



AGRINNOVATE INDIA LIMITED

**ANNUAL REPORT
(INCLUDING ANNUAL ACCOUNTS)**

2013-14

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Corporate Information:

Board of Directors:

1. Dr. S. Ayyappan
2. Shri Arvind Kaushal
3. Shri P.K. Pujari
4. Shri Dalip Singh
5. Dr. Suresh S. Honnappagol
6. Dr. Shashank Mauria

Company Secretary:

CS Nidhi Godha

Bankers:

Central Bank of India

Statutory Auditors

M/s S. C. Verma & Associates,
Chartered Accountants,
A-3/183, First Floor,
Paschim Vihar,
New Delhi -110063

Registered Office:

Room No. 402, Krishi Bhawan,
New Delhi -110001

Corporate Office:

G-2, Office Block, N.A.S.C. Complex,
DPS Marg, New Delhi -110012
Ph:-011-25842122, 25842124

Dear Members,

[Invitation to attend the Third Annual General Meeting on 26th September 2014](#)

You are cordially invited to attend the Third Annual General Meeting of the Company on Friday, the 26th September 2014 at 3.00 P.M. in G-2, Office Block, N.A.S.C. Complex, DPS Marg, New Delhi -110012.

The notice convening the Second Annual General Meeting is attached herewith.

Yours truly,

Sd/-

Dr. S. Ayyappan

Chairman
Agrinnovate India Limited
Place: New Delhi
Date: 4/09/2014



AGRINNOVATE INDIA LIMITED (AgIn)
G-2, A Block, NASC Complex, DPS Marg, New Delhi- 110012
CIN: U01400DL2011GOI226486, Email: agrinnovateindia@gmail.com
Ph. 011-25842122, 011-25842124

Regd. Office: Room No. 402, Krishi Bhawan, New Delhi

NOTICE OF THIRD ANNUAL GENERAL MEETING

Notice is hereby given that the Third Annual General Meeting of the members of **AGRINNOVATE INDIA LIMITED** will be held on Friday, the 26th September 2014 at 3.00 P.M. in G-2, A Block, N.A.S.C. Complex, DPS Mag, New Delhi to transact the following businesses:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as on 31st March, 2014, Profit and Loss account for the year ending 31.03.2014 and the Report of Directors and Auditors thereon.
2. To fix the remuneration of the Statutory Auditors for the financial year 2014-15.

SPECIAL BUSINESS

3. To consider and, if thought fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

“RESOLVED THAT Dr. S.S. Honnappagol (DIN: 06833206), Animal Husbandry Commissioner, who was appointed as an Additional Director w.e.f. 21st March 2014 and who holds Office up to the date of this Annual General Meeting under Section 161(1) of the Companies Act, 2013 be and is hereby appointed as a Director of the Company”

By order of the Board of Directors

Place: New Delhi
Dated: 4/09/2014

sd/-

Company Secretary

Notes:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
- 2. PROXY FORM DULY COMPLETED SHOULD BE DEPOSITED AT THE CORPORATE OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS (48 HOURS) BEFORE THE SCHEDULED TIME OF THE ANNUAL GENERAL MEETING. BLANK PROXY FORM IS ENCLOSED.**
3. A Statement setting out the material facts concerning each item of Special Business, pursuant to Section 102(1) of the Companies Act, 2013, is annexed hereto.
4. Members desirous of getting any information on any items of business of this meeting are requested to address their queries to the Company Secretary at the Registered Office of the Company at least ten days prior to the date of the Annual General Meeting, so that the information required can be made available at the time of the meeting.
5. The Register of Directors and Key Managerial Personnel (KMP) and their Shareholding, maintained under Section 170 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection by the Members at the Registered Office of the Company on all working days (except Saturday and Sunday) between 10.00 A.M. to 4.00 P.M and the same will also be available at the time of AGM of the Company at the venue of the meeting.

ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

The following explanatory statement sets out the material facts relating to the business mentioned in Item No. 3 of the accompanying Notice

Item No. 3/2: This Explanatory Statement is provided though strictly not required as per Section 102 of the Act.

Pursuant to Section 619(2) of Companies Act, 1956, the Auditors of a Government Company are to be appointed/ re-appointed by the Comptroller and Auditor General (C&AG) of India and in terms of Section 224 (8) (aa) of the Companies Act, 1956, their remuneration shall be fixed by the company in a General Meeting or in such manner as the company in a General Meeting may determine. In pursuance of the same, C&AG of India had appointed M/s S. C. Verma & Associates, Chartered Accountants, New Delhi, as Statutory Auditors of the Company for the financial year 2013-14 at a remuneration of Rs. 10,000/- plus out of pocket expenses.

Further, pursuant to Section 139(5) of the Companies Act, 2013 (erstwhile Section 619(2) of the Companies Act, 1956), M/s VDS & Associates, New Delhi (Reg. No.: DE1792) have been appointed as Statutory Auditors of the Company for the financial year 2014-15 by the C&AG of India. Therefore, it is proposed to obtain approval of the Members of the Company in Annual General Meeting to fix the remuneration of Auditors for the financial year 2014-15. The fees indicated by C & AG of India is Rs. 22, 472/-.

Item No. 3/3: Regularization of Dr. Suresh S. Honnappagol as Director of Company

Dr Suresh S. Honnappagol, Animal Husbandry Commissioner, Govt. of India was appointed by the Board of Directors as an Additional Director of the Company w.e.f. 21/03/2014. Having been so appointed, Dr Suresh S. Honnappagol, holds office till the date of this Annual General Meeting by virtue of Section 161 of the Companies Act, 2013 and is eligible for re-appointment.

The Board of Directors recommends the resolution for approval of the shareholders.

Memorandum of Interest: Except Dr Suresh S. Honnappagol being the appointee, none of the other Directors or Key Managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise in the resolution.

