

36th ANNUAL GENERAL MEETING

Day : Monday

Date : 30th September, 2024

Time : 3.00 p.m.

Venue : Video Conferencing ("VC")

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BHASKAR AGROCHEMICALS LIMITED.

CORPORATE INFORMATION

BOARD OF DIRECTORS:

Mr. P. Pattabhi Rama Rao	Chairman & Managing Director	(DIN : 00353641)
Mr. P. Praveen Kumar	Joint Managing Director Cum CFO	(DIN : 00353720)
Dr. Aluri Naga Uma Maheswara Prasad	Non Executive Director	(DIN : 02970817)
Mrs. P. Rajyalakshmi	Non Executive Director	(DIN : 00353832)
Mr. S.V.Satyanarayana Chowdary	Independent Director	(DIN : 07522128)
Mr. Ch. Sudhakar	Independent Director	(DIN : 07522130)

CHIEF FINANCIAL OFFICER : Mr. P. Praveen Kumar

COMPANY SECRETARY AND COMPLIANCE OFFICER : Ms. Chetna Tiwari

REGISTERED OFFICE : D. No.1-90/C, Office Unit-608,1T06, 6th Floor. Gowra Fountain Head, SY No-83P and 84P, Madhapur. Shaikpet. Hyderabad- 500081, Telangana.
Ph : 040 - 23119403
E.mail : bhaskaragro@yahoo.com

STATUTORY AUDITORS : M/s R. Kankaria & Uttam Singhi,
Chartered Accountants
Hyderabad.

SECRETARIAL AUDITORS : **M/s. Vivek Surana & Associates**
Practicing Company Secretaries

CIN : L24219TG1988PLC008331

ISIN : INE972C01018

BANKERS : **Axis Bank Limited**

AUDIT COMMITTEE : Mr. S.V. Satyanarayana Chowdary - Chairman
Mr. Ch. Sudhakar - Member
Dr. Aluri Naga Uma Maheswara Prasad - Member

NOMINATION & REMUNERATION COMMITTEE : Mr. Ch. Sudhakar - Chairman
Mr. S.V. Satyanarayana Chowdary - Member
Mrs. P. Rajya Lakshmi - Member

STAKEHOLDER RELATIONSHIP COMMITTEE : Dr. Aluri Naga Uma Maheswara Prasad - Chairman
Mr. Ch. Sudhakar - Member
Mr S.V. Satyanarayana Chowdary - Member

REGISTRAR & SHARE TRANSFER AGENT (RTA) : **XI Softech Systems Ltd.**
3, Sagar Society, Road No. 3
Banjara Hills, Hyderabad – 500 034, Telangana.
Ph : 040 - 23545913, E-mail : xlfield@gmail.com

LISTING : BSE Limited

E-MAIL : bhaskaragro@yahoo.com

WEBSITE : www.bhaskaragro.com

PHONE : 040 - 45474617

NOTICE

Notice is hereby given that the 36th Annual General Meeting of the members of the Bhaskar Agro Chemicals Limited will be held on Monday, the 30th day of September, 2024 at 3.00 p.m. through Video Conferencing (“VC”) / Other Audio-Visual Means (“OAVM”), to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Statement of Assets & Liabilities as at March 31, 2024, and the Statement of Profit & Loss and Cash Flow Statement for the Year ended on that date together with the Notes attached thereto, along with the Reports of Auditors and Directors thereon.
2. To appoint a Director in place of Mrs. P. Rajyalakshmi (DIN: 00353832) who retires by rotation and being eligible offers himself for re- appointment.

Place: Hyderabad
Date : 04.09.2024

For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED

Sd/-
P.PRAVEEN KUMAR
Joint Managing Director & CFO
DIN : 00353720

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NOTES:

1. In view of the continuing Covid-19 pandemic and consequential restrictions imposed on the movements of people, the Ministry of Corporate Affairs ("MCA") has vide its General Circular No. 14/2020 dated 08th April, 2020, 17/2020 dated 13th April, 2020, 20/2020 dated 05th May, 2020, 02/2021 dated 13th January, 2021, 21/2021 dated 14th December, 2021, 2/2022 dated 05th May, 2022 and 10/22 dated 28th December, 2022 and 09/2023 dated 25th September, 2023 read with SEBI Circular No. SEBI/ HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021, SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13th May, SEBI/HO/CFD/PoD-2/P/CIR/2023/4 dated 05th January, 2023 and SEBI Circular SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated 07th October, 2023, Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the MCA Circulars granted certain relaxations and thus permitted the holding of Annual General Meeting ("AGM") of the companies through VC/OAVM viz. without the physical presence of the Members at a common venue. Hence in compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA/ SEBI Circulars, as applicable, the AGM of the Company is being held through VC / OAVM (e-AGM).
2. In compliance with applicable provisions of the Act read with the MCA Circulars and the Listing Regulations, the AGM of the Company is being conducted through VC/OAVM. In accordance with the Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India ("ICSI") read with Clarification/Guidance on applicability of Secretarial Standards - 1 and 2 dated 15th April, 2020 issued by the ICSI, the proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM.
3. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
6. The company has appointed M/s. Vivek Surana & Associates, Practicing Company Secretaries, as Scrutinizer of the company to scrutinize the voting process.
7. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
8. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.bhaskaragro.com. The Notice can also be accessed from the websites of the Stock Exchange i.e., BSE Limited at www.bseindia.com. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e., www.evotingindia.com.

9. Since the AGM will be held through VC/OAVM Facility, Proxy form, Attendance Slip and the Route Map is not annexed in this Notice.

THE INSTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E- VOTING DURING AGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

- (i) The voting period begins on Friday, 27th September 2024 at 09.00 A.M and ends on Sunday, 29th September 2024 at 05.00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) Monday, 23rd September 2024 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/ retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing userid and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi/Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System My easi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting serviceprovider forecasting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e., CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

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<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</p> <p>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e., your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
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Type of shareholders	Login Method
<p>Individual Shareholders (holding securities in dematmode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, where in you can see-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website forcasting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

(iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e- Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode is given below:

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e., CDSL and NSDL

Login type	Help desk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

- (v) Login method for e-Voting and joining virtual meeting for **shareholders other than individual shareholders holding in Demat form & physical shareholders.**
- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
 - 2) Click on “Shareholders” module.
 - 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
 - 4) Next enter the Image Verification as displayed and Click on Login.
 - 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
 - 6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company, please enter the membered /folio number in the Dividend Bank details field as mentioned in the instruction(v).

(vi) After entering these details appropriately, click on “SUBMIT” tab

- (vii) Share holders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential..

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- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <Bhaskar Agrochemicals Limited> on which you choose to vote.
- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Facility** for Non – Individual Shareholders and Custodians –For Remote Voting only.
 - Non-Individual shareholders (i.e., other than Individuals, HUF, NRI etc.) and Custodians are required to logon to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively, Non-Individual shareholders are required to send the relevant Board Resolution/Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; bhaskaragro@yahoo.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM&E-VOTING DURING MEETING ARE AS UNDER:

- 1 The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
- 2 The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
- 3 Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
- 4 Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

- 5 Further share holders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- 6 Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches
- 7 Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 5 days prior to meeting mentioning their name, demat account number / folio number, email id, mobile number at company e-mail id viz; bhaskaragro@yahoo.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 5 days prior to meeting mentioning their name, demat account number/folio number, e-mail id, mobile number at company e-mail id viz; bhaskaragro@yahoo.com. These queries will be replied to by the company suitably by email. ·
- 8 Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting. ·
- 9 Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM. ·
- 10 If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting
- 11 **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**
 1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) byemail to Company/RTA email id.
 2. For Demat share holders-Please update your emailed & mobile no.with your respective Depository Participant(DP)
 3. For Individual Demat shareholders – Please update your email id & mobile no. With your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.
 4. If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e- VotingSystem, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.
 5. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager,(CDSL) Central Depository Services (India) Limited, AWing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel(East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com.

**For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED**

P.PRAVEEN KUMAR

Joint Managing Director & CFO

DIN : 00353720

Place: Hyderabad

Date : 04.09.2024

BHASKAR AGROCHEMICALS LIMITED.

DIRECTORS' REPORT

To the Members of BHASKAR AGRO CHEMICALS LTD.

We have pleasure in presenting the 36th Directors' Report on the business and operations of the Company together with the audited Financial Statements for the year ended 31st March, 2024.

1. FINANCIAL SUMMARY / HIGHLIGHTS :

The performance of the Company during the year has been as under:

(Rs. In Lakhs)

Particular	Standalone	
	2023-24	2022-23
Revenue from Operations	6,664.53	5,525.62
Other income	4.14	0.23
Total revenue	6,668.67	5,525.85
LESS: Total Expenses except interest and depreciation	6,058.11	5,048.84
Profit/(Loss) Before Interest and Depreciation	610.56	477.01
Less: Interest	186.70	170.62
Less: Depreciation	158.50	120.62
Net Profit/(Loss) before exceptional items	265.36	185.77
Exceptional Items	-	-
Net Profit/(Loss) Before Tax	265.36	185.77
Less: Tax Expense	91.18	162.37
Net Profit/(Loss) for the year After Tax	174.18	23.43
Other Comprehensive Income	0.68	2.99
Total Comprehensive Income	174.86	26.42
Earning per Equity Share Basic	3.34	0.45
Diluted (in Rs.)	3.34	0.45

2. REVIEW OF OPERATIONS:

During the year under the review, the Company has recorded an Income of Rs. 6,668.67 Lakhs and Profit of Rs. 174.86 Lakhs as against the Income of Rs. 5525.62.48 Lakhs and Profit of Rs. 26.42 Lakhs in the previous Financial Year ending 31.03.2023.

3. BUSINESS UPDATE AND STATE OF COMPANY'S AFFAIRS :

The information on Company's affairs and related aspects is provided under Management Discussion and Analysis report, which has been prepared, inter-alia, in compliance with Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) regulations, 2015 and forms part of this Report.

4. CHANGE IN THE NATURE OF THE BUSINESS, IF ANY :

During the period under review and the date of Board's Report there was no change in the nature of Business.

5. RESERVES : The Company has not carried any amount to the reserves.

6. DIVIDEND : Your Directors have decided not to recommend dividend for the year 2023-24

7. MATERIAL CHANGES & COMMITMENT AFFECTING THE FINANCIAL POSITION OF THE COMPANY :

There are no major material changes and commitments affecting the financial position of the Company after the end of the financial year and up to date of this report

8. SHARE CAPITAL:

During the year under review there has been no change in the share capital of the Company.

The Authorised Share Capital of the Company as on 31.03.2024 is Rs. 9,25,00,000/- divided into 60,00,000 Equity Shares of Rs. 10/- each and 3,25,000 Redeemable Non-Convertible Preference Shares of Rs. 100/- each. The Paid-up Share Capital of the Company as on 31.03.2024 is Rs. 5,19,80,330/- divided into 51,98,033 equity shares of Rs.10/- each.

9. BOARD MEETINGS :

The Board of Directors duly met Seven (07) times during the financial year from 01.04.2023 to 31.03.2024. The dates on which the meetings were held are 08.05.2023, 29.05.2023, 06.07.2023, 12.08.2023, 07.09.2023, 14.11.2023 and 10.02.2024.

ATTENDANCE OF DIRECTORS:		Total Meetings Held During the	Attended
S.no.	Name of Director	tenure of the director	
1.	Mr. P. Pattabhi Rama Rao	7	7
2.	Mr. P. Praveen Kumar	7	7
3.	Mrs. P. Rajyalakshmi	7	7
4.	Dr. Aluri Naga Uma Maheswara Prasad	7	7
5.	Mr. S.V.Satyanarayana Chowdary	7	7
6.	Mr. Ch. Sudhakar	7	7

10. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The Company has not given loans, Guarantees or made any investments attracting the provision of Section 186 of the Companies Act, 2013 during the year under review.

11. RELATED PARTY TRANSACTIONS:

Our Company has formulated a policy on related party transactions which deals with the review and approval of related party transactions.

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of business. There were no material significant related party transactions made by the Company with the Promoters, Directors, Key Managerial Personnel or the Senior Management which may have a potential conflict with the interest of the Company at large.

Particulars of contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013 in the prescribed Form AOC-2 is appended as **Annexure-1** which forms part of this Report.

All related party transactions were placed before the Audit Committee/Board for approval. Prior approval of the Audit Committee was obtained for the transactions which are foreseen and are in repetitive in nature.

12. APPOINTMENT / RE-APPOINTMENT / RESIGNATION / RETIREMENT OF DIRECTORS /CEO/ CFO AND KEY MANAGERIAL PERSONNEL:

Mrs. P. Rajyalakshmi (DIN: 00353832) retires by rotation and being eligible offers himself for re-appointment.

As required under regulation 36 (3) of the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015, Regulations, 2015, brief particulars of the Directors seeking appointment/re-appointment and Directors resigning are given as under:

Name of the Director	Mrs. P. Rajyalakshmi
Designation	Non-Executive Director
Brief resume of the director	She has rich experience in administration and HR activities
Qualification and Experience	Intermediate and has experience in administration
Nature of expertise in specific functional areas	Administration
Disclosure of relationships between directors inter-se	Spouse of P. Pattabhi Rama Rao and Mother of P. Praveen Kumar
Names of Listed entities in which the person also holds the Directorship and the membership of Committees of the board along with listed entities from which the person has resigned in the past three years	--
Shareholding of non-executive Directors	4,56,749

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13. STATEMENT REGARDING OPINION OF THE BOARD WITH REGARD TO INTEGRITY, EXPERTISE AND EXPERIENCE (INCLUDING THE PROFICIENCY) OF THE INDEPENDENT DIRECTORS APPOINTED DURING THE YEAR:

No Independent Directors were appointed during the period under review.

14. ANNUAL RETURN:

Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company as on March 31, 2023 is available on the website of the Company: www.bhaskaragro.com.

15. INFORMATION ABOUT THE FINANCIAL PERFORMANCE / FINANCIAL POSITION OF THE SUBSIDIARIES / ASSOCIATES/ JOINT VENTURES:

The Company does not have any Subsidiary, Associate or Joint venture.

16. AUDITORS:

a. Statutory Auditors

The members of the Company in accordance with section 139 of the Companies Act, 2013 had passed a resolution for appointment of M/s. R. Kankaria & Uttam Singhi, as Statutory Auditors of the company for a period of 5 years from the conclusion of ensuing 34th AGM till the conclusion of 39th Annual General Meeting of the company to be held in the year 2027.

Statutory Auditors Report

The Board has duly reviewed the Statutory Auditor's Report on the Accounts for the year ended March 31, 2024 and has noted that the same does not have any reservation, qualification or adverse remarks. However, the Board decided to further strengthen the existing system and procedures to meet all kinds of challenges and growth in the coming years.

b. Secretarial Auditor

Pursuant to the provisions of Section 134(3) (f) & Section 204 of the Companies Act, 2013, the Board has appointed M/s. Vivek Surana & Associates, Practicing Company Secretaries to undertake Secretarial Audit of the Company for financial year ending 31.03.2024. The report of the Secretarial Auditor is enclosed herewith vide **Annexure-2** of this Report.

Secretarial Audit Report:

The Board has duly reviewed the Secretarial Audit Report for the Financial Year ended March 31, 2024 and has noted that the same does not have any reservation, qualification or adverse remarks.

Annual Secretarial Compliance Report

Annual Secretarial Compliance Report is not applicable to the Company for financial year ending 31.03.2023.

c. Cost Auditor

Maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Act, are not applicable for the Company for the year 2023-24.

d. Internal Auditor

Pursuant to the provisions of Section 138 of the Companies read with rules made there under, the Board has appointed Mr. Sunesh Agarwal, Chartered Accountant, as Internal Auditors of the Company.

17. DEPOSITS:

Your Company has not accepted any deposits falling within the meaning of Sec.73, 74 & 76 of the Companies Act, 2013 read with the Rule 8(v) of Companies (Accounts) Rules 2014, during the financial year under review.

18. COMMITTEES:

A. AUDIT COMMITTEE:

Brief Description of Terms of Reference: - The terms of reference of the Audit Committee encompasses the requirements of Section 177 of Companies Act, 2013 and as per Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and, interalia, includes:

- i) Over view of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;

- ii) Recommending the appointment and removal of External Auditors, fixation of audit fee and approval for payment for any other services;
- iii. Reviewing the utilization of loans and/ or advances from/investment by the holding Company in the subsidiary exceeding Rs. 100 Crores or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.
- iv. Consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders.
- v. Review with the management and statutory auditors of the annual financial statements before submission to the Board with particular reference to:
 - (a) Matters required to be included in the Directors' responsibility statement to be included in the Board's report in terms of clause (c) of sub-Section (3) of Section 134 of the Act;
 - (b) Changes, if any, in accounting policies and practices and reasons for the same;
 - (c) Major accounting entries involving estimates based on the exercise of judgment by management;
 - (d) Significant adjustments made in the financial statements arising out of audit findings;
 - (e) Compliance with listing and other legal requirements relating to financial statements;
 - (f) Disclosure of any related party transactions;
 - (g) Modified opinion(s) in the draft audit report;
- (vi) Review of the quarterly financial statements with the management before submission to the board for approval;
- vii) Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- viii) Review and monitor statutory auditor's independence and performance and effectiveness of audit process;
- ix) Approval or any subsequent modification of transactions with related parties;
- x) Scrutiny of inter-corporate loans and investments;
- xi) Review of valuation of undertakings or assets of the company wherever it is necessary;
- xii) Evaluation of internal financial controls and risk management systems;
- xiii) Review with the management, statutory auditors and the internal auditors about the nature and scope of audits and of the adequacy of internal control systems;
- xiv) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit;
- xv) discussion with internal auditors of any significant findings and follow up there on;
- xvi) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- xvii) discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- xviii) Look into the reasons for any substantial defaults in payment to the depositors, debenture-holders, shareholders (in case of non-payment of declared dividend) and creditors, if any;

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- xix) Review the functioning of the whistle blower mechanism;
- xx) Approval of appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate
- xxi) Review of the following information:
- Management discussion and analysis of financial condition and results of operations;
 - Management letters / letters of internal control weaknesses issued by the statutory auditors;
 - Internal audit reports relating to internal control weaknesses;
 - The appointment, removal and terms of remuneration of the Chief Internal Auditor;
 - Statement of deviations
- Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
 - Annual statement of funds utilized for purposes other than those stated in the offer document/ prospectus in terms of Regulation 32(7) of the (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- xxii) Carrying out any other function as may be referred to the Committee by the Board.
- xxiii) Authority to review / investigate into any matter covered by Section 177 of the Companies Act, 2013 and matters specified in Part C of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the financial year 2023-24, (5) Five meetings of the Audit Committee were held on the 08.05.2023, 29.05.2023, 12.08.2023, 14.11.2023 and 10.02.2024.

The details of the composition of the Committee and attendance of the members at the meetings are given below:

Name	Designation	Category	No. of Meetings held	No. of Meetings attended
S.V. Satyanarayana Chowdhary	Chairman	NED(I)	5	5
Ch. Sudhakar	Member	NED(I)	5	5
Dr. Aluri Naga Uma Maheswara Prasad	Member	NED	5	5

NED (I): Non-Executive Independent director

ED: Executive director

During the year, all recommendations of Audit Committee were approved by the Board of Directors.

B. NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee ('NRC') functions in accordance with Section 178 of the Act, Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and its Charter adopted by the Board. The terms of reference of the NRC includes:

- To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the Board their appointment and /or removal.
- Devising a policy on diversity of Board of Directors.
- To formulate the criteria for determining qualifications, positive attributes and independence of a director, and recommend to the Board a policy, relating to the remuneration for the Directors, key managerial personnel and other employees.

