

INDEPENDENT AUDITORS' REPORT

To
The Members of
UNISEM AGRITECH PRIVATE LIMITED

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of **UNISEM AGROTECH PRIVATE LIMITED** ("the Company"), **CIN (U011KA2016PTC096390)** which comprises the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the **Companies Act, 2013** ('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, 2023, its Profit and its cash flows 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 (SAs) specified under section 143(10) of the Companies Act 2013. Our responsibilities under those Standards are further described in the Auditor's responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules made there under 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 Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the Directors report along with annexure and any other report included in the Annual report 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 Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements



that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility 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.

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 **Annexure A** herewith a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
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 purposes of our audit.



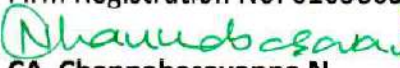
- (b) In our opinion, proper books of account as required by the law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31 March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 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**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (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:
- The Company does not have any pending litigations so as to impact its financial position as a result of which disclosure of the same does not arise;
 - The Company has not executed any long term contracts including derivative contracts so as to make a provision for material foreseeable losses if any as a result of which disclosure of the same does not arise;
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;
 - Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.



Channabasavanna N *M.Com, FCA, DISA, DIRM.*
Chartered Accountant

Channabasavanna & Co.,
Chartered Accountants
#183/2C-1, First Floor, 'Shanthinikethana'
Vasantha Road, Davangere -577 001.
Off: 08192-230 360 Mob: 98440-79265
E-mail: basufca@gmail.com

v. The final dividend paid by the company during the current year in respect of the same declared for the previous year is in accordance with the section 123 of the companies act 2013 to the extent it applies to payment of dividend. As stated in note 2 to the financial statements, the Board of Directors of the company have proposed final dividend for the current year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividends.

For **Channabasavanna & Co.,**
Chartered Accountants,
Firm Registration No: 010580S

CA Channabasavanna N.
Proprietor
Membership No. 213853
UDIN 23 213853 BGY DAX 8196



25/09/2023

Place: **Davangere**
Date: **25.09.2023**

Annexure A to Independent Auditors' Report

(Referred to in Paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date)

1. a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.

b. As explained to us, fixed assets have been physically verified by the management on a periodical basis, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.

c. The title deeds of immovable properties are held in the name of the Company as on March 31, 2023.

d. In our opinion, the disposal of Fixed Assets during the year has not affected the going concern assumption.
2. a. Physical verification of inventory has been conducted at reasonable intervals by the management.

b. In our opinion and according to the information and explanation given to us the company has maintained proper records of inventories and no material discrepancies were observed during such physical verification.
3. According to information and explanation give to us and on the basis of examination of the books of accounts 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. Consequently the provisions of clause (iii) (a) to (c) are not applicable to the Company.
4. According to the information given to us during the course of the audit, the Company has complied with the provisions of Section 185 and 186 in respect of loans, investments, guarantees and security, wherever found applicable.



5. The Company has accepted any deposits from public covered under sections 73 to 76. According to information and explanation provided to us, no order has been passed by law Board or National Company Law Tribunal or Reserve Bank of India or any other court or tribunal.
6. As per information and explanations given by the management, maintenance of cost records has not been prescribed by the Central Government under subsection (1) of section 148 of the Companies Act, 2013.
7. According to the records of the Company undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Goods and Service tax, Custom Duty, Excise Duty, value added tax, cess and any other statutory dues to the extent applicable, have generally been regularly deposited with the appropriate authorities. However certain delays have been observed in respect of statutory remittances.
 - b. According to information and explanation given to us there is no amount payable in respect of Income-tax, Service Tax, Goods and Services tax, Service tax, customs Duty, Excise Duty, Value Added Tax and Cess whichever is applicable which have not been deposited on account of any dispute.
8. In our opinion and according to the information given to us explanations given to us, we are of the opinion that the Company has not defaulted in payment of dues to any Financial Institutions, Bank Government or Debenture holders, as applicable to the Company.
9. The Company, being a Private Limited Company, has not raised moneys by way of initial public offer or further public offer except term/working capital loan from banks and the moneys borrowed by way of term loans have been applied for the purposes for which they were raised.
10. According to the information and explanation given to us, we report that no fraud by the Company or on the Company by its officers, or employees has been noticed or reported during the year.