AGRINNOVATE INDIA LIMITED (AgIn)
G-2, A Block, NASC Complex, DPS Marg, New Delhi- 110012
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Ph. 011-25842122, 011-25842124

Regd. Office: Room No. 402, Krishi Bhawan, New Delhi

PROXY FORM

Regd. Folio No

No. of Shares held

I/We _____ resident of _____
_____ being a member(s) of
the above named company hereby appoint _____ of
..... or failing him
..... of as my/our proxy to
vote for me/us on my/our behalf at the Second Annual General Meeting of the Company
being _____ held _____ on

_____ or at any adjournment thereof.

Signed this

Signed by the said

Affix
Re. 1/-

Note: The proxy in order to be effective should duly stamped, completed and signed and must be deposited at the Registered Office of the Company not less than Forty Eight Hours before the time fixed for holding the aforesaid meeting. The Proxy need not be member of the company.

CHAIRMAN'S REPORT

Dear Members,

It is a great pleasure welcoming you to the Third Annual General Meeting of your Company. The notice convening the meeting, the Director's Report, Annual Audited Accounts for the year ended 31 March 2014 and Auditors' Report have already been circulated and with your permission, I take them as read.

Performance of the Company

Financial Performance

The Directors of the Company wish to inform the Shareholders that the Company has commenced its business activities.

The profit before tax stood at Rs. 4.72 crores in the previous year. After adjusting deferred tax and provision for taxes, the profit after tax for 2013-14 comes to Rs. 3.19 crores. Although the major source of Income has been interest on Term Deposits, the Company endeavours to increase its business activities and thereby business income component of profit.

Investment of Funds in Term Deposit

The Company needed to invest the surplus funds (post tax amount received on maturity of existing Term Deposits plus amount in Flexi Deposit) of around Rs 53 crores.

A Special Committee under the Chairmanship of Sh. Arvind Kaushal, Vice-Chairman (AgIn) was formed to invest Rs 53 crore. Twenty six nationalized banks were invited for submitting bids for investment of Rs. 53 Crores in three Term Deposits; one amounting to Rs. 51 Crores and two amounting to Rs. One crore each. Six valid bids received were considered for investment. The highest rate of 9.10% p.a. for one year was offered by Canara Bank, Connaught Circle, New Delhi and State Bank of Bikaner and Jaipur, Krishi Bhawan, New Delhi. Hence, it was decided by the Committee that the amount of Rs. 53 Crores be distributed equally among the two banks.

The Committee recommended and the Board decided that

- a) Investment of Rs. 26.50 crore with the Canara Bank, Connaught Circle, New Delhi at an interest rate @ 9.10% p.a. for a period of one year and
- b) Investment of Rs. 26.50 crore with State Bank of Bikaner and Jaipur, Krishi Bhawan, New Delhi at an interest rate @ 9.10 % p.a. for a period of one year; be made.

Commercial Performance

During the year, the following proposals were initiated by the Company:

Foot and Mouth Diseases Vaccine Production

Foot and Mouth Disease (FMD) is the most important livestock disease in the world in terms of economic impact. Considering the immense economic benefit to the nation expected out of FMD control, the Company had decided to take up the establishment of facility for production of Foot and Mouth Disease Vaccine in PPP mode.

A Committee under the Chairmanship of Shri Arvind Kaushal, Director of the Company, had been constituted by the Board to develop the implementation plan for the FMD Vaccine Production Project and to carry forward the same, including appointment of consultants, selection, negotiation, deciding the terms and conditions of appointment of PPP Partner, nominating person(s) to sign, modify, execute all the agreements/ MOU/ documents approved by the Committee, etc.

To initiate the process for the implementation of the Project, an advertisement had been published in the newspaper inviting expression of interest for public private partnership partner & appointment of Transaction Consultant. M/s Mazars Advisory Private Limited were appointed as Transaction Consultants.

In response to the advertisement inviting expression of interest for PPP partner, three Firms submitted their bids and all of them were shortlisted. Salient features of the RFP and draft Concession Agreement including scope of the Project, transaction structure, obligations of AgIn/IVRI, obligations of Concessionaire, termination payment, monitoring mechanism, financial and commercial terms and conditions of the RFP document and Concession Agreement were finalized and were consented by the Board.

Thereafter, RFP was issued to all the shortlisted bidders and they were requested to submit their financial bids. The pre- bid meeting was held on 23.06.2014 wherein they had expressed their keen interest in the project; and desired extension of time for submission of financial bids which was duly extended upto 1 August 2014. However, no bids were received by the Company till the due date. The Board deliberated on the matter and decided that under the present circumstances, the process be stopped for now.

Proposal for Commercialization of tissue Culture technology of Oil Palm

I am happy to inform the members that Agrinnovate India Limited has licensed in partnership with BCIL the Tissue Culture Technology of Oil Palm developed by Directorate of Oil Palm Research (DOPR), Pedavegi to M/s Beejo Sheetal and M/s Vijaya Phyto Farms Private Limited, during the period under report. The technology was

subsequently also licensed to M/s Shristi Agro Biotech Private Limited and M/s Sheel Biotech Limited, Haryana.

The technology has been licensed on a non-exclusive basis. The licensee would be required to refine the technology and assess the performance of tissue culture plants vis-a-vis conventionally propagated plants. DOPR will provide the complete hand holding and training to the technical personnel.

