net Total (1+2)	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	50000	50000	100	0	50000	50000	100	0

(ii) Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in 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	Nuziveedu Seeds Limited	50000	100	0	50000	100	0	0

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

S. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	Nil	Nil	Nil	Nil
2	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
3	At the End of the year	Nil	Nil	Nil	Nil

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

S. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in 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 (or on the date of separation, if separated during the year)	Nil	Nil	Nil	Nil

(v) Shareholding of Directors and Key Managerial Personnel: NIL

S. No		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	For Each of the Directors and KMP				
	At the beginning of the year	Nil	Nil	Nil	Nil
	Date wise Increase / Decrease in 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 (or on the date of separation, if separated during the year)	Nil	Nil	Nil	Nil
--	-----	-----	-----	-----

V. INDEBTEDNESS

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

	Secured Loans excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
1. Principal Amount	0.00	0.00	0.00	0.00
2. Interest due but not paid	0.00	0.00	0.00	0.00
3. Interest accrued but not due	0.00	0.00	0.00	0.00
Total (1+2+3)	0.00	0.00	0.00	0.00
Change in Indebtedness during the financial year				
Addition	0.00	0.00	0.00	0.00
Reduction	0.00	0.00	0.00	0.00
Net Change	0.00	0.00	0.00	0.00
Indebtedness at the end of the financial year				
1. Principal Amount	0.00	0.00	0.00	0.00
2. Interest due but not paid	0.00	0.00	0.00	0.00
3. Interest accrued but not due	0.00	0.00	0.00	0.00
Total (1+2+3)	0.00	0.00	0.00	0.00

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

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

B. Remuneration to other directors: Nil

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
1	Independent Directors					
	a. Fee for attending board / committee meetings	--	--	--	--	--
	b. Commission	--	--	--	--	--
	c. Others, please specify	--	--	--	--	--
	Total (1)					
2	Other Non-Executive Directors					
3	a. Fee for attending board / committee meetings	--	--	--	--	--
	b. Commission	--	--	--	--	--
	c. Others, please specify	--	--	--	--	--
	Total-(2)	--	--	--	--	--
	Total-B (1+2)	--	--	--	--	--
	Total Managerial Remuneration	--	--	--	--	--
	Overall Ceiling as per the Act	--	--	--	--	--

C. Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD - Nil

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

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES: Nil

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A
B. Directors					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A
C. Other Officers In Default					
Penalty	N/A	N/A	N/A	N/A	N/A
Punishment	N/A	N/A	N/A	N/A	N/A
Compounding	N/A	N/A	N/A	N/A	N/A



For and on behalf of the Board

D. Mahesh
Director
DIN: 00013106

Ch. Nageswara Rao
Director
DIN: 00014388

Place: Hyderabad
Date: 27.07.2017

MASTANAIAH & CO.

Chartered Accountants

Ph. No. 0863-2233761, Email: auditreport@gmail.com

Communication address: #6-11-43, 11/1, Arundelpet, Guntur - 5220002

INDEPENDENT AUDITOR'S REPORT

To the members of
Asian Agri Genetics Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Asian Agri Genetics Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (collectively referred to as the 'financial statements').

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

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

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



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Asian Agri Genetics Limited
Independent Auditors' Report(continued)

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

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

Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

- a. in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b. in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section 11 of Section 143 of the Act, we give in the Annexure Aa statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounts) Rules, 2014;



MASTANAIAH & CO.
Chartered Accountants

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Asian Agri Genetics Limited
Independent Auditors' Report(continued)

- e) on the basis of written representations received from the directors as on 31 March 2017, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2017, from being appointed as a director in terms of Section 164(2) of the Act;
- f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'; and
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements as at 31 March 2017 – Refer Note 23.1 to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education Protection Fund by the Company.
 - iv. the Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 23.10 to the financial statements

for Mastanaiah & Co.

Chartered Accountants

Firm Registration Number:0020395


CA. G. Saibabu

Partner

Membership No: 018320

Place: Guntur

Date: 11 May 2017



Asian Agri Genetics Limited

Annexure- A to the Independent Auditors' Report on the financial statements

The Annexure-A referred to our report of even date to the Members of the Company on the financial statements for the year ended 31 March 2017. We report that:

- (i) (a) The Company has maintained proper records for fixed assets showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of two years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) The Company does not own any immovable properties. Accordingly, the provisions of paragraph 3(i)(c) of the said Order are not applicable to the Company.
- (ii) The inventories have been physically verified by the Management during the year. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the Register maintained under Section 189 of the Act. Accordingly, paragraph 3(iii) (a), (b) and (c) of the Order is not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not made any investments covered under the provisions of Section 186 of the Act. During the year, the Company has not granted any loans or provided any guarantees or security to the parties covered under Section 185 and 186 of the Act.
- (v) The Company has not accepted any deposits from the public within the meaning of Section 73 to 76 of the Act and Rules framed thereunder.
- (vi) The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act, for any of the products of the Company.
- (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, Employees' state insurance, Income tax, Service tax, Duty of customs and other material statutory



Asian Agri Genetics Limited

Annexure- A to the Independent Auditors' Report (continued)

dues have been generally regularly deposited during the year by the Company with the appropriate authorities *except material delay in remitting advance income tax*. As explained to us, the Company did not have any dues on account of Sales tax, Duty of excise, Value added tax and Cess.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident fund, Employees' state insurance, Income tax, Service tax, Duty of customs and other material statutory dues were in arrears as at 31 March 2017 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 Service tax and Duty of customs, other than Income tax, which have not been deposited with the appropriate authorities on account of any dispute. According to the information and explanations given to us, the following dues of Income tax have not been deposited by the Company on account of disputes:

Name of the Statute	Nature of the dues	Amount in Rs.	Period to which the amount relates	Forum where dispute is pending
Income tax Act, 1961	Additions to total income returned	32,58,870	Assessment year 12-13	Commissioner of Income Tax (Appeals) – I, Hyderabad

As explained to us, the Company did not have any dues on account of Sales tax, Duty of excise, Value added tax and Cess.

- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government nor has it issued any debentures during the year. Accordingly, paragraph 3(viii) of the Order is not applicable to the Company.
- (ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instrument) and terms loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable to the Company.
- (x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.



MASTANAIAH & CO.
Chartered Accountants

Ph. No. 0863-2233761, Email: auditreport@gmail.com

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Asian Agri Genetics Limited

Annexure- A to the Independent Auditors' Report (continued)

- (xi) The Company has not paid any managerial remuneration during the year in accordance with the provisions of Section 197 read with Schedule V of the Act. Accordingly, paragraph 3(xi) of the Order is not applicable to the Company.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.
- (xiii) The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in Note 23.9 to the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of paragraph 3(xiv) of the Order are not applicable to the Company.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transaction with the directors or person connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable to the Company.

for Mastanaiah & Co.

Chartered Accountants

Firm Registration Number :0020395



CA. G. Saibabu

Partner

Membership No: 018320



Place: Guntur

Date: 11 May 2017

Asian Agri Genetics Limited
Annexure-B to the Independent Auditors' Report

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

We have audited the internal financial controls over financial reporting of Asian Agri Genetics Limited ('the Company') as of 31 March 2017 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 Act.

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 Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. 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.



Asian Agri Genetics Limited

Annexure-B to the Independent Auditors' Report (Continued)

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

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



Asian Agri Genetics Limited

Annexure-B to the Independent Auditors' Report (Continued)

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 March 2017, 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 ICAI.

for Mastanaiah & Co.

Chartered Accountants

Firm Registration Number: 002039S



CA. G. Saibabu

Partner

Membership No: 018320



Place: Guntur

Date: 11 May 2017

Asian Agri Genetics Limited
Balance Sheet as at 31 March 2017

(All amounts are Indian Rupees except for share data or otherwise stated)

Particulars	Note no.	As at 31 March 2017	As at 31 March 2016
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	500,000	500,000
(b) Reserves and surplus	4	533,632	(2,970,462)
		<u>1,033,632</u>	<u>(2,470,462)</u>
2 Non-current liabilities			
(a) Other long-term liabilities	5	9,773,495	9,319,988
(b) Long-term provisions	6	419,244	314,551
		<u>10,192,739</u>	<u>9,634,539</u>
3 Current liabilities			
(a) Trade payables			
Total outstanding dues of Micro enterprises and Small enterprises		395,454	-
Total outstanding dues of creditors other than Micro enterprises and Small enterprises	7	20,170,247	11,293,070
(b) Other current liabilities	8	57,987,893	81,469,465
(e) Short-term provisions	9	3,561,604	1,744,033
		<u>82,115,198</u>	<u>94,506,568</u>
TOTAL		<u><u>93,341,569</u></u>	<u><u>101,670,645</u></u>
II. ASSETS			
1 Non-current assets			
(a) Fixed assets			
(i) Tangible assets	10	66,632	135,412
(ii) Intangible assets	10	10,359	17,356
		<u>76,991</u>	<u>152,768</u>
(b) Deferred tax asset (net)	11	15,975,253	13,310,024
(c) Long-term loans and advances	12	39,892	215,576
		<u>16,092,136</u>	<u>13,678,368</u>
2 Current assets			
(a) Inventories	13	514,738	1,470,081
(b) Trade receivables	14	72,649,831	63,329,318
(c) Cash and bank balances	15	3,491,041	8,053,381
(d) Short-term loans and advances	16	593,822	15,139,497
		<u>77,249,433</u>	<u>87,992,277</u>
TOTAL		<u><u>93,341,569</u></u>	<u><u>101,670,645</u></u>

Significant accounting policies


2

Other disclosure

23

Notes referred to above form an integral part of the financial statements

As per our report of even date
For Mastanaiah & Co.
Chartered Accountants
Firm Registration number: 002039S



CA. G. Saibabu
Partner
Membership number: 018320



Place : Guntur
Date: 11-May-2017

For and on behalf of the Board of Directors of
Asian Agri Genetics Limited


A.V.V. Siva Prasad
Director
DIN No. 00227591


D. Mahesh
Director
DIN No. 00013106

Place : Hyderabad
Date: 10-May-2017

Asian Agri Genetics Limited

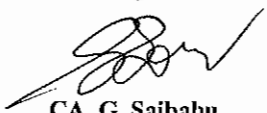
Statement of Profit and loss for the year ended 31 March 2017

(All amounts are Indian Rupees except for share data or otherwise stated)

