

**Basix Krishi Samruddhi Limited  
(CIN: U01119TG2010PLC068108)**

**Annual Report for the  
Financial Year 2022-2023**

# Basix Krishi Samruddhi Limited



**BASIX**  
Equity for Equity

Since 1996

Regd. Office: 3rd floor, Surabhi Arcade, Troop Bazar, Bank Street, Koti, Hyderabad 500 001; Ph.: +91 040 66585800;  
CIN NO: U01119TG2010PLC068108 E-mail: [secretarial@basixindia.com](mailto:secretarial@basixindia.com) Website: [www.basixindia.com](http://www.basixindia.com)

## NOTICE

**NOTICE** is hereby given that the 13<sup>th</sup> Annual General Meeting of the members of "**BASIX Krishi Samruddhi Limited**" (CIN: U01119TG2010PLC068108) will be held on Saturday, August 19, 2023, at **4.00 P.M. IST** through Video Conference to transact the following businesses:

### ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements (Balance Sheet, Profit and Loss Account and Cash Flow Statements along with Annexures) of the Company for the year ended March 31, 2023 and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Pravinchandra Shivaram Dravid, Director (DIN:02726180), who retires by rotation and being eligible, offer himself for re-appointment.
3. To appoint a Director in place of Mr. Prabhakar Karamcheti, Director (DIN: 00337714), who retires by rotation and being eligible, offer himself for re-appointment.

### SPECIAL BUSINESS

#### 4. Approval for Related Party Transactions for FY 2023-2024

To consider, and if thought fit to pass, with or without modification(s), the following Resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** pursuant to the provisions contained in Section 188 of the Companies Act, 2013 and all other applicable provisions of the Companies Act, 2013, the consent of the members be and is hereby accorded for all the related party transactions tabulated below up to the limits indicated in the last column for the year ending March 31, 2024 subject to the approval of the shareholders of Bhartiya Samruddhi Investments and Consulting Services Limited, Indian Grameen Services and Basix Municipal Waste Ventures Limited:

Sl. No.	Name of the party	Nature of transaction	Type of transaction	Amount Up to (In Rs.)
1	Bhartiya Samruddhi Investments and Consulting Services Ltd	Fee for Laptop Lease	Payment	1,58,000
		Unsecured Loan (PY sanctioned Rs 120L and disbursed Rs. 95L, seeking approval for balance in CY)	Receipt	25,00,000
		Interest on Unsecured Loan	Payment	13,00,000
		Unsecured Loan	Payment	1,00,00,000
		Unsecured Loan	Receipt	1,00,00,000
2	Indian Grameen Services	Rent and Reimbursement of Expenses	Payment	1,20,000
3	Basix Municipal Waste Ventures Limited	Unsecured Loan	Receipt	1,00,00,000
		Unsecured Loan	Payment	1,00,00,000

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**"RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorized to perform and execute all such acts, deeds, matters and things including delegate such authority, as may be deemed necessary, proper or expedient to give effect to this resolution and for the matters connected herewith or incidental hereto."

**for and on behalf of the Board**

Date : June 09, 2023  
Place: Hyderabad



  
Sattaiah Devarakonda  
Director  
DIN: 02963934

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## NOTES:

1. An explanatory statement pursuant to Section 102 of the Companies Act, 2013 which sets out details relating to Special Business at the meeting, is annexed hereto.
2. In view of the COVID-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circular dated May 05, 2020 read with circulars dated April 08, 2020, April 13, 2020 and December 28, 2022 (collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting ("AGM") through VC/OAVM, without the physical presence of the members at a common venue. In compliance with the provisions of the Companies Act, 2013 and MCA Circulars, the AGM of the Company is being held through VC / OAVM.
3. Pursuant to the provisions of the Act, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote instead of himself/herself and such proxy need not be a member of the Company. Since the AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM.
4. Members desiring to seek any information/clarifications on the annual accounts are request to write to the Company at least seven (7) days before the Annual General Meeting so that the information required may be made available at the Meeting.
5. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

We refer to update your email address with the Company to ensure that the annual report and other documents reach you on your preferred email account.

**for and on behalf of the Board**

Date : June 09, 2023  
Place: Hyderabad



  
Sattaiah Devarakonda  
Director  
DIN: 02963934

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## Explanatory Statement Pursuant to Section 102 of the Companies Act, 2013

### Item No. 4:

In terms of the provisions of Section 188 of the Companies Act, 2013. All the disclosures as required are provided in the below mentioned format.

Sl. No.	Name of the party	Nature of transaction	Type of transaction	Amount Up to (In Rs.)
1	Bhartiya Samruddhi Investments and Consulting Services Ltd	Fee for Laptop Lease	Payment	1,58,000
		Unsecured Loan (PY sanctioned Rs 120L and disbursed Rs. 95L, seeking approval for balance in CY)	Receipt	25,00,000
		Interest on Unsecured Loan	Payment	13,00,000
		Unsecured Loan	Payment	1,00,00,000
		Unsecured Loan	Receipt	1,00,00,000
2	Indian Grameen Services	Rent and Reimbursement of Expenses	Payment	1,20,000
3	Basix Municipal Waste Ventures	Unsecured Loan	Receipt	1,00,00,000
		Unsecured Loan	Payment	1,00,00,000

Members are hereby informed that pursuant to second proviso of Section 188(1) of the Companies Act, 2013, no member of the Company shall vote on such special resolution to approve any contract/arrangement which may be entered into by the Company if such member is a related party.

Your directors commend the resolution for your approval as an Ordinary Resolution. Except Mr. Sattaiah Devarakonda, none of the Directors of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.4.

**for and on behalf of the Board**

Date : June 09, 2023  
Place: Hyderabad



  
Sattaiah Devarakonda  
Director  
DIN: 02963934



# V. NAGARAJAN & CO.

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BASIX KRISHI SAMRUDDHI LIMITED

### Report on the Audit of Financial Statements

#### Opinion

We have audited the financial statements of **Basix Krishi Samruddhi Limited** ("the Company"), which comprise the balance sheet as at 31<sup>st</sup> March, 2023, the statement of profit and loss, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of the 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 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs (financial position) of the Company as at 31<sup>st</sup> March, 2023, its profit, and its cash flows for the year ended on that date.

#### Basis for Opinion

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

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

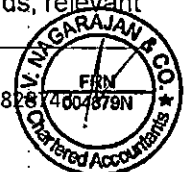
The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the financial statements and our auditor's report thereon. The Directors' report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will 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 identified above when it becomes available and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

#### Responsibilities of Management and Those Charged with Governance for the Financial Statements

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





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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, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

## **Auditor's Responsibility for the Audit of Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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





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## Report on other legal and regulatory requirements

- i. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure "A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- ii. 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 law have been kept by the Company so far as it 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 accounts;
  - 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 March 31, 2023 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of sub-section (2) of section 164 of the Companies Act, 2013;
  - f) With respect to the adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B" issued under Clause (I) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act");
  - g) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its managing director during the year is in accordance with the provisions of section 197 of the Act.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
    - i. The company does not have any pending litigations which would impact its financial position.
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    - iv.
      - a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
      - b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and







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- c) In our opinion and based on the audit procedures we have 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 (a) and (b) contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year
- iii. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For V Nagarajan & Co.  
Chartered Accountants  
FRN. 004879N



Place: Hyderabad  
Date: June 09, 2023  
UDIN: 23525361BGWQKW5882

Sandeep Sharma  
Partner  
Membership No. 525361



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## Annexure "A" to the Independent Auditor's Report of even date to the Members of BASIX KRISHI SAMRUDDHI LTD [the 'Company']

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- i. In respect of its fixed assets:
  - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and the situation of property, plant, and equipment.  
  
(B) The Company does not have any intangible assets and accordingly, reporting under clause 3(i)(a)(B) of the Order is not applicable to the Company.
  - (b) The property, plant, and equipment have been physically verified by the management during the year and no material discrepancies were identified on such verification. In our opinion, the frequency of physical verification program adopted by the Company, is reasonable having regards to the size of the Company and nature of its assets.
  - (c) According to the information and explanations given by the management, the Company does not own any immovable property (including investment properties) (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee). Accordingly, reporting under clause 3(i)(c) of the Order is not applicable to the Company.
  - (d) The Company has not revalued its Property, Plant, and Equipment during the year.
  - (e) According to the information and explanations given by the management, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable to the Company.
- ii.
  - (a) The management has conducted physical verification of inventory at reasonable intervals during the year, in our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed.
  - (b) The Company has not been sanctioned working capital limits by banks or financial institutions on the basis of security of current assets during any point of time of the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. The Company has not made any investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships (LLPs) or any other parties during the year. Accordingly, reporting under clause 3(iii) of the Order is not applicable to the Company.
- iv. The Company has not entered into any transaction covered under sections 185 and 186 of the Act. Accordingly, reporting under clause 3(iv) of the Order is not applicable to the Company.
- v. In our opinion, and according to the information and explanations given to us, the Company has not accepted any deposits or there is no amount which has been considered as deemed deposit within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.