Capacity Building Activities

The Company has taken up various capacity building programs like WAAPP sponsored programs for Short term Training on Chick Vent Sexing and Seed Quality Assurance in India; Training cum workshop under ASEAN –India Cooperation Fund on Conventional and Molecular Techniques for Diagnosis of Trans-boundary Animal Diseases at HSADL, Bhopal; ASEAN-India Training Program on IT Application for Agricultural Extension (e-Extension) at NAARM, Hyderabad; ASEAN – India training program on Organizing and implementing an effective National Seed Quality Control System at Directorate of Seed Research, Mau; Bio fertilizer & Bio pesticides and Bio organic Fertilization at Indian Agricultural Research Institute (IARI), New Delhi; Insect Biological Control (Mass rearing) of Agriculture Pests at NBAII, Bangalore; Training on Seed Technology and Pesticide testing at IARI, New Delhi.

Operations

Strengthening of Infrastructure

I am happy to inform that the renovation work of the Corporate Office of the Company in G -2, Office Block A, N.A.S.C. Complex, DPS Marg, New Delhi has been completed. The Company is in the process of shifting to NASC Complex.

Organization Structure and Setting up Institutional policy

A tentative Organization Structure for the Company has been developed. Dr. MM Pandey, Former Deputy Director General, ICAR, was appointed as the CEO- Incharge of the Company on 2nd July 2013 for a period of six (6) months and was further given an extension of 3 months. Dr. M. M. Pandey completed his tenure as the Chief Executive Officer of the Company on 31/03/2014. The Board places on record the contribution of Dr. M. M. Pandey as Chief Executive Officer of the Company.

Thereafter, Dr. Sanjeev Saxena, Principal Scientist, on secondment from ICAR, has been again designated as CEO, In-charge till the time a regular CEO is appointed.

During the year, a head hunting agency was awarded the contract for Consulting Services required for appointment of CEO. Interviews of candidates suggested by them were held but none of the candidates were found suitable. For fast tracking the process, the Agricultural

Scientists Recruitment Board (ASRB) has been requested to take up the selection process through an open advertisement. It is expected that the process of selection and appointment may get completed in a couple of months.

During the period under review, Ms. Sunita Sharma, Deputy Secretary and Shri N. V. R. N. Murty, Finance and Accounts Officer were posted from ICAR on secondment basis. To augment the commercialization of technologies activities of the Company, two Business Managers, Mr. Sivakumar P. and Mr. Nitin Singh, have also been appointed on contractual basis.

With an aim at integrating Company's mission, vision and objectives into the organization's culture and structure, various policies and standard operating procedures like policy for Revenue Recognition, policy for Internal Control System for its revenue generating activity, fees to be charged for training programmes, etc. have been formulated. As the focus of the Company is majorly on commercialization of technologies of ICAR, an effort has also been made to formulate a policy regarding Commercialization of Technologies and benefit sharing.

For understanding the practicalities and modalities involved in commercialization of technologies, the Company had organised meeting regarding valuation and pricing of Agricultural Technologies. The Company has also started exploring other areas like Seed Sector. In this regard, a brainstorming session on seed sector was organised. Im delighted to inform the Members that the Company has initiated its activities in the Seed Sector. The first endeavor of the Company in this direction is Export of Oil Palm Sprouts to Bangladesh.

Directorate of Oil Palm Research (DOPR), ICAR, Pedavegi had received a request from Bangladesh for supply of 3.00 Lakhs hybrid seeds. The request for forwarded to Agrinnovate India Limited. It may be appreciated that your Company has received approval form Department of Agriculture and Cooperation (DAC) for such an export. For this, an application has been made to the Additional Director General of Foreign Trade for acquiring Import Export Code (IEC).

During the year, the Company had also celebrated its Foundation Day on 19th October 2013 as a Conglomerate on Innovative Partnerships, in association with NAIP and IP&TM Unit of ICAR. Dr Abhijit Sen, Member, Planning Commission, Government of India graced the occasion as the Chief Guest. On this occasion the Website and Brochure of the Company were launched. The Company felicitated Mrs Krishna Yadav, Mr. Ajay Raghav, Dr K.R.K. Reddy, Mr. Subrata Rana, Mr. K.D. Bhatt, Dr Abdul Rauf A. Shaikh, Mr. Karthikumar N. and Mr. Manjit Dahiya in recognition of their entrepreneurial contributions on commercialization of various technologies and products of ICAR.

Appointment of Key Managerial Personnel

As required under Section 203(1) read with Rule 8 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Dr. Sanjeev Saxena, CEO, Mr. N.V. R. N. Murty, F&AO appointed as CFO and Mrs. Nidhi Godha, Company Secretary were categorized as Key Managerial Personnel of the Company.

Future outlook

It would be the Company's endeavor to focus on commercialization of technologies with high competitive advantage. For the purpose, potential technologies have been identified. Concentrated efforts are being made to market these technologies. The Company is also making efforts towards taking up turnkey projects and consultancies.

Acknowledgments

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

Thanking you,

Yours truly,

Sd/-

Dr. S. Ayyappan

Chairman

Agrinnovate India Limited

Place: New Delhi



AGRINNOVATE INDIA LIMITED

DIRECTOR'S REPORT

To,
The Members,
M/s. AGRINNOVATE INDIA LIMITED.
Room No. 402, Krishi Bhawan,
New Delhi -110001

Your Directors have pleasure in presenting their 3rd Annual Report & Audited Statement of Accounts of the Company for the year ended on 31st March 2014.

1. Financial Results

The Directors of the Company appreciate the initiatives taken by the Company in right earnest and are happy to inform that the company has initiated its commercial activities.

S. No	Particulars	2013-14	2012-13
1	Revenue from Operation	1,26,34,405	-
2.	Other Income	4,86,03,630	4,20,29,587
3.	Total Expenses	1,40,02,619	12,28,727
4	Gross Profit	4,72,35,416	4,08,00,860
5.	Provision for Tax	15325749	11384292
6.	Net Profit After Tax	3,19,09,668	2,94,16,568

Balance sheet as at 31st March 2014 and Profit and Loss Account for the year ending 31st March 2014 of the Company has been prepared and the same is placed for approval.

