



# KANAK KRISHI IMPLEMENTS LIMITED

*Registered Office: 1/586, Sector -1, Vaishali, Ghaziabad – 201010*

*Website: [www.kanakkrishi.com](http://www.kanakkrishi.com) Email: [kanakkrishi@yahoo.com](mailto:kanakkrishi@yahoo.com)*

**CIN: L74900UP2010PLC041921, Contact Number: 011-32318627**

Date: 19<sup>th</sup> September, 2016

To,

BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai-400001  
Scrip Code: 780003  
Scrip Id: KKIL(ITP)

**Subject: Notice of 6<sup>th</sup> Annual General Meeting**

We herewith enclosed the Annual Report of the Company approved and adopted in the AGM, in terms of **Regulation 34 of Securities Exchange Board of India Listing Obligation and Disclosure Requirement Regulations, 2015.**

Kindly update the same in your records.

Thanking you

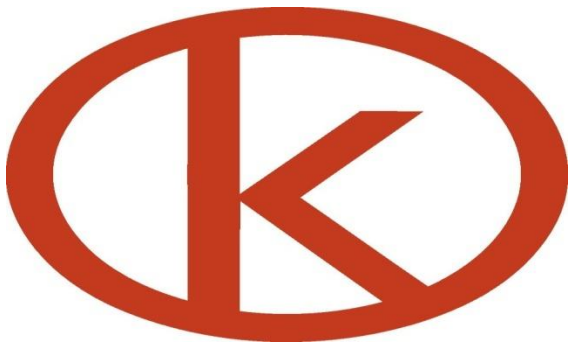
FOR KANAK KRISHI IMPLEMENTS LIMITED



FOR SATYENDRA KUMAR  
Whole Time Director  
DIN: 06794868



**KANAK KRISHI IMPLEMENTS LIMITED**



**ANNUAL REPORT**  
**For the Financial Year 2015-2016**



## **COMPANY INFORMATION**



**Mr. Satyendra Kumar**

**Ms. Sheetal**

**Mr. Shyam Saini**

**Mr. Love Kumar**

Executive Director (Whole-time Director)

Non Independent Director (Non-executive Director)

Independent Director (Non-executive Director)

Independent Director (Non-executive Director)

## **STATUTORY AUDITORS**

M/s Ravi Bhushan & Co.

Chartered Accountants  
Bhor Colony, Faridabad  
Haryana - 121001  
FRN NO: 020618N

## **SECRETARIAL AUDITOR**

Ms. Neelam Bansal  
(M/s. Neelam Bansal & Associates)  
Company Secretaries  
B-197, Street No. 2, Masjid Park,  
Adarsh Nagar, New Delhi-110033  
Membership No. 30913

## **COMPLIANCE OFFICER**

Mr. Satyendra Kumar, Whole Time Director  
1/586, Sector - 1,  
Vaishali, Ghaziabad,  
Uttar Pradesh - 201010;  
Tel: +91 11-3231 8627;  
Website: [www.kanakkrishi.com](http://www.kanakkrishi.com);  
E-Mail: [kanakkrishi@yahoo.com](mailto:kanakkrishi@yahoo.com);

## **CORPORATE IDENTIFICATION NUMBER (CIN)**

L74900UP2010PLC041921

## **REGISTERED OFFICE**

1/586, Sector-1, Vaishali,  
Uttar Pradesh-201010  
Tel: +91 11-3231 7239;  
Website: [www.kanakkrishi.com](http://www.kanakkrishi.com)  
Email: [kanakkrishi@yahoo.com](mailto:kanakkrishi@yahoo.com)

## **REGISTER AND TRANSFER AGENT**

Skyline Financial Services Private Limited  
D-153 A, 1st Floor,  
Okhla Industrial Area,  
Phase-1, New Delhi-110020  
Tel.: +91 11 2681 2682-83  
Fax No. +91 11 26812684  
**Email: [info@skylinerta.com](mailto:info@skylinerta.com)**



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## NOTICE

Notice is hereby given that the 6<sup>th</sup> Annual General Meeting of the members of Kanak Krishi Implements Limited will be held at the registered office of the company situated at 1/586, Sector-1, Vaishali, Uttar Pradesh-201010 on Saturday, 27<sup>th</sup> August, 2016 at 09:00 A.M. to transact the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Profit & Loss Account for the year ended March 31, 2016 and the Balance Sheet as at that date together with the Reports of the Board of Directors and the Auditors' thereon.
2. To appoint M/s Rakesh Batra & Co., Chartered Accountants, the Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the 11<sup>th</sup> Annual General Meeting of the company subject to ratification at every Annual General Meeting and to fix their remuneration.
3. To appoint Ms. Sheetal (DIN: 06799478) as director who retires by rotation offers himself for re-appointment.

**Dated: 30.07.2016**  
**Place: Vaishali**

**For and on behalf of board of**  
**Kanak Krishi Implements Limited**  
**Sd/**  
**Satyendra Kumar**  
**Whole Time Director**  
**DIN No: 06794868**  
**Address : 422, Block 25,**  
**Trilok Puri, Delhi 110091**

### **NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE (ONLY ON POLL) INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE DULY COMPLETED AND SIGNED PROXY FORM SHOULD REACH THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN FORTY EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE ANNUAL GENERAL MEETING.

A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS. A MEMBER HOLDING MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS MAY APPOINT A SINGLE PERSON AS PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.

2. The Register of Directors and Key managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
3. Members holding shares in physical form are requested to notify change in address, bank mandate and bank particulars for printing on the dividend warrants, if any, under their signatures to Skyline Financial Services Private Limited, D-153 A, 1st Floor, Okhla Industrial Area, Phase-1, New Delhi-110020. Members holding shares in electronic form may update such details with their respective Depository Participants.



4. Pursuant to Section 91 of the Companies Act, 2013, The Share Transfer Books and Members Register of the Company will remain closed from 24<sup>th</sup> August, 2016 to 26<sup>th</sup> August, 2016 (both days inclusive).
5. Members seeking any information regarding accounts should write to the Company at least seven days before the date of the meeting so as to enable the management to keep the information ready.
6. All documents meant for inspection and referred in the accompanying Annual Report are open for inspection at the Registered Office of the Company during office hours between 11.00 am to 1.00 pm on all working days till the date of Annual General Meeting.
7. Members are required to bring their admission slip along-with copy of the Annual Report at the Annual General Meeting.
8. As per Rule 20 (2) of Companies (Management and Administration) amendment rules, 2015 vide Notification Dated 19th March, 2015, A Company Listed under chapter XB(Companies listed on SME exchange) or chapter XC(Companies listed on institutional trading platform without IPO) of ICDR regulations, 2009 and having its equity shares listed on a recognized stock exchange, is out of the ambit of E-voting in its General Meeting and ECO Friendly Food Processing Park Limited is a BSE SME Listed company and Evoting is not applicable

**Dated: 30.07.2016**  
**Place: Vaishali**

**For and on behalf of board of**  
**Kanak Krishi Implements Limited**  
**Sd/**  
**Satyendra Kumar**  
**Whole Time Director**  
**DIN No: 06794868**  
**Address : 422, Block 25,**  
**Trilok Puri, Delhi 110091**



## ANNEXURE II TO THE NOTICE

Details of the directors proposed to be appointed / re-appointed as per clause 1.2.5 of Secretarial Standards on General Meeting and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

<b>Name</b>	<b>Sheetal</b>
<b>Age</b>	<b>35 Years</b>
<b>Qualifications</b>	<b>Graduate</b>
<b>Experience</b>	<b>15 years</b>
<b>Terms and conditions of appointment including details of remuneration</b>	Ms. Sheetal will hold the office upto the ensuing AGM. Other terms and conditions are mentioned in the letter for appointment which is available for inspection by members on all working days except holidays from 11.00 a.m to 5.00 p.m at the registered office of the company.
<b>Last drawn remuneration</b>	<b>Nil</b>
<b>Date of first appointment by the Board of Directors of the Company</b>	<b>25/03/2015</b>
<b>Shareholding in the Company</b>	<b>Nil</b>
<b>Relationship with other directors and Key Managerial of the Company</b>	<b>None</b>
<b>Number of meetings attended during the financial year 2015-16</b>	<b>4</b>
<b>Other directorship, membership / chairmanship of committees of other board</b>	<b>Director/Designated partner in:</b> Achal Investments Limited Moneytech Financial Services Limited Tcl Management Services Private Limited Lax Resource Management Private Limited
<b>Justification for appointment of Independent Director</b>	<b>NA</b>
<b>Performance evaluation report</b>	<b>NA</b>



## DIRECTORS' REPORT TO THE MEMBERS

Your Directors have great pleasure in presenting the 6<sup>th</sup> Annual Report together with the Audited Accounts of the Company for the year ended at 31<sup>st</sup> March, 2016.