- d. For every appointment of an independent Director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent Director. The person recommended to the Board for appointment as an independent Director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:
- o use the services of an external agencies, if required;
 - o consider candidates from a wide range of backgrounds, having due regard to diversity; and
 - o consider the time commitments of the candidates.
- e. To formulate the criteria for evaluation of performance of Independent Directors and the Board.
- f. whether to extend or continue the term of appointment of the independent Director, on the basis of the report of performance evaluation of independent Directors.
- g. Recommend to the Board, all remuneration, in whatever form, payable to senior management.

During the financial year 2023-24, (1) One meeting of the Nomination & Remuneration Committee meeting held on the 10.02.2024.

Name	Designation	Category	No. of Meetings held	No. of Meetings attended
Ch. Sudhakar	Chairman	NED(I)	1	1
S.V. Satyanarayana Chowdhary	Member	NED(I)	1	1
P Rajya Lakshmi	Member	NED	1	1

NED (I): Non-Executive Independent director

NED: Non-Executive director

C. STAKEHOLDERS RELATIONSHIP COMMITTEE:

Terms of reference of the committee comprise of various matters provided under Regulation 20 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and section 178 of the Companies Act, 2013 which inter-alia include:

- a) Resolving the grievances of the security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
- b) Proactively communicate and engage with stockholders including engaging with the institutional shareholders at least once a year along with members of the Committee/Board/ KMPs, as may be required and identifying actionable points for implementation.
- c) Review of measures taken for effective exercise of voting rights by shareholders;
- d) Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent;
- e) Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company;
- f) Such other matter as may be specified by the Board from time to time.

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During the financial year 2022-23, (1) one meeting of the Stakeholders and Relationship Committee meeting held on the 11.02.2024.

Name	Designation	Category	No. of Meetings held	No. of Meetings attended
Dr. Aluri Naga Uma Maheswara Prasad	Chairman	NED(I)	1	1
Ch. Sudhakar	Member	NED(I)	1	1
S.V. Satyanarayana Chowdhary	Member	NED	1	1

ED (I): Non-Executive Independent director

ED: Executive director

19. CORPORATE SOCIAL RESPONSIBILITY (CSR, COMPOSITION OF CSR COMMITTEE AND CONTENTS OF CSR POLICY):

Since your Company does not have net worth of Rs. 500 Crores or more or turnover of Rs. 1000 Crores or more or a net profit of Rs. 5 Crores or more during the financial year 2023-24, section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility is not applicable and hence the Company need not to adopt any Corporate Social Responsibility Policy.

20. INTERNAL AUDIT AND FINANCIAL CONTROLS:

The Company has adequate internal controls consistent with the nature of business and size of the operations, to effectively provide for safety of its assets, reliability of financial transactions with adequate checks and balances, adherence to applicable statutes, accounting policies, approval procedures and to ensure optimum use of available resources. These systems are reviewed and improved on a regular basis. It has a comprehensive budgetary control system to monitor revenue and expenditure against approved budget on an ongoing basis.

21. DECLARATION FROM INDEPENDENT DIRECTORS ON ANNUAL BASIS:

The Company has received declarations from all the Independent Directors of the Company to the effect that they are meeting the criteria of independence as provided in Sub-Section (6) of Section 149 of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Independent Directors have also confirmed that they have complied with the Company's Code of Conduct. In terms of Regulations 25(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Independent Directors have confirmed that they are not aware of any circumstance or situation, which exists or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence.

During the year, Independent Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, commission and reimbursement of expenses incurred by them for the purpose of attending meetings of the Board of Directors and Committee(s).

22. FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTORS:

Independent Directors are familiarized about the Company's operations and businesses. Interaction with the Business heads and key executives of the Company is also facilitated. Detailed presentations on important policies of the Company are also made to the directors. Direct meetings with the Chairman are further facilitated to familiarize the incumbent Director about the Company/its businesses and the group practices.

23. SIGNIFICANT & MATERIAL ORDERS PASSED BY COURTS / REGULATORS / TRIBUNALS:

There are no significant and material orders passed by the regulators /courts that would impact the going concern status of the Company and its future operations.

24. CONSOLIDATED FINANCIAL STATEMENT:

Since the Company does not have any subsidiary or associate company there is no requirement of preparing the Consolidated Financial Statements during the financial year 2023-24 in accordance with relevant accounting standard issued by the Institute of Chartered Accountants of India.

25. REVISION OF FINANCIAL STATEMENTS:

There was no revision of the financial statements for the year under review.

26. INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

Pursuant to the provisions of Section 124 of the Act, Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (“IEPF Rules”) read with the relevant circulars and amendments thereto, the amount of dividend remaining unpaid or unclaimed for a period of seven years from the due date is required to be transferred to the Investor Education and Protection Fund (“IEPF”), constituted by the Central Government.

During the Year, no amount of dividend was unpaid or unclaimed for a period of seven years and therefore no amount is required to be transferred to Investor Education and Provident Fund under the Section 125(1) and Section 125(2) of the Act.

27. DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The particulars as prescribed under Section 134(3) (m) of the Companies Act, 2013, is provided hereunder:

A. Conservation of Energy:

Your Company’s operations are not energy intensive. Adequate measures have been taken to conserve energy wherever possible by using energy efficient computers and purchase of energy efficient equipment.

B. Research & Development and Technology Absorption:

- a) Research and Development (R&D): NIL
- b) Technology absorption, adoption and innovation: NIL

C. Foreign Exchange Earnings and Out Go:

Foreign Exchange Earnings: NIL
Foreign Exchange Outgo: NIL

28. VIGIL MECHANISM/WHISTLE BLOWER POLICY:

Your Company has adopted a whistle blower policy and has established the necessary vigil mechanism for directors and employees in confirmation with Section 177 of the Act and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, to facilitate reporting of the genuine concerns about unethical or improper activity, without fear of retaliation.

The vigil mechanism of your Company provides for adequate safeguards against victimization of directors and employees who avail of the mechanism and also provides direct access to the Chairman of the Audit Committee. The said policy has been uploaded on the website of the Company.

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29. RISK MANAGEMENT POLICY:

Business Risk Evaluation and Management is an ongoing process within the Organization. The Company has a robust risk management framework to identify, monitor and minimize risks and also to identify business opportunities. As a process, the risks associated with the business are identified and prioritized based on severity, likelihood and effectiveness of current detection. Such risks are reviewed by the senior management on a periodical basis.

30. MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT:

The Management Discussion and Analysis Report, pursuant to the SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 provides an overview of the affairs of the Company, its legal status and autonomy, business environment, mission & objectives, sectoral and operational performance, strengths, opportunities, constraints, strategy and risks and concerns, as well as human resource and internal control systems is appended as **Annexure – 3** for information of the Members.

31. POLICIES:

The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 mandated the formulation of certain policies for all listed companies. All the policies are available on our website www.bhaskaragro.com

32. PARTICULARS OF REMUNERATION:

A table containing the particulars in accordance with the provisions of Section 197(12) of the Act, read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is appended as **Annexure-4** to this Report.

A statement showing the names of the top ten employees in terms of remuneration drawn and the name of every employee is annexed to this Annual report as **Annexure-5**.

During the year under review, none of the employees is drawing a remuneration of Rs.1,02,00,000/- and above per annum or Rs.8,50,000/- and above in aggregate per month, the limits specified under the Section 197(12) of the Companies Act,2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Under section 197(12) of the Companies Act, 2013, and Rule 5(1) (2) & (3) of the Companies (Appointment & Remuneration) Rules, 2014 read with Schedule V of the Companies Act, 2013 the ratio of remuneration of Mr. P. Pattabhi Rama Rao, Chairman & Managing Director and Mr. P. Praveen Kumar, Joint Managing Director & CFO of the Company to the median remuneration of the employees is 26.79:1 and 26.79:1 respectively.

33. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement of Section 134(3) (c) and 134(5) of the Companies Act, 2013 and on the basis of explanation given by the executives of the Company and subject to disclosures in the Annual Accounts of the Company from time to time, we state as under:

- a) That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) That the Directors have selected such accounting policies and applied them consistently and made judgment 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 or loss of the Company for that period;
- c) That the Directors have 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) That the Directors have prepared the annual accounts on a going concern basis;

- e) That the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- f) That the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

34. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

There have been no frauds reported by the auditor's u/s 143(12).

35. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

As per the requirement of the provisions of the sexual harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013 read with rules made thereunder, the Company has constituted Internal Complaints Committees as per requirement of the Act which are responsible for redressal of complaints relating to sexual harassment against woman at workplace. During the year under review, there were no complaints pertaining to sexual harassment against women pending at the beginning of the year or received during the year.

36. BOARD EVALUATION:

The Company has adopted a formal mechanism for evaluation of the performance of the Board, its committees and individual directors, including the Chairman of the Board, in accordance with the requirement under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and accordingly evaluation of the performance of the Board and its Committees have been carried out annually.

The evaluation is performed by the Board, Nomination and Remuneration Committee and Independent Directors with specific focus on the performance and effective functioning of the Board and Individual Directors.

In line with Securities and Exchange Board of India Circular No. SEBI/HO/CFD/CMD/CIR/P/2017/004, dated January 5, 2017 and the Companies Amendment Act, 2017 the Company adopted the recommended criteria by Securities and Exchange Board of India

The criteria for performance evaluation covers the areas relevant to the functioning of the Board and Board Committees such as its composition, oversight and effectiveness, performance, skills and structure etc.

37. SECRETARIAL STANDARDS:

The Company is in compliance with the applicable secretarial standards.

38. EVENT BASED DISCLOSURES:

During the year under review, the Company has not taken up any of the following activities except as mentioned:

- a) Issue of sweat equity share: NA
- b) Issue of shares with differential rights: NA
- c) Issue of shares under employee's stock option scheme: NA
- d) Disclosure on purchase by Company or giving of loans by it for purchase of its shares: NA
- e) Buy back shares: NA
- f) Disclosure about revision: NA
- g) Preferential Allotment of Shares: NA

39. SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES:

During the year under review no Company has become its subsidiary, joint venture or associate Company.

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40. POLICY FOR SELECTION OF DIRECTORS AND DETERMINING DIRECTORS' INDEPENDENCE:

1. Scope:

This policy sets out the guiding principles for the Nomination & Remuneration Committee for identifying persons who are qualified to become Directors and to determine the independence of Directors, in case of their appointment as independent Directors of the Company.

2. Terms and References:

2.1 "Director" means a director appointed to the Board of a Company.

2.2 "Nomination and Remuneration Committee" means the committee constituted in accordance with the provisions of Section 178 of the Companies Act, 2013 and reg. 19 of SEBI (Listing Obligation and Disclosure Requirement), Regulations, 2015.

2.3 "Independent Director" means a director referred to in sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 16(1) (b) of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

3. Policy:

3.1 Qualifications and criteria:

3.1.1 The Nomination and Remuneration Committee, and the Board, shall review on annual basis, appropriate skills, knowledge and experience required of the Board as a whole and its individual members. The objective is to have a board with diverse background and experience that are relevant for the Company's operations.

3.1.2 In evaluating the suitability of individual Board member, the NR Committee may take into account factors, such as:

- ◆ General understanding of the company's business dynamics, global business and social perspective;
- ◆ Educational and professional background
- ◆ Standing in the profession;
- ◆ Personal and professional ethics, integrity and values;
- ◆ Willingness to devote sufficient time and energy in carrying out their duties and responsibilities effectively.

3.1.3 The proposed appointee shall also fulfil the following requirements:

- ◆ shall possess a Director Identification Number;
- ◆ shall not be disqualified under the Companies Act, 2013;
- ◆ shall Endeavour to attend all Board Meeting and wherever he is appointed as a Committee Member, the Committee Meeting;
- ◆ shall abide by the code of Conduct established by the company for Directors and senior Management personnel;
- ◆ shall disclose his concern or interest in any company or companies or bodies corporate, firms, or other association of individuals including his shareholding at the first meeting of the Board in every financial year and thereafter whenever there is a change in the disclosures already made;
- ◆ Such other requirements as may be prescribed, from time to time, under the Companies Act, 2013, SEBI Regulation 19 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 and other relevant laws.

3.1.4 The Nomination & Remuneration Committee shall evaluate each individual with the objective of having a group that best enables the success of the company's business.

3.2 Criteria of independence:

- 3.2.1 The Nomination and Remuneration Committee shall assess the independence of Directors at time of appointment/ re-appointment and the Board shall assess the same annually. The Board shall re-assess determinations of independence when any new interest or relationships are disclosed by a Director.
- 3.2.2 The criteria of independence shall be in accordance with the guidelines as laid down in Companies Act, 2013 and Regulation 16 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3.2.3 The Independent Director shall abide by the “Code for Independent Directors “as specified in Schedule IV to the companies Act, 2013.

3.3 Other Directorships/Committee Memberships:

- 3.3.1 The Board members are expected to have adequate time and expertise and experience to contribute to effective Board performance. Accordingly, members should voluntarily limit their Directorships in other listed public limited companies in such a way that it does not interfere with their role as Director of the Company. The Nomination and Remuneration Committee shall take into account the nature of, and the time involved in a Director service on other Boards, in evaluating the suitability of the individual Director and making its recommendations to the Board.
- 3.3.2 A Director shall not serve as Director in more than 20 companies of which not more than 10 shall be public limited companies.
- 3.3.3 A Director shall not serve as an Independent Director in more than 7 listed companies and not more than 3 listed companies in case he is serving as a Whole-Time Director in any listed Company.
- 3.3.4 A Director shall not be a member in more than 10 committee or act as chairman of more than 5 committee across all companies in which he holds Directorships.

For the purpose of considering the limit of the committee, Audit committee and stakeholder’s relationship committee of all public limited companies, whether listed or not, shall be included and all other companies including private limited companies, foreign companies and companies under section 8 of the Companies Act, 2013 shall be excluded.

41. REMUNERATION POLICY:

The objectives of the remuneration policy are to motivate Directors to excel in their performance, recognize their contribution and retain talent in the organization and reward merit.

The remuneration levels are governed by industry pattern, qualifications and experience of the Directors, responsibilities shouldered and individual performance.

A. Scope:

This policy sets out the guiding principles for the Nomination and Remuneration committee for recommending to the Board the remuneration of the directors, key managerial personnel and other employees of the company.

B. Terms and Reference:

In this policy the following terms shall have the following meanings:

- (i) “Director” means a director appointed to the Board of the company.
- (ii) “Key managerial personnel” means
- ◆ The Chief Executive Office or the managing director or the manager;
 - ◆ The company secretary;
 - ◆ The whole-time director;
 - ◆ The chief finance Officer; and
 - ◆ Such other office as may be prescribed under the companies Act, 2013
- (iii) “Nomination and Remuneration Committee” means the committee constituted by Board in accordance with the provisions of section 178 of the companies Act, 2013 and reg. 19 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

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C. Policy:

1. Remuneration to Executive Director and Key Managerial Personnel:

- (i) The Board on the recommendation of the Nomination and Remuneration (NR) committee shall review and approve the remuneration payable to the Executive Director of the company within the overall approved by the shareholders.
- (ii) The Board on the recommendation of the NR committee shall also review and approve the remuneration payable to the key managerial personnel of the company.
- (iii) The Remuneration structure to the Executive Director and key managerial personnel shall include the following components:
 - ◆ Basic pay
 - ◆ Perquisites and Allowances
 - ◆ Stock Options
 - ◆ Commission (Applicable in case of Executive Directors)
 - ◆ Retrial benefits
 - ◆ Annual performance Bonus
- (iv) The Annual plan and Objectives for Executive committee shall be reviewed by the NR committee and Annual performance Bonus will be approved by the committee based on the achievement against the Annual plan and Objectives.

2. Remuneration to Non-Executive Directors:

- (i) The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Non-Executive Directors of the Company within the overall limits approved by the shareholders as per provisions of the Companies act.
- (ii) Non-Executive Directors shall be entitled to sitting fees attending the meetings of the Board and the Committees thereof. The Non-Executive Directors shall also be entitled to profit related commission in addition to the sitting fees.

3. Remuneration to other employees:

Employees shall be assigned grades according to their qualifications and work experience, competencies as well as their roles and responsibilities in the organization. Individual remuneration shall be determined within the appropriate grade and shall be based on various factors such as job profile skill sets, seniority, experience and prevailing remuneration levels for equivalent jobs.

42. CODE OF CONDUCT FOR THE PREVENTION OF INSIDER TRADING:

The Board of Directors has adopted the Insider Trading Policy in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulation, 2018. The Insider Trading Policy of the Company lays down guidelines and procedures to be followed, and disclosures to be made while dealing with shares of the Company, as well as the consequences of violation. The policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standards of dealing in Company securities. The Insider Trading Policy of the Company covering code of practices and procedures for fair disclosure of unpublished price sensitive information and code of conduct for the prevention of insider trading, is available on our website: www.bhaskaragro.com.

43. DISCLOSURE OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS:

The Internal Financial Controls with reference to financial statements as designed and implemented by the Company are adequate. The Company maintains appropriate system of internal control, including monitoring procedures, to ensure that all assets are safeguarded against loss from unauthorized use or disposition. Company policies, guidelines and procedures provide for adequate checks and balances, and are meant to ensure that all transactions are authorized, recorded and reported correctly. During the period under review, there is no material or serious observations have been noticed for inefficiency or inadequacy of such controls.

Further, details of internal financial control and its adequacy are included in the Management Discussion and Analysis Report which forms part of this Report.

44. INSURANCE:

The properties and assets of your Company are adequately insured.

45. CREDIT & GUARANTEE FACILITIES:

During the year under review, the Company has not availed credit and guarantee facilities.

46. ENVIRONMENTS AND HUMAN RESOURCE DEVELOPMENT:

Your Company always believes in keeping the environment pollution free and is fully committed to its social responsibility. The Company has been taking upmost care in complying with all pollution control measures from time to time strictly as per the directions of the Government.

We would like to place on record our appreciation for the efforts made by the management and the keen interest shown by the Employees of your Company in this regard.

47. CORPORATE GOVERNANCE:

Since the paid-up capital of the Company is less than Rs. 10 Crores and Net worth of the Company is less than Rs. 25 Crores, Corporate Governance is Not Applicable.

48. CEO/ CFO CERTIFICATION:

The Managing Director and CFO certification of the Financial Statements for the Financial Year 2022-2023 is annexed in this Annual Report as **Annexure-6**.

49. DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOAN FROM BANKS AND FINANCIAL INSTITUTIONS:

During the year under review, there has been no one time settlement of loans taken from banks and financial institutions.

50. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC):

During the year under review, there were no applications filed for corporate insolvency resolution process, by a financial or operational creditor or by the company itself under the IBC before the NCLT or remained pending.

51. ACKNOWLEDGEMENTS:

Your directors wish to place on record their appreciation of the contribution made by the employees at all levels, to the continued growth and prosperity of your Company. Your directors also wish to place on record their appreciation of business constituents, banks and other financial institutions and shareholders of the Company for their continued support for the growth of the Company.