Particulars	Note no.	Year ended 31 March 2017	Year ended 31 March 2016
I Revenue from operations	17	370,359,314	518,370,962
II Other income	18	8,056	526,247
III Total Revenue (I + II)		370,367,370	518,897,209
IV Expenses:			
Purchases of stock-in-trade		272,047,576	277,973,330
Changes in inventories of stock-in-trade	19	941,840	87,188,014
Employee benefits expense	20	14,934,713	16,009,545
Other expenses	21	77,102,476	155,213,411
Total Expenses		365,026,605	536,384,300
V Profit/(Loss) before finance cost, depreciation & tax (III-IV)		5,340,765	(17,487,091)
VI Finance costs	22	872,943	739,000
VII Depreciation and amortization expense	10	75,777	159,623
VIII Profit/(Loss) before tax (V-VI-VII)		4,392,045	(18,385,714)
IX Tax expense:			
- Current tax expense		3,359,919	3,054,576
- Income tax relating to earlier years		193,260	140,592
		3,553,179	3,195,168
- Deferred tax		(2,665,229)	(8,423,134)
		887,950	(5,227,966)
X Profit/(Loss) for the year (VIII-IX)		3,504,095	(13,157,748)
XI Earnings per share			
(1) Basic		70.08	(263.15)
(2) Diluted		70.08	(263.15)
Nominal value per share		10.00	10.00
Significant accounting policies	2		
Other disclosure	23		

Notes referred to above form an integral part of the financial statements

As per our report of even date
For Mastanaiah & Co.
Chartered Accountants
 Firm Registration number: 002039S



CA. G. Saibabu
 Partner

Membership number: 018320

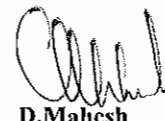


Place : Guntur
 Date: 11-May-2017

For and on behalf of the Board of Directors of
Asian Agri Genetics Limited


A.V.V. Siva Prasad
 Director
 DIN No. 00227591

Place : Hyderabad
 Date: 10-May-2017


D. Mallesh
 Director

DIN No. 00013106



Asian Agri Genetics Limited

Cash flow Statement for the year ended 31 March 2017

(All amounts are Indian Rupees except for share data or otherwise stated)

Particulars	Year ended 31 March 2017	Year ended 31 March 2016
Cash flow from / (used in) operating activities		
Net profit before tax	4,392,045	(18,385,714)
Liabilities written back	(1,674)	(148,105)
Depreciation and amortization expense	75,777	159,623
Unrealized foreign exchange loss	24,672	118,190
Finance costs	872,943	739,000
Interest income	(3,500)	(156,027)
Provision for bad and doubtful trade receivables	4,771,085	29,111,900
Loss on fixed assets written off	-	6,670
Debit balances written off	136,211	-
Bad trade receivable written off	56,697	-
Operating profit before working capital changes	10,324,256	11,445,537
Decrease / (Increase) in inventories	955,343	87,153,598
Increase in trade receivables	(14,309,179)	(44,505,184)
Decrease/(Increase) in loans and advances	14,721,358	(13,166,094)
Increase/(Decrease) in trade payables	9,272,631	(17,187,292)
Increase/(Decrease) in current liabilities	(23,025,092)	(16,525,289)
Cash generated from operations	(2,060,684)	7,215,276
Income tax paid	(1,856,750)	(7,857,447)
Net cash provided by operating activities - (A)	(3,917,434)	(642,171)
Cash flow from / (used in) investing activities		
Acquisition of fixed assets	-	(61,812)
Interest received	3,500	156,028
Net cash used in investing activities - (B)	3,500	94,216
Cash flow from / (used in) financing activities		
Finance costs paid	(648,406)	(580,515)
Net cash used in financing activities - (C)	(648,406)	(580,515)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(4,562,340)	(1,128,470)
Cash and cash equivalents at the beginning of the year	8,053,381	9,181,851
Cash and cash equivalents at the end of the year	3,491,041	8,053,381

Notes to cash flow statement	Year ended 31 March 2017	Year ended 31 March 2016
Components of cash and cash equivalents:		
Cash on hand	-	13,912
Balances with banks	3,491,041	8,039,469
	3,491,041	8,053,381

As per our report of even date

For Mastanaiah & Co.

Chartered Accountants

Firm Registration number: 002039S

CA. G. Saibabu

Partner

Membership number: 018320



Place : Guntur

Date: 11-May-2017

For and on behalf of the Board of Directors of
Asian Agri Genetics Limited

A.V.V. Siva Prasad

Director

DIN No. 00227591

D. Mahesh

Director

DIN No. 00013106

Place : Hyderabad

Date: 10-May-2017

Asian Agri Genetics Limited

Notes forming part of financial statements for the year ended March 31, 2017

(All amounts are in Indian Rupees except for share data or otherwise stated)

1. Company background

Asian Agri Genetics Limited (the 'Company') is engaged in the business of trading in agricultural seeds. The Company is wholly owned subsidiary of M/s. Nuziveedu Seeds Limited, Hyderabad, Telangana.

