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**List of Directors of Punjab Agro Industries Corporation Limited**  
**as on 31.03.2021**

1	Sh. Joginder Singh Mann 92/C, New Model Town, Phagwara, Distt Kapurthala	Chairman
2	Sh. Manpreet Singh Sandh J, Kothi No.1657, Sector 7-C, Chandigarh.	Vice Chairman
3	Sh. Manjit Singh Brar, IAS, Managing Director, Punjab Agro Industries Corp. Ltd., Chandigarh.	Managing Director
4	Sh Sibin C, IAS, Director, Industries & Commerce, Punjab, Chandigarh.	Director
5	Smt. Surinder Kaur Waraich, IRS Income Tax Advisor Cum OSD (F&A) Department of Finance, Punjab Directorate of Disinvestment, Finance and Planning Bhawan 4th Floor, Sector 33-A, Chandigarh.	Director
6	Sh. P.K. Pandey Director Northern Region Farm machinery Training & Testing Institute, Ministry of Agriculture, Deptt. of Agriculture & Coop., Tractor Nagar, Sirsa Road, Hissar – 125001	Director
7	Sh. Ranjeet Singh, Vill. Tarkhan Majra, PO Malko Majra, The. & Distt. Fatehgarh Sahib.	Director
8	Sh. Kiranjit Singh Mittha, Marhi Megha, Distt. Tarn Taran.	Director
9	Smt. Nirmala Devi #247, Punjab Avenue, Jalandhar	Director
10	Sh. Manjit Singh Jalbooti #637, Phase-2, Mohali	Director
11	Sh. Rajiv Sehgal #283-A, Basant Avenue, Amritsar	Director



## NOTICE

Notice is hereby given that the 55th (Adjourned) Annual General Meeting of the Punjab Agro Industries Corporation Limited, Chandigarh will be held on Monday the 27th day of February, 2023 at 10.30 A.M. at the registered office of the corporation at 2-A, Sector 28-A, Madhya Marg, Chandigarh to transact the following business: -

### Ordinary Business

To consider and if thought fit to pass the following resolution with or without modifications as ordinary resolution.

"Resolved that the Audited Balance Sheet as at 31st March, 2021 and the Profit & Loss Account of Punjab Agro Industries Corporation Limited for the year ending 31.03.2021 together with the Consolidated Financial Statements, Directors Report, Statutory Auditor Report and the comments of the Comptroller and Auditor General of India thereon be and are hereby received and adopted."

All the shareholders are requested to make it convenient to attend the meeting on the said date, time and place.

By order of the Board  
For Punjab Agro Industries Corporation Limited

Sd/-  
**(Rajesh Sood)**  
(Company Secretary)

NO.PAIC/Sect/55th AGM(Adj)/2023/

Dated :

Note :- A member entitled to vote at the meeting is also entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Corporation. Proxies in order to be effective must be received by the Corporation not less than 48 hours before the meeting.

To

- (1) All the Shareholders (List enclosed).
- (2) All the Directors (List enclosed)

Copy to :- (3) **M/s Shiv K Gupta & Associates,**  
**Chartered Accountants, Statutory Auditors,**  
**SCO 133-135, 3rd Floor, Sector 17-C, Chandigarh.**



**Form No. MGT-11  
Proxy form**

**(Pursuant to section 105 (6) of the Companies Act, 2013 and rule 19(3) of the Companies  
{(Management and Administration) Rules, 2014}**

CIN:- U51219CH1966SGC002630

Name of the company: Punjab Agro Industries Corporation Limited

Registered office:- Plot No 2-A, Sector 28-A, Chandigarh

Name of the member (s): Registered address: E-mail Id: Folio No/Client Id: DP ID:
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I/We, being the member (s) of ..... shares of the above named company, hereby appoint

1.Name.....

Address:

E-mail Id:

Signature..... or failing him

2.Name.....

Address:

E-mail Id:

Signature..... or failing him

3.Name.....

Address:

E-mail Id:

Signature..... or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 55th (Adjourned) Annual general meeting of the company, to be held on Monday the 27th day of February, 2023 at 10.30 a.m. at Plot No 2-A, Sector 28-A, Chandigarh and at any adjournment thereof in respect of such resolutions as are indicated below:-

Resolution No.

1.....

2.....

3.....

Signed this.....day of.....20.....

Signature of shareholder

Affix Revenue Stamp
---------------------------

Signature of Proxy holders (s)

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





## DIRECTORS REPORT

The Members of  
Punjab Agro Industries Corporation Limited.

Your Directors have pleasure in presenting the 55th Annual Report together with audited accounts of the Corporation for the year ended on 31st March, 2021.