**For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED**

P. PRAVEEN KUMAR	P. PATTABHI RAMA RAO
Joint Managing Director & CFO	Chairman & Managing Director
DIN : 00353720	DIN : 00353641

Place : Hyderabad
Date : 04.09.2024

BHASKAR AGROCHEMICALS LIMITED.**ANNEXURE - 1****Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)
This form pertains to the disclosure of particulars of contracts/arrangements entered into between the Company with related parties referred to in Sub-Section (1) of Section 188 of the Companies Act, 2013 including arm's length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis: **Not Applicable**

- a) Name(s) of the related party and nature of relationship : Not Applicable
b) Nature of contracts/arrangements/transactions : None
c) Duration of the contracts/arrangements/transactions : Not Applicable
d) Salient terms of the contracts or arrangements or Transactions including the value, if any : Not Applicable
e) Justification for entering into such contracts or Arrangements or transactions : Not Applicable
f) Date(s) of approval of the Board : Not Applicable
g) Amounts paid as advances, if any : None
h) Date on which the special resolution was passed in General meeting as required under first proviso to Section 188 : Not Applicable

Details of material contracts or arrangement or transactions at arm's length basis:

S. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions:	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any: Approved by Audit Committee and Board Meeting in last Financial Year:
1	Pattabhi Rama Rao Posani - Chairman & Managing Director	Rent	During FY 23-24	Rs.15.5 Lakhs	29.05.2023
2	Praveen Kumar Posani - Joint Managing Director & CFO	Rent	During FY 23-24	Rs.15.5 Lakhs	29.05.2023
3	Pattabhi Rama Rao Posani - Chairman & Managing Director	Remuneration	During FY 23-24	Rs.60 Lakhs	07.09.2023
4	Praveen Kumar Posani - Joint Managing Director & CFO	Remuneration	During FY 23-24	Rs.60 Lakhs	07.09.2023
5	Pattabhi Rama Rao Posani - Chairman & Managing Director	Loan Taken	On Account	Balance Outstanding is Rs. 101.99 Lakhs Interest Paid during the year is Rs.22.46 Lakhs	30.05.2022
6	Praveen Kumar Posani - Joint Managing Director & CFO	Loan Taken	On Account	Balance Outstanding is Rs.11.21 Lakhs Interest Paid during the year is Rs.1.49 Lakhs	30.05.2022

3. Details of contracts or arrangements or transactions not in the ordinary course of business : Not Applicable

S.No	Particulars	Details
a)	Name(s) of the related party & nature of relationship	None
b)	Nature of contracts/arrangements/transaction	Nil
c)	Duration of the contracts/arrangements/transaction	Nil
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	None
e)	Justification of entering into such contracts or arrangements or transactions	None
f)	Date of approval by the Board	Not Applicable
g)	Amount paid as advances, if any	Nil
h)	Date on which the special resolution was passed in General Meeting as required under first proviso to Section 188	Not Applicable

All related party transactions that were entered during the financial year were on arms-length basis and are according to the policy of related party transactions adopted by the Company.

**For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED**

P. PRAVEEN KUMAR Joint Managing Director & CFO DIN : 00353720	P. PATTABHI RAMA RAO Chairman & Managing Director DIN : 00353641
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Place : Hyderabad
Date : 04.09.2024

**FORM MR-3
SECRETARIAL AUDIT REPORT**

(Pursuant to section 204(1) of the Companies Act, 2013 and
Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2024

To,

The Members,
Bhaskar Agro Chemicals Limited

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Bhaskar Agro Chemicals Limited (hereinafter called "the Company"). Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our 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, we hereby report that in our opinion, the company has, during the financial year commencing from 1st April, 2023 and ended 31st March, 2024 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 herein after:

1. We have examined the books, papers, minutes book, forms and returns filed and other records maintained by the Company for the financial year ended on 31st of March, 2024 according to the provisions of:
 - (i) The Companies Act, 2013 (the Act) and the rules made there under;
 - (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
 - (iii) The Depositories Act, 1996 and the Regulations and 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 and External Commercial Borrowings;
2. Compliance status in respect of the provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI ACT') is furnished hereunder for the financial year 2023-24:
 - i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; **Complied with yearly and event-based disclosures, wherever applicable.**
 - ii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and Amended Regulations 2018 Insider Trading Regulations; **The Company has framed code of conduct for regulating & reporting trading by insiders and for fair disclosure and displayed the same on the Company's website i.e., www.bhaskaragro.com**
 - iii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **Not Applicable as the company has not issued any shares during the year under review.**
 - iv. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **Not Applicable as the Company has not issued any Employee Stock Options during the year under review.**
 - v. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **Not Applicable as the Company has not issued any debt securities during the year under review.**
 - vi. The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client; **Not Applicable as the Company is not registered as Registrar to an Issue and Share Transfer Agent during the year under review. However, the company has XL Softech Systems Ltd as its Share Transfer Agent.**

- vii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **Not Applicable as the company has not delisted/ proposed to delist its equity shares during the year under review.**
- viii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **Not Applicable as the Company has not bought back/ proposed to buy-back any of its securities during the year under review.**
- ix. Other applicable laws include the following:
 - 1. The Code on Wages, 2019
 - 2. The Code on Industrial Relations, 2020
 - 3. The Code on Social Security, 2020
 - 4. The Occupational Safety, Health and Working Conditions Code, 2020
 - 5. Shops and Establishment Act, 1948
 - 6. The Water (Prevention & Control of Pollution) Act, 1974, Read with Water (Prevention & Control of Pollution) Rules, 1975
 - 7. The Air (Prevention and Control of Pollution) Act, 1981
 - 8. The Water (Prevention & Control of Pollution) Act, 1974, Read with Water (Prevention & Control of Pollution) Rules, 1975 and
 - 9. Hazardous Wastes (Management, Handling and Transboundary Movement) Rules, 2008 and
 - 10. Other required clearance from local authorities.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 were complied with to the extent applicable. During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above including the following:
 - a) During the year the Company has conducted 7 meetings of the Board of Directors, 5 meetings of the Audit committee, 1 Meeting of Stakeholder Relationship Committee and 1 meetings of Nomination and Remuneration Committee Meeting and 1 meeting of Independent Directors. We have also examined compliance with the applicable clauses of the Secretarial Standards issued by the Institute of Company secretaries of India.
 - b) As per the information and explanations provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we report that
 - (i) the provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of:
 - ◆ External Commercial Borrowings were not attracted to the Company under the financial year under report;
 - ◆ Foreign Direct Investment (FDI) was not attracted to the company under the financial year under report;
 - ◆ Overseas Direct Investment by Residents in Joint Venture/Wholly Owned Subsidiary abroad was not attracted to the company under the financial year under report.
 - (ii) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we report that the Company has not made any GDRs/ ADRs or any Commercial Instrument under the financial year under report.

BHASKAR AGROCHEMICALS LIMITED.

We further report that:

- ◆ The website of the Company contains policies as specified by SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and the provisions of Companies Act, 2013.
- ◆ The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There was no change in the composition of the Board of Directors during the period under review.
- ◆ Adequate notice of board meeting is given to all the directors along with agenda 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 meaningful participation at the meeting.
- ◆ As per the minutes of the meeting duly recorded and signed by the Chairman of the meeting, the decisions of the Board were unanimous and no dissenting views have been recorded.
- ◆ We, 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.
- ◆ Compliance by the company of applicable financial Laws like Direct and Indirect tax Laws has not been reviewed thoroughly in this audit since the same has been subject to review by statutory financial Audit and other designated professionals.
- ◆ We further report that during the year under report, the Company has not undertaken event/action having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

Place: Hyderabad

Date: 04.09.2024

For Vivek Surana & Associates

Sd/-

Vivek Surana

Proprietor

M. No.A24531, CP No: 12901

UDIN: A024531E000785676

Peer review Cer no: 1809/2022

Annexure A

To
The Members of
Bhaskar Agrochemicals Limited

Our 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. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have relied on the reports given by the concerned professionals in verifying the correctness and appropriateness of financial records and books of accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The secretarial Audit report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Hyderabad
Date: 04.09.2024

For Vivek Surana & Associates

Sd/-

Vivek Surana

Proprietor

M. No.A24531, CP No: 12901

UDIN: A024531E000785676

Peer review Cer no: 1809/2022

BHASKAR AGROCHEMICALS LIMITED.

ANNEXURE – 3

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report:

(a) Industry structure and developments:

The Global economy global economy faced challenges such as inflation and geopolitical tensions, impacting growth rates. The IMF projected global growth to be 2.9% in 2023 and 3.1% in 2024. India continued to be the fastest growing economy with projected GDP growth of 6.4% for FY 2023-24.

Agrochemical Sector in India experienced significant growth and development during the year . The sector saw a growth rate of 15-17% driven by strong exports and stable domestic demand. The market size was estimated at USD 33.16 billion.

There was a notable adoption of precision farming techniques , such as satellite imagery , drones and GPS guided equipment , which help in efficient application of agrochemicals .

(b) Opportunities and Threats:

Various government policies and subsidies, such as soil health cards and crop insurance, played a crucial role in promoting the use of agrochemicals. There was an increased focus on sustainable agriculture practices , with biopesticides accounting for 10-15 % of the market . Awareness programs and training initiatives promoted the responsible use of Agrochemicals .

Despite the growth , the sector faced challenges like inventory build up , lower liquidation of stock , higher sales return and weak export demand in the near term .

(c) Segment-wise or product-wise performance:

During the year under review, the Company has recorded revenue of Rs. 6668.67 Lakhs and made a Profit of Rs. 174.18 Lakhs against revenue of Rs. 5525.85 Lakhs and a profit of Rs. 23.43 Lakhs in the previous financial year 2022-23.

(d) Outlook:

The management is doing its best to forge relations with other companies and take the company forward in the new business lines. However, the outlook of the management is cautious in view of the competitive nature of the market.

(e) Risks and concerns:

Risk management comprises all the organisational rules and actions for early identification of risks in the course of doing business and the management of such risks along with identification of opportunities.

The Company as formulated a Risk Management Policy under which various risks associated with the business operations is identified and risk mitigation plans have been put in place.

(f) Internal control systems and their adequacy:

The system of internal control has been established to provide reasonable assurance of safeguarding assets and maintenance of proper Accounting Records and its accuracy. The business risks and its control procedures are reviewed frequently. Systems audit is also conducted regularly to review the systems with respect to Security and its Adequacy .Reports are prepared and circulated to Senior Management and action taken to strengthen controls where necessary.

(g) Discussion on financial performance with respect to operational performance:

The Financial performance of the Company has been detailed in Board's Report under para Financial summary.

(h) Material developments in Human Resources/Industrial Relations front, including number of people employed:

The Company has able and experienced staff and dedicated executives. The company continues to have cordial relations with its employees and other stakeholders. The Company has 114 permanent employees as on 31.03.2024.

i) Details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios along with detailed explanations thereof: Sector-specific equivalent ratios, as applicable:

PARTICULARS	2023-2024	2022-2023	REMARKS
Current ratio	1.15	1.03	
Debt equity ratio	0.50	0.51	
Debt Service Coverage Ratio	2.00	1.23	
Debtors turnover ratio	4.20	3.71	
Inventory turnover ratio	3.31	3.20	
Net profit margin (%)	2.61	0.42	
Return on Net worth	12.66%	2.19%	

j) Disclosure of Accounting Treatment:

The Company has not carried out any treatment different from that prescribed in Accounting Standards.

CAUTIONARY STATEMENT:

Statements in this Management Discussion and Analysis Report may be "forward looking statements: within the meaning of applicable securities laws and regulations. These statements are based on certain assumption and expectations of future events. Actual results could differ materially from those expressed or implied. Important facts that could make a difference at the Company's operations include economic conditions affecting domestic demand and supply conditions, finished goods prices, changes in government regulations and tax regime etc. The Company assumes no responsibility to publicly amend, modify or revise any forwardlooking statements on the basis of subsequent developments, information or events.

BHASKAR AGROCHEMICALS LIMITED.**Annexure – 4**

TABLE CONTAINING THE PARTICULARS IN ACCORDANCE WITH THE PROVISIONS OF SECTION 197(12) OF THE ACT, READ WITH RULE 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.

- 1. The ratio of remuneration to each director to the median remuneration of the employees of the company for the financial year.**

Director	Total Remuneration (in rupees)	Ratio to median remuneration
Pattabhi Rama Rao Posani	60,00,000	1: 17.70
Praveen Kumar Posani	60,00,000	1: 17.70

- 2. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year**

Name	Designation	Remuneration in Rupees		Increase(Decrease) %
		FY 2023-2024	FY 2022-2023	
Pattabhi Rama Rao Posani	Chairman & Managing Director	60,00,000	60,00,000	0%
Praveen Kumar Posani	CFO & Joint Managing Director	60,00,000	60,00,000	0%
Chetna Tiwari	Company Secretary	2,40,000	2,40,000	---

- 3. The percentage increase in the median remuneration of employees in the financial year**

Particulars	Remuneration in Rupees		Increase(Decrease) %
	FY 2023 -2024	FY 2022 -2023	
Median Remuneration of all the employees per annum*	3,39,000.00	2,24,000	51.34

**Employees who have served for whole of the respective financial years have been considered.*

- 4.**

Particulars	Number
The number of employees on the rolls of the company as on March 31, 2024	114

- 5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and details if there are any exceptional circumstances for increase in the managerial remuneration**

Particulars	Increase(Decrease) %
Average percentage increase in the remuneration of all Employees* (Other than Key Managerial Personnel)	8
Average Percentage increase in the Remuneration of Key Managerial Personnel	0

**Employees who have served for whole of the respective financial years have been considered.*

- 6. Affirmation that the remuneration is as per the remuneration policy of the company.**

The Company is in compliance with its remuneration policy.

**ANNEXURE-5
STATEMENT SHOWING THE NAMES OF TOP TEN EMPLOYEES PURSUANT TO SECTION 197 READ WITH RULE 5 (1) (2) and (3) OF
THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.**

S.No	Employee Name	Designation	Remuneration Received	Nature of Employment	Qualification and experience of the employee	Date of commencement of employment	The age of Employee	The last employment held by such employee before joining company	The percentage of equity shares held by the employee in the Company within the meaning of clause (iii) of sub rule (2) of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014	Whether any such employee is a relative of any director or manager of the Company and if so name of such director or manager
1.	P. Pattabhi Rama Rao	Chairman & Managing Director	60,00,000	Permanent	B Com	19-02-1988	74	-	24.87	Husband of Mrs. P. Rejyalakshmi and father of Mr. P. Praveen Kumar
2.	P. Praveen Kumar	Joint Managing Director & CFO	60,00,000	Permanent	B.Tech, MBA	24-11-2005	47	-	17.31	Son of Mrs. P. Rejyalakshmi and P. Pattabhi Rama Rao
3.	Babu Rao Modeam	Vice President	20,47,032	Permanent	B.Sc Ag.	01-10-2020	70	Crystal Crop Protection	-	-
4.	Rohini Aluri	Vice President	16,06,452	Permanent	B.Tech	10.05.2023	40	P.B. Systems	-	Wife of P.Praveen Kumar and Daughter in Law of P. Rejyalakshmi and P. Pattabhi Rama Rao
5.	Rejagopal Reddy Jangam Reddy	Senior Regional Manager	15,00,000	Permanent	B.Sc Ag.	06.05.2022	61	Jayalakshmi Fertilizers	-	-
6.	Sada Siva Rao Gogulapati	Plant Incharge	14,83,416	Permanent	B.com	05-06-1984	61	-	-	-
7.	Adinarayana Rao Nalla	Production Incharge	13,27,968	Permanent	B.com	15-05-1995	65	-	-	-
8.	Kumara Swamy Muthavarapu	Senior Territory Manager	12,48,000	Permanent	B.Sc.Ag.	16-02-2021	42	Insecticide India Ltd.	-	-
9.	Venu Gopal Rao Kunasani	Area Sales Manager	12,00,000	Permanent	B.Com	21-10-2022	42	Indoswiss Chemicals Ltd.	-	-
10.	Swamy Reddy Nagam	Area Sales Manager	10,19,136	Permanent	B.Com	17-02-2023	40	Ingene Organics Pvt Ltd	-	-

BHASKAR AGROCHEMICALS LIMITED.

ANNEXURE-6

CERTIFICATE BY THE MANAGING DIRECTOR & CFO OF THE COMPANY

To
The Board of Directors
Bhaskar Agro chemicals Limited

Dear Sirs,

As required under Regulation 17(8) read with Part B, Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we state that:

1. We have reviewed the Financial Statements and the Cash Flow Statement for the Financial Year ended 31st March 2024 and to the best of our knowledge and belief;
 - a. These statements do not contain any materially untrue statement nor omit any material fact nor contain statements that might be misleading, and
 - b. These statements present a true and fair view of the company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
2. There are, to the best of my knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls, I have evaluated the effectiveness of the internal control systems of the company and I have disclosed to the auditors and the audit committee, deficiencies in the design or the operation of internal controls, if any, of which we were aware and the steps that we have taken or propose to take and rectify the identified deficiencies and,
4. That we have informed the auditors and the audit committee of:
 - a. Significant changes in the internal control during the year;
 - b. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - c. Instances of significant fraud of which we have become aware and the involvement of any employee having a significant role in the company's internal control system.

**For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED**

Place: Hyderabad
Date : 30.05.2024

P. PRAVEEN KUMAR	P. PATTABHI RAMA RAO
Joint Managing Director & CFO	Chairman & Managing Director
DIN : 00353720	DIN : 00353641

CERTIFICATE OF CODE OF CONDUCT FOR THE YEAR 2023 - 24

To

The Shareholders,

The Company has formulated and implemented a Code of Conduct for Board Members and Senior Management of the Company. Requisite annual affirmations of compliance with the respective Codes have been made by the Directors and Senior Management of the Company.

Certificate of Code of Conduct for the year 2023-24 as per Regulation 17(5) read with Regulation 34(3) Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Bhaskar Agro chemicals Limited is committed for conducting its business in accordance with the applicable laws, rules and regulations and with highest standards of business ethics. The Company has adopted a "Code of Ethics and Business Conduct" which is applicable to all director, officers and employees.

I hereby certify that all the Board Members and Senior Management have affirmed the compliance with the Code of Ethics and Business Conduct, under a certificate of Code of Conduct for the year 2023-24.

**For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED**

Place: Hyderabad

Date: 04.09.2024

P.PRAVEEN KUMAR

Joint Managing Director & CFO

DIN : 00353720

DISCLOSURE WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT

As per Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company hereby discloses the details of unpaid/unclaimed dividend and the respective share thereof as follows: **

Aggregate No. of Shareholders and the outstanding shares in the suspense account at the beginning of the year.	No. of shareholders who approached the company for transfer of shares from suspense account during the year.	No. of shareholders to whom shares were transferred from suspense account during the year.	Aggregate No. of Shareholders and the outstanding shares in the suspense account at the end of the year.
NIL	NIL	NIL	NIL

**** Voting Right on these shares shall remain frozen till the rightful owner of such shares claims the shares.**

DISCLOSURE OF CERTAIN TYPES OF AGREEMENTS BINDING LISTED ENTITIES:

Not applicable. (Since, no such contracts were entered, which impact the management or control or impose any restriction or create any liability, binding the company).

BHASKAR AGROCHEMICALS LIMITED.

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Bhaskar Agrochemicals Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Bhaskar Agrochemicals Limited** (the "Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

S.No.	Key Audit Matter	Auditor's Response
1	Valuation of inventories Finished goods are valued at lower of cost or net realizable value. Considering that there is always a volatility in the selling price of the agro-chemicals, which is dependent upon various market conditions, determination of net realizable value for these chemicals involves significant management judgement. Therefore, it has been considered as a key audit matter.	Principal Audit Procedures Our principal procedures included the following, but were not limited to: a) Evaluated the design and tested operating effectiveness of internal controls over inventory valuation of finished goods. Tested the valuation of finished goods on sample basis and verified the bill of materials and tested overhead absorption;

- b) Understood and evaluated the process relating to determination of net realizable value of finished goods;
- c) Obtained the market information for the fair values and compared them with the rates considered by the management in determining the fair values.
- d) Assessed the appropriateness of disclosures in financial statements in accordance with the applicable financial reporting framework.
- 2 Appropriateness of the Expected Credit Loss (“ECL”) provision in respect of trade receivables carried at amortized cost:
(Refer Note 9 and Note 48.1(b) to the Ind AS financial statements)
The Company has trade receivables aggregating to Rs. 150076.04 Thousands as at March 31, 2024, in respect of which the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, and recognises expected lifetime losses from initial recognition of the receivables. The provision for ECL as at March 31, 2024 is Rs. 549.84 Thousands.
This is determined as a key audit matter as determination of the ECL provision involved application of judgment by Management in respect of matters such as maximum contractual period of credit risk and probability of credit loss given the significant number of aged receivables from customers.
- Our principal procedures included the following, but were not limited to: a) Understanding and evaluating the design and testing the operating effectiveness of controls in respect of ECL provision for trade receivables carried at amortised cost. b) Reading of the underlying sale orders and invoices, as applicable to understand the nature of trade receivables, and the dates on which the payments fall due. c) Assessing the appropriateness of the credit loss provisioning methodology used by the Management, which involves the use of historical trends such as cash collection, performance of the current year against historical trends and the level of credit loss over time) Based on the above procedures performed, we did not find any significant exceptions to the ECL provision recognised in respect of trade receivables carried at amortized cost.

