

3RD ANNUAL REPORT

2020-21

**AIC- NOVA FOUNDATION FOR AGRICULTURE
INNOVATION AND RESEARCH**

CORPORATE INFORMATION

Board of Directors:

KIRAN KUMAR ATUKURI

Director

NADELLA BASANTH KUMAR

Director

SREEKANTH YENIGALLA

Director

Corporate Identity Number: U93090TG2018NPL128938

Registered Office:

Sy.No.251/A/1.,Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN

E-Mail: uday.p@novaagri.in

Statutory Auditors:

M/s NSVR & ASSOCIATES LLP,

Chartered Accountants (FRN: 008801S/S200060),

Flat No. 101 Nestcon Gayatri, Plot No. 28,

Near South Indian Bank, Panchavati Corporate Society,

Road No. 10, Banjara Hills, Hyderabad-500034, Telangana

AIC- NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH

CIN: U93090TG2018NPL128938

Regd. Office: Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN

NOTICE

Notice is hereby given that the 3rd Annual General Meeting of the members of 'AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH' ("the Company") will be held on Thursday, the 30th November, 2021 at 10:00 A.M. at its registered office of the Company situated at Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN for transacting the following business:

ORDINARY BUSINESS

1. To consider and adopt the audited financial statements of the Company for the financial year ended 31 March 2021, together with the reports of the Board of Directors and the Auditors' thereon, and in this regard to pass the following resolution as an **Ordinary Resolution**.

"**RESOLVED THAT** the audited financial statements of the Company for the financial year ended 31 March 2021, and the reports of the Board of Directors and Auditors thereon as laid before this meeting, be and are hereby considered and adopted."

"**RESOLVED FURTHER THAT** the Board of Directors be and are hereby authorized to do or cause to be done all such acts, deeds and things as may be required or considered necessary or incidental thereto for giving effect to the aforesaid resolution."

By Order of the Board
For, AIC- NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND
RESEARCH

Date: 27.11.2021
Place: Singannaguda



KIRAN KUMAR ATUKURI
Director
DIN: 08143781

AIC- NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH

CIN: U93090TG2018NPL128938

Regd. Office: Sy.No.251/A/1., Singannaguda Village Mulugu Mandal Siddipet Medak TG 502279 IN

DIRECTORS' REPORT

Your Directors have pleasure in presenting the 3ND (THIRD) ANNUAL REPORT on the business and operations of the Company together with the Audited Financial Statements for the Financial Year ended March 31, 2021 ("the financial year under review")

Preamble

AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH (hereinafter referred to as Foundation) was incorporated on December 11, 2018 as a private limited company under Section 8 of the Companies Act, 2013.

The main focus area of the Foundation is to Set up and implement the Atal Incubation Centre (AIC) In Partnership with Atal Innovation Mission, NITI Aayog with an objective of supporting innovative technology-based start-up enterprises in India.

Financial Performance:

Particulars	(in Rs.)	
	2020-21	2019-20
Total Income	0	31
Less: Total Expenditure	5,028	5,028
Surplus/(Deficit) before Tax	(5,028)	(4,997)
Tax Expenses	0	0
Surplus/(Deficit) for the year	(5,028)	(4,997)

SUMMARY OF OPERATIONS & STATE OF COMPANY'S AFFAIRS:

For the Financial Year 2020-21 the company has not generated any Income. The excess of expenditure over income for the FY 2020-21 stood as Rs.5,028/- as against Rs.4,997/- for the FY 2019-20.

The affairs of the Company are conducted in accordance with the accepted business practices and within the purview of the applicable legislations.

SHARE CAPITAL:

The paid up Equity Share Capital as at March 31, 2021 stood Rs.1,00,000/- comprising of

10,000 equity shares of Rs.10/- each. During the financial year under review, the company has not issued any Equity Shares.

TRANSFERS TO RESERVES:

For the financial year under review Rs.(5,028/-)has been transferred to Surplus account.