2. Operations Review

During the year, the Company initiated the following proposals:

Commercialization of tissue Culture technology of Oil Palm: The Company had taken up the proposal for commercialization of Tissue Culture Technology of Oil Palm developed by DOPR, Pedavegi in partnership with Biotech Consortium Private Limited and has licensed the technology to three companies.

Capacity Building Programs: The Company has taken up various capacity building programs like WAAPP sponsored programs for Short-term Training on Chick Vent Sexing and Seed Quality Assurance in India; Training-cum-workshop under ASEAN-India Cooperation Fund on Conventional and Molecular Techniques for Diagnosis of

Trans-Boundary Animal Diseases at High Security Animal Disease Laboratory, Bhopal; ASEAN-India training program on IT Application for Agricultural Extension (e-Extension) at National Academy of Agricultural Research Management, Hyderabad; ASEAN-India training program on Organizing and Implementing an Effective National Seed Quality Control System at Directorate of Seed Research, Mau.

The Directors are happy to inform that the Company has earned gross income of approximately Rs. 16, 00,000/- for organising these training programs.

Foot and Mouth Diseases Vaccine Production: The Company has in principle decided to take up the establishment of facility for production of Foot and Mouth Disease (FMD) Vaccine in PPP mode. A No Objection Certificate from State Government of Karnataka for undertaking the project has been received. To take the process further, a FMD Committee had been constituted and a professional Transaction Consultant was appointed.

Appointment of CEO

Dr. MM Pandey, Former Deputy Director General, ICAR, was appointed as the CEO-Incharge of the Company on 2nd July 2013 for a period of six (6) months or till the time regular CEO is appointed, whichever is earlier; and was further given an extension of 3 months. Dr. M. M. Pandey completed his tenure as the Chief Executive Officer of the Company on 31/03/2014. Dr. Sanjeev Saxena, Principal Scientist has been designated as CEO-Incharge till the time a regular CEO is appointed.

During the year, for fast-tracking the process of appointment of CEO, a head hunting agency was awarded the contract for 'Consulting Services required for appointment of Chief Executive Officer (CEO) for the Company'. Search Brief for the experience, qualifications, terms and conditions for the candidate of CEO has been provided to M/s Randstad India Limited. They have initiated the process of selecting suitable candidates for the post of CEO.

Secondment of Ms. Sunita Sharma, Deputy Secretary & Mr. N. V. R. N. Murthy, F & AO: The Board is pleased to inform that Ms. Sunita Sharma, Deputy Secretary and Shri N. V. R. N. Murthy, Finance and Accounts Officer has been posted from ICAR on secondment basis.

Foundation Day Celebration

Foundation Day of the Company was celebrated on 19th October 2013 as a Conglomerate on Innovative Partnerships, in association with NAIP and IP&TM Unit of ICAR. This event was held in three sessions- Technical Session, Inaugural Session and Panel Discussion. Dr Abhijit Sen, Member, Planning Commission, Government of India graced

the occasion as the Chief Guest. The Website and Brochure of the Company were launched.

Renovation of Corporate Office Premises of the Company

The Company had shifted to its Corporate Office at Room No. 222 & 226, Water Technology Center, IARI, Pusa Road, New Delhi-110012 w.e.f. April 2nd, 2013.

However, another office space was identified to house the Corporate Office of the Company. The Company shifted to G-2, A Block, NASC, DPS Marg, New Delhi w.e.f. July 2nd, 2013 and to make best use of the space allocated to the company for housing the Corporate Office, an Interior Designing Consultant and a professional contractor were appointed. The Corporate Office premises were handed over to the Contractors. The renovation work has been initiated by them.

3. Directors

During the year, the Board appointed Mr. Dalip Singh, IAS, Additional Secretary, DoAC as the Additional Director of the Company with effect from 11/06/2013. His appointment was regularized in the previous Annual General Meeting.

The Board also appointed Dr. S. S. Honnappagol as an Additional Director of the Company with effect from 21/03/2014.

In accordance with Article 93 of the Articles of Association of the Company, Dr. S. S. Honnappagol shall hold office as Additional Director up to the ensuing Annual General Meeting of the Company and is eligible for re- appointment.

Shri Siraj Hussain, Ex-SS (D) & Add. Secy., DoAC had tendered his resignation from the Directorship of Agrinnovate India Ltd. w.e.f. 30.04.2013 consequent upon his promotion and transfer to the Ministry of Food Processing Industries.

Dr. A.S. Nanda resigned from the office of Director w.e.f. 31.12.2013 consequent to his retirement from Government Service.

The Board places on record its gratitude for the outstanding contribution made by Shri Siraj Hussain and Dr. A. S. Nanda during their tenure with the Company.

4. Directors' Responsibility Statement

In compliance of the Provisions of Section 217(2AA) of the Companies Act, 1956, your Directors wish to place on record-

- i. That in preparing the Annual Accounts for the year ending 31st March 2014, all the applicable accounting standards have been followed;

- ii. That the accounting policies are adopted and consistently followed and the judgments and estimates made 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
- iii. That the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for preventing / detecting fraud and irregularities;
- iv. That the Directors have prepared the Annual Accounts ongoing concern basis.

5. Audit Committee

Consequent upon resignations of Shri Siraj Hussain and Dr. A.S. Nanda, the Audit Committee was reconstituted during the year. The Audit Committee comprises of the following members:

- a) Mr. P.K. Pujari- Chairman
- b) Mr. Dalip Singh– Member
- c) Dr. S.S. Honnappagol- Member

6. Corporate Social Responsibility Committee

During the year, your directors have constituted the Corporate Social Responsibility (CSR Committee) comprising Shri Arvind Kaushal, as the Chairman and Dr. Shashank Mauria and Chief Executive Officer of the Company as other members.