Information Other than the Financial Statements and Auditor’s Report Thereon

The Company’s Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board’s Report including Annexures to Board’s Report and Business Responsibility Report, but does not include the financial statements and our auditor’s report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management’s Responsibility for the financial statements

The Company’s Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of

BHASKAR AGROCHEMICALS LIMITED.

adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the financial statements

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

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

- ◆ Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ◆ Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- ◆ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- ◆ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ◆ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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 it appears from our examination of those books.
- c) The balance sheet, the statement of profit and loss including other comprehensive income, the cash flow statement and statement of changes in equity dealt with by this report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended.

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 as amended in our opinion and to the best of our information and according to the explanations given to us:

BHASKAR AGROCHEMICALS LIMITED.

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred on account of unpaid dividend, to the Investor Education and Protection Fund by the Company as at 31st March, 2024.
- iv. (a) As per the written representation received from the management and to the best of its knowledge and belief other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity, including foreign entities ("Intermediaries"), with the understanding, that the Intermediary shall, whether, directly Or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(b) As per the written representation received from the management and to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the company from any person(s) or entity, including foreign entities ("Funding Parties"), with the understanding, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
(c) Based on such audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.
- v. The Company has neither declared nor paid any dividend during the year.
- vi. Based on our examination which included test checks and that performed by us, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. The audit trail has been preserved by the company as per the statutory requirements for record retention.

For R Kankaria & Uttam Singhi
Chartered Accountants
ICAI Firm Regi. No.000442S

Uttam Kumar Singhi
Partner
Membership No.: 027481/ICAI
UDIN No.: 24027481BKGUCM1541

Place : Hyderabad
Date : 30.05.2024

ANNEXURE “A” TO THE AUDITOR’S REPORT

Referred to in paragraph 1 under the head “Report on other legal & regulatory requirements” of our report of even date.

- i) a. (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has maintained proper records showing full particulars of intangible assets.
- b. According to the information and explanations given to us and the records examined by us, the Company has a program of verification to cover all the items of property, plant and equipment in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain property, plant and equipment were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification
- c. According to the information and explanations given to us and the records examined by us and based on the examination of the registered title deeds of immovable properties provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold and included in property, plant and equipment, are held in the name of the Company as at the balance sheet date.
- d. The Company has not revalued its property, plant and equipment or intangible assets or both during the year.
- e. No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.
- ii). a. The inventory has been physically verified during the year by the management at reasonable intervals and coverage and procedure of such verification is appropriate. In our opinion, the frequency of verification is reasonable. No discrepancies were noticed on verification between the physical verification and the book records that were more than 10% in the aggregate of each class of inventory.
- b. The Company has been sanctioned working capital limit of Rs.100000.00 Thousands, in aggregate, during the year, from bank on the basis of security of its current assets. In our opinion and based on the information and explanations given to us and our verification of the stock statements submitted by the Company to the bank in relation to the aforesaid working capital limits, such stock statements are, broadly in all material respect, in agreement with the books of account of the Company except for the deviations detailed in Note No. 42 of the audited financial statements.
- iii). According to the information and explanations given to us, and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security or granted loans or advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnership or any other parties during the year. Accordingly, provisions of clause 3(iii)(a) to 3(iii)(f) of the Order are not applicable to the company.
- iv) According to the information and explanations given to us, the Company has not granted any loans, guarantees and security and made investments, as per section 185 and 186 of the Companies Act, 2013. Accordingly, provisions of clause 3(iv) of the Order is not applicable to the company.
- v) According to the information and explanations given to us, the Company has not accepted any deposits from the public as per the directives issued by the Reserve Bank of India and as per the provisions of section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under. Hence, the reporting under clause 3(v) of the Order is not applicable.
- vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.

BHASKAR AGROCHEMICALS LIMITED.

- vii) a. According to the information and explanations given to us, none of the undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Value Added Tax, Cess and any other Statutory Dues were outstanding as at last day of the financial year concerned for a period of more than six months from the date they became payable.
b. According to the information and explanations given to us, there are no dues in respect of disputed amount to be deposited in respect of provident fund, employees state insurance, income tax, goods and service tax, sales tax, service tax, custom duty, excise duty, value added tax, cess and any other statutory dues as on 31st March, 2024
- viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix) a. According to the information and explanations given to us, and on the basis of our examination of the records of the Company, the company has not defaulted in repayment of loans and borrowing or in the payment of interest thereon to bank or financial institutions or any other lender during the year.
b. According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared willful defaulter by any bank or financial institutions or government or any government authority.
c. According to the information and explanations given to us, and on the basis of our examination of the records, the company has taken term loan during the year and has applied the funds for the purpose for which the loans were obtained.
d. According to the information and explanations given to us, and the audit procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short term basis have been used for long term purposes by the company.
e. According to the information and explanations given to us, and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
f. According to the information and explanations given to us, and the audit procedures performed by us, we report that the company has not raised any loans during the year on the pledge of its securities held in its subsidiary, joint ventures or associate company, hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x) a. In our opinion, and according to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
b. In our opinion, and according to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year, and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi) a. In our opinion, and according to the information and explanations given to us, no fraud has been noticed or reported either on Company or by the Company during the year.
b. According to the information and explanations given to us, no report under sub section (12) of section 143 of the Companies Act, 2013 has been filed by auditors in form ADT – 4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with central government.
c. As represented to us by management, there are no whistle blower complaints received by the company during the year.

- xii) In our opinion, the Company is not a Nidhi Company. Accordingly, Clause 3(xii) of the Order is not applicable.
- xiii) According to the information and explanations given to us, all transactions with the related parties are in compliance with the requirements of section 177 and 188 of Companies Act, 2013 and the same has been disclosed in the Note No. 47 of the audited financial statements, as required by the applicable Ind AS.
- xiv) a. In our opinion and based on our examination, the Company has an internal audit system, commensurate with its size and nature of its business.
b. We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv) According to the information and explanations given to us, in our opinion during the year the company has not entered into non cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 is not applicable to the company.
- xvi) The company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934 (2 of 1934). Accordingly, reporting under clause 3(xv) (a), (b), (c) and (d) of the Order is not applicable.
- xvii) The Company has not incurred cash losses during the financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of statutory auditors during the year and accordingly clause 3(xviii) of the Order is not applicable.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that no material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx) According to the information and explanations given to us, the company is not required to incurred any amount as per section 135 of the Companies Act, 2013 under the CSR activities. Hence, reporting in the clause 3(XX) (a) and (b) of the Order is not applicable.

For R Kankaria & Uttam Singhi
Chartered Accountants
ICAI Firm Regi. No.000442S

Place : Hyderabad
Date : 30.05.2024

Uttam Kumar Singhi
Partner
Membership No.: 027481/ICAI
UDIN No.: 24027481BKGUCM1541

BHASKAR AGROCHEMICALS LIMITED.

Report on Internal Financial Controls Over Financial Reporting

Annexure “B” to the Independent Auditor’s Report of even date on the Financial Statements of Bhaskar Agrochemicals Limited

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of **Bhaskar Agrochemicals Limited** (“the Company”) as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

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

Meaning of Internal Financial Controls Over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For R Kankaria & Uttam Singhi
Chartered Accountants
ICAI Firm Regi. No.000442S

Place : Hyderabad
Date : 30.05.2024

Uttam Kumar Singhi
Partner
Membership No.: 027481/ICAI
UDIN No.: 24027481BKGUCM1541

BHASKAR AGROCHEMICALS LIMITED.**BALANCE SHEET AS AT 31-03-2024**

(Amount in indian rupees in thousands unless otherwise stated)

Particulars	Note No	31st March, 2024	31st March, 2023
ASSETS			
Non Current Assets			
Property, plant and equipment	3	1,83,037.92	1,70,695.81
Capital Work in Progress	4	3,512.26	339.83
Other Intangible Assets	5	619.32	672.79
Financial assets			
Other Financial Assets	6	1,031.25	768.25
Other non-current assets	7	-	14,323.00
Total Non Current Assets		1,88,200.75	1,86,799.67
Current Assets			
Inventories	8	1,54,217.26	1,14,403.09
Financial assets			
Trade receivables	9	1,49,526.20	1,67,703.62
Cash & cash equivalents	10	891.20	231.84
Other Financial Assets	11	58.35	88.16
Current tax assets (Net)	12	-	241.00
Other current assets	13	6,903.00	3,260.69
Total Current Assets		3,11,596.00	2,85,928.40
Total Assets		4,99,796.75	4,72,728.07
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14	51,980.33	51,980.33
Other equity	15	86,192.43	68,706.65
Total Equity		1,38,172.76	1,20,686.98
LIABILITIES			
Non Current Liabilities			
Financial liabilities			
Borrowings	16	61,815.21	53,208.79
Other financial liabilities	17	10,399.50	6,914.00
Provisions	18	1,091.57	1,328.70
Deferred Tax Liabilities (Net)	19	18,299.66	13,589.07
Total Non Current Liabilities		91,605.94	75,040.57
Current Liabilities			
Financial liabilities			
Borrowings	20	1,15,082.09	1,26,486.34
Trade payables	21		
a) Total outstanding dues of Trade Payables Micro and small enterprises		12.17	3,781.33
b) Total Outstanding dues of Trade payables other than Micro and Small enterprises		1,04,784.21	1,05,097.81
Other Financial liabilities	22	10,243.70	7,698.92
Other current liabilities	23	37,391.37	30,430.14
Provisions	24	2,171.02	1,080.70
Current Tax Provisions	25	333.50	2,425.30
Total Current Liabilities		2,70,018.06	2,77,000.52
Total Equity & Liabilities		4,99,796.75	4,72,728.07

Summary of Significant Accounting Policies
The accompanying notes are an integral part of
the standalone financial statements

1 TO 2

3 TO 58

As per our report of even date attached.

for **R Kankaria & Uttam Singhi**

Chartered Accountants

ICAI Firm Regi. No. 000442S/ICAI

Uttam Kumar Singhi

Partner

Membership No. : 027481/ICAI

Place : Hyderabad

Date : 30.05.2024

For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED

P. PRAVEEN KUMAR

Joint Managing Director & CFO

DIN : 00353720

P. PATTABHI RAMA RAO

Chairman & Managing Director

DIN : 00353641

Chetna Tiwari

Company Secretary

ICSI MRN : 59205

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2024

Particulars	Note No	31st March, 2024	31st March, 2023
(Amount in indian rupees in thousands unless otherwise stated)			
Income :			
Revenue from Operations	26	6,66,452.78	5,52,561.87
Other Income	27	413.83	23.39
Total Income		6,66,866.61	5,52,585.26
Expenses:			
Cost of materials consumed	28	4,55,957.14	4,02,406.09
Changes in inventories of finished goods	29	-12,000.99	-5,418.06
Employee benefits expense	30	74,188.06	52,767.35
Finance costs	31	18,669.74	17,061.94
Depreciation and amortization expense	32	15,849.64	12,062.14
Other expenses	33	87,667.71	55,128.85
Total Expenses		6,40,331.29	5,34,008.31
Profit/(Loss) before exceptional items and tax		26,535.32	18,576.95
Less : Exceptional items		-	-
Profit/(Loss) before tax		26,535.32	18,576.95
Tax expense :			
Current Tax		4,821.09	3,790.05
MAT Credit Entitlement		3,919.37	-3,790.05
Deferred tax		377.24	16,233.83
Profit/(Loss) for the year		17,417.61	2,343.12
Other Comprehensive Income	34		
Item not to be reclassified to profit & Loss in Subsequent periods:			
Remeasurement on employees defined benefit plan		94.44	413.61
Deferred tax credit on above		-26.27	-115.07
Total other Comprehensive Income, net of tax		68.17	298.55
Total Comprehensive Income, net of tax		17,485.78	2,641.67
Earning per equity share of Rs.10/- each fully paid:	35		
Basic & Diluted (Annulised)		3.34	0.45
Summary of Significant Accounting Policies	1 TO 2		
The accompanying notes are an integral part of the standalone financial statements	3 TO 58		

As per our report of even date attached.

for **R Kankaria & Uttam Singhi**

Chartered Accountants

ICAI Firm Regi. No. 000442S/ICAI

Uttam Kumar Singhi

Partner

Membership No. : 027481/ICAI

**For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED**

P. PRAVEEN KUMAR

Joint Managing Director & CFO

DIN : 00353720

P. PATTABHI RAMA RAO

Chairman & Managing Director

DIN : 00353641

CHETNA TIWARI

Company Secretary

ICSI MRN : 59205

Place : Hyderabad

Date : 30.05.2024

BHASKAR AGROCHEMICALS LIMITED.**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2024**

(Amount in indian rupees in thousands unless otherwise stated)

Particulars	Note No	31st March, 2024	31st March, 2023
A. CASH FLOW FROM OPERATING ACTIVITIES:			
Net profit Before tax		26,535.32	18,576.95
Adjustments for :			
Depreciation amortisation		15,849.64	12,062.14
Interest Paid		18,226.35	16,236.00
Interest earned		-46.53	-23.39
Profit on Sale of Property, Plant and Equipments		-	311.12
Allowances for expected credit loss and Bad Debt Written off		979.21	230.45
Gratuity		94.44	413.61
Operating profit before working capital charges		61,638.43	47,806.89
Adjustments for movement in working capital:			
(Increase)/Decrease in Inventories		-39,814.16	19,499.79
(Increase)/Decrease in Trade Receivable		17,198.21	-37,973.37
(Increase)/Decrease in Current and Non-current Financial Assets		-233.19	267.46
Other Current & non current assets		-3,642.31	1,901.95
(Increase)/Decrease in Trade Payable		-4,082.75	-1,929.41
(Increase)/Decrease in Other Financial, non financial liabilities & provisions		7,750.27	5,267.74
(Increase)/Decrease in Other current liabilities		6,961.23	-2,555.02
Cash generated from operations		45,775.73	32,286.02
Direct taxes paid (Net of refund)		-6,554.69	-3,043.57
Net cash flow from operating activities (A)		39,221.04	29,242.44
B. CASH FLOW FROM INVESTING ACTIVITIES :			
Purchases of property, plant & equipments, capital work in progress & capital advances(Tangible and in Tangible both)		-17,854.52	-30,060.88
Proceeds from sale of property, Plant & Equipments		-	1,400.00
Interest earned		46.53	23.39
Net cash flow used in investing activities (B)		-17,807.99	-28,637.49
C. CASH FLOW FROM FINANCING ACTIVITIES :			
proceeds/(Repayment) of long term borrowings (Net)		8,606.41	2,036.91
proceeds/(Repayment) of short term borrowings (Net)		-11,404.25	13,452.29
Interest paid		-17,955.86	-16,071.06
Net cash used in financing activities (C)		-20,753.70	-581.86
Net increase/(decrease) in cash and cash equivalents(A+B+C)		659.35	23.09
Cash and cash equivalents at the beginning of the year		231.84	208.75
Cash and cash equivalents at end of the year		891.20	231.84
Cash and cash equivalents includes			
Cash on hand		595.79	231.84
Balances with banks in current accounts		295.40	-
		891.20	231.84

Summary of Significant Accounting Policies 1 TO 2

The accompanying notes are an integral part of the standalone financial statements 3 TO 58

(i) Refer Notes no. 16.8 - Reconciliation of liabilities arising from financing activities

(ii) The above cash flow statement has been prepared using the 'Indirect Method as set out in the IND AS -7 on Cash flow Statement as notified by the Central Government under the Companies Act, 2013.

As per our report of even date attached.

for **R Kankaria & Uttam Singhi**

Chartered Accountants

ICAI Firm Regi. No. 000442S/ICAI

Uttam Kumar Singhi

Partner

Membership No. : 027481/ICAI

Place : Hyderabad

Date : 30.05.2024

**For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED****P. PRAVEEN KUMAR****P. PATTABHI RAMA RAO**

Joint Managing Director & CFO Chairman & Managing Director

DIN : 00353720

DIN : 00353641

CHETNA TIWARI

Company Secretary

ICSI MRN : 59205

STATEMENT OF CHANGE IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

a. Equity Share Capital	As at 31.03.2024	
	Number of shares	Amount in Rs.
(Amount in indian rupees in thousands unless otherwise stated)		
For the year ended 31 March 2024		
Equity shares of INR 10 each issued, subscribed and fully paid		
Balance as at 1 April 2023	5209.63	51,980.33
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance as at 1 April 2023	5209.63	51,980.33
Changes in equity share capital during the current year	-	-
Balance as at 31 March 2024	5209.63	51,980.33
As at 31.03.2023		
For the year ended 31 March 2023		
Equity shares of INR 10 each issued, subscribed and fully paid		
Balance as at 1 April 2022	5209.63	51,980.33
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance as at 1 April 2022	5209.63	51,980.33
Changes in equity share capital during the current year	-	-
Balance as at 31 March 2023	5209.63	51,980.33

b Other Equity

	Reserves & Surplus				Other Comprehensive Income (Remeasurement of defined benefit plans)	Total
	Capital Reserves	Share Premium Reserves	General Reserves	Retained Earnings		
As at April 01, 2023	47,381.66	15,161.54	5,384.54	574.68	204.23	68,706.65
Add: Profit for the year	-	-	-	17,417.61	-	17,417.61
Add: Other Comprehensive Income for the year :						
Remeasurement of employees defined benefit plans	-	-	-	-	94.44	94.44
Deferred tax on above	-	-	-	-	-26.27	-26.27
As at March 31, 2024	47,381.66	15,161.54	5,384.54	17,992.29	272.40	86,192.43
As at April 01, 2022	47,381.66	15,161.54	5,384.54	-1,768.44	-94.31	66,064.98
Add: Profit for the year	-	-	-	2,343.12	-	2,343.12
Add: Other Comprehensive Income for the year :						
Remeasurement of employees defined benefit plans	-	-	-	-	413.61	413.61
Deferred tax on above	-	-	-	-	-115.07	-115.07
As at March 31, 2023	47,381.66	15,161.54	5,384.54	574.68	204.23	68,706.65

Summary of Significant Accounting Policies 1 to 2
The accompanying notes are an integral part of the standalone financial statements 3 to 59

As per our report of even date attached.
for **R Kankaria & Uttam Singhi**
Chartered Accountants
ICAI Firm Regi. No. 000442S/ICAI

Uttam Kumar Singhi
Partner
Membership No. : 027481/ICAI

Place : Hyderabad
Date : 30.05.2024

For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED

P. PRAVEEN KUMAR **P. PATTABHI RAMA RAO**
Joint Managing Director & CFO Chairman & Managing Director
DIN : 00353720 DIN : 00353641

CHETNA TIWARI
Company Secretary
ICSI MRN : 59205

BHASKAR AGROCHEMICALS LIMITED.

Notes to financial statements for the period ended March 31,2024

1 Overview of the Company

Bhaskar Agrochemicals Limited was incorporated on February 19, 1988 in Hyderabad (Telangana). The Company is a public limited Company incorporated and domiciles in India and has its registered office at D.No-1-90/C, Office Unit-608, 1 T0 6, 6th Floor Gowra Fountain Head, Madhapur Shaikpet Hyderabad 500 081 TG. Its shares are listed on the Bombay Stock Exchange. It has got the manufacturing acility in Yadadri Bhuvanagiri District of Telangana, and is engaged in manufacturing mainly formulation of Agro Chemicals.