## FINANCIAL RESULTS

The summarized performance of the Company for the years 2015-16 and 2014-15 is given below:

Particulars	(Rupees) For Financial Year Ended	
	31st March, 2016	31st March, 2015
Total Income	16,184,624.00	13,211,632.00
Total Expenditure	15,075,134.19	12,652,197.57
Profit before Tax	1,109,489.81	559,434.43
Less: Tax Expense	(3,42,833.00)	(1,72,864.00)
Profit / (Loss) After Tax	766,656.81	386,570.43
Profit/(Loss) adjusted	-	-
Profit/(Loss) carried to Balance Sheet	766,656.81	386,570.43

## RESULTS OF OPERATIONS

Operating in a volatile and uncertain environment, the Company demonstrated the resilience of its business model. The Company delivers robust profits in the financial year 2015-16. The highlights of the Company's performance are as mentioned above.

## RESERVES AND SURPLUS

To Plough back the profits into the business Rs. 766,656.81/- is being transferred to the Reserve and surplus of the company.

## DIVIDEND

The Directors have not recommended any dividend for the financial year 2015-16 in view of the requirement of funds for expansion of the business.

## DIRECTORS

During the year under review, there was no change in the Board of directors.

## STATE OF COMPANY AFFIARS

The Company is complying with all the applicable laws and provisions and there is no adverse action against the business operations of the Company.

## CHANGE IN THE NATURE OF BUSINESS

During the year, the Company has not changed its nature of business.





## **STATUTORY AUDITOR AND HIS REPORT**

The company has received the intimation from the present auditor M/s Ravi Bhushan & Co. showing their inability to act as the Statutory Auditor of the Company. The Board has received the consent of M/s Rakesh Batra & Co. to act as the Statutory Auditor of the Company accordingly the matter is placed for approval by the Shareholders.

In this regard the Company has received a Certificate from the them to the effect that if they are appointed it would be in accordance with the provision of section 141 of the Companies Act, 2013.

The Report given by the Statutory Auditors for the Financial Statements for the year ended March 31, 2016 read with explanatory notes thereon do not call for any explanation or comments from the Board under Section 134(3) of the Companies Act, 2013.

## **AUDITORS' REPORT**

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and therefore, in the opinion of the Directors, do not call for further comments.

## **INDUSTRIAL RELATIONS**

During the year under review, your Company enjoyed cordial relationship with workers and employees at all levels.

## **DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

The Company has a formal system of internal control testing which examines both the design effectiveness and operational effectiveness to ensure reliability of financial and operational information and all statutory / regulatory compliances. The Company has a strong monitoring and reporting process resulting in financial discipline and accountability.

## **PUBLIC DEPOSITS**

The Company has not accepted deposit from the public falling within the ambit of Section 73 of the Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 2014. No amount of principal or interest was outstanding as on the date of Balance Sheet.

## **NAME OF THE COMPANIES WHICH HAVE BEEN BECOME OR CEASED TO BE ITS SUBSIDIARIES AND ASSOCIATE**

The Company has no subsidiaries as on 31st March, 2016, hence provision of section 129 of the Companies Act, 2013 is not applicable.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO**

The provisions of Section 217 (1) (e) of the Companies Act, 1956 read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules 1988 are not applicable to the Company. Therefore, the information relating to conservation of energy or technology absorption etc. is not given. There has been no foreign exchange earnings and outgo during the year under Report.



## **CONSOLIDATED FINANCIAL STATEMENTS**

Since there is no subsidiary of the Company at present, hence no consolidated financial statements have been prepared.

## **MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY**

No material changes and commitments affecting the Financial Position of the Company which have occurred between the end of the Financial year of the Company to which the Financial Statement relate and the date of this report.

## **DIRECTORS RESPONSIBILITY STATEMENT**

As required by Section 134 (3) (c) of the Companies Act, 2013, your Board of Directors hereby state:

- a. in the preparation of the annual accounts for the financial year ended on 31<sup>st</sup> March, 2016, 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;
- e. the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- f. 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.

## **INDEPENDENT DIRECTORS' MEETING**

During the year under review, the Independent Directors met on 14<sup>th</sup> November, 2015, inter alia, to discuss:

- Evaluation of the performance of Non-independent Directors and the Board of Directors as a whole.
- Evaluation of the performance of the chairman of the Company, taking into account the views of the Executive and Non-executive directors.
- Evaluation of the quality, content and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.
- All the Independent Directors were present at the Meeting.

## **CORPORATE SOCIAL RESPONSIBILITY (CSR)**

Provisions of section 135 of the Companies Act, 2013 dealing with constitution of Corporate Social Responsibility Committee and related matters, are not applicable to your Company.

## **FAMILIARIZATION PROGRAMME**

The Company at its various meetings held during the Financial year 2015 -16 had familiarize the Independent Directors with regard to the roles, rights, responsibilities in the Company, nature of the industry in which the Company operates,



the Business models of the Company etc. The Independent Directors have been provided with necessary documents, reports and internal policies to familiarize them with the Company's policies, procedures and practices.

Periodic presentations are made to the Board and Board Committee meeting on Business and performance updates of the Company, Business strategy and risks involved.

Quarterly updates on relevant statutory changes and judicial pronouncements and encompassing important amendments are briefed to the Directors.

#### **CHANGES IN THE KEY MANAGERIAL PERSONNEL**

During the year under Review, there was no change in the Key Managerial Personnel.

#### **DECLARATION BY AN INDEPENDENT DIRECTOR(S) AND RE- APPOINTMENT, IF ANY**

All Independent Directors have given declaration that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, and Listing Agreement.

#### **DISCLOSURES RELATED TO BOARD, COMMITTEES AND POLICIES**

##### **a) Board Meetings**

During the year, 6 (Six) Board Meetings were convened and held. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

##### **b) Board Evaluation**

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an Annual Performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its various Committees. A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board excluding the Directors being evaluated.

##### **c) Audit Committee**

The Board has well-qualified Audit Committee with majority of Independent Directors including Chairman. They possess sound knowledge on Accounts, Audit, Finance, Taxation, Internal Controls etc. The Company Secretary of the Company acts as Secretary of the Committee. During the year, there are no instances where the Board had not accepted the recommendations of the Audit Committee.

#### **COMPOSITION AND ATTENDANCE AT MEETINGS:**

During the year ended on 31st March, 2016, the composition of Audit Committee has been as under:

<b>Name of Director</b>	<b>Designation</b>	<b>Category</b>	<b>No. of Meeting Attended</b>
Shyam Saini	Chairman	Independent Director	4
Love Kumar	Member	Independent Director	4
Satyendra Kumar	Member	Non Executive & Non-Independent Director	4

##### **d) Nomination & Remuneration Committee & Its Policy**

The Company has duly constituted Nomination and Remuneration Committee to align with the requirements prescribed under the provisions of the Companies Act, 2013.



### COMPOSITION AND ATTENDANCE AT MEETINGS:

During the year ended on 31st March, 2016, the composition of Nomination & Remuneration Committee has been as under:

Name of Director	Designation	Category	No. Of Meeting Attended
Love Kumar	Chairman	Independent Director	4
Shyam Saini	Member	Independent Director	4
Sheetal	Member	Non Executive & Non-Independent Director	4

During the financial year 2015-16, one (1) meeting of Nomination & Remuneration Committee was held.

### COMPOSITION AND ATTENDANCE AT MEETINGS:

During the year ended on 31st March, 2016, the composition of Stakeholder Relationship Committee has been as under:

Name of Director	Designation	Category	No. Of Meeting Attended
Love Kumar	Chairman	Independent Director	4
Shyam Saini	Member	Independent Director	4
Sheetal	Member	Non Executive & Non-Independent Director	4

During the financial year 2015-16, Four (4) meeting of Stakeholder Relationship Committee was held.

### RISK MANAGEMENT

The Company has laid down the procedures to inform to the Board about the risk assessment and minimization procedures and the Board has formulated Risk management policy to ensure that the Board, its Audit Committee and its Executive Management should collectively identify the risks impacting the Company's business and document their process of risk identification, risk minimization, risk optimization as a part of a risk management policy/ strategy.

The common risks inter alia are: Regulations, Credit Risk, Foreign Exchange and Interest Risk, Competition, Business Risk, Technology Obsolescence, Investments, Retention of Talent and Expansion of Facilities etc. Business risk, inter-alia, further includes financial risk, political risk, legal risk, etc. The Board reviews the risk trend, exposure and potential impact analysis and prepares risk mitigation plans, if necessary.

### SECRETARIAL AUDIT REPORT AND EXPLANATION TO THE QUALIFICATIONS REPORTED IN THE REPORT

Provisions relating to Secretarial Audit as per Section 204 read with Rule 9 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Ms. Neelam Bansal, Proprietor of M/s. Neelam Bansal & Associates, Practicing Company Secretary to undertake the Secretarial audit of the Company. The Secretarial Auditor Report provided By the Secretarial Auditor in Form No. MR-3 has been enclosed as Annexur.