The said Committee has been entrusted with the responsibility of formulating and recommending to the Board a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, monitoring the implementation of the framework of the CSR Policy and recommending the amount to be spent on CSR activities.

7. Auditors

Pursuant to Section 619(2) read with Section 224 (8) (aa) of the Companies Act, 1956, the Auditors of a Government Company shall be appointed or re appointed by the Comptroller and Auditor General (C&AG) of India and their remuneration has to be fixed by the Company in the Annual General Meeting. The appointment of Statutory Auditors of the Company for the year 2014-2015 is awaited from C&AG of India. The General Meeting may authorize the Board to fix up an appropriate remuneration of Auditors for the year 2014-2015 after taking into consideration the increase in volume of work and prevailing inflation.

8. Auditor's Report

With reference to Auditor's remarks, directors would like to state that in point No. 9 of the Annexure to Auditor's Report, it has been commented that there has been delay in deposition of Service Tax of Rs. 14, 62,734/-.

In this regard, it is stated that clarification was sought from Service Tax department in February 2014 as to whether the company is liable to pay service tax on the whole amount received from the client or only on the charges levied by Agrinnovate India Limited.

A reply has been received from Service Tax Department in May 2014 clarifying that the service tax is payable on the complete amount received from the Client. Thereafter, due service tax has been paid in June 2014.

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

9. Particulars of the employees:

In accordance with the requirements of Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) Rules 1975 & forming part of the Director's Report for the year ended 31/03/2014 is as follows:

- I. EMPLOYED THROUGHOUT THE FINANCIAL YEAR AND WERE IN RECEIPT OF REMUNERATION OF NOT LESS THAN Rs. 60, 00,000/- P.A.**
CURRENT YEAR: NIL
- II. EMPLOYED FOR PART OF YEAR & IN RECEIPT OF REMUNERATION OF NOT LESS THAN Rs. 5,00,000/- P.M.**
CURRENT YEAR: NIL

10. Deposits

The company has not accepted the deposits under section 58A of the Companies Act, 1956 and Companies (Acceptance of Deposits) Rules 1975.

11. Conservation of Energy, Technology Absorption And Foreign Exchange Earnings and Outgo

Information in accordance with the provision of Section 217(1)(e) of the Companies Act, 1956, read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 regarding conservation of energy, technology absorption and foreign exchange earnings and outgo is as under: -

I. Conservation of Energy:

N. A.

II. Technology Absorption:

N. A.

III. Foreign Exchange Earnings & Outgo:

(a) Foreign Exchange Earnings: Rs. 1, 44, 66,663/-

(b) Foreign Exchange Outgo: Rs. Nil

12. Appreciation

Directors take this opportunity to express their thanks to various Ministries and Departments of the Government of India, particularly the Department of Agricultural Research and Education, ICAR and Department of Agriculture and Cooperation and Shareholders for their continued support and guidance.

The Directors wish to place on record their appreciation for the dedicated efforts put in by the employees of the Company at all levels.

BY ORDER OF THE BOARD

PLACE: DELHI

DATE: 13/08/2014

**Sd/-
CHAIRMAN**

Auditor's Report

**To the Members,
M/s Agrinnovate India Limited,
New Delhi**

Report on the Financial Statements

We have audited the accompanying financial statements of **M/s Agrinnovate India Limited** which comprise the Balance Sheet as at **31 March 2014**, and the Statement of Profit and Loss for the year and a summary of Significant Accounting Policies and other Explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control 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 conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. -

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- i. in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- ii. in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- iii. 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, 2003 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a. we have 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 appears from our examination of those books;
 - c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013; and
 - e. on the basis of written representations received from the directors as on 31 March 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For S. C. Verma & Associates
Chartered Accountants

Sd/-

CA S.C. Verma
Partner
Membership Number: 083092
FRN: 004180N
Place: New Delhi
Date: 13/08/2014

Annexure to the Auditor's Report

1. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of information available. According to the information and explanations given to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner which, in our opinion, is reasonable, having regard to the size of the Company and nature of the assets. No material discrepancies were noticed on such verification.

In our opinion, the Company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the company is not affected.

2. The Company is a service providing entity, it does not hold physical inventories, and hence clauses (ii) of the said order not applicable to the Company.
3. We are informed that the Company has not granted or taken any loan secured or unsecured to/from companies, firms or parties listed in the register maintained under Section 301 of the Companies Act, 1956.
4. In our opinion, and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of services. In our opinion and according to the information and explanations given to us, there are no major weaknesses in internal control.

In our opinion, and according to the information and explanations given to us, there are no such transactions made in pursuance of contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956.

6. According to the information and explanations given to us, the Company has not accepted any deposit from the public.
7. In our opinion, the internal Audit system is commensurate with the size of the company and the nature of its business.
8. The Central Government of India has not prescribed the cost records to be maintained by the Company under Section 209(1)(d) of the Companies Act, 1956.
9. The company has deposited the Service Tax of Rs. 14,62,734/- after due date, otherwise the Company is regular in depositing with appropriate authorities undisputed statutory dues applicable to it.

According to the information and explanations given to us, there are no undisputed statutory dues payable in respect of Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income-tax, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, cess for a period of more than six months from the date they became payable.