DEPOSITS:

During the financial year under review your company has not accepted any deposits falling within the meaning of Section 73 of Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

MATTERS RELATED TO DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the financial year under review, there were no changes in the Board of Directors of the Company.

The company is not required to appoint Key Managerial Personnel.

DIRECTORS' RESPONSIBILITY STATEMENT:

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the Internal, Statutory Auditors and the reviews performed by Management and the Board, the Board is of the opinion that the Company's internal financial controls were adequate and effective during the financial year 2020-21.

Accordingly, pursuant to Section 134 (3) (c) and 134 (5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- i. in the preparation of the annual financial statements for the year ended March 31, 2021, the applicable accounting standards have been followed and there are no material departures;
- ii. accounting policies have been selected and applied consistently and judgments and estimates that are reasonable and prudent have been made, so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the loss of the Company for the year ended on that date;
- iii. proper and sufficient care have been taken for the maintenance of accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company, for preventing & detecting fraud and/or other irregularities;
- iv. the annual accounts have been prepared on a going concern basis;

- v. internal financial controls have been laid down by the Company and that such internal financial controls are adequate and are operating effectively; and
- vi. proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

NO. OF BOARD MEETINGS HELD DURING THE YEAR:

During the financial year under review the Board of Directors duly met 5 (Five) times in respect of which meetings, proper notices were given and the proceedings were properly recorded.

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS UNDER SECTION 186:

The Company has not given/ made any loans, guarantees and investments under Section 186 of the Companies Act, 2013.

STATUTORY AUDITORS:

Pursuant to Section 139, 141 & 142, and other applicable provisions, if any, of the Companies Act, 2013, M/s. NSVR & ASSOCIATES LLP, Chartered Accountants (Firm Registration No. 008801S/S200060) were appointed by the Shareholders of the Company as Statutory Auditors of the Company in their annual general meeting held on 25th September, 2019, to hold office from the conclusion of the 1st Annual General Meeting of the Company to the conclusion of the 6th Annual General Meeting to be held in the year 2024.

REPLY TO REMARKS IN THE STATUTORY AUDITORS' REPORT

The Auditors Report for the financial year ended 31 March, 2021 does not contain any qualification, adverse remark or reservation and therefore, do not call for any further explanation or comments from the Board under Section 134(3) of the Companies Act, 2013.

RISK MANAGEMENT FRAMEWORK:

The Company has a robust internal business management framework to identify, evaluate business risks and opportunities which seeks to minimize adverse impact on the business objectives and enhance the Company's business prospects.

The Company has an Internal Control System, commensurate with the size and scale of its operations.

RELATED PARTY TRANSACTIONS:

For the details of related party transaction entered, please refer Notes to financial

statements.

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

Conservation of energy :

The operations of the Company are not energy-intensive. However, The Company is making continuous efforts on ongoing basis to conserve the energy by adopting innovative measures to reduce wastage and optimize consumption.

Technology Absorption : Nil

Foreign Exchange Earnings & Outgo:

Foreign Exchange earnings	:	Nil
Foreign Exchange outgo	:	Nil

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

Internal Audit plays a key role in providing an assurance to the Board of Directors with respect to the Company having adequate Internal Financial Control Systems. The Internal Financial Control systems provide, among other things, reasonable assurance of recording the transactions of its operations in all material respects and of providing protection against significant misuse or loss of Company's assets.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

Pursuant to Section 135 and Schedule VII of the Companies Act, 2013, your company does not fall under the class of companies as provided in the Act, Provisions of CSR shall not apply to the company.

SIGNIFICANT AND MATERIAL ORDERS:

There were no significant and material orders passed by the regulators or courts or tribunals, which would impact the going concern status and the Company's operations in future.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN 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 Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set

up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during each Calendar year:

- No. of complaints received : Nil
- No. of complaints disposed off : Nil

Annual Return:

In terms of Section 92(1) of the Act, read with Rule 11 of The Companies (Management and Administration) Rules, Annual Return for the FY 2020-21 comprising the requisite details in Form MGT-7 and shall be filed by the company with MCA within prescribed time.