2. Statement of significant accounting policies

a. Basis of preparation

The financial statements have been prepared under historical cost convention on accrual basis of accounting and in accordance with the Generally Accepted Accounting Principles in India (the 'GAAP'). The financial statements are prepared to comply in all material respects with the Accounting Standards as prescribed under section 133 of the Companies Act, 2013 ('2013 Act') read with Rule 7 of Companies (Accounts) Rules, 2014, the pronouncements of the Institute of Chartered Accountants of India, the relevant provisions of the Companies Act 2013 Act and Companies Act, 1956 ('1956 Act') to the extent applicable.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard or amendments to the provisions of any statute which requires a change in accounting policy hitherto in use

b. Classification of Assets and Liabilities as Current and Non-Current:

All assets and liabilities are classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the 2013 Act. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, 12 months period has been considered by the Company as its normal operating cycle for the purpose of classification of assets and liabilities as current and non-current.

c. Use of estimates

In preparation of the financial statements, the Company is required to make judgments, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and the associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and the underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected. Significant judgments and estimates about the carrying amount of assets and liabilities include useful lives of tangible and intangible assets, impairment of tangible assets, intangible assets including investments, employee benefits and other provisions and recoverability of deferred tax assets.

d. Inventories:

- i. Inventories are measured at the lower of the cost and net realizable value. Cost is determined on "First in-First out" basis.
- ii. Cost of inventories comprises all costs of purchase and other costs incurred in bringing the inventories to their present location and condition and is net of all allowances and any recoverable duties.
- iii. Net realisable value is the estimated selling price in the ordinary course of business, reduced by the estimated costs of completion and estimated costs necessary to affect the sale.

e. Cash and cash equivalents

Cash and cash equivalents comprise cash and cash on deposit with banks. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

f. Cash flow statements

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or



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Asian Agri Genetics Limited

Notes forming part of financial statements for the year ended March 31, 2017

(All amounts are in Indian Rupees except for share data or otherwise stated)

payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

g. Revenue recognition

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

i) *Revenue from sale of goods* is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, which based on the terms of the contract usually coincides with the delivery of the goods to the customers. Revenue from sale of goods is stated net of trade discounts, returns and sales tax, where applicable.

ii) *Interest income* is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

h. Tangible assets

Tangible assets are carried at the cost of acquisition or construction less accumulated depreciation, impairment losses and specific grant / subsidies, if any. The cost of tangible assets includes non-refundable taxes, duties, freight and directly attributable cost of bringing the asset to its working condition for its intended use.

i. Depreciation on tangible assets

The Company has computed depreciation based on useful lives as specified in Schedule II under written down value method. Consequent to the adoption of provisions of Schedule II of 2013 Act, the carrying amount of assets on 01.04.2014 is being depreciated over the remaining useful life of the assets.

j. Foreign currency transactions and balances

Foreign currency transactions are recorded using the exchange rates prevailing on the dates of the respective transactions. Exchange differences arising on foreign currency transactions settled during the year are recognised in the statement of profit and loss.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date, not covered by forward exchange contracts, are translated at year end rates. The resultant exchange differences are recognised in the statement of profit and loss. Non-monetary assets are recorded at the rates prevailing on the date of transaction.

k. Employee benefits

Contributions payable to an gratuity fund (a defined benefit plan) are determined on the basis of actuarial valuation at each year using projected unit credit method are charged to the statement of profit and loss.

Short term compensated absences expected to be paid in exchange of services rendered by employee are recognized during the period when the employee renders the service. Provision for long term compensated absences is made on the basis of actuarial valuation at the balance sheet date using projected unit credit method.

Contributions payable to the recognised provident fund which is a defined contribution scheme is charged to the statement of profit and loss when the contributions to the respective fund is due.

All actuarial gains and losses arising during the year are recognised in the statement of profit and loss of the year and are not deferred.



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Asian Agri Genetics Limited

Notes forming part of financial statements for the year ended March 31, 2017

(All amounts are in Indian Rupees except for share data or otherwise stated)

l. Borrowing costs

Borrowing costs includes interest, amortisation of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign current borrowings to the extent they are regarded as adjustment to the interest cost.

Borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized to the extent they relate to the period till such assets are ready for its intended use. All other borrowing costs are expensed in the period they occur.

m. Leases

Where the company is Lessee:

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 recognised as an expense in the Statement of profit and loss as per contractual terms over lease period.

n. Earnings per share

The basic earnings per share ('EPS') is computed by dividing the net profit after tax for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit after tax for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares. The dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date.

o. Income Taxes

Income tax expense comprises current tax and deferred tax.

Current tax

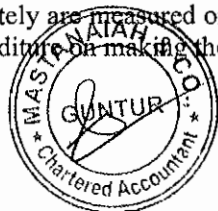
The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the Company. Current tax relating to items recognised directly in equity is recognised in equity and not in statement of profit and loss.

Deferred tax

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each balance sheet date and are written-down or written-up to reflect the amount that is reasonably certain to be realised. The break-up of the major components of the deferred tax assets and liabilities as at the balance sheet date has been arrived after setting off deferred tax assets and liabilities and where such assets and liabilities relate to taxes on income levied by the same governing tax laws. Deferred income tax relating to items recognised directly in equity is recognised in equity and not in statement of profit and loss.

p. Intangibles and amortisation

Intangible assets are stated at cost less accumulated amortisation and impairment losses, if any. Intangible assets acquired separately are measured on initial recognition at cost. Cost comprises the purchase price and any attributable expenditure on making the asset ready for its intended use.