10. The company has no accumulated losses at the end of financial year and has not incurred cash loss during the financial year covered by our audit and the immediately preceding financial year.
11. The Company not has any outstanding dues to a financial institution, bank or debenture holder during the year.
12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The Company is not a Chit fund, Nidhi or mutual benefit Society. Hence the requirements of item (xiii) of paragraph 4 of the Order are not applicable to the company.
14. The Company is not dealing or trading in shares, securities, debentures and other investment.
15. The company has not given corporate guarantee for loans taken by the company under the same management from bank or financial institutions.
16. The Company has not obtained and not has any term loan outstanding during the year.
17. According to the information and explanations given to us, the company has not raised any funds on short-term basis.
18. According to the information and explanations given to us no preferential allotment of shares has been made by the company to companies, firms or other parties listed in the register maintained under section 301 of the Companies Act, 1956.
19. The company has not issued any debentures. Hence the requirements of clause (xix) of paragraph 4 of the Order are not applicable to the company.
20. The Company has not raised any money by public issue.
21. According to the information and explanations given to us, a fraud on or by the company has not been noticed or reported during the year

For S.C. Verma & Associates
Chartered Accountants

Sd/-

CA S.C. Verma
Partner
Membership Number: 083092
F R N: 004180N
Place: New Delhi
Date: 13/08/2014

Agrinnovate India Limited
CIN :U01400DL2011GOI226486
Balance Sheet as at March 31, 2014

(Figures in

Rupees)

	Note	As at March 31, 2014	As at March 31, 2013
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUND			
(a) Share Capital	2	50,00,00,000	50,00,00,000
(b) Reserves & Surplus	3	5,45,36,879	2,26,27,211
		55,45,36,879	52,26,27,211
Share Application money pending allotment		-	-
NON-CURRENT LIABILITIES			
CURRENT LIABILITIES			
(a) Other Current Liabilities	4	36,13,070	2,70,113
(b) Provisions	5	3,68,028	6,27,077
TOTAL		55,85,17,977	52,35,24,401
ASSETS			
NON-CURRENT ASSETS			
(a) Fixed Assets:			
(i) Tangible Assets	6	6,50,178	3,50,074
(ii) Intangible Assets		97,547	-
(b) Deferred Tax Assets (Net)	17	12,93,152	17,46,223
CURRENT ASSETS			
(a) Trade Receivables	7	2,00,000	-
(b) Cash and Cash Equivalents	8	55,61,42,864	52,14,28,104
(c) Short-Term Loans and Advances	9	1,34,236	-
Significant Accounting Policies and Notes to the Accounts	1		
TOTAL		55,85,17,977	52,35,24,401

As per our report of even date attached;

For S. C. Verma & Associates
Chartered Accountants

Firm Registration No : 004180N

Sd/-

CA S. C. Verma

Partner

M.No.083092

Place : New Delhi

Date : 13/08/2014

Sd/-

S. Ayyappan

Director

DIN :03625355

Sd/-

Nidhi Godha

Company Secretary

Sd/-

Arvind Kaushal

Director

DIN:06525426

Agrinnovate India Limited
CIN :U01400DL2011GOI226486

Statement of Profit & Loss for the year ended on March 31, 2014 (Figures in Rupees)

	Particulars	Note No.	For the year ended on March 31, 2014	For the year ended on March 31, 2013
I.	Revenue from Operation	10	1,26,34,405	-
II.	Other Income	11	4,86,03,630	4,20,29,587
III.	TOTAL REVENUE (I+II)		6,12,38,035	4,20,29,587
IV.	Expenses			
	Employee Benefit Expenses	12	24,23,059	6,09,209
	Depreciation	6	2,07,007	2,061
	Administrative and other Expenses	13	1,13,72,553	6,17,457
V.	TOTAL EXPENSES		1,40,02,619	12,28,727
V.	PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX (III-IV)		4,72,35,416	4,08,00,860
VI.	Exceptional Items		-	-
VII.	PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX		4,72,35,416	4,08,00,860
VIII.	Extraordinary Items		-	-
IX.	PROFIT BEFORE TAX		4,72,35,416	4,08,00,860
X.	Tax Expense:			
	Tax expenses related to previous year			
	(1) Current Tax		1,48,72,677	1,31,30,515
	(2) Deferred Tax	17	4,53,072	(17,46,223)
XI.	PROFIT FOR THE PERIOD FROM CONTINUING OPERATION (VII-VIII)		3,19,09,668	2,94,16,568
XII.	Profit from Discontinuing Operation		-	-
XIII.	Tax Expense of Discontinuing Operation		-	-
XIV.	PROFIT FROM DISCONTINUING OPERATION AFTER TAX (XII-XIII)		-	-
XV.	PROFIT FOR THE PERIOD (XI+XIV)		3,19,09,668	2,94,16,568
XVI.	BASIC AND DILUTED EARNING PER SHARE (IN RS.)		0.64	0.59
	Significant Accounting Policies and Notes to the Accounts	1		

As per our report of even date attached;

For S. C. Verma & Associates
Chartered Accountants
Firm Registration No : 004180N
Sd/-

CA S. C. Verma
Partner
M.No.083092
Place :
Date: 13/08/2014

Sd/-
S. Ayyappan
Director
DIN :03625355

Sd/-
Nidhi Godha
Company Secretary

Sd/-
Arvind Kaushal
Director
DIN:06525426

SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED March 31, 2014

Note no. 1

A Corporate Information

(a) The Company was Incorporated on 19th October, 2011. The Company is a 100% Government of India Company under Department of Agriculture Research & Education, Ministry of Agriculture.

b) Dr Sanjeev Saxena, Dr. Amit Kar, Ms. Sunita Sharma and Mr. N.V.R.N. Murthy are employees of ICAR but looking after the affairs of the Company. No payment is made either to them or ICAR in this respect.

(c) The Authorized Share Capital of the company is Rs. 100 Crores whereas the Issued, Subscribed and Paid up Share Capital is Rs. 50 Crores.

B Basis of Presentation of Financial Statements

(a) **Accounting Convention:** - The financial statements are prepared under the historical cost convention on accrual basis and in accordance with generally accepted accounting principles and applicable accounting standard in India. The financial statements adhere to the relevant presentational requirement of the Companies Act, 1956.