The standalone financial statements are approved for issue by the Company's Board of Directors on May 30, 2024.

2 Accounting policies

This note provides a list of the accounting policies adopted in the preparation of these standalone financial Statement. These policies have been consistantly applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation and compliance with IND AS

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Amendment Rules, 2016 (as amended from time to time) and other relevant provisions of the Act. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The material accouting policy information used in preparation of the audited standalone financial statements have been discussed in the respective accounting policies mentioned herebelow. The Standalone Financial statements have been prepared on an accrual basis under the historical cost convention except for the following that are measured at fair value as required by relevant Ind AS.

> Certain financial assets and liabilities are measured at fair value (Referred accounting policy on financial instruments)

> Defined benefit and other long term Employees Benefit.

Current versus non current classification

All the assets and liabilities have been classified as current and non current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of services and the time between the rendering of service and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current and noncurrent classification of assets and liabilities.

2.2 Uses of Estimates and judgments

The preparation of Financial Statements in conformity with the generally accepted accounting principles requires management to make estimates and assumption that affect the reported amounts of assets and liabilities, revenue and expenses, the accompanying disclosures and disclosure of contingent liabilities. The estimates and assumptions used in accompanying financial statements are based upon management's evaluation of the relevant facts and circumstances as of the date of the financial statements are reviewed on an ongoing basis. Actual results may differ from the estimates and assumptions used in preparing the accompanying financial statements. Any revision to accounting estimates is recognised prospectively in current and future periods. Refer Note 2.24 for detailed discussion on Significant accounting judgments, estimates and assumptions.

2.3 Measurement of Fair Values

The accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values, which includes overseeing all significant fair value measurements, including Level 3 fair values by the management. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of

NOTES TO THE ACCOUNTS

Ind AS, including the level in the fair value hierarchy in which such valuations should be classified. When measuring the fair value of a financial asset or a financial liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1 - Quoted price (unadjusted) in active markets for identical assets or liabilities
- Level 2 - inputs other than quoted price included in Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs)

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

2.4 Property Plant and Equipment and Depreciation

- a) Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any. Cost includes taxes, duties, freight and other incidental expenses directly related to acquisition/construction and installation of the property, plant and equipment. Any trade discounts and rebates are deducted in arriving at the purchase price.
- b) Subsequent expenditure related to an item of property, plant and equipment are added to its book value only if it is probable the future benefits associated with the item will flow to the entity ;and the cost associated with item can be measured reliably.
- c) Capital work-in-progress includes property, plant and equipment not ready for their intended use and related incidental expenses and attributable interest.
- d) Expenditure during construction period: Expenditure (direct & indirect) incurred during the construction period which are attributable to acquisition /construction of PPE, will be capitalized with the respective Plant, Property & Equipment at the time of commissioning of such assets.
- e) Advances given towards acquisition of property, plant and equipment outstanding at each balance sheet date are disclosed as "Other Non-Current Assets".
- f) The estimated useful life of assets are as follows:

Building	30 years
Plant and equipment	15 years
Electrical Installations	10 years
Furniture and fixtures	10 years
Vehicles	8 years
Office equipment	5 years
Computer and data processing equipment	3 years

- g) Depreciation on tangible property, plant and equipment has been provided on on Straight Line Method. Depreciation is provided on a pro-rata basis, i.e. from the date on which asset is ready for use. Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.
- h) Items of property, plant and equipment that are held for disposal are stated at the lower of their net book value and net realizable value and are shown separately under other current assets in the financial statements. Any expected loss is recognized immediately in the Statement of Profit and Loss.
- i) An item of property, plant and equipment is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal. Gains / losses arising from disposal are recognised in the Statement of Profit and Loss.
- j) The Company reviews the residual value, useful lives and depreciation method annually and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate on a prospective basis.

BHASKAR AGROCHEMICALS LIMITED.

NOTES TO THE ACCOUNTS

2.5 Intangible Assets

a) Intangible assets are stated at cost of acquisition less accumulated amortisation and accumulated impairment losses, if any.

b) Subsequent expenditure related to an item of intangible assets are added to its book value only if it is probable benefits from the existing asset beyond its previously assessed standard of performance.

c) Intangible assets that are ready for use are amortized on a straight line basis over a period of estimated useful life of 6 years.

The Company believes that the technically evaluated useful lives, different from Schedule II of the Companies Act, 2013, best represent the period over which these assets are expected to be used.

d) An intangible asset is derecognised on disposal, or when no future economic benefits are expected from its use or disposal. Gains or losses arising from derecognition of an item of intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of such item of intangible asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

e) Intangible assets with finite lives are assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end.

2.6 Impairment of non-financial assets

The Company assesses at each year end whether there is any objective evidence that a non financial asset or a group of non financial assets is impaired. If any such indication exists, the Company estimates the asset's recoverable amount and the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in Statement of Profit and Loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through Statement of Profit and Loss.

The recoverable amount of an asset or cash-generating unit (as defined below) is higher of an asset's fair value less costs of disposal and its value in use. The consequential amendments are made in Ind AS 105, Ind AS 16 and Ind AS 28., the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash in flows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

2.7 Borrowing Costs

Borrowing cost directly attributable to acquisition and construction of qualifying assets (Qualifying asset is an asset which necessarily takes substantial period to get ready to use or sale) should be capitalised as part of the cost of such assets up to the date when such assets are ready for intended use or sale.

All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

Borrowing costs are interest and other costs that the company incurs in connection with the borrowing of funds and is measured with reference to the Effective Interest Rate (EIR) applicable to the respective borrowing. Borrowing cost include interest costs measured at EIR.

2.8 Non Current Assets classified as held for sale

The Company classifies non-current assets (or disposal group) as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use.

The criteria for held for sale classification is regarded met only when the assets (or disposal group) is available for

NOTES TO THE ACCOUNTS

immediate sale in its present condition, subject only to terms that are usual and customary for sales of such assets (or disposal group), its sale is highly probable; and it will genuinely be sold, not abandoned. The Company treats sale of the asset (or disposal group) to be highly probable when:

- ▶ The appropriate level of management is committed to a plan to sell the asset (or disposal group),
- ▶ An active program to locate a buyer and complete the plan has been initiated (if applicable),
- ▶ The asset (or disposal group) is being actively marketed for sale at a price that is reasonable in relation to its current fair value,
- ▶ The sale is expected to qualify for recognition as a completed sale within one year from the date of classification, and
- ▶ Actions required to complete the plan indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Non-current assets (or disposal group) held for sale are measured "higher of an asset's fair value less costs of disposal and its value in use. Assets and liabilities (or disposal group) classified as held for sale are presented separately in the balance sheet.

2.9 Inventories

- a) Inventories are valued at lower of cost or net realizable value on an item-by-item basis.
- b) Finished goods manufactured and work in progress are valued at the lower of cost and net realizable value. Cost of finished goods and work in progress is determined by considering direct materials, labour costs, conversion costs, including an appropriate share of fixed production overheads based on normal operating capacity and other related costs incurred in bringing the inventories to their present condition and location.
- b) Raw materials and packaging materials are valued at lower of cost and net realizable value. Cost includes purchase price, freight inwards and other expenditure incurred in bringing such inventories to their present location and condition. In determining the cost, first in first out method is used.
- c) Goods in transit are valued at cost which represents the cost incurred up to the stage at which the goods are in transit.
- d) Provision of obsolescence on inventories is considered on the basis of management's estimate based on demand and market of the inventories.
- e) Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated costs necessary to make the sale.

2.10 Cash and Cash Equivalents

Cash comprises of cash at bank and on hand and cash equivalents comprise of short-term bank deposits with an original maturity of three months or less.

Cash Flow Statement

Cash flows are reported using indirect method as set out in IND AS 7, "Statement of Cash Flows", whereby profit/(loss) before tax is adjusted for the effects of transactions of non cash nature and deferrals of accruals of past or future cash receipts or payments. The cash flows from operating, Investing and financing activities of the Company are segregated based on the available information.

2.11 Revenue Recognition

- a) Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of the goods. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to the performance obligation. The transaction price of goods sold and services rendered is net off variable consideration on account of various discounts and schemes offered by the company as a part of contract and taxes.
- b) Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.
- c) Interest income is recognized on a time proportionate basis, taking into account the amount outstanding and the rates applicable. For all financial instruments measured at amortized cost, interest income is recorded using the effective interest rate method to the net carrying amount of the financial assets.

BHASKAR AGROCHEMICALS LIMITED.

NOTES TO THE ACCOUNTS

2.12 Income Tax

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income tax law), deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period) and Minimum Alternate Tax (MAT) credit entitlement.

a) Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the year end date. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

b) Deferred Tax

“Deferred tax is recognised in respect of temporary difference between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in Other Comprehensive Income (OCI) or directly in equity.

Deferred tax assets and liabilities are offset only if: a) The entity has a legally enforceable right to set off current tax assets against current tax liabilities; and b) The deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

c) Minimum Alternate Tax

MAT is recognised as an assets only when & to the extent there is convencing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit became eligible to be recognised, it is credited to the statement of profit & loss & is considered as (MAT credit entitlement). The Company review the same at each Balance Sheet date & writes down the carrying amount of MAT credit entitlement to the extent there is no longer convencing evidence to the effect that the comapny will pay normal income tax during the specified period. MAT credits are in the form of unused tax credits that are carried forwarded by the Company for a specified period of time, hence, it is presented as Deferred Tax Assets.

2.13 Employees Benefits

a) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the year in which the employees render the related service are recognized in respect of employees' services up to the end of the year and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

NOTES TO THE ACCOUNTS

b) Other long-term employee benefit obligations

I. Defined contribution plans

Provident Fund: Contribution towards provident fund is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss. Employee's State Insurance Scheme: Contribution towards employees' state insurance scheme is made to the regulatory authorities, where the Company has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Company does not carry any further obligations, apart from the contributions made on a monthly basis which are charged to the Statement of Profit and Loss.

II. Defined benefit plans

Gratuity: The Company provides for gratuity, a defined benefit plan (the 'Gratuity Plan') covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary. The Company's liability is actuarially determined (using the Projected Unit Credit method) at the end of each year. Actuarial losses/gains are recognized in the other comprehensive income in the year in which they arise. The gratuity benefit is funded with the Life Insurance Corporation of India (LIC).

Compensated absences :The short term provision for compensated absences has been calculated on actual basis, based on the balance of unutilised leave available, and can be encashed at the end of the year as per the Company's policy.

2.14 Foreign Currency Transactions

a) Functional and presentation currency

Initial recognition - Foreign currency transactions are recorded in the functional currency, by applying to the foreign currency amount, the exchange rate between the functional currency and the foreign currency at the date of the transaction.

The financial statements are presented in Indian rupee (INR), which is the Company's functional and presentation currency.

b) Transactions and balances

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the functional currency and the foreign currency at the date of the transaction. Gains/ Losses arising out of fluctuation in foreign exchange rate between the transaction date and settlement date are recognised in the Statement of Profit and Loss.

All monetary assets and liabilities in foreign currencies are restated at the year end at the exchange rate prevailing at the year end and the exchange differences are recognised in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

2.15 Provisions and Contingencies

a) A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

b) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but will probably not, require an outflow of resources. When there is a possible obligation of a present obligation in respect of which the likelihood of outflow of resources is remote, no provision disclosure is made. Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

2.16 Government Grants

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed. When the grant relates to an asset, it is recognised as income in equal amounts over the expected useful life of the related asset.

BHASKAR AGROCHEMICALS LIMITED.

NOTES TO THE ACCOUNTS

2.17 Earnings per Shares

Basic EPS is calculated by dividing the net profit or loss before OCI for the year by the weighted average number of equity share outstanding during the year. For the purpose of calculating diluted EPS the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares

2.18 Operating Cycles

Operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents. Based on the nature of products/ activities of the Company, the management has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

2.19 Financial Instruments

a) Financial Assets

i) Recognition and initial measurement

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial assets other than trade receivables are initially recognised at fair value through profit and loss. Financial assets other than trade receivables are initially recognised at fair value, and transaction costs are expensed in the statement of profit and loss. However, Trade receivables that do not contain a significant financing component are measured at transaction price.

ii) Subsequent measurement

For the purpose of subsequent measurement, financial assets are classified in four categories:

Financial assets at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in the statement of profit and loss. Any gain or loss on derecognition is recognised in the statement of profit and loss.

Financial assets at fair value through other comprehensive income (FVTOCI)

These assets are subsequently measured at fair value. Interest income under the effective interest method, foreign exchange gains and losses and impairment are recognised in the statement of profit and loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to the statement of profit and loss.

Financial assets at fair value through profit (FVTPL)

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in the statement of profit and loss.

Financial instruments measured at fair value through other comprehensive income (FVTOCI)

These assets are subsequently measured at fair value. Dividends are recognised as income in the statement of profit and loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are not reclassified to the statement of profit and loss.

iii) Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

iv) Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.

NOTES TO THE ACCOUNTS

- Trade receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

b) Financial Liabilities

i) Recognition and initial measurement

All financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument. A financial liability is initially measured at fair value, in case of financial liability which are recognised at fair value through profit and loss (FVTPL), its transaction cost are recognised in the statement of profit and loss. In other cases, the transaction costs are attributed to the issue of a financial liability.

ii) Subsequent measurement

Financial liabilities are classified and measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in the statement of profit and loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in the statement of profit and loss. Any gain or loss on derecognition is also recognised in the statement of profit and loss.

iii) Derecognition

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability is extinguished and the new financial liability with modified terms is recognised in the statement of profit and loss.

iv) Setting off financial instruments

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

c) Derivative Financial Instruments The Company uses derivative financial instruments, such as forward currency contracts to hedge its interest rate risk. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value at each reporting period. Any changes therein are generally recognised in the profit and loss account.

2.20 Contributed equity

Equity shares are classified as equity share capital.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

2.21 Significant accounting judgments, estimates and assumptions

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future years.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the year end date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters

BHASKAR AGROCHEMICALS LIMITED.

NOTES TO THE ACCOUNTS

available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Taxes

Deferred tax assets are recognized for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Defined benefit plans (gratuity benefits)

The cost of the defined benefit plans such as gratuity is determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future.

These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each year end.

The principal assumptions are the discount and salary growth rate. The discount rate is based upon the market yields available on government bonds at the accounting date with a term that matches that of liabilities. Salary increase rate takes into account of inflation, seniority, promotion and other relevant factors on long term basis.

Impairment of non-financial assets

In assessing impairment, management estimates the recoverable amount of each asset or cash-generating units based on expected future cash flows and uses an interest rate to discount them. Estimation uncertainty relates to assumptions about future operating results and the determination of a suitable discount rate.

2.22 Segment reporting

Based on "Management Approach" as defined in Ind AS 108 -Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates the resources based on an analysis of various performance indicators by business segments. Inter segment sales and transfers are reflected at market prices. Unallocable items includes general corporate income and expense items which are not allocated to any business segment.

Segment Policies:

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole. Common allocable costs are allocated to each segment on an appropriate basis.

2.23 Standards that became effective during the year

Ministry of corporate Affairs (MCA) notifies new standards or amendments to the existing standards under Companies (Indian Accounting standards) Rules as issued from time to time. For the year ended March 31 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the company.

2.24 Rounding off amounts

All amounts disclosed in financial statements and notes have been rounded off to the nearest thousand as per requirement of Schedule III of the Act, unless otherwise stated.

2.25 Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

NOTES TO THE ACCOUNTS

Particulars	Freehold land	Buildings	Plant and Equipment	Electrical Installations	Furniture and Fixtures	Office Equipment	Computers	Vehicles	Total Property plant and equipment
3. PROPERTY, PLANT & EQUIPMENT									
Gross carrying Value									
Balance as at April 01, 2023	1,439.69	1,34,417.62	1,02,869.85	4,754.50	6,832.53	6,383.79	1,769.06	14,412.15	2,72,879.19
Additions	-	3,931.62	13,578.24	1,056.97	7,185.77	1,350.77	257.59	681.88	28,042.83
Deductions / Adjustments	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2024	1,439.69	1,38,349.24	1,16,448.09	5,811.47	14,018.30	7,734.56	2,026.65	15,094.03	3,00,922.02
Accumulated Depreciation									
Opening Accumulated depreciation	-	37,518.90	50,291.94	2,347.24	4,142.11	3,804.51	1,548.21	2,530.46	1,02,183.38
Depreciation charge during the Period	-	4658.91	6,540.92	563.24	1,109.48	836.81	160.55	1,830.82	15,700.72
Disposal/Adjustments	-	-	-	-	-	-	-	-	-
Closing Accumulated depreciation	-	42,177.80	56,832.85	2,910.49	5,251.59	4,561.33	1,708.76	4,361.28	1,17,884.10
Net Carrying amount as at 31.03.2024	1,439.69	96,171.43	59,615.24	2,900.99	8,766.71	3,093.23	317.89	10,732.75	1,83,037.92
Gross carrying value									
Balance as at April 01, 2022	1,439.69	1,34,417.62	98,911.82	4,754.50	5,887.52	4,276.12	1,653.89	10,154.05	2,61,495.21
Additions	-	-	3,958.03	-	945.00	2,107.67	115.17	8,257.64	15,383.51
Deductions / Adjustments	-	-	-	-	-	-	-	3,999.54	3,999.54
Balance as at March 31, 2023	1,439.69	1,34,417.62	1,02,869.85	4,754.50	6,832.53	6,383.79	1,769.06	14,412.15	2,72,879.19
Accumulated Depreciation									
Opening Accumulated depreciation	-	34,611.25	44,754.60	1,868.55	3,744.34	2,850.05	1,371.99	4,092.74	93,293.52
Depreciation charge during the year	-	2,907.65	5,537.34	478.69	397.77	954.47	176.22	1,476.13	11,928.27
Disposal/Adjustments	-	-	-	-	-	-	-	3,038.41	3,038.41
Closing Accumulated depreciation	-	37,518.90	50,291.94	2,347.24	4,142.11	3,804.51	1,548.21	2,530.46	1,02,183.38
Net Carrying amount as at 31.03.2023	1,439.69	96,898.72	52,577.92	2,407.26	2,690.42	2,579.28	220.85	11,881.69	1,70,695.81

3.1 The company has not carried out any revaluation of property, plant and equipment during the current or previous reporting year.

3.2 Property, plant and equipment pledged as security: Refer to Note no 16 and 20 for information on property, plant and equipment pledged as security by the Company.