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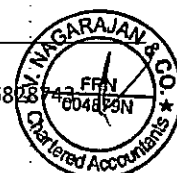
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- vi. The Central Government has not specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company's products/business activity. Accordingly, reporting under clause 3(vi) of the Order is not applicable.
- vii. (a) In our opinion, and according to the information and explanations given to us, the Company is regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value-added tax, cess and other material statutory dues, as applicable, with the appropriate authorities. However, the company has liability towards TDS default as per TRACES portal which is outstanding for more than six months.

**Statement of arrears of statutory dues outstanding for more than six months:**

Name of the statute	Nature of the dues	Amount (₹)	Period to which the amount relates
Income Tax Act, 1961	TDS	3,79,052	A.Y 2011-12 to A.Y. 2022-23

- (b) According to the information and explanations given to us, there are no statutory dues referred to in subclause (a) above that have not been deposited with the appropriate authorities on account of any dispute.
- viii. According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.
- ix. (a) According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us including confirmations received from banks/ financial institution and/or other lenders and representation received from the management of the Company, and on the basis of our audit procedures, we report that the Company has not been declared a willful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, money raised by way of term loans were applied for the purposes for which these were obtained.
- (d) In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have not been utilized for long term purposes.
- (e) According to the information and explanations given to us, the Company does not have any subsidiaries, associates or joint ventures. Accordingly, reporting under clause 3(ix)(e) and clause 3(ix)(f) of the Order is not applicable to the Company.
- (f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x. (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.





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- (b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- xi. (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period covered by our audit.
- (b) No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.
- (c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.
- xiii. According to the information and explanations given by the management, transactions with the related parties are in compliance with section 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of sec 177 are not applicable to the company and accordingly reporting under clause 3(xiii) insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.
- xiv. According to the information and explanations given to us, the Company is not required to have an internal audit system under section 138 of the Act and consequently, does not have an internal audit system. Accordingly, reporting under clause 3(xiv) of the Order is not applicable to the Company.
- xv. According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with them and accordingly, provisions of section 192 of the Act are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting under clause 3(xvi) of the Order is not applicable to the Company.
- xvii. The Company has not incurred any cash loss in the current as well as the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the plans of the Board of Directors and management and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.



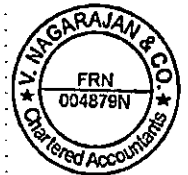


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- xx. According to the information and explanations given to us, the Company does not fulfill the criteria as specified under section 135(1) of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014 and according, reporting under clause 3(xx) of the Order is not applicable to the Company.
- xxi. The reporting under clause 3(xxi) is not applicable in respect of the audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For V Nagarajan & Co.  
Chartered Accountants  
FRN. 004879N



Place: Hyderabad  
Date: June 09, 2023  
UDIN: 23525361BGWQKW5882

Sandeep Sharma  
Partner  
Membership No. 525361



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## ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF BASIX KRISHI SAMRUDDHI LTD [the 'Company']

### 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 M/s **BASIX KRISHI SAMRUDDHI LTD** ("the Company") as of 31 March 2023 dated in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2023, based on the internal financial controls with reference to financial statements 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 (the "Guidance Note")

#### Management's Responsibility for Internal Financial Controls:

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

#### Auditors' Responsibility:

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

C721, 7<sup>th</sup> Floor, Noida One, Plot No. B-8, Sector-62, Noida, Uttar Pradesh, 201301

#612 Amrutha Estates, Lingapur Complex, Himayatnagar, Hyderabad 500029, Telangana, India Ph:- 91-040-6682874

E-mail: [Contact@vnc.co.in](mailto:Contact@vnc.co.in) | website:- [www.vnc.co.in](http://www.vnc.co.in) page 9 of 10





# V. NAGARAJAN & CO.

*Chartered Accountants*

## **Meaning of Internal Financial Controls Over Financial Reporting:**

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

(1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

**For V Nagarajan & Co.  
Chartered Accountants  
FRN. 004879N**

**Sandeep Sharma  
Partner  
Membership No. 525361**



**Place: Hyderabad  
Date: June 09, 2023  
UDIN: 23525361BGWQKW5882**

# BASIX KRISHI SAMRUDDHI LIMITED

Balance Sheet as at March 31, 2023

(All amounts in Lakhs except otherwise stated)

Particulars	Note No.	31-Mar-23	31-Mar-22
<b>I. EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
(a) Share capital	3	303.02	303.02
(b) Reserves and surplus	4	-122.06	-157.75
		<u>180.96</u>	<u>145.27</u>
<b>Non Current Liabilities</b>			
(a) Long Term Borrowings	5	83.12	-
<b>Current liabilities</b>			
(a) Short Term borrowings	6	11.88	-
(b) Trade Payables	7	-	-
- Total Outstanding dues of micro and small enterprise and		-	-
- Total Outstanding dues other then micro and small enterprise		32.52	23.77
(c) Other current liabilities	8	90.78	50.68
		<u>218.30</u>	<u>74.45</u>
<b>Total</b>		<u>399.25</u>	<u>219.72</u>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, Plant and Equipment and intangible assets	9		
(i) Property, Plant and Equipment		5.74	5.17
(b) Other non-current assets	10	41.33	24.11
		<u>47.07</u>	<u>29.28</u>
<b>Current assets</b>			
(a) Inventories	11	30.02	17.13
(b) Trade receivables	12	240.98	152.60
(c) Cash and cash equivalents	13	53.47	20.20
(d) Short-term loans and advances	14	27.10	0.20
(e) Other current assets	15	0.60	0.30
		<u>352.17</u>	<u>190.43</u>
<b>Total</b>		<u>399.25</u>	<u>219.72</u>
<i>Note on activities of the Company</i>	1		
<i>Significant Accounting Policies and Notes on Accounts</i>	2		
<i>The accompanying notes form an integral part of these financial statements.</i>	25-38		

As per our report of even date  
for V NAGARAJAN & Co.

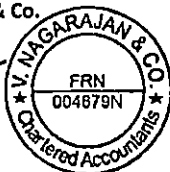
Sandeep Sharma  
Partner

ICAI Firm No. 04879N | M No. 525361

Place: Hyderabad

Date: June 09, 2023

UDIN: 23525361BGWQKWS882



For and on behalf of the Board of Directors of  
BASIX KRISHI SAMRUDDHI LIMITED

Pravinchandra Shivaram Dravid  
Chairman  
DIN:02726180  
Pune

Sateesh Devarakonda  
Director  
DIN:02963934  
Hyderabad




# BASIX KRISHI SAMRUDDHI LIMITED

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

(All amounts in Lakhs except otherwise stated)

Particulars	Note No.	31-Mar-23	31-Mar-22
<b>REVENUE</b>			
Revenue from operations	16	1,416.12	1,161.41
Other income	17	1.77	1.51
<b>Total Income</b>		<b>1,417.89</b>	<b>1,162.92</b>
<b>EXPENDITURE</b>			
Purchase of stock in trade	18	1,005.36	816.92
Change in inventories	19	-12.90	-17.12
Consultancy Charges	20	227.65	164.14
Employee benefits expense	21	84.69	44.75
Finance costs	22	4.06	-
Depreciation and amortization expense	9	1.28	0.52
Other expenses	23	70.07	140.98
<b>Total expenses</b>		<b>1,380.21</b>	<b>1,150.19</b>
<b>Profit before tax</b>		<b>37.68</b>	<b>12.73</b>
<b>Tax expense</b>			
- Current tax		-	-
- Previous year		1.99	0.56
<b>Profit after Tax</b>		<b>35.69</b>	<b>12.17</b>
<b>Earnings per equity share (EPS)</b>			
- Basic	26	3.10	1.06
- Diluted		2.34	0.80
<i>Note on activities of the Company</i>	1		
<i>Significant Accounting Policies and Notes on Accounts</i>	2		
<i>The accompanying notes form an integral part of these financial statements.</i>	25-38		

As per our report of even date  
for V NAGARAJAN & Co.

  
Sandeep Sharma  
Partner




ICAI Firm No. 04879N | M No. 525361

Place: Hyderabad

Date: June 09, 2023

UDIN : 23525364BGWQKW5882

For and on behalf of the Board of Directors of  
BASIX KRISHI SAMRUDDHI LIMITED

  
Pravinchandra Shivaram Dravid  
Chairman  
DIN:02726180  
Pune

  
Sattalah Devarakonda  
Director  
DIN:02963934  
Hyderabad

Financial Statements for the year ended as on March 31, 2023

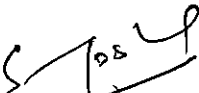
# BASIX KRISHI SAMRUDDHI LIMITED

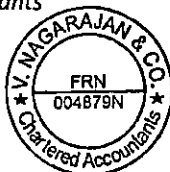
Cash Flow Statement for the year ended March 31, 2023

(All amounts in Lakhs except otherwise stated)