Other Disclosures

During the financial year under review

- a) Your company being a private limited company not required to appoint independent directors and
- b) Your company has not revised financial statement.
- c) No application made or proceedings pending against the company under the Insolvency and Bankruptcy Code, 2016.
- d) No valuation of the company has been done either for the purpose of One Time Settlement (OTS) or for the purpose of taking loan from bank/FIs.
- e) Your Company is not required to constitute board committees under Section 177 and 178 of the Companies Act, 2013.

APPRECIATION:

The Directors express their appreciation to all employees of the various divisions for their diligence and contribution to performance. The Directors also record their appreciation for the support and co-operation received from bankers and all other stakeholders. Last but not the least, the Directors wish to thank all shareholders for their continued support.

By Order of the Board
For AIC- NOVA FOUNDATION FOR AGRICULTURE
INNOVATION AND RESEARCH

Date : 27.11.2021
Place: Singannaguda



NADELLA BASANTH KUMAR
Director
DIN: 08139510



KIRAN KUMAR ATEKURI
Director
DIN: 08143781





INDEPENDENT AUDITOR'S REPORT

To
The Members of
AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH

Report on the Financial Statements:

We have audited the accompanying financial statements of **AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH** ("the Company"), which comprises the Balance Sheet as at March 31st, 2020 and also the annexed Income and Expenditure Account For the Year 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 are 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 referred to in Section 133 of Companies Act 2013, 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 thereunder.

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

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



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

Opinion

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

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2021;
- b) In the case of the Income and Expenditure Statement, the Expenditure over the income

Report On Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016, issued by the department of company affairs, in terms of section 143(11) of the companies Act, 2013, and on the basis of our examination of the books and records as we considered appropriate and according to the information and explanation given to us, As the matters specified in paragraph 3 and 4 of the Order, to the extent not applicable.
2. As required by section 143(3) of the Companies Act, 2013, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet and Statement of Income and Expenditure and dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financials comply with the Accounting Standards specified under of Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, 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 other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



- i) There are no pending litigations for or against the Company which would impact its financial position.
- ii) The Company does not have any derivative contracts. Further there are no long term contracts for which provisions for any material foreseeable losses is required to be made.
- iii) The Company is Sec 8 Company with Charitable Objects and intends to prohibit the payment of any dividend to its members. Hence the question of unpaid/unclaimed dividend to be transferred to the investor education protection fund by the company doesn't arise.
- iv) The company has provided requisite disclosures in its financial statement as to holding. Based on Audit procedures and relying on the management representation we report that the disclosures are in accordance with books of account maintained by the company and as produced to us by the Management.

For NSVR & ASSOCIATES LLP,
Chartered Accountants
FRN: 008801S/S200060



(P VENKATA RATNAM)
Partner
Membership number: 230675
UDIN : 22230675AAAADO8127

Place: Hyderabad
Date: 27/11/2021

**AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH
(INCORPORATED UNDER SEC 8 OF THE COMPANIES ACT 2013)**

Balance Sheet as at 31st March 2021

	PARTICULARS	Note No	As at 31-Mar-2021	As at 31-Mar-2020
I.	<u>EQUITY AND LIABILITIES</u>			
1	Shareholders' funds			
	(a) Share Capital	1	1,00,000	1,00,000
	(b) Reserves and Surplus	2	(15,025)	(9,997)
2	Non- current liabilities			
	(a) Long-term borrowings	3	80,000	80,000
	(b) Other Long term liabilities			-
	(c) Long-term Provisions			-
3	Current Liabilities			
	(a) Short term borrowings			-
	(b) Short term provisions			-
	(c) Other Current Liabilities	4	5,000	5,000
	TOTAL		1,69,975	1,75,003
II.	<u>ASSETS</u>			
1	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets			-
	(b) Long-term loans and advances			-
2	Current assets			
	(a) Deposits			-
	(b) Cash and Bank Balances	5	1,69,975	1,75,003
	(c) Short-term loans and advances			-
	(d) Other current assets			-
	TOTAL		1,69,975	1,75,003

Note : A Significant Accounting policies and Notes to Accounts

In terms of our report attached.