With reference to the qualifications, we wish to explain that the Company is searching the best person for the post of Company Secretary and Chief Financial Officer.



## **PARTICULARS OF EMPLOYEES AND OTHER DISCLOSURE**

The prescribed particulars of Employees required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is given below:

### **DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

Sr. No.	Name of Director/KMP and Designation	Remuneration of Director/KMP for FY 2015-16 (Rs. In Lakhs)	% increase in Remuneration in FY 2015-16**	Ratio of Remuneration of Director to Median Remuneration of employees	Ratio of Remuneration of Director to Median Remuneration of Employees
1.	Mr. Satyendra Kumar Whole Time Director	NIL	N.A.	N.A.	N.A.

## **PERSONNEL**

The Management-Employees relations remained very cordial throughout the year. Your Directors wish to place on record their appreciation of sincere and devoted services rendered by all the workers and staff at all levels.

## **VIGIL MECHANISM / WHISTLE BLOWER POLICY**

As per the provision of Section 177 (9) of the Companies Act, 2013, the Company is required to establish an effective Vigil Mechanism for Directors and Employees to report genuine concerns. In line with this the Company has framed a Vigil Mechanism Policy through which the Directors and Employees may report concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct & Ethics without fear of reprisal.

The Employees and Directors may report to the Compliance Officer and have direct access to the Chairman of the Audit Committee. The Whistle Blower Policy is placed on the website of the Company.

## **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Woman at Workplace (Prevention, Prohibition and Redressal) Act, 2013. All women employees (permanent, contractual, temporary and trainee) are covered under this Policy.

The following is a summary of Sexual Harassment complaints received and disposed off during the year:

- a. No. of Complaints received: 0
- b. No. of Complaints disposed off: 0

## **RELATED PARTY TRANSACTIONS**

There are no related party transactions in the year under Report.

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**



During the year under review, the Company has not given any loans and guarantees. Details of Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the Notes to the Financial Statements.

### **EXTRACT OF ANNUAL RETURN**

Pursuant to the provisions of Section 134 (3) (a) of the Companies Act, 2013, Extract of the Annual Return for the financial year ended 31st March, 2016 made under the provisions of Section 92 (3) of the Act in Form MGT -9 is annexed herewith as Annexure.

### **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS**

No Significant and Material orders has been passed by Securities Exchange Board of India, Stock Exchanges, Tribunal or Courts in the year under Report.

### **HUMAN RESOURCES INDUSTRIAL RELATIONS**

The takes pride in the commitment, competence and dedication shown by its employees in all areas of Business. The Company is committed to nurturing, enhancing and retaining top talent through superior Learning and Organizational Development. This is a part of Corporate HR function and is a critical pillar to support the Organization's growth and its sustainability in the long run.

### **CAUTIONARY STATEMENT**

Statements in this Directors Report describing the Company's objectives, projections, estimates, expectations or predictions may be "forward looking statements" within the meaning of applicable securities law and regulations. Actual results could defer materially from those expressed or implied. Important factors that could make difference to the Company's operations include changes in Government regulations, Tax regimes, Economic developments within India and the countries in which the Company conducts Business and other ancillary factors.

### **ACKNOWLEDGEMENT**

Your Directors would like to express their appreciation for the assistance and co-operation received from the cooperative banks, Government Authorities, customers, vendors and, members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the Company's executive's, Staff.

**Dated: 30.07.2016**  
**Place: Vaishali**

**For and on behalf of board of**

**Kanak Krishi Implements Limited**

**Sd/**

**Satyendra Kumar**  
**Whole Time Director**

**DIN No: 06794868**

**Address : 422, Block 25,**  
**Trilok Puri, Delhi 110091**

**Sd/**

**Shyam Saini**  
**Director**

**DIN No: 06461564**

**Address : 1st Floor, 210 Phool Singh Market Karkardooma,**  
**Opp Saini Bus Stand New Delhi**  
**110092**



**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2016

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

To,  
The Members,  
**KANAK KRISHI IMPLEMENTS LIMITED**  
1/586, Sector-1, Vaishali Uttar Pradesh,  
Ghaziabad UP 201010 IN

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practice by M/s **KANAK KRISHI IMPLEMENTS LIMITED** (hereinafter called "**the Company**"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on my verification of the Company's Books, Papers, Minutes Books, Forms and Returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the financial year ended 31<sup>st</sup> March, 2016, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s **KANAK KRISHI IMPLEMENTS LIMITED**, for the financial year ended on 31<sup>st</sup> March, 2016, according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the Rules made there under for specified Sections notified and came into effect from 12th September, 2013 and Sections and Rules notified and came into effect from 1st April, 2014;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
- iii. The Depositories Act, 1996 and Regulations and the Bye-laws framed there under;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECB) (**Not applicable to the Company during Audit period as the Company has not received any FDI, ECB and made any ODI.**)
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;



- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Registrars to a Issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client;
- (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009
- (e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(Not applicable to the Company during Audit period as the Company has not introduced any such Scheme);**
- (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the Company during Audit period as the Company has not issued any Debt Securities);**
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable to the Company during Audit period as the Company has not delisted /proposes to de-list any equity shares from any stock Exchange)**
- (h) The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 1988 **(Not applicable to the Company during Audit period as the Company has not brought back / proposed to Buy back any Securities);**

vi. As informed and certified by the Management of the Company, There are no other laws which are specifically applicable to the Company based on their sector/Industry.

vii. I have relied on the Representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibly of the management. My examination was limited to the verification of procedure on test basis.

viii. In case of Direct and Indirect Tax Laws like Income Tax Act, Service Tax Act, Excise & Custom Acts we have relied on the Reports given by the Statutory Auditors of the company.

**I have also examined compliance with the applicable clauses of the following:**

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India under the provisions of Companies Act, 1956; and
- (ii) The Listing Agreements entered into by the Company with BSE Limited read with Securities and Exchange Board of India (Listing obligations and Disclosures Requirement) Regulations, 2015;

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

- i. *The Company has not appointed Company Secretary and Chief Financial Officer under Section 203 of the Companies Act, 2013 read with Rule 8 of the Companies (Appointment of and Remuneration of Managerial Personnel) Rules, 2014.*





- ii. *The management of the Company has reported and certified that the Company has obtained requisite approvals for grant of loans and advances to any party and complied with the provisions of Section 186 of the Companies Act, 2013 and any other applicable laws. However Company could not produce necessary records/supporting documents during the audit process*
- iii. *The Company has not filed e form MGT 10 with Registrar of Companies, Kanpur in respect of change of Shareholding of top ten shareholders during the period under audit.*
- iv. *The Company has not submitted the, Annual Report for the financial year 2014-15 pursuant to the provision of the Equity Listing Agreement of Stock Exchange and not even posted or updated the Annual Report on its website.*
- v. *There were few instances where Company has given late intimation(s) to the Stock Exchange.*
- vi. *The Company has filed/submitted various e-forms with late fees during the period under review.*
  - (a) *E-Form MGT-14 For appointment of Secretarial Auditor for the financial year 2014-15, under Section 204(1) of the Companies Act 2013 read with rule 9 of the Companies (Appointment and Remuneration personnel) Rules 2014;*
  - (b) *E-Form MGT 14 for the adoption of Annual result for the Financial year 2014-15 under Section 179(3) clause (g) of the Companies Act 2013;*
  - (c) *E-Form AOC-4 (XBRL) and E-Form MGT-7- For Annual Filing for the Financial Year 2014-15.*

**I further report that** the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice was given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

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

For **Neelam Bansal & Associates**  
**Companies Secretaries**

**NeelamBansal**  
**Prop.**  
**ACS: 30913**  
**COP: 13239**

**Place:** New Delhi

**Date:** 18.07.2016

*Note: this report is to read with our letter of even date which is annexed as Annexure A, which forms an integral part of this report.*



Annexure A

To,  
The Members,  
**KANAK KRISHI IMPLEMENTS LIMITED**  
1/586, Sector-1, Vaishali Uttar Pradesh,  
Ghaziabad UP 201010 IN

My report of even date is to be read along with this letter:

- 1) Maintenance of Secretarial record is the responsibility of the Management of the Company. My responsibility is to express an opinion on these Secretarial Records based on my audit.
- 2) I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in the Secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
- 3) I have not verified the correctness and appropriateness of the financial records and Books of Accounts of the Company.
- 4) Wherever required, I have obtained the Management representation about the compliance of Laws, Rules and Regulations and happening of events etc.
- 5) The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of the Management. My examination was limited to the verification of procedures on test basis.
- 6) The Secretarial Audit report is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For **Neelam Bansal & Associates**  
**Companies Secretaries**