Particulars	31-Mar-23	31-Mar-22
<b>A. Cash flows from operating activities</b>		
Profit/ (loss) before taxation and after prior period items	37.68	12.73
<b>Adjustments for</b>		
Income tax expense	-1.99	-0.56
Depreciation and amortization	1.28	0.52
<b>Operating profit before working capital changes</b>	<b>36.97</b>	<b>12.69</b>
Decrease / (Increase) in trade receivables	-88.38	97.39
Decrease / (Increase) in long term loans and advances	-17.22	-11.46
Decrease / (Increase) in short term loans and advances	-26.90	4.82
Decrease / (Increase) in stock in hand	-12.89	-17.12
Decrease / (Increase) in Work in progress	-0.30	-0.11
(Decrease) / Increase in current liabilities	155.71	-78.18
<b>Cash from / (used in) operating activities</b>	<b>46.99</b>	<b>8.03</b>
Income tax refund / (paid)	-	-
<b>Net cash from / (used in) operating activities</b> [A]	<b>46.99</b>	<b>8.03</b>
<b>B. Cash flows from investing activities</b>		
Purchase of tangible assets	-1.85	5.15
<b>Net cash from / (used) in investing activities</b> [B]	<b>-1.85</b>	<b>5.15</b>
<b>C. Cash flows from financing activities</b>		
Repayment of long term borrowings	-11.88	-
<b>Net cash (used in) / provided by financing activities</b> [C]	<b>-11.88</b>	<b>-</b>
<b>Net change in cash and cash equivalents during the year (A+B+C)</b>	<b>33.27</b>	<b>2.86</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>20.20</b>	<b>17.34</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>53.47</b>	<b>20.20</b>
<i>Note on activities of the Company</i>	1	
<i>Significant Accounting Policies and Notes on Accounts</i>	2	
<i>The accompanying notes form an integral part of these financial statements.</i>	25-38	

As per our report of even date  
for V. NAGARAJAN & CO.  
Chartered Accountants

  
Sandeep Sharma  
Partner




ICAI Firm No. 04879N | M No. 525361


Place: Hyderabad

Date: June 09, 2023

UDIN: 23525361 8GWQKW5882

For and on behalf of the Board of Directors of  
BASIX KRISHI SAMRUDDHI LIMITED

  
Pravinchandra Shivaram Dravid  
Chairman  
DIN:02726180  
Pune

  
Sattarrah Devarakonda  
Director  
DIN:02963934  
Hyderabad

**1 Note on Activities of the Company:**

- 1.1 Basix Krishi Samruddhi Limited (herein referred as "the Company" or "Krishi"), aims to integrate agricultural extension services with input and output market linkages to increase the productivity and market value of small & marginal farmers by aggregating them as Farmers interest groups or as Farmer Producer Organizations (FPOs). These services cover the entire life cycle of the farmers' business, from assistance with improved input procurement, to technologically improved production processes, to improve market access for their crops. It is to create a supply chain for mainstream agro-commodities, based on environmentally and socially friendly production system.

Krishi Products and services cover provision of quality seed, and other inputs, soil testing , vermi composting, good agricultural practices (GAP) technical support, local value addition, risk mitigation and alternate market linkages; implying that all these services along the value chain have to meet environmental and social standards. Krishi has evolved to provide a holistic suite of products and services in an integrated manner for the farmers in agriculture and allied sectors.

Krishi also provides strategic advisory services to Government, agri-based companies and Corporate Social Responsibility (CSR) Projects.

**2 Significant Accounting Policies:**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared under historical cost convention on an accrual basis and in accordance with generally accepted accounting principles in India and specifically to comply in all material respects with the notified Accounting Standards (AS) issued under the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 2013 ('the Act'). All amounts have been rounded off to nearest lakh, unless otherwise indicated

**2.2 Use of estimates:**

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amount reported in the financial statements and notes thereto. Differences between actual and estimates are recognized in the period they materialize.

**2.3 Revenue recognition:**

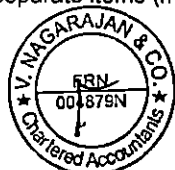
- 2.3.1 Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue measured and collectability is reasonably assured.
- 2.3.2 Revenue from fixed price contracts for agricultural and business development services is recognized on a straight line basis over the specified period of contract.
- 2.3.3 Income from service contracts is recognized on the basis of proportionate completion of the contract with reference to the stage of performance.
- 2.3.4 Dividends are recognised as other income in profit or loss when the right to receive payment is established. This applies even if they are paid out of pre-acquisition profits unless the dividend clearly represents a recovery of part of the cost of the investment.

**2.4 Property, plant and equipment and depreciation:**

**2.4.1 Initial recognition and measurement**

Items of property, plant and equipment are measured at cost less accumulated depreciation/ amortization and accumulated impairment losses. Cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.



#### 2.4.2 Derecognition

Property, plant and equipment is derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized in the statement of profit and loss.

#### 2.4.3 Depreciation

Depreciation on Property, Plant and Equipment is provided on Straight Line Method over the useful lives of assets as specified in schedule II of the Act. Depreciation is calculated on pro-rata basis from/to the date of addition/deletion.

The rate assumed for calculating the depreciation under Straight line method is calculating as per Part- C of Schedule-II of Companies Act, 2013 as follows:

Class of fixed assets	Useful	Rate	Residual
Furniture & Fixtures	10 Years	9.50%	5%
Office Equipment	5 Years	19%	5%
Computers & Peripherals	3 Years	31.67%	5%

#### 2.4.4 Amortization

Amortisation is computed to write off the cost of assets less their estimated residual value over their estimated useful lives using the straight-line method, and is included in amortisation in Statement of Profit and Loss.

Amortisation method, useful lives and residual values are reviewed at the end of each financial year and adjusted if appropriate.

2.4.5 Assets costing upto Rs. 5,000 individually are fully depreciated in the year of purchase.

#### 2.5 Employee Benefits

2.5.1 Short term employee benefits including salaries, social security contributions, short term compensated absences (such as paid annual leave) where the absences are expected to occur within twelve months after the end of the period in which the employees render the related service, profit sharing and bonuses payable within twelve months after the end of the period in which the employees render the related services and non monetary benefits (such as medical care) for current employees are estimated and measured on an un-discounted basis.

2.5.2 **Defined Contribution Plan:** Company's contributions paid / payable during the year to Provident Fund and Pension fund are recognized in the Profit and Loss Account.

2.5.3 **Defined Benefit Plan:** Liabilities for gratuity funded in terms of a scheme administered by the Life Insurance Corporation of India, are determined by Actuarial Valuation on Projected Unit Credit Method made at the end of each financial year. Provision for liabilities pending remittance to the fund is carried in the Balance Sheet.

#### 2.6 Investments:

Long-term investments are shown at cost. Provision for diminution in value is made, if in the opinion of the management the decline is considered other than temporary. Current investments are shown at cost and the fall in value as compared to cost is provided for.

#### 2.7 Foreign currency transactions:

All transactions in foreign currency are recognized at the exchange rate prevailing on the date of transactions. Liabilities and receivables in foreign currency are converted at the exchange rate prevailing at the close of the financial year and net gain or losses are recognized in the statement of profit and loss account.

#### 2.8 Provisions and contingencies:

The Company creates a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and reliable estimate can be made of the amount of obligation. A disclosure of contingent liability is made, when there is a possible obligation or a present obligation that will probably not require outflow of resources or where reliable estimate of the obligation can not be made.



## 2.9 Employee Benefits

- i) The Company has taken a group gratuity policy for its employees with the Life Insurance Corporation of India (LIC). Under this policy the eligible employees are entitled to receive gratuity payments upon their resignation or death in lump sum after deduction of necessary taxes upto a maximum limit of ₹2,000,000, as per the provisions of Payment of Gratuity Act, 1972.
- ii) The information required for disclosure under Accounting Standards (AS)-15 was not made available.

## 2.10 Accounting for taxes on income:

Deferred tax expense or benefit is recognised on timing differences, being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available to realise such assets. In other situation, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

## 2.11 Earning per share:

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

## 2.12 Operating Cycle

The Company presents assets and liabilities in the balance sheet based on current and non-current classification.

### An asset is treated as current when it is

- Expected to be realized or intended to be sold or consumed in normal operating cycle.
- Held primarily for the purpose of trading
- Expected to be realized within twelve months after the reporting period, or
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

### A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

3

	31-Mar-23	31-Mar-22
25,00,000 (Previous Year 25,00,000) equity shares of Rs. 10 each	250.00	250.00
5,00,000 (Previous Year 5,00,000) preference shares of Rs. 50 each	250.00	250.00
	<b>500.00</b>	<b>500.00</b>
<b>Issued, subscribed and paid-up</b>		
<b>Equity Share Capital</b>		
11,50,400 (Previous Year & Corresponding Period 11,50,400) equity shares of Rs. 10 each fully paid-up	115.04	115.04
<b>Preference Share Capital</b>		
3,75,964 (Previous Year 3,75,964), 7% Cumulative compounded Compulsorily Convertible Preference shares (CCPS) of Rs.50 each fully paid-up	187.98	187.98
	<b>303.02</b>	<b>303.02</b>



Financial Statements for the year ended as on March 31, 2023

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a) **Reconciliation of shares**

	<b>31-Mar-23</b>	<b>31-Mar-22</b>
<b>i) Equity shares</b>		
Balance at the beginning of the year	11.50	11.50
Add: Issued during the year	-	-
Balance at the end of the year	<b>11.50</b>	<b>11.50</b>
<b>ii) Preference shares</b>		
Balance at the beginning of the year	3.76	3.76
Add: Issued during the year	-	-
Balance at the end of the year	<b>3.76</b>	<b>3.76</b>

b) **Rights, preferences, restrictions of Equity Share Capital**

**As to dividend**

The Company has only one class of equity shares. The shareholders are entitled to receive dividend in proportion to amount of paid-up share capital held by them, as declared from time to time. The dividend proposed by the Board of Directors is subject to an approval of the shareholders in the ensuing Annual General Meeting, except in case of an interim dividend.