11. The Company is Private Limited Company. Hence the provisions of clause (11) of the order are not applicable.
12. The company is not a Nidhi Company. Therefore clause (xii) is not applicable to the Company.
13. According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable, and details of such transactions have been disclosed in the financial statements as required by the applicable Accounting Standards.
14. The Company have the internal control system in commensurate with its size and nature of its business.
15. The Company has not made preferential allotment of shares or private placement of shares or fully or partly convertible debentures during the year under review.
16. According to the information and explanation given to us, the Company has not entered into any non cash transactions with directors or persons related to the directors during the year and hence the clause regarding compliance with Section 192 of the Companies Act 2013 does not apply
17. The Company has not incurred cash loss in the financial year and in the immediately preceding financial year.
18. No material uncertainty exists as on the date of audit report that the Company is capable of meeting its liabilities existing at the date of balance sheet date as and when they fall due within a period of one year from the date of balance sheet.
19. In respect of other than on going projects, the Company has not transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act.

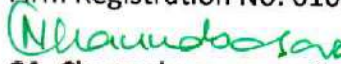


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20. According to the information, explanation and representations given to us, the Company does not require to be registered under section 45IA of the Reserve Bank of India Act.

For **Channabasavanna & Co.,**
Chartered Accountants,
Firm Registration No: 0105800


CA Channabasavanna N.

Proprietor

Membership No. 213853

UDIN 23 213853 BGY DAX 8196



Place: **Davangere**

Date: **25.09.2023**

Annexure B to Independent Auditors' Report

(Referred to in Paragraph 2 under the heading "Report on Other Legal and Regulatory Requirements" of our report 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 **UNISEM AGRITECH PRIVATE LIMITED** ("the Company") as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, 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 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.



Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the 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 **Channabasavanna & Co.,**
Chartered Accountants,

Firm Registration No: 010580S

Channabasavanna
CA Channabasavanna N.

Proprietor

Membership No. 213853

UDIN **23 213853 BGY DAX 8196**



Place: **Davangere**

Date: **25.09.2023**

Unisem Agritech Pvt Ltd
(U011KA2016PTC096390)
Unit Shed # C-6, Industrial Area,
Nekara Colony P B Road,
Ranebennur - 581 115

Balance Sheet as on 31st March 2023

Particulars	Notes	As at 31.03.2023 Rs.	As at 31.03.2022 Rs.
I. EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	1	4,01,60,000	2,51,00,000
(b) Reserves and surplus	2	1,36,32,679	3,39,97,230
		5,37,92,679	5,90,97,230
Non-current liabilities			
(a) Long-term borrowings	3	37,05,072	95,54,989
(b) Deferred tax liabilities		-	-
(c) Other long-term liabilities		-	-
(d) Long-term provisions		-	-
		37,05,072	95,54,989
Current liabilities			
(a) Short-term borrowings	4	4,72,22,851	2,66,66,848
(b) Trade payables	5	5,71,98,692	7,54,11,865
(c) Other current liabilities	6	2,64,16,904	2,46,84,507
(d) Short-term provisions		-	-
		13,08,38,447	12,67,63,220
TOTAL		18,83,36,197	19,54,15,439
II. ASSETS			
Non-current assets			
(a) Fixed assets			
(i) Tangible assets-net	7	1,46,13,914	1,53,31,407
(ii) Intangible assets		-	-
(iii) Capital work-in-process		-	-
		1,46,13,914	1,53,31,407
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		-	-
(d) Long-term loans and advances		-	-
(e) Other non-current assets		-	-
		1,46,13,914	1,53,31,407
Current assets			
(a) Current Investments	8	1,47,000	1,47,000
(b) Inventories	9	15,41,51,921	16,35,67,806
(c) Trade Receivables	10	78,70,841	35,77,984
(d) Cash and bank balances	11	58,26,401	15,04,107
(e) Short-term loans and advances	12	57,26,120	1,12,87,135
(f) Other current assets		-	-
		17,37,22,283	18,00,84,032
TOTAL		18,83,36,197	19,54,15,439
III. SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS	21		
As per our report attached for Channabasavanna & Co., Chartered Accountants (ICAI FRNo:0105805) DIN - 23 213853 BGY CZI 7036		for and on behalf of the Board for Unisem Agritech Private Limited	
 CA. Channabasavanna N Proprietor Membership No:213853		 H N Devakumar Managing Director DIN 7586484	
		 Dharanendra Halappa Gouda Director DIN 7602434	
Place: Ranebennuru Dist: Haveri Date: 25.09.2023		Place: Ranebennuru Dist: Haveri Date: 25.09.2023	