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Asian Agri Genetics Limited

Notes forming part of financial statements for the year ended March 31, 2017

(All amounts are in Indian Rupees except for share data or otherwise stated)

Intangible assets are amortized on a straight line basis over their estimated useful economic life. The Company uses a rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use. Amortisation on intangible assets acquired or disposed off during the year is provided on pro-rata basis with reference to the date of acquisition or disposal.

The amortisation period and the amortisation method are reviewed at each financial year end. If any changes are required in the amortisation period or the amortisation method as a result of such review, such changes are accounted for in accordance with Accounting Standard (AS) 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies.

q. Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset which is greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, impairment provision is created to bring down the carrying value to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of profit and loss. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment provision created earlier is reversed to bring it at the recoverable amount subject to a maximum of depreciated historical cost.

r. Provisions and contingent liabilities and contingent assets

The Company creates a provision when there is a present obligation as a result of a past event that requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent Assets are neither recognized nor disclosed in the financial statements.



Asian Agri Genetics Limited
Notes to financial statement for the year ended 31 March 2017
(All amounts are Indian Rupees except for share data or otherwise stated)

Particulars	As at 31 March 2017		As at 31 March 2016	
	No. of Shares	Rs.	No. of Shares	Rs.
Note no.3 Share capital				
Authorised:				
Equity shares of Rs. 10/- each	1,000,000	10,000,000	1,000,000	10,000,000
Issued, Subscribed and Paid up				
Equity shares of Rs. 10/- each fully paid-up	50,000	500,000	50,000	500,000
		<u>500,000</u>		<u>500,000</u>

3 (a) Reconciliation of number of outstanding shares:

Particulars	As at 31 March 2017		As at 31 March 2016	
	No. of Shares	Amount	No. of Shares	Amount
Equity shares of Rs. 10/- each				
Shares outstanding at the beginning of the year	50,000	500,000	50,000	500,000
Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	<u>50,000</u>	<u>500,000</u>	<u>50,000</u>	<u>500,000</u>

3 (b) Rights, preferences and restrictions attached to equity shares

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

3 (c) Equity shares of Rs. 10/- each held by Holding company:

Particulars	As at 31 March 2017		As at 31 March 2016	
	No. of Shares	Rs.	No. of Shares	Rs.
Nuziveedu Seeds Limited*	50,000	500,000	50,000	500,000
*(including shares held in the name of nominees)				
	<u>50,000</u>	<u>500,000</u>	<u>50,000</u>	<u>500,000</u>

3 (d) Details of shareholders holding more than 5 % shares as at Balance sheet date

Equity Shares of Rs. 10/- each fully paid-up	As at 31 March 2017		As at 31 March 2016	
	No. of Shares	%	No. of Shares	%
Nuziveedu Seeds Limited *	<u>50,000</u>	100%	<u>50,000</u>	100%

3 (e) Company has not issued any shares for consideration other than the cash or fully paid bonus shares and there is no buy back of equity shares during the preceding five years.

Note no.4 Reserves and surplus

Surplus			
Balance at the beginning of the year		(2,970,462)	10,187,286
Add/(Less): Profit/(Loss) for the year		<u>3,504,095</u>	<u>(13,157,748)</u>
Balance at the end of the year		<u>533,632</u>	<u>(2,970,462)</u>



Asian Agri Genetics Limited

Notes to financial statement for the year ended 31 March 2017

(All amounts are Indian Rupees except for share data or otherwise stated)

Particulars	As at 31 March 2017	As at 31 March 2016
Note no.5 Other long-term liabilities		
Dealers deposits	9,773,495	9,319,988
	<u>9,773,495</u>	<u>9,319,988</u>
Note no.6 Long-term provisions		
Provision for employee benefits		
Provision for gratuity (refer note no.23.7)	-	113,764
Provision for compensated absences (refer note no.23.7)	419,244	200,787
	<u>419,244</u>	<u>314,551</u>
Note no.7 Trade payables		
Total outstanding dues of Micro enterprises and Small enterprises (refer note no.23.6)	395,454	-
Total outstanding dues of creditors other than Micro enterprises and Small enterprises	20,170,247	11,293,070
	<u>20,565,701</u>	<u>11,293,070</u>
Note no.8 Other current liabilities		
Advances received from customers	54,844,270	78,605,880
Statutory liabilities	434,767	507,680
Employee payables	2,708,856	2,355,905
	<u>57,987,893</u>	<u>81,469,465</u>
Note no.9 Short-term provisions		
Provision for gratuity (refer note no.23.7)	-	5,757
Provision for compensated absences (refer note no.23.7)	163,629	37,196
Provision for sales return	60,525	284,596
Provision for taxation (net)	3,337,450	1,416,484
	<u>3,561,604</u>	<u>1,744,033</u>
Note no. 11 Deferred tax asset		
a. Deferral in allowability of depreciation on fixed assets between Companies Act and Income Tax Act	165,365	161,911
b. Deferral in allowability of expenses under Income Tax Act	15,809,888	13,148,113
	<u>15,975,253</u>	<u>13,310,024</u>
Note no. 12 Long-term loans and advances (Unsecured, considered good)		
Security deposits		
- to related parties	-	174,000
- to Other than related parties	35,450	35,450
Prepaid expenses	4,442	6,126
	<u>39,892</u>	<u>215,576</u>