**As to voting**

Each shareholder is entitled to vote in proportion to his share of paid up equity share capital of the Company, except in case of voting by show of hands where each shareholder present in person shall have one vote only.

**As to repayment of capital**

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to paid up capital.

c) **Rights, preferences, restrictions of Preference Share Capital**

Each preference share shall entitles the holder thereof to vote on matters directly affecting rights of the holder of such shares subject to the applicable requirements of Indian law. Each holder of preference share shall receive a preferential cumulative compounded dividend of 7% on the CCPS held by them at the time of declaration of such dividend.

**Due to continuous default in payment of dividend to CCPS holders ,the CCPS holders are entitled to exercise their voting rights on all resolutions placed before the company.**

Preference shares are convertible at any time prior to April 07, 2019 at the option of the holder and mandatorily convertible immediately prior to an initial public offering of the ordinary shares resulting in net aggregate proceeds to the company of not less than 25 million USD or before January 31, 2019 whichever was earlier.

In the year 2019-20, the Preference shares were due for conversion and the investor had sought for extension by three years with no change in the other terms of the existing Shareholder agreement(SHA). The extended term of the preference shares are due for conversion at any time prior to April 07, 2022.

Further vide letter dated April 6, 2022 the, Acumen Fund Inc has extented the term of the preference shares with no change in other terms of existing shareholders agreement to extend the conversion period for the CCPS from 2022 till 2027 i.e. February 8, 2027.



d) The details of share held by its holding company as at

Name of the Shareholder	31-Mar-23		31-Mar-22	
i). Equity shares of Rs. 10 Each				
Bhartiya Samruddhi Investments and Consulting Services Ltd	No's	10,00,000	No's	10,00,000
	%	86.93%	%	86.93%

e) The details of Equity shareholders holding more than 5% of shares as set out below:

Shareholders	31-Mar-23		31-Mar-22	
	No's	% of holding	No's	% of holding
Bhartiya Samruddhi Investments and Consulting Services Ltd	10	86.93%	10	86.93%
Mr. Vijay Mahajan	1	12.17%	1	12.17%

f) The details of shareholding held by promoters as of March 31, 2023 is set out below:

Promoter Name	No of Shares	% of total shares	% of change
Bhartiya Samruddhi Investments and Consulting Services Ltd	10,00,000	86.93%	-

The details of shareholding held by promoters as of March 31, 2022 is set out below:

Promoter Name	No of Shares	% of total shares	% of change
Bhartiya Samruddhi Investments and Consulting Services	10,00,000	86.93%	-

g) The details of Preference shareholders holding more than 5% shares:

Shareholder	31-Mar-23		31-Mar-22	
	No's	% of holding	No's	% of holding
Acumen Fund Inc, USA	3,75,964	100%	3,75,964	100%

4 Reserves and surplus

	31-Mar-23	31-Mar-22
<b>Securities Premium Reserve</b>		
Opening balance	271.97	271.97
Additions / (deletion) during the year	-	-
<b>Closing Balance</b>	<b>271.97</b>	<b>271.97</b>
<b>Profit and loss account</b>		
Opening balance	(429.72)	(441.89)
Additions / (deletion) during the year	35.69	12.2
<b>Closing Balance</b>	<b>(394.03)</b>	<b>(429.72)</b>
<b>Total</b>	<b>(122.06)</b>	<b>(157.75)</b>

5 Long Term borrowings

	31-Mar-23	31-Mar-22
<b>Unsecured</b>		
Loans		
- from Bhartiya Samruddhi Investments and Consulting Services Ltd *	95.00	-
Less: Amount disclosed under short term borrowings	-11.88	-
<b>Total</b>	<b>83.12</b>	<b>-</b>

The holding company BASICS Ltd. has sanctioned an unsecured loan of Rs. 120 Lakhs, of which Rs. 95 Lakhs has been availed during the year. The loan carries at interest @ 10.5% per annum, and repayable in 8 equated montly installments commencing from 31st March 2024.



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Financial Statements for the year ended as on March 31, 2023

**6 Short Term borrowings**

	31-Mar-23	31-Mar-22
Unsecured *		
Loans		
- from Bhartiya Samruddhi Investments and Consulting Services Ltd (Refer note 5)	11.88	-
<b>Total</b>	<b>11.88</b>	<b>-</b>

**7 Trade payables**

	31-Mar-23	31-Mar-22
Total outstanding dues of micro and small enterprise ( Refer Note 28)	-	-
Total outstanding dues other then micro and small enterprise	32.52	23.77
<b>Total</b>	<b>32.52</b>	<b>23.77</b>

**As on March 31, 2023**

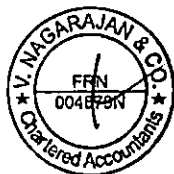
Particulars	Undue	Less than 6 months	less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-	-
(ii) others	-	31.59	0.93	-	-	-	32.52
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>31.59</b>	<b>0.93</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>32.52</b>

**As on March 31, 2022**

Particulars	Undue	Less than 6 months	less than 1 yr	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-	-	-
(ii) others	-	17.70	6.03	-	0.04	-	23.77
(iii) Disputed dues - MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>17.70</b>	<b>6.03</b>	<b>-</b>	<b>0.04</b>	<b>-</b>	<b>23.77</b>

**8 Other Current Liabilities**

	31-Mar-23	31-Mar-22
Payable to employees	17.05	5.80
Statutory liabilities	14.47	2.81
Professional & consultancy payable	51.96	32.62
Advance from customers	-	4.30
Expenses payable	7.30	5.15
<b>Total</b>	<b>90.78</b>	<b>50.68</b>



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# BASIX KRISHI SAMRUDDHI LIMITED

(All amounts in Lakhs except otherwise stated)

## 9) Property, Plant and Equipment

	Office equipments	Computers	Furniture and Fittings	Total
<b>Gross block</b>				
As at April 1, 2021	0.64	0.22	-	0.86
Additions	0.79	1.46	2.90	5.15
Disposals	-	-	-	-
At 31 March 2022	1.43	1.68	2.90	6.01
Additions	0.45	1.03	0.37	1.85
Disposals	-	-	-	-
As at 31 March 2023	1.88	2.71	3.27	7.86
<b>Depreciation</b>				
As at April 1, 2021	0.25	0.08	-	0.32
Charge for the year	0.13	0.29	0.11	0.52
Disposals	-	-	-	-
At 31 March 2022	0.38	0.37	0.11	0.84
Charge for the year	0.32	0.68	0.28	1.28
Disposals	-	-	-	-
As at 31 March 2023	0.70	1.05	0.39	2.12
<b>Net block</b>				
As at 31 March 2022	1.05	1.31	2.79	5.17
As at 31 March 2023	1.18	1.66	2.88	5.74

### Notes

- 1) Company do not hold any immovable property whose title deeds are not held in the name of Company.
- 2) No assets has been revalued during the year.
- 3) Company do not hold any intangible asset and CWIP during the year and previous year.
- 4) No proceeding has been initiated or pending against the Company for holding any benami Transactions (Prohibitions) Act, 1988 & rules made thereunder.



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10 Other non-current assets

	31-Mar-23	31-Mar-22
Security deposits	6.94	2.04
Income tax recoverable (net of provision)	26.67	19.53
GST input tax credit	7.72	2.54
<b>Total</b>	<b>41.33</b>	<b>24.11</b>

11 Inventories

	31-Mar-23	31-Mar-22
Stock of finished goods		
- Bio Products	0.24	2.36
- Potato Tubers	29.78	14.77
<b>Total</b>	<b>30.02</b>	<b>17.13</b>

Closing stock is valued at cost /net realisable value not ascertainable.

12 Trade receivables

	31-Mar-23	31-Mar-22
Trade receivables		
Unsecured, considered good	55.00	30.20
Unsecured, considered doubtful	6.66	1.57
Less Allowance for bad and doubtful debts	(3.33)	(1.57)
	58.33	30.20
Unbilled revenue	182.65	122.40
<b>Total</b>	<b>240.98</b>	<b>152.60</b>

As on March 31, 2023

Particulars	Unbilled Revenue	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables – considered good	166.51	65.63	1.69	3.83	-	-	237.65
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	6.66	-	6.66
(iii) disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(iv) disputed Trade Receivables – considered doubtful	-	-	-	-	-3.33	-	-3.33
<b>Total</b>	<b>166.51</b>	<b>65.63</b>	<b>1.69</b>	<b>3.83</b>	<b>3.33</b>	<b>-</b>	<b>240.98</b>



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**As on March 31, 2022**

Particulars	Unbilled Revenue	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3	Total
(i) Undisputed Trade Receivables – considered good	122.40	19.43	0.70	8.50	3.14	-	154.17
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	-
(iii) disputed Trade Receivables – considered good	-	-	-	-	-1.57	-	-1.57
(iv) disputed Trade Receivables – considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	<b>122.40</b>	<b>19.43</b>	<b>0.70</b>	<b>8.50</b>	<b>1.57</b>	<b>-</b>	<b>152.60</b>