Unisem Agritech Pvt Ltd
(U011KA2016PTC096390)
Unit Shed # C-6, Industrial Area,
Nekara Colony P B Road,
Ranebennur - 581 115

Statement of Profit and Loss for the year ended 31st March 2023

Particulars	Notes	For the year ended 31.03.2023	For the year ended 31.03.2022
I. Revenue from operations	13	Rs. 46,90,42,964	Rs. 40,85,43,253
II. Other income	14	82,659	4,48,065
TOTAL REVENUE		46,91,25,623	40,89,91,318
III. Expenses:			
(a) Cost of material consumed	15	-	-
(b) Purchase of Stock-in-trade	16	15,25,20,105	20,64,98,365
(b) Changes in inventories	16	76,77,620	(4,74,87,470)
(c) Employees benefit expenses	17	8,51,67,369	6,91,06,556
(d) Finance costs	18	71,96,687	54,25,428
(e) Depreciation	19	23,25,187	23,86,377
(f) Other expenses	20	19,43,51,649	15,57,81,038
TOTAL EXPENSES		44,92,38,617	39,17,10,294
IV. PROFIT (OR LOSS) BEFORE TAX		1,98,87,006	1,72,81,025
V. Tax expenses			
(a) Current tax		53,57,485	43,04,782
(b) Deferred tax		-	-
VIII. Balance carried to balance sheet		1,45,29,521	1,29,76,243
VII. PROFIT AND LOSS ACCOUNT OPENING BALANCE		-	-
VII. CLOSING BALANCE		1,45,29,521	1,29,76,243
IX. Earnings per share (basic & diluted)		5.79	5.17
III. NOTES FORMING PART OF THE FINANCIAL STATEMENTS	21		

As per our report attached
for Channabaavanna & Co.,
Chartered Accountants

(ICAI FRNo:0105805)
UDIN: 23 213853 BGY CZI 7036

CA. Channabasavanna N
Proprietor
Memership No:213853

for and on behalf of the Board
for Unisem Agritech Private Limited

H N Devakumar
Managing Director
DIN 7586484

Dharanendra Halappa Gouda
Director
DIN 7602434

Place: Ranebennuru
Dist: Haveri Date: 25.09.2023

Place: Ranebennuru
Dist: Haveri

Date: 25.09.2023



Unisem Agritech Pvt Ltd
(U011KA2016PTC096390)
Unit Shed # C-6, Industrial Area,
Nekara Colony P B Road,
Ranebennur - 591 115

Cash Flow Statement Annexed to Annual Report for the year ending on 31.03.2023

(Rs. in Lakhs)