Indian Agri Genetics Limited
Notes to financial statement for the year ended 31 March 2017

(All amounts are Indian Rupees except for share data or otherwise stated)

Note no.10 Fixed assets

Particulars	Gross block			Depreciation / amortisation				Net block	
	As at 31 March 2016	Additions during the year	Deletions/ write off during the year	As at 31 March 2017	As at 31 March 2016	For the Year	On Deletions / written off	As at 31 March 2017	As at 31 March 2016
tangible assets									
Buildings	349,697	-	-	349,697	349,697	-	-	349,697	-
Office equipment	249,173	-	-	249,173	203,426	21,568	-	224,994	45,747
Furniture and fixtures	119,188	-	-	119,188	86,392	10,486	-	96,878	32,796
Computers	775,466	-	105,500	669,966	718,597	36,726	105,500	649,823	56,869
total	1,493,524	-	105,500	1,388,024	1,358,112	68,780	105,500	1,321,392	135,412
previous year	1,604,624	49,812	160,912	1,493,524	1,364,325	148,029	154,242	1,358,112	135,412
tangible assets									
Trade marks	119,000	-	-	119,000	101,644	6,997	-	108,641	17,356
total	119,000	-	-	119,000	101,644	6,997	-	108,641	17,356
previous year	107,000	12,000	-	119,000	90,050	11,594	-	101,644	17,356
Grand Total	1,612,524	-	105,500	1,507,024	1,459,756	75,777	105,500	1,430,033	152,768
previous year	1,711,624	61,812	160,912	1,612,524	1,454,375	159,623	154,242	1,459,756	152,768



Asian Agri Genetics Limited

Notes to financial statement for the year ended 31 March 2017

(All amounts are Indian Rupees except for share data or otherwise stated)

Particulars	As at 31 March 2017	As at 31 March 2016
Note no.13 Inventories		
(at lower of cost or net realisable value)		
Stock-in-trade	514,738	1,470,081
	<u>514,738</u>	<u>1,470,081</u>
Note no.14 Trade receivables		
(unless otherwise specified unsecured, considered good)		
Outstanding over six months from their due date of payment		
Considered good	44,023,891	48,038,722
Considered doubtful	45,147,124	40,376,039
	89,171,015	88,414,761
Less: Allowance for bad and doubtful trade receivables	<u>45,147,124</u>	<u>40,376,039</u>
	44,023,891	48,038,722
Others trade receivables	28,625,940	15,290,596
	<u>72,649,831</u>	<u>63,329,318</u>
Note no.15 Cash and bank balances		
Cash and cash equivalents		
Balances with banks		
On current Accounts	3,491,041	8,039,469
Cash on hand	-	13,912
	<u>3,491,041</u>	<u>8,053,381</u>
Note no.16 Short-term loans and advances		
(Unsecured, considered good)		
Loans and advances to employees	45,632	326,129
Prepaid expenses	213,688	142,829
Claims receivable	-	136,211
Service tax receivable	3,260	1,471
Advance given for purchase of goods/services		
- to related parties	281,445	14,512,357
- to other than related parties	49,797	20,500
	<u>593,822</u>	<u>15,139,497</u>



Asian Agri Genetics Limited**Notes to financial statement for the year ended 31 March 2017**

(All amounts are Indian Rupees except for share data or otherwise stated)

Particulars	Year ended 31 March 2017	Year ended 31 March 2016
Note no.17 Revenue from operations		
a. Sale of Products		
Agricultural seeds (gross)	379,703,850	552,757,098
Less : Rebates and trade discounts	9,344,536	34,386,136
Agricultural seeds (net)	370,359,314	518,370,962
Total	370,359,314	518,370,962

Note no.18 Other income

Interest income	3,500	156,027
Export Incentive	-	222,115
Other income	2,882	-
Liabilities written back	1,674	148,105
	8,056	526,247

Note no.19 Changes in inventories of stock-in-trade**Agricultural Seeds**

a) Opening stocks	1,470,081	88,623,680
b) Reversal of excess provision for sales returns of earlier years	302,220	336,635
c) Closing stocks	514,738	1,470,081
d) Provison for sales return	315,723	302,220
Total (a+b-c-d)	941,840	87,188,014

Note no. 20 Employee benefits expense

Salaries, bonus and other allowances	13,546,212	14,149,985
Contribution to provident and other funds	1,272,512	1,603,063
Staff welfare expenses	115,989	256,497
	14,934,713	16,009,545



Asian Agri Genetics Limited**Notes to financial statement for the year ended 31 March 2017**

(All amounts are Indian Rupees except for share data or otherwise stated)

Particulars	Year ended 31 March 2017	Year ended 31 March 2016
Note no.21 Other expenses		
Power and fuel	74,435	88,952
Rent	297,788	566,504
Repairs and maintenance to others	43,839	202,636
Seed testing expenses	206,100	610,680
Freight and transport	2,282,048	3,074,856
Insurance	221,758	262,750
Rates and taxes	150,572	122,676
Legal and professional charges	1,333,159	933,847
Sales promotion	59,747,072	109,884,363
Travelling and conveyance	6,864,680	8,927,001
Communication expenses	510,869	681,257
Printing and stationery	108,152	140,171
Debit balances written off	136,211	-
Bad trade receivable written off	56,697	-
Loss on assets written off	-	6,670
Provision for bad and doubtful trade receivables	4,771,085	29,111,900
Loss on foreign exchange fluctuation	24,672	186,138
Payments to the auditor as		
- as Auditor	69,000	131,500
- as tax auditor	13,800	11,450
- for reimbursement of expenses	7,735	-
Miscellaneous expenses	182,804	270,060
	77,102,476	155,213,411
Note no.22 Finance costs		
Interest expense	872,943	739,000
	872,943	739,000