For Nsvr & Associates LLP
Chartered Accountants
FRN No:00801S/S200060



(P.VENKATA RATNAM)
PARTNER
Membership No. 230675
UDIN : 22230675AAAADO8127

Place : Hyderabad.
Date: 27/11/2021

For and on behalf of the Board of Directors
AIC NOVA FOUNDATION FOR AGRICULTURE
INNOVATION AND RESEARCH


SREEKANTH YENIGALLA
Director
DIN: 07228577


KIRAN KUMAR ATUKURI
Director
DIN: 08143781

AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH
(INCORPORATED UNDER SEC 8 OF THE COMPANIES ACT 2013)

INCOME AND EXPENDITURE STATEMENT FOR THE YEAR ENDED 31-MAR-2021

	PARTICULARS	Note No.	For The Year Ended 31-Mar-2021	For The Year Ended 31-Mar-2020
I	INCOME:			
	Operating Revenue		-	-
II	Other Income	6	-	31
III	Total Income (I + II)		-	31
IV	Expenses/Application Of Income			
	Employee benefits expense		-	-
	Skill Development		-	-
	Finance Costs		-	-
	Depreciation and amortization expense		-	-
	Other expense	7	5,028	5,028
	Total Expense		5,028	5,028
V	Excess Of Income Over Expenditure(III-IV)		(5,028)	(4,997)

Significant Accounting policies and Notes to Accounts

A

In terms of our report attached.

For Nsvr & Associates LLP
Chartered Accountants
FRN No:00801S/S200060



(P.VENKATA RATNAM)

PARTNER

Membership No. 230675

UDIN : 22230675AAAADO8127

Place : Hyderabad.

Date: 27/11/2021

For and on behalf of the Board of Directors
AIC NOVA FOUNDATION FOR AGRICULTURE
INNOVATION AND RESEARCH

SREEKANTH YENIGALLA

Director

DIN: 07228577

KIRAN KUMAR ATUKURI

Director

DIN: 08143781

AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH
Notes Forming Part of Financial Statements for the FY 2020-21

Note 1

SHARE CAPITAL

Particulars	As At	
	31-Mar-21	31-Mar-20
-Authorised Capital		
10,000 Equity Shares of Rs. 10/- each	1,00,000	1,00,000
-Issued, Subscribed and Paid up Capital		
* 10,000 Equity Shares of Rs.10/- each fully paid-up.	1,00,000	1,00,000
TOTAL	1,00,000	1,00,000

Reconciliation of the number of shares outstanding as at March 31, 2020

Particulars	As at 31-Mar-2021		As at 31-Mar-2020	
	Number	Rupees	Number	Rupees
Equity Shares outstanding at the beginning of the year	10,000	1,00,000	10,000	1,00,000
Equity Shares Issued during the year	-	-	-	-
Equity Shares bought back during the year	-	-	-	-
Equity Shares outstanding at the end of the year	10,000	1,00,000	10,000	1,00,000

Details of Shareholders holding more than 5% shares:

Particulars	As At March 31, 2021		As At March 31, 2020	
	No of shares	% of shares	No of shares	% of shares
Kiran kumar Atukuri	6,000	60%	6,000	60%
Sreekanth Yenigalla	2,000	20%	2,000	20%
Nadella Basanth Kumar	2,000	20%	2,000	20%
Total	10,000	100%	10,000	100%



Notes Forming Part Of Financial Statements for the FY 2020-21

Note 2 - Reserves and Surplus

Particulars	As At 31-Mar-2021	As At 31-Mar-2020
Surplus		
Opening balance	(9,997)	(5,000)
(+) Net Profit/(Net Loss) For the current year	(5,028)	(4,997)
Closing Balance	(15,025)	(9,997)
Total	(15,025)	(9,997)