Particulars	As at 31.03.2023	As at 31.03.2022
A. Cash Flow from Operating Activities		
Net Profit (or Loss) After Tax	145.30	129.76
Adjustment for Depreciation	23.25	23.86
Operating profit before working - Capital Adjustment	168.55	153.63
Adjustment for:		
Decrease (or Increase) in stock	94.16	(497.77)
Sundry Debtors, Loans and Advances	(35.66)	367.57
Current Liabilities & Provisions	40.75	(33.50)
Income Tax	-	-
Net Cash flow from Operating Activities	267.80	(10.07)
B. Cash flow from Investing Activities:		
Purchase of Fixed Assets	(16.08)	(45.14)
Purchase of Investments	-	-
Sale of Fixed Assets	-	-
Decrease in Preliminary and Pre-operative Expenses	-	-
Net Cash flow from Investing Activities	(16.08)	(45.14)
C. Cash flow from Financing Activities:		
From Directors - Dividend	(150.00)	-
From Share Application Money	-	-
From Amalgamation Surplus	-	-
From Secured Loans	(58.50)	47.26
From Unsecured Loans	-	-
Net Cash flow from Financing Activities	(208.50)	47.26
Net Cash used in cash and cash equivalents	43.22	(7.95)
Cash and cash equivalents in the beginning of the year	15.04	22.99
Cash and cash equivalents at the end of the year	58.26	15.04

The notes referred to above form an integral part of the Balance sheet
signature to notes 01-24

as per my report attached
for **Channabasavanna & Co.,**
Chartered Accountants

for and on behalf of the Board
for **Unisem Agritech Private Limited**

MEMBER No: 0105805)
UDIN - 23 213853 BGY CZI 7036

Channabasavanna N
Proprietor

Membership No: 213853

Place: Ranebennuru

Dist: Haveri

Date: 25.09.2023

H N Devakumar
Managing Director
DIN 7586484

Dharanendra Halappa Gouda
Director
DIN 7602434

Place : Ranebennur

Date: 25.09.2023



Notes forming part of the financial statements

01. SHARE CAPITAL

	As at March 2023	As at March 2022
Authorised		
50,00,000 Equity Shares of Rs.10/- each (Previous Year 1,00,000 Equity Shares of Rs.10/- each)	5,00,00,000	5,00,00,000
Issued, Subscribed and Fully paid-up		
40,16,000 Equity shares of Rs.10 /-each (25,00,000 equity shares of Rs.10/- each issued for consideration otherwise than for cash on account of conversion of Partnership firm into Private limited Company)	4,01,60,000	2,51,00,000
Total	4,01,60,000	2,51,00,000

a. Reconciliation of number of shares

	As at 31.03.2023		As at 31.03.2022	
	No. of Shares	Amount	No. of Shares	Amount
Equity shares				
Opening balance	25,10,000	2,51,00,000	25,10,000	2,51,00,000
Changes during the year	15,06,000	1,50,60,000	-	-
Closing Balance	40,16,000	4,01,60,000	25,10,000	2,51,00,000

b. Details of shares by shareholders holding more than 5% of aggregate shares of the company

	As at 31.03.2023		As at 31.03.2022	
	No. of Shares	%	No. of Shares	%
Anil K N	9,63,840	24.00	6,02,400	24.00
B H Devasingh Naik	9,63,840	24.00	6,02,400	24.00
Dharanendra H Gouda	1,60,640	4.00	1,00,400	4.00
H N Devakumar	9,63,840	24.00	6,02,400	24.00
R Venkataramana	9,63,840	24.00	6,02,400	24.00
	40,16,000	100.00	25,10,000	100.00

02. RESERVES AND SURPLUS

	As at March 2023	As at March 2022
a. Capital Reserve	-	-
b. Profit and loss a/c		
Opening Balance	3,39,97,230	2,10,20,987
Add: Current year	1,45,29,521	1,29,76,243
Closing balance	4,85,26,751	3,39,97,230
Less : Dividend	1,50,00,000	
Less : Bonus Shares	1,50,60,000	
Less : Income Tax	48,34,072	
	1,36,32,679	3,39,97,229.99
Grand Total	1,36,32,679	3,39,97,230