**13 Cash and cash equivalents**

	31-Mar-23	31-Mar-22
Balances with scheduled banks		
- in current accounts	46.47	18.20
- in fixed deposits - encumbered *	7.00	2.00
<b>Total</b>	<b>53.47</b>	<b>20.20</b>

\* Balances with banks to the extent held as margin money against guarantees issued for the projects on behalf of the Company is Rs 7 Lakhs (previous year Rs 2 Lakhs)

**14 Short-term loans and advances**

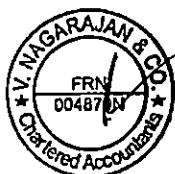
	31-Mar-23	31-Mar-22
<i>Unsecured, considered good</i>		
Advances to Suppliers and Others	27.10	0.20
<b>Total</b>	<b>27.10</b>	<b>0.20</b>

**15 Other current assets**

	31-Mar-23	31-Mar-22
Interest accrued on fixed deposits	0.22	-
Prepaid expenses	0.38	0.30
<b>Total</b>	<b>0.60</b>	<b>0.30</b>

**16 Revenue from operations**

	31-Mar-23	31-Mar-22
Sales of agri- products (refer note 24)	1,010.35	820.92
Income from advisory services	361.66	218.09
Unbilled revenue	44.11	122.40
<b>Total</b>	<b>1,416.12</b>	<b>1,161.41</b>



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<b>17 Other income</b>		
	<b>31-Mar-23</b>	<b>31-Mar-22</b>
Interest Income		
- on Fixed deposits	0.32	0.16
- on Income tax refund	0.23	0.87
Other income	1.22	0.48
<b>Total</b>	<b>1.77</b>	<b>1.51</b>
<b>18 Purchase of Agricultural Products</b>		
	<b>31-Mar-23</b>	<b>31-Mar-22</b>
<b>Agri Input material and services</b>		
Material purchases (refer note 24)	990.06	808.38
Transportation charges	4.42	3.01
Packaging / storage charges	10.88	5.53
<b>Total</b>	<b>1,005.36</b>	<b>816.92</b>
<b>19 Change in inventories</b>		
	<b>31-Mar-23</b>	<b>31-Mar-22</b>
Opening stock	17.12	-
Closing Stock	30.02	17.12
<b>Total</b>	<b>-12.90</b>	<b>-17.12</b>
<b>20 Consultancy Charges</b>		
	<b>31-Mar-23</b>	<b>31-Mar-22</b>
Honorariums Charges and Stipend	170.03	154.15
Incentive to Project Consultants	57.62	9.99
<b>Total</b>	<b>227.65</b>	<b>164.14</b>
<b>21 Employee benefits expense</b>		
	<b>31-Mar-23</b>	<b>31-Mar-22</b>
Salaries & wages	75.33	39.16
Contributions to provident and other funds	4.39	2.48
Gratuity [Refer Note No.30]	3.63	1.03
Staff welfare expenses	1.34	2.08
<b>Total</b>	<b>84.69</b>	<b>44.75</b>
<b>22 Finance cost</b>		
	<b>31-Mar-23</b>	<b>31-Mar-22</b>
Interest on Bank Loans	4.06	-
<b>Total</b>	<b>4.06</b>	<b>-</b>
<b>23 Other expenses</b>		
	<b>31-Mar-23</b>	<b>31-Mar-22</b>
Livelihood service provider charges	1.44	2.44
Travelling and Conveyance	29.05	22.36
Rent	10.75	5.79
FPO's program expenses	7.55	2.80
Rates and taxes	1.47	7.27
Communication expenses	2.73	2.17
Office maintenance	2.30	2.81
Printing & stationery	2.33	2.01
Director sitting fees	3.35	3.85
Bank charges	0.25	-
Payment to the statutory auditor as:		
- Audit fees	1.50	1.30
- Fees for certification	0.80	0.53
- for reimbursement of expenses	-	-
Training & meeting expenses	0.72	0.33
Administrative expenses	2.52	7.15
Sundry advances written off	1.55	80.63
Provision for bad and doubtful debts	1.76	-0.48
<b>Total</b>	<b>70.07</b>	<b>140.98</b>



Financial Statements for the year ended as on March 31, 2023

# BASIX KRISHI SAMRUDDHI LIMITED

(All amounts in Lakhs except otherwise stated)

## 24) Ratio Analysis

### a. Current Ratio= Current assets divided by Current Liabilities

Particulars	31-Mar-23	31-Mar-22
Current Assets	352.17	190.43
Current Liabilities	218.30	74.45
Ratio	1.61	2.56
% change from Previous year	-36.92%	

Reason for change more than 25% :

1) Due to increase in receivables and payable.

### b. Debt equity ratio= total debt divided by total shareholder's 's equity

Particulars	31-Mar-23	31-Mar-22
Total Debt	95.00	0.00
Total equity	180.96	145.27
Ratio	0.52	0.00
% change from Previous year	100.00%	

Reason for change more than 25% :

Addition of borrowings during the year

### c. Debt service coverage ratio= earnings available for debt services divided by total interest and principal repayments

Particulars	31-Mar-23	31-Mar-22
Profit(loss) after tax*	35.69	12.17
Add: Non cash operating expenses and finance cost	-	-
_ Depreciation and other non cash operating expenses	1.28	0.52
_ Finance costs	-	-
Earnings available for debt service	36.98	12.69
Interest on borrowings	4.06	-
Principal repayments	11.88	-
Total Interest and principal repayments	15.93	-
Ratio	2.32	NA
% change from Previous year	100%	

Reason for change more than 25% :

Addition of borrowings during the year



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d. Return on equity ratio/ return on investment ratio= Net profit after tax divided by Average shareholder's equity

Particulars	31-Mar-23	31-Mar-22
Net profit(loss) after tax	35.69	12.17
Average shareholders's equity	163.11	128.14
Ratio	0.22	0.09
% change from previous period/ year	130.38%	

Reason for change more than 25% :

Increase in current year profit

e. Inventory turnover ratio= Net sales divided by average Inventory

Particulars	31-Mar-23	31-Mar-22
sale of goods (Net sales)*	1010.35	820.92
average Inventory	23.57	17.13
Ratio	42.86	47.92
% change from Previous year	-10.56%	

Reason for change more than 25% :

Increase in current year sale of goods

f. Trade receivables turnover ratio= Net sales divided by average trade receivables

Particulars	31-Mar-23	31-Mar-22
sale of goods (Net sales)*	1417.89	1162.92
average trade receivables	196.79	152.60
Ratio	7.21	7.62
% change from Previous year	-5.45%	

Reason for change more than 25% :

Increase in current year sale of goods

g. Trade Payables turnover ratio= Net Purchases divided by average trade Payables

Particulars	31-Mar-23	31-Mar-22
Net purchases	1005.36	816.92
average trade Payable	28.14	23.77
Ratio	35.72	34.37
% change from Previous year	3.94%	

Reason for change more than 25% :

Increase in current year sale of goods and decrease in payables



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h. Net capital turnover ratio= Net sales divided by working capital

Particulars	31-Mar-23	31-Mar-22
sale of goods ( Net sales)*	1417.89	1162.92
Working Capital	133.88	115.97
Ratio	10.59	10.03
% change from Previous year	5.62%	

Reason for change more than 25% :

Increase in Sale of Goods

i. Net profit turnover ratio= Net profit after tax divided by Net sales

Particulars	31-Mar-23	31-Mar-22
Net profit/(loss) after tax *	35.69	12.17
sale of goods (Net Sales)*	1417.89	1162.92
Ratio	0.03	0.01
% change from Previous year	140.53%	

Reason for change more than 25% :

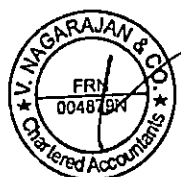
Increase in net profit and sales.

j. Return on Capital employed = Earnings before interest and taxes(EBIT) divided by Capital Employed

Particulars	31-Mar-23	31-Mar-22
profit/(loss) before tax *	37.68	12.73
Add: finance costs	4.06	-
EBIT*	41.74	12.73
Tangible Net worth(total assets- total liabilities- Intangible assets)	180.96	145.27
Total debt(excluding lease liabilities)	95.00	-
Capital Employed	275.96	145.27
Ratio	0.15	0.09
% change from Previous year	72.55%	

Reason for change more than 25% :

Increase in profit and borrowings



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**Supplementary information:**

**25 Detail of purchase and sale of traded goods**

Particular	As on 31 March 2023		As on 31 March 2022	
	Purchase	Sales	Purchase	Sales
Potato	98.88	107.11	58.85	59.45
Banana	21.89	26.02	8.66	9.61
Output Marketing (Food Potato & Banana)	869.29	877.23	740.87	744.58
<b>Total</b>	<b>990.06</b>	<b>1,010.36</b>	<b>808.38</b>	<b>813.64</b>

**26 Earnings per share**

Reconciliation of basic and diluted shares used in computation of earnings per share

	31-Mar-23	31-Mar-22
Net profit as per statement of profit and loss account	35.69	12.17
Weighted average number of shares considered for computation of basic earnings per share	11.50	11.50
Add: Effect of potential dilutive stock options	3.76	3.76
Weighted average number of shares considered for computation of diluted earnings per share	15.26	15.26
Nominal value per share	10.00	10.00

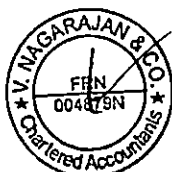
**27 Related Party Transactions**

**A Related parties and their relationship :**

Relationship	Name of the party
Enterprises that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the reporting enterprise	Bhartiya Samruddhi Investments and Consulting Services Limited
	Indian Grameen Services
	Institute of Livelihood Research & Trainings
Key Management personnel	Mr D. Sattaiah, Director

**B Transaction with above in the ordinary course of business :**

	31-Mar-23	31-Mar-22
(i) Bhartiya Samruddhi Investments and Consulting Services Limited		
- Proceeds from unsecured borrowings	95.00	-
- Laptop Rentals	1.58	1.43
- Interest expense on unsecured borrowings	4.06	-
(ii) Indian Grameen Services		
- Office Rent	0.50	-
(iii) (Payable)/Receivable at the end of the period / year		
Bhartiya Samruddhi Investments and Consulting Services Limited		
- Unsecured borrowings	(95.00)	
- Interest payable on unsecured borrowings	(2.15)	
- Others (includes laptop rentals)	(1.16)	(1.43)



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## 28 Segment Information

Based on the analysis of the company's business and considering the management structure, financial reporting and on consideration of the differential risk and return of segments, the management has classified its business operations into the following operating and reportable segments viz, (a) Sale of agri- products (b) Advisory services.