Note 3 - Long Term Borrowings

Particulars	As At 31-Mar-2021	As At 31-Mar-2020
Loan From Directors	80,000	80,000
Total	80,000	80,000

Note 4 - Other Current Liabilities

Particulars	As At 31-Mar-2021	As At 31-Mar-2020
Audit Fees	5,000	5,000
Total	5,000	5,000

Note 5 - Cash and Cash Equivalents

Particulars	As At 31-Mar-2021	As At 31-Mar-2020
Cash In Hand	4,973	10,001
Bank Balance	1,65,002	1,65,002
Total	1,69,975	1,75,003



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AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH
Notes Forming Part Of Financial Statements for the FY 2020-21

Note 6 -Other Income

Particulars	FOR YEAR ENDED 31-Mar-2020	FOR YEAR ENDED 31-Mar-2019
Bank Interest	-	31
Total	-	31

Note 7 - Other Expenses

Particulars	FOR YEAR ENDED 31-Mar-2020	FOR YEAR ENDED 31-Mar-2019
Audit Fees	5,000	5,000
Bank Charges	28	28
Total	5,028	5,028



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NOTES forming part of the Financial Statements

Note 1: Significant Accounting Policies

A. Corporate Information:

AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH is registered as a Non-Profit Making Company within the meaning of Sec 8 under the companies' act 2013 in the state of Andhra Pradesh. The Corporate Identification number of the company is U93090TG2018NPL128938 was registered on 11TH Dec 2018. The registered office of the company is P No:-57, Vittal Nagar, New BWP Hyderabad, TG 500011 IN

B. Basis of preparation of financial Statements:

The Financial statements have been prepared and presented in accordance with the accounting principles generally accepted in India (Indian GAAP) to comply with the Accounting standards specified in section 133 of the companies Act, 2013 and the relevant provisions of the Act as applicable. The Financial Statements of the company are prepared under historical cost convention using the accrual method of accounting.

C. Use of Estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized..

D. Events occurring after Balance Sheet Date:

Events which occur between the balance sheet date and the date on which the financial statements are approved, may indicate the need for adjustments to assets and liabilities as at the balance sheet date or may require disclosure.

Events occurring after the balance sheet date which do not affect the figures stated in the financial statements would not normally require disclosure in the financial statements although they may be of such significance that they may require a disclosure in the report of the approving authority to enable users of financial statements to make proper evaluations and decisions.

E. Revenue Recognition:

General Grants and Donations are recognized in the year in which the same are received.



NOTES forming part of the Financial Statements

Interest Income is recognized on a time proportion basis taking into the account the amount outstanding rate is applicable.

F. Property, Plant & Equipment:

Fixed assets are recognized at cost of acquisition and installation less accumulated depreciation. The cost comprises purchase price, nonrefundable taxes, duties, freight and other incidental expenses of bringing the assets to their working condition for intended use as per the Accounting Standard 10 "Property, plant & equipment". Subsequent expenditure related to an item of fixed assets is capitalized only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance.

Depreciation on tangible fixed assets is provided using the Written down Value method on the useful life of the asset as prescribed in Schedule II to the companies Act 2013. Depreciation is calculated on a pro-rata basis from the date of installation till the date the assets are sold or disposed.

G. Investments:

Non-current investments are carried at cost less any other-than-temporary diminution in value, determined separately for each individual investment. The reduction in the carrying amount is reversed when there is a rise in the value of the investment or if the reasons for the reduction no longer exist. Any reduction in the carrying amount and any reversal in such reductions are charged or credited to the statement of profit and loss.

H. Borrowing Cost:

General and specific borrowing costs directly attributable to acquisition or construction of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized. Borrowing costs are interest and other costs incurred by the Company in connection with the borrowing of funds. All other borrowing costs are recognised in the statement of profit and loss in the period in which they are incurred.