(b) **Use of Estimates:** - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumption that affect the reported amounts of assets and liabilities and disclosure thereof at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates. Difference between the actual results and estimates are recognized in the period in which results materialize.

C Revenue Recognition

1. Policy for Interest Income

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

2. Policy for Royalty Income

Royalties are accrued and recognized on due basis as per licensing agreement.

3. Policy for License Fees

License fees is recognized when the complete technical knowhow, demonstration and training of the particular license is provided to the licensee or due basis as per licensing agreement.

4. Policy for Training Programme

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

D Contingent Liability & Provision

A provision is recognized when the company has a present obligation as a result of past events and it is possible that an outflow of resources will be required to settle the obligation, in respect of which reliable estimates can be made. Provisions are not discounted to its present value and are determined based on estimate required to settle

the obligation at the balance sheet date these are reviewed at each balance sheet date and adjusted to reflect best estimates. During the financial year, Contingent Assets/Liabilities are neither recognized nor disclosed in the financial statements.

E Fixed Assets

Fixed Assets are shown at historical cost less accumulated depreciation. The cost includes any cost attributable of bringing the assets to its working condition for its intended use.

F Depreciation

Depreciation has been calculated on written down value method in accordance with rates mentioned in schedule XIV to the Companies Act 1956. However in case the actual cost of individual asset is less than Rs. 5,000/-, such assets are fully depreciated in the year of purchase.

G Current Tax And Deferred Tax

Income Tax expenses comprises current Income Tax (Amount of tax for the period determined in accordance with the income tax law) and deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period) is determined in accordance with Accounting Standard-22 of the Institute of Chartered Accountants of India. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates that have been enacted or substantially established by the Balance Sheet date. Deferred Tax Assets are recognized and carry forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such Deferred Tax Assets can be realized.

H Earnings Per Share

The earnings considered is ascertaining the Company's EPS comprises the net profit after tax and includes the post-tax effect of any extraordinary items. The number of shares used in computing basic EPS is the weighted average number of shares outstanding during the year.

I Deferred Tax

The Income Tax liability is ascertained on the basis of assessable profit computed in accordance with the provisions of the Income Tax Act, 1961. Further liability, if any, in respect of unassessed cases are accounted for in the year in which the same are decided.

Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future.

J Foreign Currency Transactions

Transactions in foreign exchange are accounted at the standard exchange rate. The Exchange differences arising on such conversions are recognized as income or expense in the Profit & Loss Account.

2. SHARE CAPITAL

Particulars	As at 31.03.2014	As at 31.03.2013
Authorized 100000000 Equity Shares of Rs.10 each.	1,00,00,00,000.00	1,00,00,00,000.00
Issued, Subscribed and Paid Up 500000000 Equity shares of Rs. 10 each fully paid up.	50,00,00,000.00	50,00,00,000.00
	50,00,00,000.00	50,00,00,000.00

Reconciliation of Number of Shares at the beginning and at the end of the period:

Particulars	As at 31.03.2014	As at 31.03.2013
Number of shares at the beginning of the period	5,00,00,000	50,000
Add: Shares issued during the period	-	4,99,50,000
Less: Shares bought back during the year	-	-
Number of shares at the end of the period	5,00,00,000	5,00,00,000

Shareholders holding more than 5% of the shares:

Name	% of Shares	Number of Shares held as at 31.03.2014	Number of Shares held as at 31.03.2013
President of India, Government of India	100	5,00,00,000	5,00,00,000
		5,00,00,000	5,00,00,000

3. RESERVES AND SURPLUS

Particulars	Opening Balance as at 01.04.2013	Additions during the period	Appropriations / Adjustments during the period	Balance as on 31.03.2014
Statement of Profit and Loss	2,26,27,211	3,19,09,668	-	5,45,36,879

4. OTHER CURRENT LIABILITIES

Particulars	As at 31.03.2014	As at 31.03.2013
<i>Earnest Money Deposit</i>	10,20,000	-
Statutory Dues Payable	14,63,345	3,133
Expense Payable	-	2,66,980
Other Liabilities	11,29,725	-
	36,13,070	2,70,113

5. PROVISIONS

Particulars	As at 31.03.2014	As at 31.03.2013
Provision for Taxation (Net of Taxes)	2,65,123	5,27,550
Provision for Expenses	1,02,905	99,527
	3,68,028	6,27,077

7. TRADE RECEIVABLES

Particulars	As at 31.03.2014	As at 31.03.2013
<u>Secured, Considered good:</u>	-	
<u>Unsecured, Considered Good :</u>		
More Than Six Month	-	-
Others	2,00,000	-
	2,00,000	-

8. CASH AND EQUIVALENTS

Particulars	As at 31.03.2014	As at 31.03.2013
Balance with Banks and	84,42,494	73,149
Fixed Deposit including interest accrued	54,77,00,370	52,13,54,878
Cash on hand	-	77
	55,61,42,864	52,14,28,104

9. OTHER CURRENT ASSETS

Particulars	As at 31.03.2014	As at 31.03.2013
(Unsecured, Unconfirmed, Considered Good)		
Advances recoverable in cash or kind or for value to be received		
Prepaid Rent & Allied Charges and other charges	1,34,236	-
	1,34,236	-

10. Revenue from Operation

Particulars	For the year ended on March 31, 2014	For the year ended on March 31, 2013
License fee	8,00,000	-
Training Programme Income	1,18,34,405	-
	1,26,34,405	-

11. Other Income

Particulars	For the year ended on March 31, 2014	For the year ended on March 31, 2013
Difference in Exchange	49,799	-
Interest on Fixed Deposit	4,85,33,831	4,20,29,587
Sale of Tender	20,000	-
	4,86,03,630	4,20,29,587