Particulars	31-Mar-23	%	31-Mar-22	%
<b>Segment Revenue</b>				
i Sale from Agri Products	1,010.35	71.3%	820.92	70.6%
ii Advisory Services	407.54	28.7%	342.00	29.4%
<b>Total</b>	<b>1,417.89</b>		<b>1,162.92</b>	
<b>Segment expenditure</b>				
i Purchase of Agri Products	1,005.36	72.8%	816.92	71.0%
ii Advisory Services	374.86	27.2%	333.27	29.0%
<b>Total</b>	<b>1,380.22</b>		<b>1,150.19</b>	
<b>Segment result to revenue</b>				
i Sale from Agri Products	4.99	0.5%	4.00	0.5%
ii Advisory Services	32.69	8.0%	8.73	2.6%
<b>Total</b>	<b>37.68</b>		<b>12.73</b>	

Note: (a) Fixed Assets used in the business or liabilities contracted have not been identified to any of the reportable segments, as the fixed assets and services are used interchangeably between segments. Accordingly, no disclosure relating to total segment assets and liabilities are made.

## 29 Contingent liabilities and capital commitments

	31-Mar-23	31-Mar-22
Preference Dividend on 7% Cumulative compounded Compulsorily Convertible Preference shares	207.27	181.41

Company has contingent commitments to preference shareholders for accumulated dividend on account of preferential cumulative compounded dividend of 7% on the Compulsorily Convertible Preference Shares. The preference shareholders have acceded to the request by the Company for deferment of payment of accumulated dividend till 31 March, 2017 or until the company earns enough profits to cover the payment of the said dividend.

## 30 Employee Benefits : AS-15

(i) The Company has taken a policy with Life Insurance Corporation of India (LIC) for meeting the accruing liability on account of gratuity. The contributions made towards the policy are considered in arriving at the actuarial liability and necessary adjustments are made at the annual closing date.

	31-Mar-23	31-Mar-22
<b>A Economic assumptions</b>		
i) Discounting rate	7.45%	7.00%
ii) Future salary increase	7.50%	7.50%
Expected rate of return on plan assets		
<b>B Break up of expenses</b>		
a) Current service cost	0.88	0.85
b) Interest cost	0.78	0.68
c) Expected return on plan assets	-0.68	-0.63
d) Net actuarial (gain)/ loss recognized in the year	2.60	-0.25
e) Expenses recognized in the statement of	3.58	0.65
<b>C Change in present value of obligation</b>		
a) Present value of obligation as at the	11.58	10.30
b) Interest cost	0.78	0.68
c) Current service cost	0.88	0.85
d) Benefits paid	-	-
e) Actuarial (gain)/loss on obligation	2.60	-0.25
f) Present value of obligation as at the end of year	15.84	11.58



**D Change in fair value of plan assets**

a) Fair value of plan assets at the beginning of the year	9.69	9.10
b) Expected return on plan assets	0.68	0.63
c) Contributions	1.03	-
d) Benefits paid	-	-
e) Actuarial (gain)/loss on plan assets	-0.05	-0.04
f) Fair value of plan assets at the end of the year	11.35	9.69
g) Liability recognised in the balance sheet	-	-

**(iii) The Company in addition has recognised as expense the following:-**

a) Contribution to recognised Provident Fund (including Family)	4.39	2.48
b) Contribution to LIC towards Superannuation.	3.63	1.03

**31 An update on MSME Samadhan**

The Govt. of India had introduced an act named as "Micro, Small & Medium Enterprises Development Act-2006" (MSMED Act-2006) which provides for facilitating the promotion & development and enhancing the competitiveness of micro, small & medium enterprises.

The Company is registered under Micro, Small and Medium Enterprise Development Act (MSMED), 2006 to avail any of the benefits like collateral free loans, reduced rate of interest on loans from banks, protection against delayed payments etc.

The Company has provided services to Jharkhand State Livelihood Promotion Society (JSLPS) for Jharkhand Opportunities for Harnessing Rural Growth (JOHAR) Project and completed the deliverables by Dec 2019 and submitted final report along with claim of fees for Rs.1,57,08,123. The Company has not received this payment since then after making several efforts with the officials of JSLPS.

Aggrieved with this, the Company made an application to Micro & Small Enterprises Facilitation Council (MSEFC) as per provisions of section 15 of the MSMED Act, 2006 for delayed payment of Rs. 1,57,08,123 from JSLPS for the services provided for JOHAR project. MSEFC, acts as an Arbitrator for settlement of any dispute regarding the payment between the MSME units. The application was transferred from other Council, and it is intimated that MSEFC Rangareddy Region will initiate Conciliation & Arbitration proceedings in January 2023, and we had submitted all the needed information supporting the online application made by the Company.

The matter has come up for hearing for two times since Jan 2023. In the 2nd hearing on May 27, as a part of the process, the Chair of the Council advised both the parties for making a final effort to come to mutual agreement and resolve the matter to avoid further cost and time delay. The parties are asked to Council if any such agreement is arrived at. The Chair also mentioned that, in the absence of such an agreement, the Council shall move the case for arbitration process. They further mentioned that the award of the arbitration would be final and can be litigated only in Supreme Court that too after depositing 75% of the awarded amount, if any. The Company has already communicated in writing to JSLPS its willingness to come for discussions at their office and waiting for a communication from their side.

**32 Dues to Micro and Small enterprises:**

The Company is in the process of identifying the suppliers, who would be covered under the Micro, Small and Medium Enterprises Development Act, 2006. Under these circumstances, the information, if any, required to be disclosed under the Act, has not yet been ascertained.



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**33 Lease disclosures**

Operating Leases: The Company has entered into operating lease arrangements for its office and branch offices. The lease rentals are paid on the basis of agreed terms, and the period of lease differs from agreement to agreement. The lease expenses debited to statement of profit and loss in the current year amount to ₹. 10.74 Lakhs (previous year ₹. 5.8 Lakhs). There are no non-cancellable operating leases.

Financial Leases: The Company has not taken assets on finance lease as on 31st March 2023.

**34 Other additional regulatory Information**

**a) Wilful Defaulter**

Company has not been declared wilful defaulter by any bank or financial institution or other lender.

**b) Relationship with Struck-off company**

The Company has not done any transaction with Companies struck off.

**c) Registration of charges or satisfaction of charges with registrar of companies (ROC)**

No charge or satisfaction with Registrar of Company ( ROC) are yet to be registered.

**d) Compliance with number of layers of companies**

The Company has complied with the number of layers prescribed under clause 87 of the Act read with the Companies Restriction on number of Layer Rules, 2017.

**e) Details of Crypto currency (or) digital currency**

The Company has not traded in Crypto currency or virtual currency during the reporting period or comparative period

**f) Corporate Social Responsibility**

Corporate Social Responsibility (CSR) is not applicable on the Company.

**35 Additional information as required under paragraph 5 of the part II of the Schedule III to the Act to the extent either "Nil" or "Not applicable" has not been furnished.**

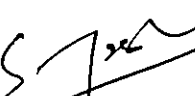
The Company does not have any income & expenditure in foreign currency as on 31st March 2023 and 31st March 2022

The Company has the Mat credit available for set off related to Assessment year 2021-22 & 2022-23, amount to Rs. 4.28 lacs.

**38 Prior period / year comparatives:**

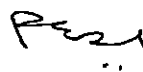
Corresponding figures of the previous year have been regrouped / rearranged wherever necessary to make them comparable with the figures of the current period.


As per our report of even date  
for V NAGARAJAN & Co.