I. Impairment of Assets:

The carrying amount of assets other than inventories is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of the assets is estimated. The recoverable amount is the greater of the asset's net selling price and value in use which is determined based on the estimated future cash flows discounted to their present values. An impairment loss is recognized whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. Impairment loss is reversed, if there has been a change in the estimates used to determine the recoverable amount.



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NOTES forming part of the Financial Statements

J. Finance leases:

A finance lease is a lease that transfers substantially all the risks and rewards incident to ownership of an asset. The sale revenue from the Assets (Solar power Plant) constructed and given under Finance lease (Sale type leases) is recorded at the fair value of the asset at the commencement of a finance lease & the same is recorded as a receivable in the Balance sheet. Fair value is the amount for which the asset could be exchanged by willing buyer and a willing seller in arm's length transaction. However, if the present value of the minimum lease payments accruing to the lessor computed at a commercial rate of interest is lower than the fair value, the amount recorded as sales revenue is the present value of minimum lease payments so computed. Lease payments made by Lessee under finance leases are apportioned between the finance income and by reduction of the outstanding receivables on a systematic and rational basis.

K. Earnings per share:

The Company is not For profit making company limited by shares. Hence There is No distribution of profit by the shareholders

L. Income Tax Expense:

i) Current Tax:

Current tax expenses are accounted in the same period to which the revenue and expenses relate. Provision for current income tax is made for the tax liability payable on taxable income after considering tax allowances, deductions and exemptions determined in accordance with the applicable tax rates and the prevailing tax laws.

ii) Deferred Tax:

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period and which are capable of reversal in one or more subsequent period(s) is recognized using the tax rates and tax laws that have been enacted or substantively enacted. Deferred tax assets are not recognized unless there is virtual certainty with respect to the reversal of the same in future years. Deferred tax assets are reviewed at each balance sheet date and are written-down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

M. Provisions and Contingent Liabilities:

Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and



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NOTES forming part of the Financial Statements

there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value. Where no reliable estimate can be made, a disclosure is made as a contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

N. Cash and Cash Equivalents:

Cash and Cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short term investments with an original maturity of not more than three months.



AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH

NOTES forming part of the Financial Statements

NOTES TO ACCOUNTS:

26) Related Party Disclosure:

a) Related Parties:

Directors/KMPs:

Name of the Related Party	Nature of Relationship
SREEKANTH YENIGALLA	Whole Time Director
KIRAN KUMAR ATUKURI	Director
BASANTH KUMAR NADELLA	Director

b) Transactions with Related Parties:

Directors/KMPs:

Particulars	31.03.2021
Salary/Remuneration	-
Advances given by Company	
Opening Balance	-
Transactions during the year	-
Closing Balance	-
Advances taken by Company	
Opening Balance	80,000
Transactions during the year	-
Closing Balance	80,000



A handwritten signature in blue ink, appearing to be 'Kiran Kumar Atukuri', written over a horizontal line.

AIC-NOVA FOUNDATION FOR AGRICULTURE INNOVATION AND RESEARCH

NOTES forming part of the Financial Statements

27) Remuneration to Statutory Auditor:

Particulars	For the year ended March 31, 2020
Audit Fees	5000
For Other Matters	-
Total	5000

28) Details of dues to micro, small and medium enterprises as defined under the MSMED Act, 2006:

There is no information available to comment on amounts outstanding to any micro, medium and small scale enterprises.

For and on behalf of the Board of Directors

For Nsvr& Associates LLP
Chartered Accountants
FRN No:00801S/S200060

**AIC NOVA FOUNDATION FOR AGRICULTURE
INNOVATION AND RESEARCH**



P.VENKATARATNAM
PARTNER
Membership No. 230675
UDIN: 22230675AAAADO8127

SREEKANTH YENIGALLA
Director
DIN No:07228577

KIRAN KUMAR ATUKURI
Director
DIN No:08143781

Place: Hyderabad
Date: 27/11/2021