BHASKAR AGROCHEMICALS LIMITED.**4. CAPITAL WORK IN PROGRESS (Assets pending for capitalization)**

Particulars	Buildings	Plant and Equipments	Total Capital Work in progress
As at April 01, 2023	-	339.83	339.83
Additions	3,931.62	16,750.68	20,682.29
Deductions / Capitalised	3,931.62	13,578.24	17,509.85
As at March 31, 2024	-	3,512.26	3,512.26
As at April 01, 2022	-	-	-
Additions	-	339.83	339.83
Deductions / Capitalised	-	-	-
As at March 31, 2023	-	339.83	339.83

4.1 Capital Work in Progress - Ageing Schedule :

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Year 2023-24					
Capital Expenditure related to Plant and equipment	3,512.26	-	-	-	3,512.26
Projects temporarily suspended	-	-	-	-	-
Year 2022-23					
Capital Expenditure related to Plant and equipment	339.83	-	-	-	339.83
Projects temporarily suspended	-	-	-	-	-

5. INTANGIBLE ASSETS

Particulars	Computer Software Purchased	Total Intangible Assets
Gross carrying value		
Balance as at April 01, 2023	850.00	850.00
Additions	95.45	95.45
Disposals	-	-
As at March 31, 2024	945.45	945.45
Amortisation		
As at April 01, 2023	177.21	177.21
Charge for the year	148.92	148.92
Disposal	-	-
As at March 31, 2024	326.13	326.13
Net Carrying amount as at 31.03.2024	619.32	619.32
Gross carrying value		
Balance as at April 01, 2022	564.40	564.40
Additions	285.60	285.60
Disposals	-	-
As at March 31, 2023	850.00	850.00
Amortisation		
As at April 01, 2022	43.34	43.34
Charge for the year	133.88	133.88
Disposal	-	-
As at March 31, 2023	177.21	177.21
Net Carrying amount as at 31.03.2023	672.79	672.79

5.1 The company has not carried out any revaluation of intangible assets during the current or previous reporting year.

NOTES TO THE ACCOUNTS

6. OTHER FINANCIAL ASSETS NON-CURRENT

PARTICULARS	31st March, 2024	31st March, 2023
(Unsecured considered good unless otherwise stated)		
Security Deposit	1,031.25	768.25
Total	1,031.25	768.25

7. OTHER NON CURRENT ASSETS

PARTICULARS	31st March, 2024	31st March, 2023
Unsecured considered good unless otherwise stated		
Capital advances	-	14,323.00
Total	-	14,323.00

8. INVENTORIES

PARTICULARS	31st March, 2024	31st March, 2023
Valued at Cost or net realisable value whichever is lower		
Raw Material	51,212.50	25,496.79
Finished Goods	81,115.20	69,114.21
Packing Material	21,889.56	19,792.09
Total	1,54,217.26	1,14,403.09

8.1 The above inventories stand hypothecated in favour of banks against short term-borrowings. (Refer note 20)

9. TRADE RECEIVABLE

PARTICULARS	31st March, 2024	31st March, 2023
Unsecured		
Considered Good	1,43,313.15	1,67,703.62
Which have significant increase in credit risk	6,762.89	-
Credit impaired	429.37	230.45
	1,50,505.41	1,67,934.07
Less: Bad & Doubtful trade receivable written off	429.37	230.45
Less: Allowances for expected credit loss	549.84	-
Total	1,49,526.20	1,67,703.62

BHASKAR AGROCHEMICALS LIMITED.

9.1.No trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person or from firms or private companies respectively in which any director is a partner, a director or a member.

9.2 Trade receivables are non - interest bearing and generally on terms of 90 days.

9.3 Refer Note 16 and 20 for details of security charge on Trade receivables.

9.4 Trade Receivables ageing schedule - Unsecured :

As at 31st March, 2024

PARTICULARS	Not Due	Outstanding of the following periods from due date of payments					Total
		Less than 6 months	6 Months-1 Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivables - Considered good	97,047.27	22,765.08	18,052.16	-	-	-	1,37,864.51
Undisputed Trade Receivables -							
Which have significant increase in credit risk	-	-	-	6,762.89	-	-	6,762.89
Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivables - Considered good	-	-	-	5,448.63	-	-	5,448.63
Disputed Trade Receivables -							
Which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
	97,047.27	22,765.08	18,052.16	12,211.52	-	-	1,50,076.04
Less: Allowance for expected credit loss	-	-	-	549.84	-	-	549.84
Total	97,047.27	22,765.08	18,052.16	11,661.68	0.00	0.00	1,49,526.20

As at 31st March, 2023

PARTICULARS	Not Due	Outstanding of the following periods from due date of payments					Total
		Less than 6 months	6 Months-1 Year	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivables - Considered good	1,27,588.28	10,664.01	17,692.42	11,758.91	-	-	1,67,703.62
Undisputed Trade Receivables -							
Which have significant increase in credit risk	-	-	-	-	-	-	-
Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
Disputed Trade Receivables - Considered good	-	-	-	-	-	-	-
Disputed Trade Receivables -							
Which have significant increase in credit risk	-	-	-	-	-	-	-
Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-	-
	1,27,588.28	10,664.01	17,692.42	11,758.91	-	-	1,67,703.62
Less: Allowance for expected credit loss	-	-	-	-	-	-	-
Total	1,27,588.28	10,664.01	17,692.42	11,758.91	-	-	1,67,703.62

NOTES TO THE ACCOUNTS

10. CASH & CASH EQUIVALENTS

PARTICULARS	31st March, 2024	31st March, 2023
Cash on hands	595.79	231.84
Balances with bank in current accounts	295.40	-
Total	891.20	231.84

11. FINANCIAL ASSETS - DEPOSITS & OTHERS

PARTICULARS	31st March, 2024	31st March, 2023
Current (Unsecured considered good unless otherwise stated)		
Advances Others	26.49	66.54
Interest accrued on deposits	31.86	21.61
Total	58.35	88.16

12. CURRENT TAX ASSETS (NET)

PARTICULARS	31st March, 2024	31st March, 2023
Income tax refund receivable (Net of Provisions)	-	241.00
Total	241.00	241.00

13. OTHER CURRENT ASSETS

PARTICULARS	31st March, 2024	31st March, 2023
Current (Unsecured considered good unless otherwise stated)		
Advances to Suppliers	361.94	-
Advances to Employees	1,073.81	606.39
Advances towards expenses	2,596.88	764.58
Prepaid Expenses	1,200.00	1,425.47
Balance with statutory/Government Authorities	1,670.37	464.25
Total	6,903.00	3,260.69

14. EQUITY SHARE CAPITAL

PARTICULARS	31st March, 2024	31st March, 2023
Authorised		
60,00,000 Equity Shares of Rs. 10/- each	60,000.00	60,000.00
3,25,000 Redemmmable non convertible Preference Shares of Rs. 100/- each	32,500.00	32,500.00
Total	92,500.00	92,500.00
Issued & Subscribed		
52,09,633 Equity Shares of Rs. 10/- each, with Voting Rights Fully Paid up	52,096.33	52,096.33
	52,096.33	52,096.33
Paid up		
52,09,633 Equity Shares of Rs. 10/- each, with Voting Rights Fully Paid up	52,096.33	52,096.33
Less: Allotment money due by others	-116.00	-116.00
Total	51,980.33	51,980.33

BHASKAR AGROCHEMICALS LIMITED.

NOTES TO THE ACCOUNTS

14.1 RECONCILIATION OF NUMBER OF SHARES:

PARTICULARS	31st March, 2024	31st March, 2023
Number of Equity Shares at the beginning of the year	5,209.63	5,209.63
Add: Number of shares issued during the year	-	-
Number of Equity Shares at the end of the year	5,209.63	5,209.63

14.2 RIGHTS ATTACHED TO EQUITY SHARES

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share at the general meetings of the Company. In the event of liquidation, the equity shareholders are eligible to receive the residual assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

14.3. DETAILS OF SHARES HELD BY EACH SHAREHOLDERS HOLDING MORE THAN 5% OF THE AGGREGATE SHARES IN THE COMPANY

CLASS OF SHARES/NAME OF SHAREHOLDERS	As at 31-03-2024		As at 31-03-2023	
	Number of Shares held	% of holding in that class of shares	Number of Shares held	% of holding in that class of shares
Equity shares of Rs. 10/- each held by:				
P Pattabhi Rama Rao	1295484	24.87%	1295484	24.87%
P Rajya Laxmi	456749	8.77%	456749	8.77%
C Sai Sudha	366254	7.03%	366254	7.03%
P Praveen Kumar	901573	17.31%	901573	17.31%

14.3.1. As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

14.4 The Company has not allotted any equity shares as fully paid up without being received in cash or as bonus shares or bought back any equity shares during the period of five years immediately preceding the current year end

14.5 DETAILS OF SHARES HELD BY PROMOTERS AT THE END OF THE YEAR :

14.5 (a) Previous reporting year as at 31.03.2024

PARTICULARS	Number of Shares	% of total shares	% of change during the year
P Pattabhi Rama Rao	1295484	24.87%	0.00%
P Rajya Laxmi	456749	8.77%	0.00%
C Sai Sudha	366254	7.03%	0.00%
P Praveen Kumar	901573	17.31%	0.00%
P Santhi	220454	4.23%	0.00%

NOTES TO THE ACCOUNTS

14.5 (b) Previous reporting year as at 31.03.2023

PARTICULARS	Number of Shares	% of total shares	% of change during the year
P Pattabhi Rama Rao	1295484	24.87%	0.00%
P Rajya Laxmi	456749	8.77%	0.00%
C Sai Sudha	366254	7.03%	0.00%
P Praveen Kumar	901573	17.31%	0.00%
P Santhi	220454	4.23%	0.00%

15. OTHER EQUITY

PARTICULARS	31st March, 2024	31st March, 2023
Capital Reserve		
Balance at the beginning of the year	47,381.66	47,381.66
Add: Balance transferred during year	-	-
Balance at the end of the year	47,381.66	47,381.66
Securities Premium Reserve		
Balance at the end of the year	15,219.54	15,219.54
Less: Share Premium due by others	58.00	58.00
	15,161.54	15,161.54
General Reserve		
Balance at the beginning of the year	5,384.54	5,384.54
Add: Deferred tax assets (Net)	-	-
	5,384.54	5,384.54
Retained Earnings		
Balance at the beginning of the year	778.91	-1,862.75
Add: Profit for the year	17,417.61	2,343.12
Other Comprehensive Income		
Add/(less): Remeasurement on employees defined benefit plan	94.44	413.61
Add/(less): Deferred Tax on above	-26.27	-115.07
Balance at the end of the year	18,264.69	778.91
Total	86,192.43	68,706.65

15.1 Nature and purpose of reserves

Capital Reserve

The reserve comprises of profits/gains of capital nature earned by the Company and credited directly to such reserve.

Security Premium

Securities premium is used to record the premium received on issue of shares. It is utilised in accordance with the provisions of the Companies Act, 2013.

General Reserve

General reserve is created at the time of creating the deferred tax assets arising out of the timing difference of the earlier year as per the transitional provisions of the Ind AS

Retained Earnings

Retained earnings represent the amount of accumulated earnings of the Company.

Other Comprehensive Income

Other Comprehensive Income include remeasurement of net defined benefit liability / asset through other comprehensive income.

BHASKAR AGROCHEMICALS LIMITED.**NOTES TO THE ACCOUNTS****16. FINANCIAL LIABILITIES - BORROWINGS**

PARTICULARS	31st March, 2024	31st March, 2023
Non Current Borrowings		
Preference shares (Unsecured)		
325000 Redemnable non convertible Preference shares of Rs. 100/- each	26,859.50	24,417.73
Term Loan (Secured)		
From Axis Bank Limited	11,200.00	-
Working Capital Term Loan (secured)		
From Axis Bank Limited	6,936.50	12,515.00
Term Loans - Vehicles (Secured)		
From Bank	5,808.28	6,575.77
From NBFC	160.07	1,226.70
Loan from others (Unsecured)		
Intercorporate Deposit	9,259.03	8,417.30
Loans from related parties (Unsecured)		
Intercorporate Deposit	8,835.54	8,032.31
	<u>69,058.92</u>	<u>61,184.81</u>
Current Maturities of non current borrowings		
Term Loan (Secured)		
From Axis Bank Limited	2,400.00	-
Working Capital Loan		
From Axis Bank Limited	3,295.40	5,580.00
Term Loans - Vehicles (Secured)		
From Bank	1,388.24	1,329.38
From NBFC	160.07	1,066.63
	<u>7,243.71</u>	<u>7,976.01</u>
Total	<u>61,815.21</u>	<u>53,208.79</u>

16 .1 Details of Indian Rupee Term Loan from banks are as under:

Name of the Bank/Others	Outstanding as on 31.03.2024	Outstanding as on 31.03.2023	Number of Instalments	Effective Interest Rate
Term Loans from Bank				
Axis Bank - Working Capital Term Loan 3	995.00	5,615.00	36 Monthly installments commencing from July, 2021	9.25% i.e. repo +2.75% p.a.
Axis Bank - Working Capital Term Loan 4	5,941.50	6,900.00	36 Monthly installments commencing from Nov, 2023	9.25% i.e. repo +2.75% p.a.
Axis Bank - Term Loan 5	11,200.00	-	60 Monthly installments commencing from Dec. 2023	10.20% i.e. repo +3.70% p.a.
Vehicle Loans from Bank				
ICICI Bank Ltd. - 1		278.06	36 Monthly installments commencing from February, 2021	8.30%
ICICI Bank Ltd. - 2	1,192.54	1,400.00	60 Monthly installments commencing from May, 2023	9.20%
HDFC Bank Ltd - 1	1,734.03	2,110.71	60 Monthly installments commencing from January 2023.	8.50%
HDFC Bank Ltd - 2	2,319.82	2,787.00	60 Monthly installments commencing from April 2023.	8.50%
HDFC Bank Ltd - 3	561.89	-	39 Monthly installments commencing from June 2023.	9.15%
Vehicle Loans from NBFCs				
Toyota Financial Services India Pvt Ltd.-2	160.07	469.73	60 Monthly installments commencing from Sep, 2019	8.96%
Kotak Mahindra Prime Ltd-1	-	413.45	36 Monthly installments commencing from Dec.2020	7.99%
Kotak Mahindra Prime Ltd-2	-	343.53	36 Monthly installments commencing from April, 2021	7.99%
Other Loans - Intercorporate from Related Party				
Cosmic Agro Chemicals (Prop. Posani Fertilizers Ltd)	10,691.00	10,691.00	-	-
Unsecured Loans - Inter-corporate from others				
Navyuga Engineering Co Ltd.	11,203.43	11,203.43	-	-

NOTES TO THE ACCOUNTS

- 16.2** Term loans from Axis Bank Limited is secured by first charge on entire assets created out of respective term loan.
- 16.3** All the Term loans from Axis Bank Limited are secured by hypothecation of entire current assets of the company both present and future.
- 16.4** All the Term loans from Axis Bank Limited are secured by fresh equitable mortgage of industrial land and building admeasuring 4.68 Acres situated at No. 2-04, Sy. No. 94/1 & 95, Toopranpet Village, Chotuppall Mandal, Yadadri - Bhuvanagiri District standing in the name of company.
- 16.5** Term Loans from Axis Bank Limited is further secured by personal guarantee of Sri P Pattabhi Rama Rao, Managing Director, P Praveen Kumar, Whole Time Director & CFO and Smt. P Rajya Lakshmi, Director of the company.
- 16.6** Vehicle loan is secured against the respective vehicle financed by them.
- 16.7. a.** The Company has been sanctioned vehicle loan of Rs.729 thousand and Term Loan of Rs.12000 Thousand during the financial year 2023-24.

Particulars of Loans	Amount Disbursed Rs. in Thousands	Purpose (as per Loan Agreement)	Whether used for the purpose stated in the loan Agreement	If no, mention the purpose for which it is utilised
Term Loan from Axis Bank	12000	Towards Reimbursement of expenditure for Machinery Purchased	Yes	
Vehicle Loan from HDFC Bank	729	Towards Purchase of Vehicle	Yes	

- 16.7. b.** The Company has been sanctioned term / vehicle loan of Rs.6387 thousand during the financial year 2022-23.

Particulars of Loans	Amount Disbursed Rs. in Thousands	Purpose (as per Loan Agreement)	Whether used for the purpose stated in the loan Agreement	If no, mention the purpose for which it is utilised
Vehicle Loan from HDFC Bank	4987	Towards Purchase of Vehicle	Yes	-
Vehicle Loan from ICICI Bank	1400	Towards Purchase of Vehicle	Yes	-

16.8 Net Debt Reconciliation

PARTICULARS	As at 31-03-2024	As at 31-03-2023
Analysis of net debts and movement in net debts for each of the period presented:		
Current Borrowings	1,15,082.09	1,26,486.34
Non-current borrowings	61,815.21	53,208.34
Net Debt	1,76,897.29	1,79,695.13

BHASKAR AGROCHEMICALS LIMITED.**NOTES TO THE ACCOUNTS**

PARTICULARS	Liabilities from financing Activities		Total
	Non Current Borrowings	Current Borrowings *	
Net debt as at March 31, 2022	51,171.89	1,13,034.04	1,64,205.93
Cash Flows (Net)	2,036.91	13,452.29	15,489.20
Net debt as at March 31, 2023	53,208.80	1,26,486.33	1,79,695.13
Cash Flows (Net)	8,606.41	-11,404.25	-2,797.84
Net debt as at March 31, 2024	61,815.21	1,15,082.08	1,76,897.29

* Includes current maturities of Long Term Debt

17 OTHER FINANCIAL LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Other non current liabilities		
Dealership deposit	10,399.50	6,914.00
Total	10,399.50	6,914.00

18 NON CURRENT PROVISIONS

PARTICULARS	31st March, 2024	31st March, 2023
Provisions for Employee Benefits		
For Gratuity	1,091.57	1,328.70
Total	1,091.57	1,328.70

19 DEFERRED TAX LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Deferred Tax Liabilities		
On Property, Plant & Equipment	20,733.68	20,841.07
Deffered tax Assets		
MAT Credit Entitlement	1,418.34	5,725.41
Provision for employee benefits	933.93	785.36
Relating to IND as Adjustment	81.76	108.03
Unabsorbed depreciation / Losses	-	633.19
Total	18,299.66	13,589.07

During the current year ended 31st March, 2024 the timing difference is resulted in deffered tax liability details of which are as follows :

PARTICULARS	Opening Balance	Recognised In Profit & Loss	Recognised In Other Comprehensive Income	Closing Balance
Accelerated depreciation for tax purpose	20,841.07	-107.39	-	20,733.68
MAT credit Entitlement	-5,725.41	4,307.07	-	-1,418.34
Unused tax losses/depreciation	-633.19	633.19	-	-
Expenses allowed on payment basis	-785.36	-148.57	-	-933.93
Other items giving rise to temporary differences	-108.03	-	26.27	-81.76
	13,589.07	4,684.31	26.27	18,299.66

NOTES TO THE ACCOUNTS



20. FINANCIAL LIABILITIES - BORROWINGS

PARTICULARS	31st March, 2024	31st March, 2023
Current Borrowings		
Secured, from bank, term loan		
- Loans repayable on demand		
Working capital loans from Axis Bank Limited	96,518.38	96,163.36
Current Maturities of Non Current Borrowings		
Term Loan (Secured)		
From Axis Bank Limited	5,695.41	5,580.00
Term Loans - Vehicles (Secured)		
From Bank	1,388.24	1,329.38
From NBFCs	160.07	1,066.63
Loan from related party (Unsecured)		
Loan from directors	11,319.99	22,346.96
Total	1,15,082.09	1,26,486.34

20.1 Details of Indian Rupee Working Capital Loan from banks are as under:

Name of the Bank	Effective Interest Rate	
	Current Year	Previous Year
From Axis Bank Limited	10.20%	9.60%
	(REPO+3.70%)	(REPO+4.20%)

20.2 Working capital facilities from Axis Bank Limited are secured by exclusive charge on entire current assets and movable fixed assets (other than vehicles) of the Company, both present and future, besides personal guarantee of Sri P Patabhi Rama Rao, Managing Director, P Praveen Kumar, Whole Time Director & CFO and Smt. P Rajya Lakshmi, Director of the company.

20.3 Working Capital facilities from Axis Bank Limited are secured by fresh equitable mortgage of industrial land and building admeasuring 4.68 Acres situated at No. 2-04, Sy. No. 94/1 & 95, Toopranpet Village, Chotuppal Mandal, Yadadri Bhuvanagiri District standing in the name of company.

20.4 Loan availed from Directors are repayable on demand. The Interest is paid at the rate of 12% per annum on the principal outstanding.