**Neelam Bansal**  
**Prop.**  
**ACS: 30913**  
**COP: 13239**

**Place:** New Delhi  
**Date:** 18.07.2016



Annexure

**FORM NO. MGT- 9**  
**EXTRACT OF ANNUAL RETURN**  
**As on financial year ended on 31.03.2016**

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

**I. REGISTRATION & OTHER DETAILS:**

1.	CIN	L74900UP2010PLC041921
2.	Registration Date	08/09/2010
3.	Name of the Company	KANAK KRISHI IMPLEMENTS LIMITED
4.	Category/Sub-category of the Company	Company limited by shares/ Indian Non-Government Company.
5.	Address of the Registered office & contact details	1/586, Sector-1, Vaishali, Uttar Pradesh- 201010
6.	Whether listed company	Listed
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Skyline Financial Services Services Limited D-153 A, 1st Floor, Okhla Industrial Area, Phase-1, New Delhi-110020 Tel.: +91 11 26812682-83 Fax No. +91 11 26812684 Email: info@skylinerta.com

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10 % or more of the total turnover of the company shall be stated

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Manufactures, producers, importers, exporters, wholesalers, retailers of and dealers in all type of Agricultural Implements.	011	100.00

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	N.A	N.A.	N.A.	N.A.	Section 2(46) and Section 2(87)(ii)
2	N.A.	N.A.	N.A.	N.A.	Section 2(87)(ii)
3	N.A.	N.A.	N.A.	N.A.	Section 2(6)





d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify) Merchant Banker	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.	2713200	-	2713200	21.87	1463750	-	1463750	11.8	(10.07)
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	662330	-	662330	5.34	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	5372870	-	5372870	43.30	5874300	-	5874300	47.34	4.04
c) Others (specify)	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Hindu Undivided Family	479600	-	479600	3.87	88000	-	88000	0.709	(3.1)
Trusts	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	9228000	-	9228000	74.37	9228000	-	9228000	74.37	4.19
Total Public Shareholding (B)=(B)(1)+ (B)(2)	9228000	-	9228000	74.37	9228000	-	9228000	74.37	4.19
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	12408000		12408000	100	12408000		12408000	100	-



ii) Shareholding of Promoters-

SN	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Satyendra Kumar	10,000	0.08	-	10,000	0.08	-	NIL
2	Ethics Enginnering Pvt Ltd	3,17,000	25.55	-	3,17,000	25.55	-	NIL

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

SN		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	<b>At the beginning of the year</b>				
1	Satyendra Kumar	10,000	0.08	10,000	0.08
2	Ethics Enginnering Pvt Ltd	3,17,000	25.55	3,17,000	25.55
	<b>At the end of the year</b>				
1	Satyendra Kumar	10,000	0.08	10,000	0.08
2	Ethics Enginnering Pvt Ltd	3,17,000	25.55	3,17,000	25.55
	<b>TOTAL</b>	<b>3,18,000</b>	<b>25.63</b>	<b>3,18,000</b>	<b>25.63</b>

\*There is no Change in Promoter's Shareholding during the Financial Year.

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

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company



<b>1.</b>	<b>AMSONS APPARELS PRIVATE LIMITED</b>				
	At the beginning of the year	800000	6.45	800000	6.45
	At the end of the year	800000	6.45	800000	6.45
<b>2.</b>	<b>UNICON CAPITAL SERVICES PRIVATE LIMITED</b>				
	At the beginning of the year	520000	4.19	520000	4.19
	At the end of the year	520000	4.19	520000	4.19
<b>3.</b>	<b>SHARDABEN VIRJIBHAI GODHANI</b>				
	At the beginning of the year	495700	4.00	495700	4.00
	At the end of the year	495700	4.00	495700	4.00
<b>4.</b>	<b>SANJEEV KALRA</b>				
	At the beginning of the year	150000	1.21	150000	1.21
	At the end of the year	300000	2.42	300000	2.42
<b>5.</b>	<b>BHAVITABEN RAMESH GODHANI</b>				
	At the beginning of the year	200000	1.61	200000	1.61
	At the end of the year	200000	1.61	200000	1.61
<b>6.</b>	<b>RESHMABEN VINODBHAI GODHANI</b>				
	At the beginning of the year	195000	1.57	195000	1.57
	At the end of the year	195000	1.57	195000	1.57
<b>7.</b>	<b>MOHIT KALRA</b>				
	At the beginning of the year	150000	1.21	-	-
	At the end of the year	150000	1.21	150000	1.21
<b>8.</b>	<b>RIVER HIGH RIGHT SHARE BROKERS PRIVATE LIMITED</b>				
	At the beginning of the year	186750	1.51	186750	1.51
	At the end of the year	186750	1.51	186750	1.51
<b>9.</b>	<b>SURESHBHAI SHAMJIBHAI DAKHARA</b>				



	At the beginning of the year	171200	1.38	171200	1.38
	At the end of the year	171200	1.38	171200	1.38
<b>10.</b>	<b>TRUCKLING VINMAY TRADING PRIVATE LIMITED</b>				
	At the beginning of the year	295200	2.38	295200	2.38
	At the end of the year	295200	2.38	295200	2.38

**Note: The change in the shareholding in the above shareholders was due to buying/selling of shares by the shareholders on various dates. The Company has not allotted any shares, issued bonus/sweat equity during the year.**

**v) Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>1.</b>	<b>SATYENDRA KUMAR (Whole Time Director)</b>				
	At the beginning of the year	10,000	0.08	-	-
	At the end of the year	10,000	0.08	10,000	0.08

**V) INDEBTEDNESS**

**Indebtedness of the Company including interest outstanding/accrued but not due for payment: N.A.**

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>	-	-	-	-
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-





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

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL- N.A.

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		<i>Managing Director</i>	Mr. Satyendra Kumar, <i>Whole-time Director</i>	Manager	NIL
1	Gross salary	NA	NIL	NA	NIL
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NA	NIL	NA	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NA	NIL	NA	NIL
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	NA	NIL	NA	NIL
2	Stock Option	NA	Nil	NA	NIL
3	Sweat Equity	NA	Nil	NA	NIL
4	Commission - as % of profit - others, specify...	NA	Nil	NA	NIL
5	Others, please specify	NA	Nil	NA	NIL



Total (A)	NA	Nil	NA	NIL
Ceiling as per the Act	NA	Nil	NA	NIL

**B. Remuneration to other directors**

SN.	Particulars of Remuneration	Name of Directors			Total Amount
1	Independent Directors	-	-	-	-
	Fee for attending board committee meetings	Nil	Nil	Nil	Nil
	Commission	Nil	Nil	Nil	Nil
	Others, please specify	Nil	Nil	Nil	Nil
	Total (1)	Nil	Nil	Nil	Nil
2	Other Non-Executive Directors				
	Fee for attending board committee meetings	Nil	Nil	Nil	Nil
	Commission	Nil	Nil	Nil	Nil
	Others, please specify	Nil	Nil	Nil	Nil
	Total (2)	Nil	Nil	Nil	Nil
	Total (B)=(1+2)	Nil	Nil	Nil	Nil
	Total Managerial Remuneration	Nil	Nil	Nil	Nil
	Overall Ceiling as per the Act	Nil	Nil	Nil	Nil

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD**

SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	CEO	CS	CFO	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NA	Nil	NA	Nil
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NA	Nil	NA	Nil



	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NA	Nil	NA	Nil
2	Stock Option	NA	Nil	NA	Nil
3	Sweat Equity	NA	Nil	NA	Nil
4	Commission				
	- as % of profit	NA	Nil	NA	Nil
	others, specify...	NA	Nil	NA	Nil
5	Others, please specify	NA	Nil	NA	Nil
	Total	NA	Nil	NA	Nil

#### VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal if any made, (give Details)
<b>A. COMPANY</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>B. DIRECTORS</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL



## **INDEPENDENT AUDITOR'S REPORT**

**To,  
THE MEMBERS  
KANAK KRISHI IMPLEMENTS LIMITED  
Report on the Financial Statements**

We have audited the accompanying financial statements of **M/S KANAK KRISHI IMPLEMENTS LIMITED** (CIN: U74900UP2010PLC041921) ("the company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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

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

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



## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

## Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2015, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) Company does not have any branch office accordingly reports on the accounts of the branch offices of the Company audited under Section 143(8) of the Act are not applicable.
  - d) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - e) 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.
  - f) On the basis of written representations received from the directors as on 31 March, 2016, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2016, from being appointed as a director in terms of Section 164(2) of the Act.

**M/s Ravi Bhushan & Co.**  
**(Chartered Accountants)**

**CA. Ravi B.P Gupta**  
**Partner**  
**M.NO: 505754**  
**FRN: 020618N**

**Place: Delhi**  
**Date: 27.05.2016**



## **M/S. KANAK KRISHI IMPLEMENTS LIMITED**

### **Annexure to the Auditors' Report**

#### **Companies (Auditor's Report) Order, 2015 ("the Order")**

The Annexure referred to in our report to the members of **M/S KANAK KRISHI IMPLEMENTS LIMITED** for the year Ended on 31<sup>st</sup> March 2016. We report that:

1. (a) Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;  
  
(b) As explained to us, the management has physically verified the fixed assets during the year and there is a regular programme of verification which, in our opinion, is reasonable having regards to the size of the company and the nature of the assets. No discrepancies were noticed on such verification.
2. (a) Company does not have any inventory at the end of the year.  
  