Notes forming part of the financial statements

03. LONG TERM BORROWINGS

Particulars	As at March 2023	As at March 2022
01. Term Loans		
From Banks - Secured		
Union Bank Vehicle Loan 6681	-	39,066
Union Bank Vehicle Loan 6682	-	2,27,109
Union Bank Vehicle Loan 6683	-	1,88,754
Union Bank Vehicle Loan 6684	-	1,88,754
Vehicle Loan LAHAV00044316951	5,80,886	7,19,185
Vehicle Loan LAHAV00044451917	18,74,441	23,09,854
ICICI (ECI)(281655000010)	-	41,25,000
Axis Bank Vehicle Loan AUR 904448367	2,91,444	4,79,679
Vehicle Loan AUR 00905315975	4,64,079	6,40,254
Vehicle Loan AUR 00905342879	10,09,607	13,75,053
Vehicle Loan LAHV0042522791	6,00,053	7,88,002
Karnataka Bank- GECL	24,44,433	
Vehicle Loan LAHV0042584048	5,68,328	7,46,351
Total	78,33,271	1,18,27,061
Less: Current maturities of long term Loans	46,90,245	46,53,057
Grand Total	31,43,026	71,74,004
(Secured by hypothecation of land, building, plant and machinery and personal guarantee of directors)		
From Other than Banks-Unsecured		
01. Magma Fincorp Ltd.(SME)	4,30,025	6,44,026
02. Magma Fincorp Ltd. (New)	5,50,422	17,17,684
03. ICICI Bank (UPRKU00044157311)	21,10,044	33,52,839
Total	30,90,491	57,14,549
Less: Current maturities of long term Loans	25,28,445	33,33,564
	5,62,046	23,80,985
Grand Total	37,05,072	95,54,989
04. SHORT TERM LIABILITIES		
01. Loans repayable on demand		
From Banks - Secured		
01. ICICI Bank A/c No:4107	-	2,66,66,848
02.Karnataka Bank	4,72,22,851	
Total	4,72,22,851	2,66,66,848
(Secured by hyporthication of stock of finished goods, semi-finsihed goods, raw materials, trade receivables and stores consumables and the personal guarantee of directors)		



05. TRADE PAYABLES

Particulars	As at March 2023	As at March 2022
01. Payables against supply of goods	4,90,96,074	6,68,86,498
02. Expences payables	79,99,248	76,19,947
03. Duties and Taxes	1,03,370	9,05,420
Total	5,71,98,692	7,54,11,865

06. OTHER CURRENT LIABILITIES

Particulars	As at March 2023	As at March 2022
01. Current maturities of long term debts	72,18,690	79,86,621
02. Interest accrued but now due on borrowings	-	-
03. Statutory liabilities	4,97,589	4,56,258
04. Other payables	1,87,00,625	1,62,41,628
Total	2,64,16,904	2,46,84,507

07. FIXED ASSETS

Particulars	As at March 2023	As at March 2022
01. Tangible Assets	1,69,39,101	1,77,17,784
Less: Depreciation	23,25,187	23,86,377
Total	1,46,13,914	1,53,31,407

08. CURRENT INVESTMENTS

Particulars	As at March 2023	As at March 2022
01. Investment in Equity Instruments		
(i) Quoted	-	-
(ii) Unquoted	-	-
02. Investment in Preference shares	-	-
03. Investment in Government or Trust Security	-	-
04. Other Investments	1,47,000	1,47,000
Less: Provision from dimunition in value of Investments	-	-
Total	1,47,000	1,47,000

09. INVENTORIES

Particulars	As at March 2023	As at March 2022
01. Stores and Spares- at Cost	45,51,719	62,89,984
02. Raw Material- at cost	14,96,00,202	15,72,77,822
03. Finished goods - lower of cost and net realisable value	-	-
04. Semi-finished goods - lower of cost and net realisable value	-	-



	Total	15,41,51,921	16,35,67,806
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10. TRADE RECEIVABLES

Particulars	As at March 2023	As at March 2022
Unsecured - considered good		
01. Outstanding for period not exceeding six months	78,70,841	35,77,984
01. Outstanding for period exceeding six months	-	-
02. Other debts	-	-
Total	78,70,841	35,77,984