20.5 The Company has obtained working capital loan from following Bank/ Financial Institution:

a. During the financial year 2023-24 :

Particulars of Loans	Amount Disbursed Rs. in Thousands	Purpose (as per Loan Agreement)	Whether used for the purpose stated in the loan Agreement	If no, mention the purpose for which it is utilised
NIL				

b. During the financial year 2022-23 :

Particulars of Loans	Amount Disbursed Rs. in Thousands	Purpose (as per Loan Agreement)	Whether used for the purpose stated in the loan Agreement	If no, mention the purpose for which it is utilised
Term Loan sanctioned by Axis Bank Limited	21500	Working Capital Requirements	Yes	-

BHASKAR AGROCHEMICALS LIMITED.**NOTES TO THE ACCOUNTS****21 TRADE PAYABLE**

PARTICULARS	31st March, 2024	31st March, 2023
Total outstanding dues of micro enterprises and small enterprises	12.17	39.09
Total outstanding dues of trade payables other than micro enterprises and small enterprises	1,04,784.21	1,08,840.04
Total	1,04,796.38	1,08,879.13
21.1 Dues to micro and small enterprises pursuant to section 22 of the Micro, Small and Medium Enterprises Development Act (MSMED), 2006		
Principal amount remaining unpaid	12.17	39.09
Interest due thereon	--	--
Interest paid by the Company in terms of Section 16 of MSMED Act, 2006, along with the amount of the payment made to the suppliers and service providers beyond the appointed day during the period/year	--	--
Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the period/year) but without adding the interest specified under MSMED Act, 2006	--	--
Interest accrued and remaining unpaid as at balance sheet date	--	--
Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	--	--
Total	12.17	39.09

21.2 The management has identified enterprises which have provided goods and services to the Company and which qualify under the definition of Micro and Small Enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMEDA). Accordingly, the disclosure in respect of the amounts payable to such enterprises as at 31 March 2023 has been made in the financial statements based on information received and available with the company.

**21.3 Trade Payables ageing schedule :
Current Reporting year as at 31.03.2024**

Particulars	Payable not due	Outstanding of the following periods from due date of payments				Total
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
MSME	12.17	-	-	-	-	12.17
Others	35,244.12	69,540.10	-	-	-	1,04,784.21
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-

NOTES TO THE ACCOUNTS

Previous Reporting year as at 31.03.2023

Particulars	Payable not due	Outstanding of the following periods from due date of payments				Total
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
MSME	39.09	-	-	-	-	39.09
Others	61,065.99	47,211.19	-	562.86	-	1,08,840.04
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-

21.4 Terms and conditions of the above financial liabilities:
Trade payables are non-interest bearing and are normally settled on 30-90 days terms.

22 OTHER FINANCIAL LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Payable towards capital creditors	350.52	1,217.31
Other Payable - Expenses	9,893.18	6,481.61
Total	10,243.70	7,698.92

23 OTHER CURRENT LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Advance from Customers	35,323.21	27,337.61
Statutory Dues	2,068.17	3,092.53
Total	37,391.37	30,430.14

24 CURRENT PROVISIONS

PARTICULARS	31st March, 2024	31st March, 2023
Provisions for Employee Benefits		
For Gratuity	2,171.02	1,080.70
Total	2,171.02	1,080.70

25 CURRENT TAX LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Provision for Income tax (Net of Advance tax and TDS/TCS)	333.50	2,425.30
Total	333.50	2,425.30

BHASKAR AGROCHEMICALS LIMITED.**NOTES TO THE ACCOUNTS****26 REVENUE FROM OPERATIONS**

PARTICULARS	31st March, 2024	31st March, 2023
Sale of products		
Manufactured products - Domestic		
Sale of Products (Net of Returns)	6,47,306.21	5,43,571.43
Sale of Services		
Job work Services	19,092.57	8,990.44
Total Revenue from operations	6,66,452.78	5,52,561.87

27 OTHER INCOME

PARTICULARS	31st March, 2024	31st March, 2023
Interest Income	46.53	23.39
Other Non Operating Income	367.30	-
Total	413.83	23.39

28 COST OF MATERIAL CONSUMED

PARTICULARS	31st March, 2024	31st March, 2023
Raw Material Consumption		
Inventories at the beginning of the year	25,496.79	53,161.59
Add: Purchases	4,32,824.12	3,45,565.41
Less: Discount Received	-	18.15
	<u>4,58,320.92</u>	<u>3,98,708.85</u>
Inventories at the end of the year	<u>51,212.50</u>	<u>25,496.79</u>
	4,07,108.42	3,73,212.05
Packing Material Consumed:		
Inventories at the beginning of the year	19,792.09	17,045.16
Add: Purchases	50,946.19	31,940.97
	<u>70,738.28</u>	<u>48,986.13</u>
Inventories at the end of the year	<u>21,889.56</u>	<u>19,792.09</u>
	48,848.72	29,194.04
Total	4,55,957.14	4,02,406.09

29 CHANGES IN INVENTORIES OF FINISHED GOODS

PARTICULARS	31st March, 2024	31st March, 2023
Inventories at the beginning of the year		
Finished goods	69,114.21	63,696.14
Inventories at the end of the year		
Finished goods	81,115.20	69,114.21
Change in inventories	-12,000.99	-5,418.06

30 EMPLOYEES BENEFITS EXPENSES

PARTICULARS	31st March, 2024	31st March, 2023
Salaries, Wages, Bonus and other allowances	56,081.95	35,545.83
Directors Remuneration	12,000.00	12,000.00
Contribution to provident fund & ESI	2,229.96	1,628.83
Grauity Expenses (Refer note no.45)	968.99	724.27
Compensated absence	251.96	248.98
Staff Welfare Expenses	2,655.20	2,619.44
Total	74,188.06	52,767.35

NOTES TO THE ACCOUNTS

31 FINANCIAL COSTS

PARTICULARS	31st March, 2024	31st March, 2023
Interest on borrowing		
- On term loan	499.21	103.77
- On working capital facilities	10,358.19	9,533.05
- On others	3,011.72	2,883.98
- On delay in payment of taxes	270.49	198.62
- On financial liabilities recognised on amortised cost	4,086.73	3,715.21
Bank Charges & Processing Fee	443.39	627.32
Total	18,669.74	17,061.94

32 DEPRECIATION AND AMORTIZATION EXPENSES

PARTICULARS	YEAR ENDED 31.03.2024	YEAR ENDED 31.03.2023
Depreciation (Refer Note 3)	15,700.72	11,928.27
Amortization (Refer Note 5)	148.92	133.88
Total	15,849.64	12,062.14

33 OTHER EXPENSES

PARTICULARS	31st March, 2024	31st March, 2023
Manufacturing Expenses		
Power & Fuel	4,236.11	3,353.95
Insurance	1,504.82	1,221.41
Carriage Inward	10,964.20	6,831.33
Repairs & Maintenance		
Plant & Equipment	2,247.21	1,841.84
Buildings	181.77	213.67
Others	388.08	356.43
Testing & Lab Charges	76.74	187.71
Water Charges	819.20	579.74
Factory Maintenance	943.03	806.34
	<u>21,361.17</u>	<u>15,392.35</u>
Selling and Distribution Expenses		
Freight Outward	12,460.20	7,417.63
C & F Service Charges	1,316.00	1,092.00
Business Promotion & Advertisement	16,877.08	4,215.92
	<u>30,653.28</u>	<u>12,725.55</u>
Administration and Other Expenses		
Rent	4,962.90	4,357.84
Rates & Taxes	355.10	312.81
Printing & Stationery	498.07	387.40
Communication Expenses	642.59	366.42
Vehicle Maintenance	1,000.81	1,054.71
Travelling & Conveyance	18,278.53	13,912.92
Consultancy & Other Professional Charges	3,426.81	1,954.71
Remuneration to auditors	550.00	450.00
Miscellaneous Expenses	5,938.43	4,214.14
	<u>35,653.26</u>	<u>27,010.95</u>
Total	87,667.71	55,128.85

BHASKAR AGROCHEMICALS LIMITED.**NOTES TO THE ACCOUNTS****34 OTHER COMPREHENSIVE INCOME**

PARTICULARS	31st March, 2024	31st March, 2023
Net Gain/(Loss) on remeasurement of defined benefit plans	94.44	413.61
Deferred tax effect on remeasurment costs on net defined liability	-26.27	-115.07
Total	68.17	298.55

35 EARNINGS PER SHARES

35.1 Earnings per share is calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year.

35.2 Diluted earnings /(loss) per share amounts are calculated by dividing the profit/loss attributable to equity holders (after adjusting for interest on the convertible preference shares) by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

35.3 The Basic and diluted EPS per share is given hereunder

PARTICULARS		31st March, 2024	31st March, 2023
Profit / (Loss) as per Profit and Loss Account	Rs.	17,417.61	2,343.12
Net Profit / (Loss) attributable to Equity Share holders	Rs.	17,417.61	2,343.12
Equity Shares outstanding at the beginning of the year	Nos.	5209633	5209633
Equity Shares outstanding at the close of the year	Nos.	5209633	5209633
Weighted Average No. of Equity Shares	Nos.	5209633	5209633
Nominal Value of Equity Shares	Rs.	10	10
Basic EPS and Diluted EPS	Rs.	3.34	0.45

NOTES TO THE ACCOUNTS

36 TAXES

PARTICULARS	31st March, 2024	31st March, 2023
a. Income Tax Expense recognised in the Statement of Profit & Loss:		
Current Tax	4,821.09	1,935.36
MAT Credit Entitlement	3,919.37	-1,935.36
Deferred tax Charge/(Credit)	377.24	8,573.22
Total Income tax Expenses recognised in statement of profit & loss and OCI	9,117.70	8,573.22
Deferred tax Charged/(Credit) to OCI	-26.27	-115.07
b. Reconciliation of effective tax rate:		
Profit before tax (including OCI) (A)	26,629.76	19,450.42
Enacted tax rate in India (B)	27.82%	27.82%
Expected Tax Expenses (C=A*B)	7,407.40	5,411.11
Adjustments:		
Expenses not deductible for tax purpose	6,049.72	-19,450.42
Tax due to change in tax rate	-	28,005.68
Others	-	2,811.08
Profit after adjusting permanent difference	32,679.48	30,816.75
Expected tax Expenses	9,091.43	8,573.22
Total tax expenses	9,091.43	8,573.22

37 COMMITMENTS & CONTINGENCIES

PARTICULARS	31st March, 2023	31st March, 2022
a. Commitments:		
Estimated amount of contracts remaining to be executed on capital account & not provided for (net of advances)	-	4,836.52
b. Contingent Liabilities:		
	NIL	NIL

38 SEGMENT REPORTING :

a. BASIS OF SEGMENTATION

The company operates only in one business segment viz. 'manufacturing and sales of crop care chemicals' and hence no separate information for primary segment wise disclosure is required.

b. GEOGRAPHIC INFORMATION:

The geographic information analyses the Company's revenues and non-current assets by the Company's country of domicile and other countries. In presenting geographic information, segment revenue has been based on the selling location in relation to sales to customers and segment assets are based on geographical location of assets.

	31 March 2024		31 March 2023	
	Amount (INR)	%	Amount (INR)	%
Segment revenue (based on the location of the customers)				
India	6,66,452.78	100%	5,52,561.87	100%
Out side India	-	-	-	-
	6,66,452.78	100%	5,52,561.87	100%
b. Geographical analysis (Manufacturing/ Formulation and sales of Agro Chemicals) :				
	31 March 2024		31 March 2023	
	Amount (INR)	%	Amount (INR)	%
Segment assets (based on the location of the assets)				
India	4,99,796.75	100%	4,72,728.07	100%
Outside India	-	-	-	-
	4,99,796.75	100%	4,72,728.07	100%

BHASKAR AGROCHEMICALS LIMITED.**NOTES TO THE ACCOUNTS****39 PAYMENTS TO AUDITORS (excluding GST Tax)**

PARTICULARS	31st March, 2024	31st March, 2023
Statutory Audit Fees	450.00	450.00
Tax Audit Fees	100.00	-
Othe Matters	22.00	48.50

40 Relationship with Struck off Companies under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

Name of Struck off Company	Nature of transactions	Transactions during the year ended March 31, 2024	Balance outstanding at the end of the year asat March 31, 2023	Relationship with the Struck off company, if any, to be disclosed
Adit Capital Services Pvt Ltd	Share capital	—	1600 Shares	Share Holder
Prarthana Holdings Pvt Ltd	Share capital	—	500 Shares	Share Holder
Talini Finance Private Limited	Share capital	—	800 Shares	Share Holder

41 Registration of charges or satisfaction with Registrar of Companies :

a. Registration of charge :

a) Details of creation of charge beyond the statutory Period :

Name of the lenders	Amount for which charge is to be created	Last date of creation of charge	Delays(in days)	Location of the ROC
ICICI Bank Limited - 1	1,400.00	24-05-2023	313.00	ROC Hyderabad
Toyota Financial Services India Pvt Ltd.- New	1,363.00	29-11-2019	1,585.00	ROC Hyderabad

Reason for not Creating Charge:

The borrowing has been taken against the security of the Vehicle hence the Financial Institutions /Bank has not insisted for the creation of the charge therefore the Charge has not been created for the above borrowings.

b. Satisfaction of charge :

- Vehicle loan taken from DCL Finance Ltd in the year 1996 & which was repaid fully. However, satisfaction of charge is not filed and still reflecting as per the index of charge available on MCA website.
- WCTL- ECLGS taken from Axis Bank Limited amounting to 13700.00 Thousands and Rs.6900.00 Thousands in the year 2020-21 and 2021-22 respectively and charge has been created at that time. At the time of renewal of Cash Credit facility during the year charge has been modified by way of including the above two facilities. Original charge created on above two facilities has not been satisfied, which has resulted into creation of double charge for the same facilities.

42 Reconciliation of quarterly returns or statements of current assets filed with banks or financial institutions Year 2023-2024

Quarter	Name of bank	Particulars of Securities Provided	Amount as reported in the quarterly return/ statement	Amount as per books of account	Amount of difference	Reason for material discrepancies
Jun-23	Axis Bank	Inventories	1,31,747.58	1,31,747.58	-	--
		Trade Receivables	83,020.31	83,020.31	-	--
		Trade Payables	78,777.30	78,777.30	-	--
Sep-23	Axis Bank	Inventories	2,23,602.25	2,23,602.25	-	--
		Trade Receivables	2,06,398.67	2,06,398.67	-	--
		Trade Payables	2,95,764.90	2,95,764.90	-	--
Dec-23	Axis Bank	Inventories	1,74,105.51	1,74,105.51	-	--
		Trade Receivables	1,65,769.05	1,65,769.05	-	--
		Trade Payables	2,02,525.01	2,02,336.04	188.97	Variance is due to payment entry has been made after submitting stock statement.

NOTES TO THE ACCOUNTS

Quarter	Name of bank	Particulars of Securities Provided	Amount as reported in the quarterly return/ statement	Amount as per books of account	Amount of difference	Reason for material discrepancies
March - 24	Axis Bank	Inventories	1,41,404.00	1,54,217.25	-12,813.26	Variance is due to overhead allocation in finished goods.
		Trade Receivables	97,047.27	97,047.27	-	--
		Trade Payables	1,03,750.02	1,03,750.02	-	--

* Trade receivable more than 90 days is not included while submitting the Stock Statement.

Year 2022-2023

Quarter	Name of bank	Particulars of Securities Provided	Amount as reported in the quarterly return/ statement	Amount as per books of account	Amount of difference	Reason for material discrepancies
Jun-22	Axis Bank	Inventories	1,34,250.31	1,38,379.67	-4,129.36	Variance is due to overhead allocation in finished goods.
		Trade Receivables	39,709.43	39,709.43	-	
		Trade Payables	54,158.56	54,158.56	-	
Sep-22	Axis Bank	Inventories	1,60,113.43	1,60,068.16	45.27	Variance is due to overhead allocation in finished goods.
		Trade Receivables	1,37,636.67	1,37,636.67	-	
		Trade Payables	1,58,497.56	1,58,497.56	-	
Dec-22	Axis Bank	Inventories	1,48,090.68	1,49,294.40	-1,203.72	Variance is due to overhead allocation in finished goods.
		Trade Receivables	1,39,934.53	1,39,934.53	-	
		Trade Payables	1,53,777.96	1,53,777.96	-	
March - 23	Axis Bank	Inventories	1,14,403.09	1,14,403.09	-	
		Trade Receivables	1,27,588.28	1,67,703.62	-40,115.34	Trade Receivable more than 90 days is not included while submitting the stock statement
		Trade Payables	1,07,001.87	1,07,001.87	-	--

BHASKAR AGROCHEMICALS LIMITED.
NOTES TO THE ACCOUNTS

43 Disclosure of Ratios :

Ratio	Particulars		March 31, 2024		March 31, 2023		Ratio as on		Variation	Reason (if variation is more than 25%)
	Numerator	Denominator	Numerator	Denominator	Numerator	Denominator	March 31, 2024	March 31, 2023		
Current Ratio	Current Assets = Inventories + Current Investment + Trade Receivable + Cash & Cash Equivalents + Other Current Assets + Contract Assets + Assets held for Sale	Current Liability = Short term borrowings + Trade Payables + Other financial Liabilities + Current tax (Liabilities) + Contract Liabilities + Provisions + Other Current Liability	3,11,596.00	2,70,018.06	2,85,928.40	2,77,000.52	1.15	1.03	11.79%	--
Debt-Equity Ratio	Debt = long term borrowing and current maturities of long-term borrowings and redeemable preference shares treated as financial liability	Equity = Equity + Reserve and Surplus	69,058.92	1,38,172.76	61,184.81	1,20,686.98	0.50	0.51	-1.41%	--
Debt Service Coverage Ratio	Net Operating Income = Net profit after taxes + Non-cash operating expenses + finance cost	Debt Service = Interest & Lease Payments + Principal Repayments	51,936.99	25,930.37	31,467.20	25,652.18	2.00	1.23	63.28%	Ratio has been improved due to increase in the operating profit
Return on Equity Ratio	Net Income = Net Profits after taxes - Preference Dividend	Shareholder's Equity	17,485.78	1,38,172.76	2,641.67	1,20,686.98	12.66%	2.19%	10.47%	--
Inventory Turnover Ratio	Cost of Goods Sold	(Opening Inventory + Closing Inventory)/2	4,43,956.15	1,34,310.17	3,96,988.03	1,24,152.99	3.31	3.20	3.37%	--
Trade Receivables Turnover Ratio	Net Credit Sales	(Opening Trade Receivables + Closing Trade Receivables)/2	6,66,452.78	1,58,614.91	5,52,561.87	1,48,832.16	4.20	3.71	13.17%	--
Trade Payables Turnover Ratio	Net Credit Purchases	(Opening Trade Payables + Closing Trade Payables)/2	4,83,770.31	1,06,837.75	3,77,506.38	1,09,843.84	4.53	3.44	31.75%	The variance is due to decrease in average trade payables and increase in credit purchases in the current year compare previous year
Net Capital Turnover Ratio	Revenue	Average Working Capital = Average of Current assets - Current liabilities	6,66,866.61	25,252.91	5,52,585.26	7,766.74	2641%	7114.77%	-4474.01%	The variance is due to improvement in average working capital due to higher margin.
Net P Profit Ratio	Net Profit	Net Sales	17,417.61	6,66,866.61	2,343.12	5,52,585.26	2.61%	0.42%	2.19%	--
Return on Capital Employed	EBIT = Earnings before interest and taxes	Capital Employed = Total Assets - Current Liability	45,205.06	2,29,778.69	35,638.88	1,95,727.55	19.67%	18.21%	1.46%	--
Return on Investment	Net Profit	Net Investment = Net Equity	17,417.61	1,38,172.76	2,343.12	1,20,686.98	12.61%	1.94%	10.66%	--

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44 CONSUMPTION OF RAW MATERIALS & PACKING MATERIAL:

PARTICULARS	31st March, 2024		31st March, 2023	
	Amount	%	Amount	%
a. Raw Material				
Imported	-	-	-	-
Indigenous	4,07,108.42	100	3,73,212.05	100
Total	4,07,108.42	100	3,73,212.05	100
b. Packing Material				
Imported	-	-	-	-
Indigenous	48,848.72	100	29,194.04	100
Total	48,848.72	100	29,194.04	100

45 EMPLOYEES BENEFITS (Disclosure pursuant to Ind AS - 19)

The Company contributes to the following post-employment plans in India.