(b) In view of our comment in paragraph (a) above, clause (ii) (a) (b) and (c) of paragraph 2 of the aforesaid order are not applicable to the company.
3. (a) Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.  
  
(b) In view of our comment in paragraph (a) above, clause (iii) (a) and (b) of paragraph 3 of the aforesaid order are not applicable to the company.
4. In our opinion and according to the information and explanation given to us, there are adequate internal control systems commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system.
5. Company has not accepted deposits from public. Hence provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, do not apply to this company.
6. The Central Government has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act for any of the products manufactured/services rendered by the Company.
7. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Wealth tax, Sales tax, Excise Duty, Cess, Employees' State Insurance and Investor Education and Protection Fund.  
  
(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income Tax and other material statutory dues were in arrears as at 31 March 2016 for a period of more than six months from the date they became payable.



(c) According to the records of the Company, there were no amount which were required to be transferred to investor education and protection fund. Therefore, the provision of clause 3 (viii) (c) of the Companies (Auditor's Report) Order, 2015 are not applicable to the Company.

8. The company does not have accumulated losses at the end of the financial year. The company has not incurred cash losses in such financial year and in the immediately preceding financial year.
9. In our opinion and according to the information and explanation given to us, the company has not take any loan from financial institution and bank hence clause 9 of the CARO 2015 is not applicable.
10. The Company has not given any guarantee for the loans taken by others from bank & financial Institutions.
11. In Our Opinion and according to the information and explanations given to us, the company has not obtained any term loan.
12. Based upon the audit procedures performed and according to the information and explanations given to us, we report that no fraud on or by the Company has been noticed or reported during the year.

**M/s Ravi Bhushan & Co.**  
**(Chartered Accountants)**

**CA. Ravi B.P Gupta**  
**Partner**  
**M.NO: 505754**  
**FRN: 020618N**

**Place: Delhi**  
**Date: 27.05.2016**



**KANAK KRISHI IMPLEMENTS LIMITED**

**CIN : U74900UP2010PLC041921**

**Add: 1/586, Sector-1, Vaishali, Uttar Pradesh-201010**

**Balance Sheet as at 31st March, 2016**

*Amount in Rs.*

Particulars	Note No	Amount in Rs.	
		As at 31.03.2016	As at 31.03.2015
<b>I. EQUITY AND LIABILITIES</b>			
<b><u>(1) Shareholder's Funds</u></b>			
(a) Share Capital	1	124,080,000	124,080,000
(b) Reserves and Surplus	2	2,147,632	1,380,975
(c) Money received against share warrants		-	-
<b><u>(2) Share application money pending allotment</u></b>			
(a) Share Application Maoney		-	-
<b><u>(3) Non-Current Liabilities</u></b>			
(a) Long-term borrowings	3	-	-
(b) Deferred tax liabilities (Net)	4	-	2,678
(c) Other Long term liabilities	5	-	-
(d) Long term provisions	6	-	-
<b><u>(4) Current Liabilities</u></b>			
(a) Short-term borrowings	7	542,661	5,862,044
(b) Trade payables	8	11,940,190	3,286,312
(c) Other current liabilities	9	789,871	91,453
(d) Short-term provisions	10	523,848	177,621
<b>Total</b>		<b>140,024,202</b>	<b>134,881,083</b>
<b>II.Assets</b>			
<b><u>(1) Non-current assets</u></b>			
<b><u>(a) Fixed assets</u></b>			
(i) Tangible assets	11	36,249	62,358
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-





(b) Non-current investments	12	8,750,000	8,750,000
(c) Deferred tax assets (net)	13	716	-
(d) Long term loans and advances	14	26,264,752	25,778,752
(e) Other non-current assets	15	460,000	652,244
<b>(2) Current assets</b>			
(a) Current investments	16	-	-
(b) Inventories	17	-	-
(c) Trade receivables	18	11,981,691	3,030,555
(d) Cash and cash equivalents	19	215,867	774,191
(e) Short-term loans and advances	20	92,212,599	95,817,449
(f) Other current assets	21	102,329	15,534
<b>Total</b>		<b>140,024,202</b>	<b>134,881,083</b>

NOTES TO ACCOUNTS

29

Notes referred to above and notes attached there to form an integral part of Balance Sheet  
As per our report of even date attached.

M/s Ravi Bhushan & Co.

(Chartered Accountants) □

CA. Ravi B.P Gupta

Partner

M.NO: 505754

FRN: 020618N

ON BEHALF OF THE BOARD OF DIRECTORS  
KANAK KRISHI IMPLEMENTS  
LIMITED

Sd-

SHYAM SAINI

(Director)

DIN: 06461564

Sd-

SATYENDRA  
KUMAR

(Director)

DIN: 06794868

Date: 27.05.2016

Place : Delhi



**Profit and Loss Account for the year ended 31st March, 2016**

*Amount in Rs.*

Particulars	Note No	As at 31.03.2016	As at 31.03.2016
I. Revenue from operations		13,966,679.00	11,880,290.00
II. Other Income	22	2,217,945.00	1,331,342.00
<b>III. Total Revenue (I +II)</b>		<b>16,184,624.00</b>	<b>13,211,632.00</b>
<b><u>IV. Expenses:</u></b>			
Cost of materials consumed	23	12,512,601.00	9,828,210.00
Purchase of Stock-in-Trade			-
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	24	-	-
Employee benefit expense	25	952,346.00	859,458.00
Financial costs	26	7,509.15	758.43
Depreciation and Amortization Expense	27	26,109.04	47,577.54
Other expenses	28	1,576,569.00	1,916,193.60
<b>Total Expenses</b>		<b>15,075,134.19</b>	<b>12,652,197.57</b>
<b>V. Profit before exceptional and extraordinary items and tax.</b>	(III - IV)	<b>1,109,489.81</b>	<b>559,434.43</b>
VI. Exceptional Items		-	-
<b>VII. Profit before extraordinary items and tax (V - VI)</b>		<b>1,109,489.81</b>	<b>559,434.43</b>
VIII. Extraordinary Items		-	-
<b>IX. Profit before tax (VII - VIII)</b>		<b>1,109,489.81</b>	<b>559,434.43</b>
<b>X. Tax expense:</b>			
(1) Current tax		346,227.00	177,621.00
(2) Deferred tax		(3,394.00)	(4,757.00)
(3) Income tax Adjustment		-	-
(4) Deferred tax Adjustment		-	-



<b>XI. Profit(Loss) from the operations.</b>	(IX-X)	<b>766,656.81</b>	<b>386,570.43</b>
<b>DISCONTINUING OPERATION</b>			
XII. Profit/(Loss) from discontinuing operations (before tax)		-	-
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) balance transferred to Balance Sheet. (XII - XIII)		-	-
<b>XV. Profit/(Loss) for the period (XI + XIV)</b>		<b>766,656.81</b>	<b>386,570.43</b>
XVI. Earning per equity share:			
(1) Basic		0.06	0.03
(2) Diluted		0.06	0.03

**Notes referred to above and notes attached there to form an integral part of Profit & Loss Statement**

As per our report of even date attached.

M/s Ravi Bhushan & Co.  
(Chartered Accountants) □

CA. Ravi B.P Gupta  
Partner  
M.NO: 505754  
FRN: 020618N

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS  
KANAK KRISHI IMPLEMENTS LIMIEDT**