11. CASH AND BANK BALANCES

Particulars	As at March 2023	As at March 2022
01. Cash balance	6,24,923	10,52,181
02. Bank Balance		
in current account with schedule banks	52,01,478	4,51,926
in current account with non-schedule banks	-	-
in deposits with schedule banks	-	-
Total	58,26,401	15,04,107

12. SHORT TERM LOANS AND ADVANCES

Particulars	As at March 2023	As at March 2022
Unsecured, considered good		
01. Advances	25,91,766	25,91,766
02. Advance Income Tax, TCS and TDS		47,14,072
04. Deposits	31,34,354	39,81,297
Total	57,26,120	1,12,87,135



Notes forming part of the financial statements

13. REVENUE FROM OPERATIONS

Particulars	As at March 2023	As at March 2022
01. Sale of products	-	
01. Local Sales less Retruns	3,81,30,299	2,83,56,707
02. InterState Sales less Returns	43,09,12,666	38,01,86,546
Total	46,90,42,964	40,85,43,253

14. OTHER INCOME

Particulars	As at March 2023	As at March 2022
Other Non-Operating Income	82,659	4,48,065
Total	82,659	4,48,065

15. PURCHASE OF STOCK IN TRADE

Particulars	As at March 2023	As at March 2022
Purchases less returns	15,25,20,105	20,64,98,365
Total	15,25,20,105	20,64,98,365

16. CHANGE IN INVENTORIES OF STOCK IN TRADE

Particulars	As at March 2023	As at March 2022
Changes in Inventory of Stock-in-Trade		
01. Opening Balance in Stock-in-trade	15,72,77,822	10,97,90,352
02. Less: Closing Balance of Stock-in-trade	14,96,00,202	15,72,77,822
Total	76,77,620	(4,74,87,470)

17. EMPLOYEES BENEFIT COST

Particulars	As at March 2023	As at March 2022
01. Salaries and wages	8,23,23,368	6,62,75,837
02. Contribution to Provident Fund and Other Fund	28,44,001	28,30,719
03. Staff welfre expenses	-	-
Total	8,51,67,369	6,91,06,556

18. FINANCE COST

Particulars	As at March 2023	As at March 2022
01. Interest on term loans	37,45,989	19,10,559
02. Interest on cash credits	-	32,31,085
03. Interest on Loan from Others	13,07,068	-
04. Bank charges	21,43,631	2,83,784
Total	71,96,687	54,25,428



19. DEPRECIATION AND AMORTISATION EXPENSES

Particulars	As at March 2023	As at March 2022
01. Depreciation and amortization expenses	23,25,187	23,86,377
Total	23,25,187	23,86,377

20. OPERATION EXPENSES

Particulars	As at March 2023	As at March 2022
01. operating/Manufacturing Expences		
R&D Expences	80,86,428	48,21,825
Chemical	18,42,167	7,73,993
DNA Test Expences	17,04,600	14,79,840
Seed Testing Expences	33,550	6,96,098
Trail Expences	2,48,630	36,660
Trail Seed Purchased	90,348	98,398
Freight Paid		
Carriage Inwards	6,16,991	7,93,115
Cold Storage Expen	3,73,776	2,43,370
Processing Charges	22,31,256	-
Field Labor Chargaes	1,87,92,361	1,51,90,600
Total	3,40,20,107	2,41,33,899
02. Administratin Expences		
Job Security Expences		-
Advertisment Expences	1,38,42,432	71,73,586
Insurance Expences	42,96,358	45,84,791
Office Expen	48,02,173	60,46,885
Rent Expen	35,17,148	32,10,498
Travelling Expences	2,23,30,811	2,00,56,273
Gifts and Compliments	5,10,634	
Bad Debts	1,19,168	19,504
C&F Commission		
Conference Expen(2021-22)	-	11,16,778
Conference Expen(2022-23)	11,44,666	
Conference Expen(2023-24)	2,00,000	-
Firm PT		5,000
Deductions		
QA Expences	3,42,464	1,42,880
Mobile bill	9,974	21,004
New Building Expences		-
Vehicle Maintainance	5,63,963	4,17,982
Land Lease		
Directors Sitting Fees	-	-
SRS(Expired Value)		
Security Deposit Interest		
Total	5,16,79,791	4,27,95,181
C/f	8,56,99,898	6,69,29,080