(A) Defined Contribution Plans:

The Company makes contributions towards provident fund and which are in the nature of defined contribution post employment benefit plans. Under the plan, the Company is required to contribute a specified percentage of payroll cost to fund the benefits.

The Company recognised 2122.45 Thousands for the year ended 31 March 2024 (31 March 2023: 1531.30 Thousands) towards provident fund and 107.51 Thousands for the year ended 31 March 2024 (31 March 2023: 97.53 Thousands.) towards Employee State Insurance contribution in the Statement of Profit and Loss.

The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

(B) Defined Benefit Plans

45(B)(1) Gratuity

The Company has a defined benefit gratuity plan and governed by Payment of Gratuity Act, 1972. Every employee who has completed five years or more of service is entitled to a gratuity on departure at 15 days salary for each completed year of service. The scheme is funded through a policy with Life Insurance Corporation of India. The following tables summarise net benefit expenses recognised in the statement of profit and loss, the status of funding and the amount recognised in the Balance sheet for the gratuity plan:

PARTICULARS	31st March, 2024	31st March, 2023
A) Net employee benefit expense (recognised in Employee benefits expenses)		
Current service cost	789.08	546.59
Reimbursement Service Cost	-	-
Interest cost	331.80	297.31
Interest income on planned assets	-151.89	-119.63
Employee benefit expense (recognised in Employee benefits expenses)	968.99	724.27
Remeasurement on employees defined benefit plan recognised in OCI		
Net actuarial(gain) / loss recognised in the period/ year	-94.44	-413.61
Net employee benefit expenses	874.55	310.66
B) Amount recognised in the Balance Sheet		
Defined benefit obligation	5,441.63	4,423.98
Fair value of plan assets	2,179.03	2,014.58
	3,262.60	2,409.40

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C) Changes in the present value of the defined benefit obligation		
Opening defined benefit obligation	4,423.98	4,113.03
Current service cost	789.08	546.59
Interest cost	331.80	297.31
Settlement payments from -plan assets	-	-102.84
Re-measurement due to Demographic assumptions	-99.90	-
Re-measurement due to financial assumptions	-81.11	-50.31
Re-measurement due to experience assumptions	-84.44	-379.81
Closing defined benefit obligation	5,441.63	4,423.98
D) Change in the fair value of plan assets		
Opening fair value of plan assets	2,014.58	1,357.06
Expected return on plan assets	151.89	119.63
Contributions	21.35	657.23
Benefits paid	-	-102.84
Others (Employee Contribution, Taxes, Expenses)	-	-
Remeasurement - Return on Assets	-8.79	-16.50
Actuarial gain/(loss) on plan assets	-	-
Closing fair value of plan assets	2,179.03	2,014.58

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

PARTICULARS	31st March, 2024	31st March, 2023
Investments with Life Insurance Corporation of India	100.00%	100.00%
E) Remeasurement adjustments:		
Experience loss/ (gain) on plan liabilities	-84.44	-379.81
Experience loss/ (gain) on plan assets	8.79	16.50
Financial loss/ (gain) on plan liabilities	18.11	-50.30
Demographic loss/ (gain) on plan liabilities	-99.90	-
Demographic loss/ (gain) on plan assets	-	-
Remeasurement gains/(losses) recognised in other comprehensive income:	-94.44	-413.61

(i) The principal assumptions used in determining gratuity for the Company's plans are shown below:

PARTICULARS	31st March, 2024	31st March, 2023
Discount rate	7.23%	7.50%
Salary rise	8.00%	8.00%
Attrition Rate	5.78%	3.50%

The estimates of future salary increases, considered in the actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

The overall expected rate of return on assets is determined based on the actual rate of return during the current year. The plan assets have been invested in Insurance managed funds.

45(B)(2) Compensated Absences

The company permits encashment of compensated absence accumulated by their employee at the end of the financial year. The liability in respect of the company, for outstanding balance of leave at the balance sheet date is determined and provided as at the balance sheet date. The company is of the opinion that compensated absences are payable within 12 months of their accrual and thus, are not required to be actuarially valued.

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46 RELATED PARTY DISCLOSURES :

Disclosure of transactions with Related Parties, as required by Ind AS 24 “Related Party Disclosures” has been set out below. Related parties as defined under clause 9 of the Ind AS 24 have been identified on the basis of representations made by the management and information available with the Company

Names of related parties and description of relationship

Name of the related party	Relationship
Enterprises under the significant influence of persons having significant influence over this company	
Cosmic Agro Chemicals (Prop. Posani Fertilizers Limited)	
Key Management Personnel	
Pattabhi Rama Rao Posani	Chairman & Managing Director
Praveen Kumar Posani	Joint Managing Director & CFO
Rajya Lakshmi Posani	Director
Naga Uma Maheswara Prasad Aluri	Director
Venkata Satyanarayana Sankurathri Chowdary	Director
Sudhakar Chigurupati	Director
Chetna Tiwari	Company Secretary

Transactions during the year:

	31st March, 2024	31st March, 2023
a) Key Management Personnel		
i) Pattabhi Rama Rao Posani		
Remuneration	6,000.00	6,000.00
Unsecured loans taken	4,560.06	3,103.46
Unsecured loans Repaid	16,296.62	3,871.57
Interest on Unsecured loans	2,246.25	2,066.14
Rent Paid	1,550.00	1,000.00
ii) Praveen Kumar Posani		
Remuneration	6,000.00	6,000.00
Unsecured loans taken	693.57	250.00
Unsecured loans Repaid	2,378.91	5,179.52
Interest on Unsecured loans	148.68	570.41
Rent Paid	1,550.00	1,000.00
iii) P. Rajya Lakshmi		
Director's Sitting Fees	28.50	-
iv) Dr. Aluri Naga Uma Maheshwara Prasad		
Director's Sitting Fees	28.50	-
v) Ch. Sudhakar		
Director's Sitting Fees	28.50	-
vi) S V Satyanarayana Chowdary		
Director's Sitting Fees	28.50	-
iii) Chetna Tiwari		
Remuneration	240.00	240.00

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Closing Balances :

	31st March, 2024	31st March, 2023
a) Enterprises under the significant influence of persons having significant influence over		
i) Cosmic Agro Chemicals (Prop. Posani Fertilizers Limited) Unsecured Loans Payable	10,691.00	10,691.00
b) Key Management Personnel		
i) Pattabhi Rama Rao Posani		
Unsecured Loans Payable	10,198.66	19,688.98
Guarantee for Cash Credit and Term Loan facilities	1,14,654.88	1,08,678.36
ii) Praveen Kumar Posani		
Unsecured Loans Payable	1,121.33	2,657.98
Guarantee for Cash Credit and Term Loan facilities	1,14,654.88	1,08,678.36
iii) Rajya Lakshmi Posani		
Guarantee for Cash Credit and Term Loan facilities	1,14,654.88	1,08,678.36
iv) Chetna Tiwari		
Remuneration Payable	19.80	19.80

Terms and conditions of transactions with related parties:

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. No balances in respect of the related parties has been provided for written off / written back.

47 Fair values of financial assets and financial liabilities

The fair value of other current financial assets, cash and cash equivalents, trade receivables, investments, trade payables, short-term borrowings and other financial liabilities approximate the carrying amounts because of the short term nature of these financial instruments.

The amortized cost using effective interest rate (EIR) of non-current financial assets consisting of security deposits are not significantly different from the carrying amount.

Financial assets that are neither past due nor impaired include cash and cash equivalents, security deposits, term deposits, and other financial assets.

Non-current borrowing comprises term loan from the banks. The impact of fair value on such portion is not material and therefore not considered for above disclosure.

Dealership Deposits received from individual customers is not material, hence the impact of fair value on such deposit is not considered for above disclosure.

Non-current borrowings comprises of Inter corporate borrowing has been valued at amortised cost using Effective Interest Rate (EIR).

The carrying amounts and fair values of financial instruments by category are as follows:

	Carrying value		Fair value	
	31st March, 2024	31st March, 2023	31st March, 2024	31st March, 2023
Financial Assets at amortised cost				
Deposits & Others	1,057.74	834.79	-	-
Trade Receivables	1,49,526.20	1,67,703.62	-	-
Cash & Cash Equivalents	891.20	231.84	-	-
Financial Liabilities at amortised cost				
Borrowings (Non Current & Current)	1,41,202.25	1,47,245.09	35,695.04	32,450.04
Dealership deposit (Non Current)	10,399.50	6,914.00	-	-
Trade Payables	1,04,796.38	1,08,879.13	-	-
Capital Trade Payables & Others	10,243.70	7,698.92	-	-

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48. RISK MANAGEMENT

Financial Risk Management objectives & Policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies.

The Company's activity expose it to market risk, commodity risk and credit risk. In order to minimise any adverse effects on the financial performance of the Company.

The Company's financial risk management policy is set by the Managing Director and governed by overall direction of Board of Directors of the Company.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rate, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivable, payables and loan and borrowings.

SI No	Risk	Exposure arising from	Measurement	Management Steps
1	Credit risk	Cash and cash equivalents, trade receivables, derivative financial instruments, financial assets measured at amortised cost.	Ageing analysis Credit ratings	Credit limits, letters of credit and Performance guarantees
2	Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
3	Market risk-foreign exchange	Future commercial transactions recognised financial assets and liabilities not denominated in INR.	Cash flow forecasting Sensitivity analysis	Foreign exchange contracts

48.1 Credit Risk

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assess financial reliability of customers, taking into account the financial conditions, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual risk limits are set accordingly.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period.

To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forwarding-looking information such as:

- i) Actual or expected significant adverse changes in business
- ii) Actual or expected significant changes in the operating results of the counterparty
- iii) Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligations
- iv) Significant increase in credit risk on other financial instruments of the same counterparty.

The company categorises financial assets based on the assumptions, inputs and factors specific to the class of financial assets into High-quality assets, negligible credit risk; Quality assets, low credit risk; Standard assets, moderate credit risk; Substandard assets, relatively high credit risk; Low quality assets, very high credit risk; Doubtful assets, credit-impaired.

Financial assets are written off when there is no reasonable expectations of recovery, such as a debtor failing to engage in a repayment plan with the Company. The Company categorises a loan or receivable for write off when a debtor fails to make contractual payments greater than one year past due. Where loans or receivables have been written off, the Company continues engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized in profit or loss.

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		Basis for recognition of expected credit loss provision	
Description of category	Category	Loans and deposits	Trade Receivables
Assets where the counter-party has strong capacity to meet the obligations and where the risk of default is negligible or nil	High-quality assets, negligible credit risk	12 month expected credit losses	Life-time expected credit losses (Simplify Approach)
Assets where there is low risk of default and where the counter-party has sufficient capacity to meet the obligations and where there has been low frequency of defaults in the past	Quality assets, low credit risk		
Assets where the probability of default is considered moderate, counter-party where the capacity to meet the obligations is not strong	Standard assets, moderate credit risk		
Assets where there has been a significant increase in credit risk since initial recognition. Assets where the payments are more than 365 days past due	Substandard assets, relatively high credit risk	Life-time expected credit losses	
Assets where there is a high probability of default. In general, assets where contractual payments are more than 730 days past due are categorised as low quality assets. Also includes assets where the credit risk of counter-party has increased significantly though payments may not be more than 730 days past due	Low quality assets, very high credit risk		
Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the company. Where loans or receivables have been written off, the company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognised in profit or loss.	Doubtful assets, credit-impaired	Asset is written off	

a) Expected credit loss for security deposits:

As At March 31, 2024

		Asset group	Estimated gross carrying amount	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition.	Security deposits	1,031.25	-	-	1,031.25
Loss allowance measured at life-time expected credit losses	Financial assets for which credit risk has increased significantly and not credit-impaired or credit impaired	N.A.	-	-	-	-

NOTES TO THE ACCOUNTS

As At March 31, 2023

		Asset group	Estimated gross carrying amount	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition.	Security deposits	768.25	-	-	768.25
Loss allowance measured at life-time expected credit losses	Financial assets for which credit risk has increased significantly and not credit-impaired or credit impaired	N.A.	-	-	-	-

b) Trade and other receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country in which the customer operates, also has an influence on credit risk assessment. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows:

PARTICULARS	31st March, 2024	31st March, 2023
Not Due	97,047.27	1,27,588.28
0 - 180 Days	22,765.08	10,664.01
180 - 360 Days	18,052.16	17,692.42
More than 360 Days	12,211.52	11,758.91
	<u>1,50,076.04</u>	<u>1,67,703.62</u>

Reconciliation of loss allowance provision - Trade receivables

PARTICULARS	31st March, 2024	31st March, 2023
Opening provision	-	-
Additional provision made/reversal (Net)	549.84	-
Closing provision	<u>549.84</u>	-

The Company allocates each exposure to a credit risk grade based on a variety of data that is determined to be predictive of the risk of loss (e.g. timeliness of payments, available press information etc.) and applying experienced credit judgement.

b) Cash and Cash Equivalents

The Company held cash and cash equivalents of Rs. 891.20 thousand at March 31, 2024 (March 31, 2023: Rs. 231.84 thousand) This includes the cash and cash equivalents held with the bank and cash on hand with the company.

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48.2 Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company has obtained fund and non-fund based working capital loan from bank. The borrowed funds are generally applied for companys own operational activities. Exposure to liquidity risk:

a) The following are the remaining contractual maturities of financial liabilities at the reporting date.

The amounts are gross and undiscounted :

PARTICULARS	Up to 1 Year	1 to 3 Year	3 to 5 Years	> 5 Years	Total carrying amount
31-Mar-24					
Non Current Borrowings (Including current maturities)	7,243.71	11,458.92	5,402.22	44,954.07	69,058.92
Current Borrowings	1,07,838.38	-	-	-	1,07,838.38
Dealership Deposit	-	-	-	10,399.50	10,399.50
Trade Payables	1,04,796.38	-	-	-	1,04,796.38
Other Payables	10,243.70	-	-	-	10,243.70
	<u>2,30,122.17</u>	<u>11,458.92</u>	<u>5,402.22</u>	<u>55,353.57</u>	<u>3,02,336.87</u>
31-Mar-23					
Non Current Borrowings (Including current maturities)	7,976.01	8,209.73	4,131.73	40,867.33	61,184.81
Current Borrowings	1,18,510.32	-	-	-	1,18,510.32
Dealership Deposit	-	-	-	6,914.00	6,914.00
Trade Payables	1,08,879.13	-	-	-	1,08,879.13
Other Payables	7,698.92	-	-	-	7,698.92
	<u>2,43,064.39</u>	<u>8,209.73</u>	<u>4,131.73</u>	<u>47,781.33</u>	<u>3,03,187.18</u>

b) Interest Rate Risk

Interest rate risk can be either fair value interest rate risk or cash flow interest rate risk. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates. The company's exposure to the risk of changes in the market interest rate relates primarily to the company's long term debt obligations with floating interest rates.

The company's interest rate exposure is mainly related to variable interest rates debt obligations. The Company manages the liquidity and fund requirements for its day to day operations like working capital, suppliers/buyers credit.

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Exposure to interest rate risk

Company's interest rate risk arises from borrowings. Borrowings issued at fixed rates exposes to fair value interest rate risk. The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows.

	31st March, 2024	31st March, 2023
Floating rate instruments		
Financial Liabilities - measured at amortised cost		
Term loan from banks	11,200.00	-
Working capital facilities from bank	1,03,454.88	1,08,678.36
Fixed rate instruments		
Vehicle loan from Bank and NBFCs (Secured)	5,968.35	7,802.47
Loan from Directors (Unsecured)	11,319.99	22,346.96
Total	1,31,943.23	1,38,827.80

Fair value sensitivity analysis for fixed-rate instruments

The Company does not account for any fixed-rate financial assets or financial liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Cash flow sensitivity analysis for variable-rate instruments

The risk estimates provided assume a change of 25 basis points interest rate for the interest rate benchmark as applicable to the borrowings summarised above. This calculation assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date assuming that all other variables, in particular foreign currency exchange rates, remain constant. The period end balances are not necessarily representative of the average debt outstanding during the period.

Cash flow sensitivity (net)	Profit or loss	
	25 bp increase	25 bp decrease
31-Mar-24		
Variable rate loan instruments	329.86	347.07
31-Mar-23		
Variable rate loan instruments	-329.86	-347.07

48.3 a) Market Risk

Market risk is the possibility of losses that may be incurred by the company due to factors that affect the overall performance of the company – such as foreign exchange rates, interest rates, recessions etc. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. We are exposed to market risk primarily due to the fluctuations in the rate of interest for borrowings from banks, recession in the market, foreign exchange rate fluctuation etc.

b) Currency Risk

The company deals in domestic market in the functional currency and does not have any exposure in foreign currency in operating activities and borrowings.

c) Exposure to currency risk

The currency profile of financial assets and financial liabilities as at March 31, 2024 & March 31, 2023 are in Indian Rupees is NIL.

49. CAPITAL RISK MANAGEMENT

For the purpose of the Company's capital management, capital includes issued capital and other equity reserves. The primary objective of the Company's Capital Management is to maximise shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

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The Company monitors capital using adjusted net debt to equity ratio. For this purpose, adjusted net debt is defined as total debt less cash and bank balances.

	31st March, 2024	31st March, 2023
Non Current borrowings	61,815.21	53,208.79
Current borrowings	1,07,838.38	1,18,510.32
Current maturities of long term debts	7,243.71	7,976.01
Total Debts	1,76,897.29	1,79,695.13
Less: Cash & Cash equivalents	891.20	231.84
Other bank deposits	-	-
Adjusted net debts	1,76,006.10	1,79,463.29
Equity	51,980.33	51,980.33
Other Equity	86,192.43	68,706.65
Total Equity	1,38,172.76	1,20,686.98
Adjusted net debt to equity ratio	1.27	1.49

50 The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

51 Wilful Defaulter

The Company has not defaulted in servicing the debt availed from banks, financial Institutions or any other lender and is therefore not a defaulter or wilful defaulter as defined by RBI Circular.

52 Compliance with number of layers of companies :

The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

53 Undisclosed income

The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the current year as well as in the previous year in the tax assessments under the Income Tax Act, 1961, such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

54 Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

55 Utilisation of Borrowed funds and share premium:

(i) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) out of its borrowed funds or share premium or any other source with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(ii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

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- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- 56 The Company has not extended any loans or advances in the nature of loans to its promoters, directors, key managerial personnel and its related parties, as defined under the Act, during the years ended 31 March 2024 and 31 March 2023.
- 57 The Code on Social Security 2020
The Code on Social Security 2020 ('the Code') relating to employee benefits, during the employment and post-employment, has received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the effective date from which the changes are applicable is yet to be notified and rules for quantifying the financial impact are also not yet issued.
The Company will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- 58 Figures of the Previous year are regrouped / reclassified wherever considered necessary and rounded off to the nearest thousand.

As per our report of even date attached.
for **R Kankaria & Uttam Singhi**
Chartered Accountants
ICAI Firm Regi. No. 000442S/ICAI

Uttam Kumar Singhi
Partner
Membership No. : 027481/ICAI

Place : Hyderabad
Date : 30.05.2024

For and on behalf of the Board
BHASKAR AGROCHEMICALS LIMITED

P. PRAVEEN KUMAR
Whole Time Director & CFO
DIN : 00353720

P. PATTABHI RAMA RAO
Managing Director
DIN : 00353641

CHETNA TIWARI
Company Secretary
ICSI MRN : 59205