  
Sandeep Sharma  
Partner  
ICAI Firm No. 04879N |M No. 525361



For and on behalf of the Board of Directors of  
BASIX KRISHI SAMRUDDHI LIMITED

  
Pravinchandra Shivaram Dravid  
Chairman  
DIN:02726180  
Pune

  
Sattaiah Devarakonda  
Director  
DIN:02963934  
Hyderabad

Place: Hyderabad

Date: June 09, 2023

UDIN: 235253648GWAKW5882

# Basix Krishi Samruddhi Limited



Regd. Office: 3rd floor, Surabhi Arcade, Troop Bazar, Bank Street, Koti, Hyderabad 500 001; Ph : +91 040 66585800;  
CIN NO: U01119TG2010PLC068108 E-mail: [secretarial@basixindia.com](mailto:secretarial@basixindia.com); Website: [www.basixindia.com](http://www.basixindia.com)

## BOARDS' REPORT

To  
**THE MEMBERS**  
**BASIX KRISHI SAMRUDDHI LIMITED**

The Directors of your Company have pleasure in presenting the 13<sup>th</sup> Annual Report together with the audited statement of accounts for the year ended March 31, 2023.

### 1. Financial Results of the Company for the year 2022-23 are summarized as under:

(Rs. In Lakh)

Particulars	March 31, 2023	March 31, 2022
Income	1,417.89	1,162.92
Expenditure	1,380.20	1,150.21
Net profit before tax	37.69	12.71
Tax expense / Deferred Tax (Assets)	1.99	0.56
Net Profit after tax	35.70	12.15
<b>Earnings Per Share:</b>		
- Basic	3.10	1.06
- Diluted	2.34	0.80

Your Company could earn a profit of Rs. 37.69 lakh for the year ended March 31, 2023 after considering the Tax Expenses worth Rs. 1.99 lakh resulting in a net profit of Rs. 35.70 lakh only as against to Rs. 12.15 lakh for the year ended March 31, 2022.

During the year under review, the Company has earned an income of Rs. 1,417.89 lakh as compared to Rs.1,162.92 lakh in FY 2021-22, which is increase by 21.93%.

### 2. Operations and Performance of the Company

BASIX Krishi Samruddhi Limited (Krishi), the Agri-services company was set up by Basix Social Enterprise Group (Basix SEG) in 2010 with a mission to provide agriculture and allied products and services to small and marginal farmers. Krishi offers fee based Agri-extension services and 'end-to-end' value chain development services to small and marginal farmers by aggregating them into Farmers Interest Groups (FIGs) and Farmer Producer Organizations (FPOs). Krishi also provides Institutional Development (ID) and advisory services under contracts with Government Agencies and Agri-based companies under CSR projects.

The Company is providing such ID supporting services to farmers in states of West Bengal, Chhattisgarh, Jharkhand, Odisha, Bihar, Tripura, Andhra Pradesh, Himachal Pradesh, Uttar Pradesh, and Nagaland. These services are expected to result in enhancement of income through increase in agriculture productivity, cost reduction, risk mitigation, value addition and creating alternate market avenues to sell the produce and buy inputs. These services are expected to result in an enhancement of income for the farmer and also gain knowledge on agriculture practices and as well as markets.



The Company has been working in the value chain development of Potato, Banana, and Fisheries in states of West Bengal, Bihar, Uttar Pradesh, and Jharkhand.

Krishi is focusing on its business model with focus on well-functioning FPOs with following products.

- A. ID Advisory Services: On project mode with setting up of Farmer Interest Groups (FIGs), Producer Groups (PGs), Pani Panchayat (PP), Farmer Producer Organizations (FPOs), Mutual Benefit Trusts (MBTs) and strengthening the institutions.

Particulars as of	March 31 2023	March 31 2022	Growth
No. of Farmers Served	1,65,939	1,44,277	15.01%
No. of FIGs/PGs/PPs formed	5,261	5,190	1.37%
No. of FPOs/MBTs formed	116	91	27.47%
No. of FPOs Registered	110	91	20.88%
No. of Shareholders	1,27,097	1,23,866	2.61%
Share Capital mobilized (Rs. In Cr)	5.46	4.87	12.11%

FPOs Business turnover on collective sales year wise in Rs. Lakhs	March 31 2023	Annual Change
FY: 2017-18	311	-
FY: 2018-19	857	175.6%
FY: 2019-20	1,152	34.4%
FY: 2020-21	1,522	32.1%
FY: 2021-22	1,838	20.8%
FY: 2022-23	3,113	69.4%

The Company could complete in setting up over 100 No of FPOs / MBTs during this financial year. The company earned Rs.405.77 as revenue from the ID and advisory Services and made a margin of Rs.96.28 Lakhs amounting to 23.73%.

- B. Value Chain Development of Agri products in two commodities through:

- Input Sales: Trading of quality Inputs. And facilitate input supply from reliable suppliers and earn a small fee.
- Output Sales: Facilitate market linkages for selling produce of farmers directly or through FPOs. In the process the company earns a fee from Buyers.
- Agri extension services: Extension services to individual and group farmers and charge a suitable fee.

**Potato** : During the year, the supply of potato seed started in October 2022 and continued till December 2022. The Company supplied over 6,795 bags of 50 kg each which amounts to 339.75 tons and a value of Rs. 107 lakhs and earned a gross margin of Rs.28 lakhs. The Company did output sales of food potato worth of Rs.314 lakh and earned a margin of Rs.3.2 Lakhs. The company successfully carried out potato seed multiplication work in Uttar Pradesh with buy back arrangement of potato seed and bought over 6,203 bags (50 kg each) from farmers worth of Rs.35 lakh. We paid a premium price to farmer of Rs.100 per bag which amounts to Rs is Rs.6,2 lakh - a significant hike of 20% in farmers' income. With our intervention, the farmers are getting up to Rs 30,000 additional income per acre of land.



Overall, the company earned a margin of Rs 31 Lakhs on turnover of Rs. 421 Lakhs with 7.36% of margin. Over 2,000 farmers are covered under this vertical.

**Banana:** Company earned a revenue of Rs.53 lakhs from banana business vertical. We supplied over all 1.65 lakhs plants in UP with output sales of table banana worth of Rs.27 lakh. The overall contribution of margin from this vertical is Rs 4.25 Lakhs and 7.93%. Over 800 farmers are covered under this vertical.

Overall, the company made a net profit of Rs 53.83 Lakhs on a revenue of Rs 1,434.04 Lakhs resulting in a profit 3.75%. It is heartening to see; the company is gradually improving its profitability over years showing a promise to gain more sustainability ahead.

### 3. Human Resources

- As on March 31, 2023, there are 78 staffs in the company comprising of core team and project execution team.
- The Internal Compliance Committee (ICC) was reconstituted in May 2022. Any employee and other person engaged in the Company experiencing sex/ gender/ sexuality related discrimination or harassment can freely send his/her concern regarding this to this Committee. The Company has 10 female colleagues, and no such instances are reported or observed so far by the committee.

### 4. Dividend

In order to conserve the resources of the Company, the Directors do not recommend any dividend for the Financial Year ended on March 31, 2023.

### 5. Changes in the nature of the Business

During the year under review, there were no changes in nature of business of the company.

### 6. Material changes and Commitments affecting the Financial Position of the Company

There are no material changes and commitments occurred from the date of the Balance Sheet till the date of the Board's Report which affect the financial position of the Company,. The Company received the approval of extension of CCPS conversion from Acumen Fund, INC from April 06, 2022, to February 08, 2027.

### 7. Annual Return

The Annual Return in Form MGT-7 pursuant to Section 92(3) of the Companies Act, 2013 will be uploaded on the website of the Company (<https://bksl.co.in/>).

### 8. Directors

#### 9.1 Board's composition, Category of Directors, and their Meetings:

The Board is collectively responsible for the sustainable success of the Company under the leadership of Chairperson. The Company's Board has an optimum combination of Non-Executive Professional Directors and reflects diversity in terms of disciplines, professions, social groups, gender, and stakeholder interest.



The strength of the Board as on March 31, 2023, is four (5) directors. They are as follows:

Sl. No	Name	Designation
1.	Mr. Pravinchandra Dravid Shivaram	Chair and Director
2.	Mr. Karamcheti Prabhakar	Director
3	Dr. Dipankar Saha	Director
4	Mr. Manmath Kumar Dalai	Director
5	Mr. Sattaiah Devarakonda	Director

During the financial year ended March 31, 2023, the Board of Directors had Four (4) times on:

1. June 04, 2022.
2. September 15, 2022.
3. December 07, 2022, and
4. February 11, 2023

## 9.2 Details of attendance of each Director during the financial year April 01, 2022, to March 31, 2023

Sl. No	Name of the Director	Designation	No of meetings	
			held during the tenure	Attended
1.	Mr. Pravinchandra Dravid Shivaram	Director and Chair	4	4
2.	Mr. Karamcheti Prabhakar	Director	4	3
3.	Dr. Dipankar Saha	Director	4	4
4	Mr. Manmath Kumar Dalai	Director	4	4
5	Mr. Sattaiah Devarakonda	Director	4	4

## 9.3 Changes in the Board during the period April 01, 2022, to March 31, 2023

During the year under review, Mr. Manmath Kumar Dalai was appointed as the Additional Director on June 04, 2022. Mr. Dalai was appointed in the Annual General Meeting held on September 26, 2022. Apart from these, there were no other changes took place in the composition of the Board of Directors of the Company during the year:

## 10 Committees of the Board

### 10.1.1 Project Committee

The Board in their meeting held on June 04, 2022, reconstituted the Project Committee with the following members.

- 1) Mr. Pravinchandra Shivaram Dravid, Chairperson
- 2) Mr. Sattaiah Devarakonda, Director as the Member
- 3) Mr. Manmath Kumar Dalai, Advisor as the Member

The Project Committee had four meetings during the financial year on the following dates.