Notes forming part of the financial statements

Particulars	As at March 2023	As at March 2022
	8,56,99,898	6,69,29,080
03. Selling and Distribution		
Packing Material Consumed	1,50,39,000	1,11,64,383
Pramotional Material	4,32,164	1,14,468
Gift & Compliments		-
Discount Allowed	8,31,13,799	6,94,29,802
Maize Godown Expenses		48,000
Crop Show Expence		
Hamali Wages		
Transportation Charges	1,00,66,788	80,95,305
Total	10,86,51,751	8,88,51,958
Grand Total	19,43,51,649	15,57,81,038



Schedule No. 21 :

Significant Accounting Policies and Notes on Accounts forming part of the financial statements for the year ended 31st March 2023

1. Corporate Information ;

The Unisem Agritech Private Limited which was incorporated on 09.09.2016 under CIN – U01100KA2016PTC096390 is one of the vegetables seeds manufacturing company in Karnataka. The company is engaged in manufacture and sale of vegetable seeds fruit seeds. The company owns land and also take on lease basis the land for sowing and growing vegetable seeds and fruit seeds at Ranebennur and other places within state of Karnataka and other states like Madhya Pradesh, New Delhi etc.,.

2. Significant Accounting Policies :

a. Basis of preparation of financial statements

The financial statements are prepared in accordance with the Indian Generally Accepted Accounting Principles ("GAAP") under the historical cost convention on an accrual basis of accounting and comply with the mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006 and relevant provisions of the Companies Act, 2013. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use 2017-18.

b. Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and the reported amounts of income and expenses during the period. Examples of such estimates include future obligations under employee retirement benefit plans, income taxes and the useful lives of fixed assets and intangible assets.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

c. Fixed Assets

Fixed assets are stated at cost less accumulated depreciation and impairments, if any. Costs include all expenses incurred to bring the asset to its present location and condition. Direct costs are capitalized until fixed assets are ready for use.

Intangible assets are stated at the consideration paid for acquisition.



j. Government Grant

Government grant are recognized when there is a reasonable assurance that the company will comply with the conditions attached to receiving it, such benefits have been earned and it is also reasonably certain that the ultimate collection will be made.

The Government grants received or receivable is recognized by deducting it from the related expense of Fixed Asset as the case may be.

k. Investments

Trade Investments are the investments made to enhance the company's business interests. Investments are either classified as current or long-term based on management's intention at the time of purchase.

Long term investments are valued at cost. Provision for diminution, if any, in the value of investments is made to recognize a decline, other than temporary. Current investments are valued at lower of cost and market value.

l. Employee Benefits

i. Short Term employee benefits:

All employee benefits falling due wholly within twelve months of rendering the service are classified as short term employee benefits. The benefits like salaries, wages, short term compensated absences etc., and the expected cost of bonus, ex-gratia are recognized in the period in which the employee renders the related service.

ii. Post-employment benefits and other long term employee benefits:

a. Defined contribution plans:

Defined contribution scheme includes retirement benefits such as contribution to Provident Fund and such contributions are charged to Profit & Loss Account of the year when the contributions to the respective funds are due.

b. Defined benefit plans:

Gratuity Liability for eligible employees is defined benefit obligation. Gratuity accrued for the year for which no actuarial computation has been made but are estimated and provided for in the accounts.

m. In the opinion of the Board, the current Assets, Loans and Advances have been shown at the value at which it would realize in the ordinary course of business or at least equal to the amount at which they are stated and are subject to confirmation from respective parties.

n. There are no long outstanding dues to the Small Scale Industrial Undertakings to the extent such parties have been identified from available documents/information.



o. Managerial Remuneration:

(Rs.in lakhs)

Sl. No.	Particulars	Financial Year ending 31.03.2023	Financial Year ending 31.03.2022
01.	Remuneration to Managing Director	Rs.37.22	Rs.33.00

p. Foreign currency transactions:

There were no Transactions in foreign currency during the financial year under audit.

q. Provisions, Contingent Liabilities and contingent assets :

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

3. Secured Loans:

- Cash Credit from ICICI Bank is secured by Hypothecation of stocks of inventories, receivables.
- Term Loans from Union Bank and Axis Bank are secured by assets financed by them respectively. The above loans are further secured by personal guarantees of the directors.