Sd-  
**SHYAM SAINI**  
(Director)  
DIN: 06461564

Sd-  
**SATYENDRA KUMAR**  
(Director)  
DIN: 06794868

**Date: 27.05.2016**

**Place : Delhi**



**KANAK KRISHI IMPLEMENTS LIMITED**

**CIN : U74900UP2010PLC041921**

**Add: 1/586, Sector-1, Vaishali, Uttar Pradesh-201010**

**Cash Flow Statement**

<b>For the Year Ending 31-Mar-2016</b>	<b>Amounts Rs.</b>	<b>Amounts Rs.</b>
	<b>As at 31.03.2016</b>	<b>As at 31.03.2015</b>
<b><u>(A) CASH FLOW FROM OPERATING ACTIVITIES:-</u></b>		
1. Net profit before tax	1,109,490	559,434
<b>2. <u>Adjustment for:</u></b>		
<u>Add:</u> Depreciation & Amortisation Expenses	26,109	47,578
Add: Preliminary Expenses	192,244	201,458
Less: Interest Received	(2,217,945)	(1,331,342)
<b>Operating Profit before Working capital changes</b>	<b>(890,102)</b>	<b>(522,872)</b>
<b>3. <u>Working Capital Changes:</u></b>		
Decrease (Increase) in Trade & Other Receivables	(8,951,136)	4,236,670
Decrease (Increase) in Inventories	-	-
Decrease (Increase) in Short Term Provision	-	-
Decrease (Increase) in Other Current Assets	(86,795)	14,318
Increase (Decrease) in Trade & Other Payables	8,653,878	2,167,805
Increase (Decrease) in Other Current Liabilities	698,418	(110,817)
Increase (Decrease) in Other Liabilities	-	-
<b>Net Changes in Working Capital</b>	<b>314,365</b>	<b>6,307,976</b>
<b><u>Cash Generated from Operations</u></b>		
	<b>(575,737)</b>	<b>5,785,104</b>
<b>Adjustment of Taxes</b>		<b>85,272</b>
<b>Net Cash Flow from Operating Activities (A)</b>	<b>(575,737)</b>	<b>5,699,832</b>
<b><u>(B.) CASH FLOW FROM INVESTING ACTIVITIES :</u></b>		
Purchase of Fixed Assets	-	-
(Increase) Decrease in Other Non Current Assets		14,000
(Increase) Decrease in Long Term Loans & Advances	(486,000)	26,086,598
(Increase) Decrease in Short Terms Loans & Advances	3,604,850	(36,948,784)
Decrease (Increase) in Current Investments		3,473,700
Interest Received	2,217,945	1,331,342



Decrease (Increase) in Non Current Investments	-	-
<b>Net Cash Flow from Investing Activities (B)</b>	5,336,795	(6,043,144)
<b>(C.) CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Issue of share capital	-	-
Increase / (Decrease) in Short Terms Borrowings	(5,319,383)	(241,956)
Preliminary Expenses incurred	-	-
Proceeds from/(Refund) Share Application Money	-	-
<b>Net Cash Flow from Financing Activities (C)</b>	(5,319,383)	(241,956)
<b>Net Increase / (Decrease) in Cash &amp; Cash Equivalents ( A-B+C )</b>	(585,268)	(585,268)
<b>Cash and cash equivalents at the beginning of the year / Period</b>	774,191	1,359,460
<b>Cash and cash equivalents at the end of the year/ Period</b>	215,867	774,191
<b>* Note: The above Cash Flow Statement has been prepared under "Indirect Method" as set out in the Accounting Standard (AS) – 3 on Cash Flow Statements" issued by the Institute of Chartered of Accountants of India.</b>		

**Notes referred to above and notes attached there to form an integral part of Profit & Loss Statement**

As per our report of even date attached.

M/s Ravi Bhushan & Co.  
(Chartered Accountants) □

CA. Ravi B.P Gupta  
Partner

M.NO: 505754  
FRN: 020618N

Date: 27.05.2016

Place : Delhi

**FOR AND ON BEHALF OF THE BOARD OF DIRECTORS  
KANAK KRISHI IMPLEMENTS LIMIED**

Sd-  
SHYAM SAINI

(Director)

DIN: 06461564

Sd-  
SATYENDRA  
KUMAR

(Director)

DIN: 06794868



**KANAK KRISHI IMPLEMENTS LIMITED**

**CIN : U74900UP2010PLC041921**

**Add: 1/586, Sector-1, Vaishali, Uttar Pradesh-201010**

Notes Forming Part of the Balance Sheet

Note : 1 Share Capital

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	<b>AUTHORIZED CAPITAL</b> 1,25,50,000 Equity Shares of Rs. 10/- each.	<b>125,500,000</b>	<b>125,500,000</b>
2	<b>ISSUED</b> 1,24,08,000 Equity Shares of Rs. 10/- each.	124,080,000	124,080,000
3	<b>SUBSCRIBED &amp; PAID UP CAPITAL</b> 1,24,08,000 Equity Shares of Rs. 10/- each.	124,080,000	124,080,000
	<b>Total</b>	<b>124,080,000</b>	<b>124,080,000</b>

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
(2)	(a) Share Application Maoney	-	-
	<b>Total</b>	-	-

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
(3)	<b>Reconciliation of Nos. Of Shares</b>		
	Number of Equity Shares at the beginning	12,408,000	12,408,000
	Add:- Number of Shares Issued	-	-
	<b>Number of Equity Shares at the end</b>	<b>12,408,000</b>	<b>12,408,000</b>

Note : 2 Reserve & Surplus

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Security Premium	900,000	900,000
2	<b>Surplus (Profit &amp; Loss Account):</b>		
	Opening Profit & Loss A/c	480,975	94,405



	Current Year Profit & Loss A/C	766,657	386,570
		1,247,632	480,975
	<b>Total</b>	<b>2,147,632</b>	<b>1,380,975</b>

Note : 3 Long Term Borrowings

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Bonds / Debentures	-	-
2	<b>Term Loan</b>		
	- From Bank	-	-
	- From Other Parties	-	-
3	Deferred Payment Liabilities	-	-
4	Deposit	-	-
5	Loans & Advances From Related Parties	-	-
6	Long Term Maturities of Finance lease obligation	-	-
7	Loans From Directors	-	-
8	<b>Other Loans</b>	-	-
	<b>Total</b>	-	-

Note : 4 Deferred Tax Liabilities (Net)

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Defferred Tax Liability	-	2,678
	<b>Total</b>	-	<b>2,678</b>

Note : 5 Other Long Term Liabilities

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Trade Creditors	-	-
2	Others	-	-
	<b>Total</b>	-	-

Note : 6 Long Term Provisions

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Provision from Employment Benefit	-	-
2	Other	-	-
	<b>Total</b>	-	-

Note : 7 Short Term Borrowings



Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	<b><u>Loan Repayable on Demand</u></b>		
	- From Bank	-	-
	- From Other Parties	5,862,044	6,104,000
2	Loans & Advances From Related Parties	-	-
3	Deposits	-	-
4	Others	-	-
	<b>Total</b>	<b>5,862,044</b>	<b>6,104,000</b>

Note : 8 Trades Payable

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Other Payables	3,286,312	1,118,507
	<b>Total</b>	<b>3,286,312</b>	<b>1,118,507</b>

Note : 9 Other Current Liabilities

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Audit Fees Payable	17,175	31,500
2	Salary Payable	281,298	40,720
3.	Expenses Payable	14,000	19,233
4.	Other	477,398	
	<b>Total</b>	<b>789,871</b>	<b>91,453</b>

Note : 10 Short Term Provisions

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	<b><u>Provision From Employees Benefit</u></b>	-	-
2	<b><u>Others</u></b>		
	Provision For Income Tax	523,848	177,621
	<b>Total</b>	<b>523,848</b>	<b>177,621</b>

Note : 12 Non Current Investment

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	<b>Investment in Property</b>	-	-
2	<b>Investment in Equity Instrument</b>		
	Edward Impex Private Limited	1,200,000	1,200,000





	Govardhan Industries Private Limited	7,550,000	7,550,000
3	<b>Other Investment</b>		
4	<b>Investment in Mutual Fund</b>	-	-
5	<b>Investment in Partnership Firm</b>	-	-
	<b>Total</b>	<b>8,750,000</b>	<b>8,750,000</b>

Note : 13 Deferred Tax Assets (Net)

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Deffred Tax	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>

Note : 14 Long Term Loans and Advances

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
I)	<b><u>Capital Assets</u></b>		
	a) Secured, Considered Good :	-	-
	b) Unsecured, Considered Good :	-	-
	c) Doubtful	-	-
II)	<b><u>Security Deposit</u></b>		
	a) Secured, Considered Good :	-	-
	b) Unsecured, Considered Good :	-	-
	c) Doubtful	-	-
III)	<b><u>Loans &amp; Advances to related parties</u></b>	-	-
IV)	<b><u>Other Loans &amp; Advances</u></b>		
	Boom Buying Private Limited	-	-
	SBN Construction Pvt Ltd	-	-
	Other	26,264,752	25,778,752
	<b>Total</b>	<b>26,264,752</b>	<b>25,778,752</b>

Note : 15 Other Non Current Assets

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Long Term Trade Receivables		



	a) Secured, Considered Good :	-	-
	b) Unsecured, Considered Good :	-	-
	c) Doubtful	-	-
2	- Others	-	-
	Security Payment	112,360	112,360
	Preliminary Expenses	347,640	539,884
	<b>Total</b>	<b>460,000</b>	<b>652,244</b>

Note :16 Current Investment

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Investment in Equity	-	-
2	Investment in Preference Shares	-	-
3	Investment in Govt Securities	-	-
4	Investment in debentures & Bonds	-	-
5	Investment in Mutual Fund	-	-
6	Investment in Partnership Firm	-	-
7	Others	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>

Note : 17 Inventories

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Raw Material	-	-
2	Work-in-Progress	-	-
3	Finished Goods	-	-
4	Stock-in-Trade	-	-
5	Stores & Spares	-	-
6	Loose Tools	-	-
7	Other (Specify the nature)	-	-
8	Goods-in-transit	-	-