1. June 04, 2022.
2. September 15, 2022
3. December 07, 2022
4. February 11, 2023.



*SB*

*PS*

## **11 Nomination & Remuneration Committee and Stakeholders Relationship Committee**

The Company was not required to constitute a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Stakeholders Relationship Committee under Section 178(5) of the Companies Act, 2013.

## **12 Declaration from Independent Directors**

The Company was not required to appoint Independent Directors under Section 149(4) and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014.

## **13 Annual Evaluation of Performance of Board**

The Company was not required to constitute formal annual evaluation by the Board of its own performance and that of its committees and individual directors pursuant to Section 134 (3) (p) of the Companies Act, 2013 and Rule 8(4) of the Companies (Accounts) Rules, 2014.

## **14 Particulars of Loans, Guarantees or Investments**

During the year under review, the Company has not advanced any loans/ given guarantees/made investments.

## **15 Particulars of Contracts with Related Party Transactions:**

Particulars of Contracts or Arrangements with Related parties referred to in Section 188(1) in Form AOC- 2 is attached as **ANNEXURE- I** to this Report.

## **16 Risk management policy**

The Board is of the opinion that, there are no elements of risk which may threaten the existence of the Company hence it was not required to implement a risk management policy.

## **17 Policy on Corporate Social Responsibility**

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

## **18 Corporate Governance**

The Company will continue to uphold the true spirit of Corporate Governance and implement the best governance practices. It lays emphasis on transparency, accountability, ethical operating practices, and professional management.



A handwritten signature in blue ink, appearing to be "S. B.", written over a horizontal line.

Handwritten initials in blue ink, possibly "R. S.", written to the right of the signature.



## **19 Steps taken to prevent sexual harassment of women at workplace**

Considering that sexual harassment of women at the workplace as a general concern in India, the Parliament has enacted the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Act provides for protection against sexual harassment of women at workplace and for the prevention and redressal of complaints of sexual harassment and for the matter's incidental thereto.

The Company has accordingly adopted the policy against sexual harassment of women at workplace, for the purpose of preventing, prohibiting, and redressing sexual harassment of female employees including permanent, temporary, on training and on contract basis at all the workplace within the Company which are based on fundamental principles of justice and fair play. Further, an Internal Complaints Committee (ICC) has been constituted which shall be responsible for redressal of complaints related to sexual harassment. The Company has put in place suitable processes and mechanisms to ensure that issues of sexual harassment, if any, are effectively addressed. During the year, no complaints of sexual harassment were received by the Company.

## **20 Subsidiary Companies, Joint Venture, or Associate Companies**

During the year under review, there are no companies which has become/ ceased to become a Subsidiary/ Joint Ventures/ Associate Companies.

## **21 Deposits**

The Company has not accepted any deposits from the public within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

## **22 Orders Passed by Regulator or Courts or Tribunals**

There is no order passed by the regulator or courts or tribunals impacting the going concern status and company's operations.

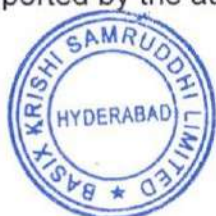
## **23 Auditors and Auditors Report**

The notes on Financial Statements are self-explanatory and do not call for further comments. The report of the Statutory Auditors of the Company, M/s V Nagarajan and Co., Chartered Accountants Hyderabad is attached herewith.

M/s V Nagarajan and Co., Chartered Accountants was appointed by the Company as the Auditors in the Annual General Meeting held on August 16, 2019, for a period of five years, in terms of the provisions of Section 139(2) of the Companies Act, 2013 read with Rules made thereunder. Accordingly, the Statutory Auditors, hold office from April 01, 2019, to March 31, 2024.

## **24 Details in respect of frauds reported by Auditors under Sub-Section (12) of Section 143 other than those which are reportable to Central Government**

There were no frauds reported by the auditors as per Section 143 (12) of the Companies Act, 2013.



A handwritten signature in black ink, appearing to be 'S. B.', written over a horizontal line.

Handwritten initials in black ink, possibly 'P. S.', written in a cursive style.

## 25 Particulars of Employees

Your directors are pleased to record their sincere appreciation of the contribution by the staff at all levels in the improved performance of the Company.

None of the employees is drawing Rs. 8,50,000/- and above per month or Rs.1,02,00,000/- and above in aggregate per annum, the limits prescribed under Section 197(12) of Companies Act 2013 read with Rule 5 of Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

## 26 Secretarial Audit Report

The Company was not required to obtain Secretarial Audit Report under Section 204(3) of the Companies Act, 2013.

However, for good Corporate Governance, the Company had obtained a Secretarial Compliance report from Ms. Savita Jyoti & Associates, Practicing Company Secretary that the company has maintained proper registers and records as per the requirements of the Companies Act, 2013. The report is self-explanatory and do not call for any further comments.

## 27 Directors Responsibility

Your Directors would like to inform you that the audited accounts containing the Financial Statements for the year ended March 31, 2023, are in full conformity with the requirements of the Companies Act, 2013 and they believe that the financial statements reflect fairly the form and substance of transactions carried out during the year. The financial statements, audited by the statutory auditor's M/s V. Nagarajan & Co., Chartered Accountants, reasonably present the Company's financial condition and results of operations, particularly considering the unique nature of operations of the company.

In pursuance of section 134(5) of the Companies Act, 2013, the Directors hereby confirm that:

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



## 28 Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo

- a) The Company is engaged in the activities of promoting rural livelihood, the particulars required under Section 134(3)(m) of the Companies Act, 2013 read with the rule 8(3)(A) of the Companies (Accounts) Rules, 2014 regarding Energy Conservation do not apply.
- b) There was no technology absorption.
- c) Foreign Exchange

Particulars	2022-2023	2021-2022
Earnings	Nil	Nil
Outgo	Nil	Nil

## 29 Acknowledgements

Your directors wish to place on record their most sincere appreciation of the commitment, involvement, and dedication by company's staff in ensuring the level of performance and growth of the company that was achieved during the year and looks forward to their continued cooperation in realization of the corporate goals in the years ahead.



On behalf of the Board of Directors

Date: June 09, 2023

  
Sattaiah Devarakonda  
Director  
DIN: 02963934  
Hyderabad

  
Pravinchandra Shivaram Dravid  
Director and Chair  
DIN: 02726180  
Pune

Place:

**FORM NO. AOC -2**

**(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.**

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

**1. Details of contracts or arrangements or transactions at Arm's length basis.**

SL. No	Particulars	Details	Details
a)	Name (s) of the related party & nature of relationship	Bhartiya Samruddhi Investments and Consulting Services Ltd.	Bhartiya Samruddhi Investments and Consulting Services Ltd.
b)	Nature of contracts/arrangements/transaction	Service Fee (Payment)	Unsecured Loan (Receipt)
c)	Duration of the contracts/arrangements/transaction	FY 2022-2023	FY 2022-2023
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rs. 10,00,000/-	Rs. 1,20,00,000/-
e)	Justification for entering into such contracts or arrangements or transactions'	Service Fee paid for use of assets (laptops)	Unsecured Loan
f)	Date of approval by the Board	June 04, 2022	June 04, 2022
g)	Amount paid as advances, if any	-	-
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	September 26, 2022	September 26, 2022

**2. Details of contracts or arrangements or transactions not at Arm's length basis.**

SL. No.	Particulars	Details	Details
a)	Name (s) of the related party & nature of relationship	NIL	NIL
b)	Nature of contracts/arrangements/transaction	NIL	NIL
c)	Duration of the contracts/arrangements/transaction	NIL	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL	NIL
e)	Date of approval by the Board	NIL	NIL
f)	Amount paid as advances, if any	NIL	NIL

**On behalf of Board of Directors**

Date: June 09, 2023



Sattaiah Devarakonda  
**Director, DIN: 02963934**  
 Hyderabad

Pravinchandra Shivaram David  
**Chair, DIN: 02726180**  
 Pune

Place

**FORM NO. AOC -2**

**(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.**

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

**3. Details of contracts or arrangements or transactions at Arm's length basis.**

SL. No	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Indian Grameen Services
b)	Nature of contracts/arrangements/transaction	Rent for Kolkata Office (Payment)
c)	Duration of the contracts/arrangements/transaction	FY 2022-2023
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rs. 60,000/-
e)	Justification for entering into such contracts or arrangements or transactions'	Rent for Kolkata Office
f)	Date of approval by the Board	June 04, 2022
g)	Amount paid as advances, if any	-
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	September 26, 2022

**4. Details of contracts or arrangements or transactions not at Arm's length basis.**

SL. No.	Particulars	Details	Details
a)	Name (s) of the related party & nature of relationship	NIL	NIL
b)	Nature of contracts/arrangements/transaction	NIL	NIL
c)	Duration of the contracts/arrangements/transaction	NIL	NIL
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL	NIL
e)	Date of approval by the Board	NIL	NIL
f)	Amount paid as advances, if any	NIL	NIL

**On behalf of Board of Directors**

Date: June 09, 2023



Sattaiah Devarakonda  
Director, DIN: 02963934  
Hyderabad

Pravinchandra Shivaram Dravid  
Chair, DIN: 02726180  
Pune

Place