Note 6: Fixed Assets as at 31.03.2014

Sr. No	Particulars	Rate	Gross Block				Depreciation				Net Block	
			Balance as at 1.04.2013	Addition during the year	Deletion during the year	Value at the end	Value at the Beginning	Addition during the year	Deletion during the year	Value at the end	WDV as at March 31, 2013	WDV as at March 31, 2014
	Tangible Assets											
1	Computers & Accessories	40	1,33,738	1,92,280	-	3,26,018	1,466	1,14,316	-	1,15,782	1,32,272	2,10,236
2	Printer	13.91	1,08,255	-	-	1,08,255	289	15,018	-	15,307	1,07,966	92,948
3	Microwave	13.91	6,815	-	-	6,815	49	941	-	990	6,766	5,825
4	Water dispenser	13.91	10,033	-	-	10,033	73	1,385	-	1,458	9,960	8,575
5	Furniture & fixtures	18.1	93,294	2,09,120	-	3,02,414	185	49,069	-	49,254	93,109	2,53,160
6	Air Conditioner	13.91	-	91,820	-	91,820	-	12,387	-	12,387	-	79,433
	Sub Total(A)		3,52,135.00	4,93,220.00	-	8,45,355.00	2,061	1,93,115.73	-	1,95,177.17	3,50,073.56	6,50,177.83
	Intangible Assets											
7	Software	13.91	-	1,11,438	-	1,11,438	-	13,891	-	13,891	-	97,547
	Sub Total (B)		-	1,11,438.00	-	1,11,438.00	-	13,891.00	-	13,891.00	-	97,547.00
	Total		3,52,135.00	6,04,658.00	-	9,56,793.00	2,061.44	2,07,006.73	-	2,09,068.17	3,50,073.56	7,47,724.83
	(Previous Yr.)		-	3,52,135.00	-	3,52,135.00	-	2,061.44	-	2,061.44	0	3,50,073.56

12. EMPLOYEE BENEFIT EXPENSES

Particulars	For the year ended on March 31, 2014	For the year ended on March 31, 2013
Salary	20,50,770	6,09,209
Salary to Contract Employee	3,72,289	-
	24,23,059	6,09,209

13. ADMINISTRATIVE AND OTHER EXPENSES

Particulars	For the year ended on March 31, 2014	For the year ended on March 31, 2013
<i>Administrative Expenses</i>	2,39,542	2,970
<i>Advertisement</i>	1,11,519	-
<i>Consultancy Services</i>	84,270	-
<i>Function and Seminar Expenses</i>	8,88,560	-
<i>FMD Project</i>	2,68,428	-
<i>Interest on TDS</i>	671	180
<i>Internal Audit fees</i>	52,332	-
<i>Miscellaneous Expenses</i>	61,253	2,223
<i>Professional Fee</i>	1,99,387	16,000
<i>Rent & Allied Charges</i>	1,21,899	-
<i>ROC Expenses</i>	21,100	31,300
<i>Stamp Duty</i>	-	5,00,000
<i>Printing and Stationery</i>	81,092	33,539
<i>Statutory Audit Fee</i>	22,472	22,472
<i>Subscription Fee</i>	28,372	-
<i>Telephone Expenses</i>	57,805	-
<i>Training Programme Expense</i>	85,72,860	-
<i>Travelling Expenses</i>	85,242	8,773
<i>Vehicle Expenses</i>	4,75,749	-
	1,13,72,553	6,17,457

14. Contingent Liabilities

Assessment under the Income Tax Act is yet not completed hence tax liabilities, if any, in respect of unassessed cases shall be accounted for in the year in which the same are decided.

15. Foreign Exchange Transaction

The Company has earned foreign exchange of Rs. 1, 44, 66,663/- on account of training programme. The Company has not spent any foreign exchange during the year.

16. Related Party Transactions

There are no such transactions with Related Party which are required to disclose in accordance with Accounting Standard (AS-18) issued by the ICAI.

17 : Computation of Deferred Tax as at 31 March 2014

(Figures in Rupees)

	As At 31-03-2014	As At 31-03-2013
1. On Account of Preliminary Expenses		
Preliminary expenses	26,98,318.00	40,47,477.00
	26,98,318.00	40,47,477.00
2. On Account of Carried forward loss		
	13,89,066.00	13,89,066.00
	13,89,066.00	13,89,066.00
3. On account of W D V		
as per Companies Act	7,47,724.83	3,50,073.56
as per Income Tax	6,46,014.59	2,95,633.83
Excess of Income Tax over company Act	1,01,710.24	54,439.73
Total	39,85,673.76	53,82,103.27
Deferred Tax Assets @ 32.445%	12,93,151.85	17,46,223.40
Recognized in Statement of Profit and Loss	4,53,071.55	17,46,223.40

As per our report of even date attached, the Company has prepared the financial statement according to revised Schedule-VI notified under the Companies Act, 1956. The Company has reclassified or regrouped the previous year figures in accordance with the requirements applicable in the current year.

For S.C. Verma & Associates
Chartered Accountants

Firm Registration No : 004180N

Sd/-
CA S.C. Verma
Partner
M.No.083092

Sd/-
S. Ayyappan
Director
DIN :03625355

Sd/-
Arvind Kaushal
Director
DIN:06525426

Place : New Delhi
Date : 13/08/2014

Sd/-
Nidhi Godha
Company Secretary

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 619 (4) OF THE COMPANIES ACT, 1956 ON THE ACCOUNTS OF AGRINNOVATE INDIA LIMITED FOR THE YEAR ENDED 31ST MARCH 2014

The comments of The Comptroller and Auditor General of India under section 619 (4) of the Companies Act, 1956 on the accounts of Agrinnovate India Limited for the year ended 31st March 2014, if any, and the Management's responses thereto shall be circulated to the Members as and when received. The same will also be placed before the Members at the time of the Annual General Meeting.