	<b>Total</b>	-	-
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Note : 18 Trade Receivables

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	<b><u>Outstanding for more than six months</u></b>		
	<b><u>a) Secured, Considered Good :</u></b>	-	-
	<b><u>b) Unsecured, Considered Good :</u></b>	-	-
	<b><u>c) Doubtful</u></b>	-	-
2	<b><u>Others</u></b>		
	<b><u>a) Secured, Considered Good :</u></b>	-	-
	<b><u>b) Unsecured, Considered Good :</u></b>	11,981,691	3,030,555
	<b><u>c) Doubtful</u></b>	-	-
	<b>Total</b>	<b>11,981,691</b>	<b>3,030,555</b>

Note : 19 Cash & Cash Equivalent

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Cash in hand	98,429	574,292
2	Bank Balance	117,438	199,899
	<b>Total</b>	<b>215,867</b>	<b>774,191</b>

Note :20 Short Terms Loans and Advances

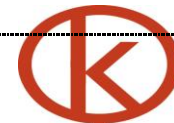
Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Loans & Advances from related parties		
	<b><u>a) Secured, Considered Good :</u></b>	-	-



2	<u>b) Unsecured, Considered Good :</u>	-	-
	<u>c) Doubtful</u>	-	-
	<b><u>Others</u></b>	-	-
	Ravinder Trading	-	-
	Golas Computech Private Limited	-	-
	S G Trade Impex	-	-
	Tula Ram Mahesh Chand	-	-
	Kirti Advertisement Pvt Ltd	-	-
	R K Trading	-	-
	Other	92,212,599	95,817,449
<b>Total</b>	<b>92,212,599</b>	<b>95,817,449</b>	

Note : 21 Other Current Assets

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1	Advance Income Tax	-	-
2	TDS	102,329	15,534
	<b>Total</b>	<b>102,329</b>	<b>15,534</b>



**KANAK KRISHI IMPLEMENTS LIMITED**

**CIN : U74900UP2010PLC041921**

Notes Forming Part of the Balance Sheet

Note : 11 Fixed Assets

Sr No	Particulars	Rate	Gross Block			Depreciation				Net Block		
			Value as on 01.04.2015	Addition during the year	Deduction during the year	Value as on 31.03.2016	Value as on 01.04.2015	Addition during the year	Deduction during the year	Value as on 31.03.2016	WDV as on 31.03.2016	WDV as on 31.03.2015
I	<b>Tangible Assets</b>	-	100,350			100,350.0	62,863	17,129				
	Computer	40.00%	32,100	-	-	32,100.00	13,460	5,399	-	79,993	20,357	37,487
	Furnitures & Fixtures	10.00%	19,500	-	-	19,500.00	13,270	3,580	-	18,589	13,241	18,640
	Mobile	13.91%		-	-				-	16,850	2,650	6,230
	<b>SUB TOTAL (A)</b>		<b>151,950</b>	<b>-</b>	<b>-</b>	<b>151,950.00</b>	<b>89,592</b>	<b>26,109</b>	<b>-</b>	<b>115,701</b>	<b>36,249</b>	<b>62,358</b>
II	<b>Intangible Assets</b>	-										
	-	-										
III	<b>SUB TOTAL (B)</b>	-	-	-	-	-	-	-	-	-	-	-
	<b>Capital Work-in-progress</b>	-										
IV	<b>SUB TOTAL (C)</b>	-	-	-	-	-	-	-	-	-	-	-
	<b>Intangible Assets Under Development</b>	-										
	<b>SUB TOTAL (D)</b>	-	-	-	-	-	-	-	-	-	-	-
	<b>Total [A + B + C + D] (Current Year)</b>		<b>151,950</b>	<b>-</b>	<b>-</b>	<b>151,950.00</b>	<b>89,592</b>	<b>26,109</b>	<b>-</b>	<b>115,701</b>	<b>36,249</b>	<b>62,358</b>
	<b>(Previous Year)</b>		<b>151,950</b>	<b>-</b>	<b>-</b>	<b>151,950.00</b>	<b>42,015</b>	<b>47,577</b>	<b>-</b>	<b>89,592</b>	<b>62,358</b>	<b>109,935</b>



Note : 22 Other Income

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
	<b>INCOME (OTHERS)</b>		
	Income Others	-	-
	Interest Received	2,217,945	1,331,342
	<b>Total</b>	<b>2,217,945</b>	<b>1,331,342</b>

Note : 23 Cost of Material Consumed

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1.0	Purchases	12,154,576	9,562,610
2.0	Freight & Cartage	358,025	265,600
	<b>Total</b>	<b>12,512,601</b>	<b>9,828,210</b>

Note : 24 Change in Inventories

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1.0	Closing Stock	-	-
2.0	Opening Stock	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>

Note : 25 Employment Benefit Expenses

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1.0	Remuneration to Director	240,000	240,000
2.0	Salary	540,578	472,000
3.0	Staff Welfare	171,768	147,458
	<b>Total</b>	<b>952,346</b>	<b>859,458</b>



Notes Forming Part of the Profit & Loss Statement

Note :26 Financial Cost

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1.0	Bank Charges	7,509	758
	<b>Total</b>	<b>7,509</b>	<b>758</b>

Note : 27 Depreciation & Amortised Cost

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1.0	Depreciation	26,109	47,578
	<b>Total</b>	<b>26,109</b>	<b>47,578</b>

Note : 28 Other Expenses

Sr. No	Particulars	As at 31.03.2016	As at 31.03.2015
1.0	<b><u>Administrative Expenses:</u></b>		
	Audit Fees	17,175	15,000
	Advertisement Exps.	72,236	136,467
	Festival Expenses	-	12,360
	General Exps	-	49,336
	Legal & Professional Charges	53,335	581,430
	Rent	180,000	196,000
	Discount on Sale	-	18,500
	Preliminary Expenses W/O	192,244	201,458
	Misc. Exps	50,004	22,420
	Internet Exps	18,350	7,747
	Telephone Exps	24,081	17,052
	Telegram & Postage Expenses	23,024	15,600
	Printing and Stationary	50,401	55,165
	Lising Fees	530,442	92,136
	Filling Fees	22,300	9,086
	Travelling Expenses	224,028	149,800
	Conveyance	55,921	57,784
	Office Expenses	47,028	43,748
	Businbess Promotions Exp.	-	223,385
	Web Charges	16,000	11,720
	<b>Total</b>	<b>1,576,569</b>	<b>1,916,194</b>

KANAK KRISHI IMPLEMENTS LIMITED

CIN : U74900UP2010PLC041921

Notes Forming Part of the Balance Sheet



## **Note : 29 SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS**

### **A- SIGNIFICANT ACCOUNTING POLICIES**

#### **1 Basis of Accounting**

The financial statements are prepared under the historical cost convention on the concept of a going concern, in accordance with the Generally Accepted Accounting Principles and mandatory Accounting Standards as notified under Rule 7 of the Companies (Accounts) Rules, 2014 which is similar to provisions and presentational requirements of the Companies Act, 2013.

#### **2 Changes in Accounting policies**

The accounting policies adopted are consistent with those of previous financial year. The management assures that there has been no change in accounting policies as compared to that of previous year which would have any significant effect on these financials.

#### **3 Recognition of Income**

Sales represents invoiced Value of goods Sold. Other Income is recognised and accounted for on accrual basis unless otherwise stated.

#### **4 Tangible Fixed Assets**

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

#### **5 Taxes on Income**

Current tax is determined and provided for on the amount of taxable income at the applicable rates for the relevant financial year. Deferred Tax Assets and Liabilities (DTA/ DTL) are recognised, subject to consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and is capable of reversal in one or more subsequent periods. The DTA is recognised only to the extent that there is reasonable certainty of sufficient future profits against which such DTA can be realised.

#### **6 Contingent Liability**

The contingent liabilities, if any, are disclosed in the Notes to Accounts. Provision is made in the accounts, if it becomes probable that there will be outflow of resources for settling the obligation.

#### **7 Events occurring after the balance sheet date**

Adjustments to assets and liabilities are made for events occurring after the balance sheet date to provide additional information materially affecting the determination of the amounts of assets or liabilities relating to conditions existing at the balance sheet date.

#### **8 Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the year/ period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year/ period.

#### **9 Use of estimates**





The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities on the date of the financial statements and the results of operations during the reporting year. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

**10 Foreign Currency Transaction**

Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction. Monetary items denominated in foreign currencies at the year end are translated at the rate ruling at the year end rate.

**10 Depreciation**

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

**B- NOTES TO THE ACCOUNTS**

1) The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary.

2) Reconciliation of Nos. Of Shares

	As at 31.03.2016	As at 31.03.2014
Number of Equity Shares at the beginning	12,408,000	12,408,000
Add:- Number of Shares Issued	-	-
Number of Equity Shares at the end	12,408,000	12,408,000

3) Below are the name of the shareholders holding more than 5% of Shares of the company

		As at 31.03.2016		
	Name	Class of Share	No. of Share Holding	% of Holding
(i)	Ethics Engeneering Pvt. Ltd.	Equity	3170000	25.55%
(ii)	Amsons Apparels Ltd.	Equity	800000	6.45%

4) All the investments made by the company are valued at Cost .