Asian Agri Genetics Limited

Notes to the financial statements for the year ended 31 March 2017

(All amounts in Indian Rupees except for share data or otherwise stated)

23.1 Contingent Liability-

Particulars	2016-17	2015-16
a. Income tax matters under dispute*	3,258,870	3,258,870
b. Compensation claims from farmers	Nil	Nil

*Related to assessment year 2012-13

23.2 Commitments-

Particulars	2016-17	2015-16
a. Estimated amount of contracts remaining to be executed on capital account (net of advances)	Nil	Nil
b. Other commitments	Nil	Nil

23.3 Value of imports

Particulars	2016-17	2015-16
Value of imports on CIF basis	Nil	Nil

23.4 Earnings in foreign currency

Particulars	2016-17	2015-16
Sale of agricultural seed – Direct export	835,760	7,192,820

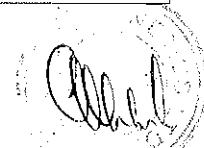
23.5 Expenditure in foreign currency

Particulars	2016-17	2015-16
Bank charges	8,120	24,153

23.6 Disclosures under the Micro, Small and Medium Enterprises Act, 2006

The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Accordingly, the disclosure in respect of the amounts payable to such enterprises as at 31 March 2017 has been made in the financial statements based on information received and available with the Company. Further in view of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier under the said Act.

Particulars	As at 31 March 2017	As at 31 March 2016
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	395,454	-
The amount of interest paid by the Company along with the amounts of the payment made to the supplier beyond the appointed day during the 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 this Act;	-	-



Asian Agri Genetics Limited

Notes to the financial statements for the year ended 31 March 2017

(All amounts in Indian Rupees except for share data or otherwise stated)

Particulars	As at 31 March 2017	As at 31 March 2016
The amount of interest accrued and remaining unpaid at the end of the 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.	-	-

23.7 Details of employee benefits

The following table sets out the particulars of the employee benefits as required under the Accounting Standard 15 (Revised) - "Employee Benefits":

A. Defined benefit obligations

a. Amount recognized in Statement of Profit and loss -

Particulars	Gratuity		Compensated absences	
	2016-17	2015-16	2016-17	2015-16
Current service cost	70,704	71,042	102,777	34,629
Interest cost on benefit obligation	97,664	66,324	19,039	9,742
Return on plan assets	(77,034)	(76,593)	Nil	Nil
Actuarial gain/loss recognized	(8,408)	318,186	368,177	189,079
Premium Expenses	1,580	Nil	Nil	Nil
Total expense / (income)	84,506	378,959	489,993	233,450

b. Change in the present value of the defined benefit obligation -

Particulars	Gratuity		Compensated absences	
	2016-17	2015-16	2016-17	2015-16
Opening defined benefit obligation	1,220,800	829,056	237,983	121,779
Interest cost	97,664	66,324	19,039	9,742
Current service cost	70,704	71,042	1,02,777	34,629
Benefits paid	(325,777)	(63,808)	(145,103)	(117,246)
Actuarial gain/loss recognized	(8,408)	318,186	368,177	189,079
Closing defined benefit obligation	1,054,983	1,220,800	582,873	237,983

c. Change in the fair value of the plan assets -

Particulars	Gratuity		Compensated absences	
	2016-17	2015-16	2016-17	2015-16
Opening fair value of plan assets	1,101,279	936,879	Nil	Nil
Return on plan assets	77,034	76,593	Nil	Nil
Contributions	278,368	151,615	Nil	Nil
Benefits paid	(325,777)	(63,808)	Nil	Nil
Premium Expenses	(1,580)	Nil	Nil	Nil
Closing fair value of plan assets	1,129,324	1,101,279	Nil	Nil



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(All amounts in Indian Rupees except for share data or otherwise stated)

d. Net asset or liability recognized in Balance sheet -

Particulars	Gratuity		Compensated absences	
	2016-17	2015-16	2016-17	2015-16
Defined benefit obligation	1,054,983	1,220,800	582,873	237,983
Fair value of plan asset	1,129,324	1,101,279	Nil	Nil
Present value of funded obligation	1,054,983	1,220,800	Nil	237,983
Fair Value Of Plan Assets	1,129,324	1,101,279	Nil	Nil
Status – deficit	(74,341)	119,521	582,873	237,983
Net liability recognized in Balance Sheet	(74,341)	119,521	582,873	237,983

e. Movement in Balance sheet -

Particulars	Gratuity		Compensated absences	
	2016-17	2015-16	2016-17	2015-16
Opening liability	119,521	(107,823)	237,983	121,779
Expenses as above	84,506	378,959	489,993	2,33,450
Contribution	(278,368)	(151,615)	(145,103)	(117,246)
Closing liability	(74,341)	119,521	582,873	237,983

f. Principal actuarial assumptions used in determining defined benefit obligation -

Particulars	Gratuity		Compensated absences	
	2016-17	2015-16	2016-17	2015-16
Discount rate	8%	8%	8%	8%
Attrition Rate	8%	7%	8%	7%
Retirement age	60 years	60 years	60 years	60 years
Salary escalation rate	8%	8%	8%	8%

B. Defined contribution plan

During the year, the company has recognized the following contribution amounts in the Statement of Profit and Loss.