4. The Deferred Tax Asset:

During the year the company has recognized neither Deferred Tax Assets nor Deferred Tax Credit for the reason that depreciation on fixed assets in the books of accounts is provided as per provisions of income Tax Act,1961

5. Disclosure in respect of Related Parties / Related Party transactions pursuant to Accounting Standard 18 issued by the Institute of Chartered Accountants of India for the year ended 31st March, 2023 is as given below:

- List of related parties who can exercise control on the enterprise.

Key Management Personnel	1. H N Deva kumar
	2. B H Devasingh Naik

- Names of the Related Parties with whom transactions were carried out during the year and description of relationship

Relationship	Name of the Related Party
Firm in which KMPs are interested	Unison Agri Services

- Summary of Transactions with the Related Parties during the year.

Particulars	Firm in which KMPs are interested
Net Purchases – Seeds	Unison Agri Services : Rs. 12,72,13,130/-
Sales – Seeds	Unison Agri Services : Rs. 02,81,200/-



d. Depreciation

Depreciation has been charged on Written Down Method on fixed assets as per the rates prescribed by Income Tax Act, 1961.

Depreciation for assets purchased / sold during a period are charged as per provisions of Income Tax Act, 1961.

e. Borrowing cost

Borrowing costs that are attributable to the acquisition or construction of a qualifying asset are capitalized as part of cost of such asset till such time as the asset is ready for its intended use. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to profit and loss account.

f. Current Assets

Inventories are valued at lower of cost or Market Price. The cost is generally arrived at on First in First Out method.

Sundry Debtors are stated at net realizable value.

g. Revenue Recognition

Revenue on sale of Vegetable seeds and fruit seeds is recognized when significant risks and rewards of ownership are passed on to customers.

Revenue in respect of Insurance claim, interest, subsidy and other claims is recognized only when it is reasonably certain that the ultimate collection will be made.

h. Impairment of Assets

The Management periodically assess using, external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount.

The recoverable amount is higher of the assets net selling price and value in use, which means the present value of future cash flows expected to rise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

i. Earnings per Share

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares.



6. Basic and Diluted Earnings per Share computed in accordance with Accounting Standard 20 – Earnings per share.

Particulars		FY 2022-23	FY 2021-22
Basic			
Profit after tax as per Accounts	A	4,01,60,000	93,51,838
Weighted average number of Shares outstanding	B	40,16,000	25,10,000
Basic EPS (Rs.)	A/B	5.79	5.17

7. Segment Reporting:

The company is managed as one entity and is governed by similar sets of risks and rewards. Accordingly no additional disclosures are required as per AS-17 on segment reporting for the year ended March 31, 2023.

As at March 31, 2021 and March 31, 2023, the Company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at the year end together with interest paid / payable under this Act has not been given.

8. Paises have been rounded off to nearest rupee and since this rounding off is generated by the computer, there might be apparent differences in some of the totals in the final accounts print which is to be ignored.
9. Previous year figures have been regrouped / reclassified wherever necessary to confirm to current year's requirements and they are related to partnership acquired in the beginning of the financial year.
10. Figures appearing in brackets denotes negative value.

Signatures to Schedules 1 to 21

Subject to our Report of even Date
For **Channabasavanna & Co.,**
Chartered Accountants



CA. Channabasavanna N
FRN 0105805 M.No.213853
UDIN - 23 213853 BGY CZI 7036

For **UNISEM AGRITECH PRIVATE LIMITED**

H.N. Devakumar
Managing Director

Dharanendra Halappa Gouda
Director