5) Managerial Remuneration: 240,000.00

6) Company does not have any inventory.

7) Deffered tax arising on account of timing differeance and which are capable of reversal in one or more subsequent periods is recognised using the tax rates and tax laws that have been enacted or substantively enacted. Deffered tax assests are recognised unless there is virtual certainty with respect to the reversal of the same in future years.

8) All schedules annexed to and form integral part of the Balance Sheet and Profit & Loss Account.



- 10) Minimum Alternative Tax (MAT) is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.
- 11) Value of Import on CIF Basis Nil
- 12) Earnings in Foreign Exchange (FOB Value) Nil
- 13) Expenditure in Foreign Currency Nil
- 14) No Relative Party Transactions has made during the year except Managerial Remuneration paid to Key Managerial Remuneration as disclosed in point no 5.
- 15) *Earning Per Share:*

Particulars	As at 31.03.2016
Net profit after tax available for Equity Shareholders (Rs.) (A)	766656.81
Weighted Avg.Number Equity Shares outstanding (Nos.) (B)	12408000
Dilutive potential Equity Shares (Nos.)	0
Dilutive shares outstanding (Nos.) (C)	12408000
Nominal value per Equity Shares (Rs./ Share)	10
Basic Earnings per share (Rs./ Share) (A) / (B)	0.06
Diluted Earnings per share (Rs./ Share) (A) / (C)	0.06

As per our report of even date attached.

M/s Ravi Bhushan & Co.  
(Chartered Accountants) □

for KANAK KRISHI IMPLEMENTS LIMIEDT

CA. Ravi B.P Gupta  
Partner  
M.NO: 505754  
FRN: 020618N  
M/s Ravi Bhushan & Co.  
(Chartered Accountants) □

Sd-  
SHYAM SAINI  
(Director)  
DIN: 06461564

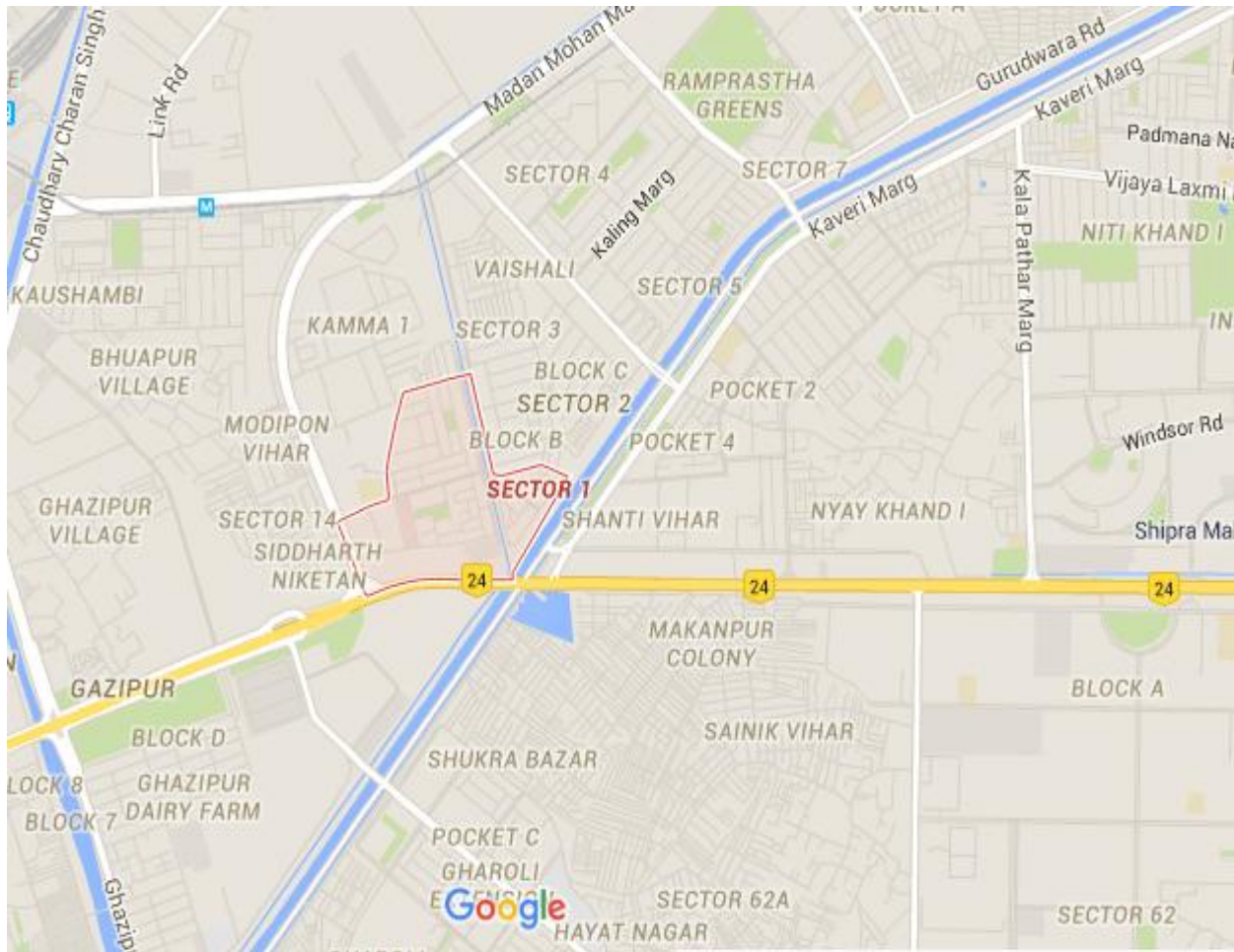
Sd-  
SATYENDRA KUMAR  
(Director)  
DIN: 06794868

Date: 27.05.2016

Place : Delhi



## ROUTE MAP FOR ANNUAL GENERAL MEETING





**PROXY FORM**  
[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies  
(Management and Administration) Rules, 2014]

**KANAK KRISHI IMPLEMENTS LIMITED**  
Regd. Office : 1/586, Sector - 1, Vaishali, Ghaziabad, Uttar Pradesh - 201010  
CIN: L74900UP2010PLC041921, Email: [kanakkrishi@yahoo.com](mailto:kanakkrishi@yahoo.com)  
Website: [www.kanakkrishi.com](http://www.kanakkrishi.com) ;Contact Number: 011-32318627

Name of the Member(s):	
Registered address:	
Folio No./Client Id.:	DP ID:
E-mail Id:	

I/We, being the member(s) of..... Shares of the above named Company, hereby appoint:

Name :	Address :
E-mail Id :	Signature :
or failing him/her	
Name :	Address :
E-mail Id :	Signature :

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 6<sup>th</sup> Annual General Meeting of the Company to be held on Saturday, August 27, 2015 at 9:00 a.m. at the Registered Office of the Company at 1/586, Sector - 1, Vaishali, Ghaziabad, Uttar pradesh - 201010.

S. No.	Resolutions
1.	Adoption of Audited Financial Statements for the year ended March 31st 2016. <input type="checkbox"/>
2.	To appoint of /s Rakesh Batra & Co, Chartered as Statutory Auditor of the Company and to fix their remuneration. <input type="checkbox"/>
3.	Appointment of Ms. Sheetal as Director of the Company who retires by rotation.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2016.

Signature of Shareholder

Signature of Proxy holder(s)

Affix  
Revenue  
Stamp

**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**



ATTENDANCE SLIP

**KANAK KRISHI IMPLEMENTS LIMITED**  
Regd. Office : 1/586, Sector - 1, Vaishali, Ghaziabad, Uttar Pradesh - 201010  
CIN: L74900UP2010PLC041921, Email: [kanakkrishi@yahoo.com](mailto:kanakkrishi@yahoo.com)  
Website: [www.kanakkrishi.com](http://www.kanakkrishi.com) Contact Number: 011-32318627

Regd. Folio/DP ID & Client ID	
Name and Address of the Shareholder(s)	
Joint Holder 1	
Joint Holder 2	

I hereby record my presence at the 6<sup>th</sup> ANNUAL GENERAL MEETING of the Company being held Saturday, 27th August, 2016 at 09:00 A.M. a.m. at the Registered Office of the Company at 1/586, Sector - 1, Vaishali, Ghaziabad, Uttar pradesh - 201010.

1. Signature of the Shareholder/Proxy Present

2. Shareholder/Proxy holder wishing to attend the meeting must bring the Attendance Slip to the meeting and handover at the entrance duly signed.

3. Shareholder/Proxy holder desiring to attend the meeting may bring his/her copy of the Annual Report for reference at the meeting.