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
Employer's contribution to provident fund	651,638	676,144
Employer's contribution to employee state insurance	176,605	197,525
Employees group insurance	184,743	250,722



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Notes to the financial statements for the year ended 31 March 2017

(All amounts in Indian Rupees except for share data or otherwise stated)

23.8 Segment information

The Company is in the business of research, production and distribution of seeds. Considering the core activities of the Company, management is of the view that the Company operates a single business segment within the same geography.

23.9 Related party disclosures:

a. Parties where control exists irrespective of whether transaction have occurred or not:

Name of the entity	Nature of relationship
Nuziveedu Seeds Limited	Holding Company
Mandava Investments Private Limited	Ultimate holding Company
M. Prabhakara Rao	Individuals owning, directly or indirectly, an interest in the voting power

b. Other related parties with whom transaction have taken place during the year

Name of the entity	Nature of relationship
NSL Textiles Limited	Enterprise over which Ultimate holding Company exercises significant influence
Fortune Hybrid Seeds Limited	Fellow subsidiary
Yaaganti Seeds Private Limited	Fellow subsidiary
Prabhat Agri Biotech Limited	Fellow subsidiary
Pravardhan Seeds Private Limited	Fellow subsidiary

c. Particulars of related party transactions (not disclosed elsewhere)

Particulars	For the year ended 31 March 2017	For the year ended 31 March 2016
(i) Purchase of seeds		
Nuziveedu Seeds Limited	272,047,576	277,973,330
(ii) Rent paid		
M. Prabhakara Rao	193,060	358,764
NSL Textiles Limited	104,728	207,740
(iii) Reimbursement of Expenses received from		
Pravardhan Seeds Private Limited	113,660	Nil
Prabhat Agri Biotech Private Limited	211,735	Nil
(iv) Reimbursement of expenses paid to		
Nuziveedu Seeds Limited	45,032	123,361
Yaaganti Seeds Private Limited	16,425	20,648

d. The Company has the following amounts due from / to related parties:

Particulars	As at 31 March 2017	As at 31 March 2016
(i) Due from related parties (included in)		
(a) Long term Security Deposit		
NSL Textiles Limited	Nil	174,000



Asian Agri Genetics Limited

Notes to the financial statements for the year ended 31 March 2017

(All amounts in Indian Rupees except for share data or otherwise stated)

(b) Short term trade advances		
NSL Textiles Limited	281,445	203,053
Nuziveedu Seeds Limited	Nil	14,308,259
Mr. M. Prabhakara Rao	Nil	1,045
(ii) Due to related parties (included in)		
Nuziveedu Seeds Limited.	16,079,169	Nil
Pravardhan Seeds Pvt Ltd	6,060	Nil
Yaaganti Seeds Pvt Ltd	8,439	Nil

23.10 Disclosure on specified bank note's(SBN's):

During the year, the Company had specified bank notes or other denomination note as defined in the MCA notification G.S.R. 308(E) dated March 31, 2017 on the details of Specified Bank Notes (SBN) held and transacted during the period from November 8, 2016 to December, 30 2016, the denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs *	Other denomination notes	Total
Closing cash in hand as on 08.11. 2016	2,730,500	100	2,730,600
(+) Permitted receipts	-	-	-
(-) Permitted payments	-	-	-
(-) Amount deposited in Banks	(2,730,500)	(100)	(2,730,600)
Closing cash in hand as on 30.12. 2016	-	-	-

* For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016.

23.11 Leases

The Company has incurred Rs.297,788 (Previous year : Rs.5,66,504) towards operating leases pertaining to warehouses and office premises. Lease agreements are executed for a period ranging from 2 months to 36 months. The Company is obligated under non-cancellable leases pertaining to warehouse premises to pay the following amounts in future:

Particulars	For the Year ended 31 March 2017	For the year ended 31 March 2016
Not later than 1 year	168,000	412,200
More than 1 year but not later than 5 years	168,000	824,400
More than 5 years	Nil	Nil



Asian Agri Genetics Limited

Notes to the financial statements for the year ended 31 March 2017

(All amounts in Indian Rupees except for share data or otherwise stated)

- 23.12 There are no outstanding derivative contracts and un-hedged foreign currency transactions as at 31 March 2016 and 31 March 2017.
- 23.13 Previous year figure have been regrouped / reclassified wherever necessary to confirm to current year classification.
- 23.14 Paisa has been rounded off to nearest rupee.


As per our report of even date

For Mastanaiah & Co.

Chartered Accountants

Firm Registration number: 002039S


**For and on behalf of the Board of Directors of
Asian Agri Genetics Limited**


CA. G. Saibabu

Partner


Membership number: 018320




A.V.V. Siva Prasad

Director

DIN No: 00227591


D. Mahesh

Director

DIN No: 00013106

Place: Guntur

Date: 11-May-2017

Place: Hyderabad

Date: 10-May-2017