### 1. SHARE CAPITAL

During the year under report, the authorized and paid-up capital of the Corporation remained unchanged. The authorized capital of the Corporation is Rs. 7500 lacs. The paid-up capital is Rs. 4920.86 lacs, the break-up of which is as under:-

Punjab Government	Rs. 45,46,36,000
Punjab Rural development Board	Rs. 2,50,00,000
Govt. of India	Rs. 1,24,50,000
Total	Rs. 49,20,86,000

### 2. FINANCIAL RESULTS

Profit/Loss for the year 2020-2021 (+) Rs. 12135325  
(before tax)

Profit/Loss for the year 2020-2021 (+) Rs. 9859691  
(after tax)

### 3. RESERVES

During the financial year Rs 0.98 crore is proposed to be carried to the reserves.

### 4. EXTRACT OF THE ANNUAL RETURN

Extract of the annual return as provided under sub-section (3) of section 92 in form MGT-9 is enclosed as per Annexure-I.

### 5. NUMBER OF MEETINGS OF THE BOARD

During the financial year 2020-21 Four (4) meetings of the Board of Directors of the Company were held as per the following details:

Sr. No	Date of Meeting
1.	27.07.2020
2.	29.10.2020
3.	21.12.2020
4.	31.03.2021



6. **DIVIDEND** 10

During the year under report, the Directors regret their inability to recommend any dividend.

7. **OPERATIONS** 11

Punjab Agro Industries Corporation (PAIC) has been directed to promote Agri/food processing infrastructure projects in public sector. Besides, it also facilitates and promotes Agri/ Food Processing Units in financial collaboration with private enterprises depending upon its raw material to be processed and product to be manufactured PAIC is also:-

- Facilitating Agro based industries and providing quality agriculture inputs viz. fertilizers, pesticides and seeds.
- Reclamation of degradable soils using Gypsum & Dhaincha seed.
- Mechanized Silage projects.
- Mega Food Park, Ludhiana for food processing enterprises.
- Major investors: Godrej Tyson Foods, Delmonte, Star Foods, Iscon Balaji Foods, Sharman Jain, Meat Masters etc.
- Successful in mechanization of agriculture and facilitating industries like Pepsi, Agro Dutch, PAGRO Foods etc.
- State nodal agency for implementing PM Formalization of Micro Food Processing Enterprises' (PMFME)
- Operating petrol stations and proposal to set up more petrol stations including Bio-CNG station.

8. **DECLARATION OF INDEPENDENCE GIVEN BY INDEPENDENT DIRECTORS**

Punjab Agro Industries Corporation Limited, being a State Government Company, and having the status of a Private Limited company, the provisions of Section 149, regarding appointment of Independent Directors are not applicable to the company.

9. **DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES**

During the current financial year, the company has 3 subsidiaries namely:

1. Punjab Agro Foodgrains Corporation Limited
2. Punjab Agri Exports Corporation Limited
3. Punjab Agro Juices Limited (Subsidiary of Punjab Agri Exports Corporation Limited)

The details about the performance of the aforesaid subsidiary companies are provided herewith as **Annexure-II** in the prescribed format AOC-1.

Further, although the company do provide financial assistance and make investments in the capital of several other companies for promoting the activities relating to food, horticulture and agricultural industry by way of induction of share capital, such companies do not in true sense, constitute the associates of Punjab Agro Industries Corporation Limited.





**10. COST AUDITOR**

The provisions of Section 148 of the Companies Act, 2013, are not applicable to the Company.

**11. COMPANY'S POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178**

Punjab Agro Industries Corporation Limited, being a State Government Company, and having the status of a Private Limited company, the provisions of Section 178, regarding composition of a Nomination and Remuneration Committee are not applicable to the company.

**12. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188**

The company did not enter into any transactions with related parties pursuant to provisions of Section 188 of the Companies Act, 2013 during the period under review.

**13. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAS OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

There were no material changes and commitments affecting the financial position of the company between the end of the financial year on March 31, 2020 to the date of this report. However, the Punjab Government vide notification no. 1/26/PF-2/2018/FP-1/1065 dated 02.07.2019 have withdrawn the procurement activity from Punjab Agro Foodgrains Corporation Limited, subsidiary Company of Punjab Agro Industries Corporation Limited.

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

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

a) Conservation of energy:

(i)	the steps taken or impact on conservation of energy	Necessary and appropriate steps have been taken for the conservation of energy.
(ii)	the steps taken by the company for utilizing alternate sources of energy	Company is exploring use of alternate sources of energy.
(iii)	the capital investment on energy conservation equipment's	No specific capital expenditure was done during the year towards energy conservation, although, continuous efforts are on in this direction.

b) Technology absorption: N.A



(i)	the efforts made towards technology absorption	
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	
	(a) the details of technology imported	
	(b) the year of import;	
	(c) whether the technology been fully absorbed	
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	
(iv)	the expenditure incurred on Research and Development	

C. **FOREIGN EXCHANGE EARNING AND OUTGO:** During the financial year the company incurred foreign exchange expenditure. NIL

#### 15. **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186**

Details of Loans Given:- NIL

SL No	Year of making loan	Details of Borrower	Amount	Purpose for which the loan is to be utilized by the recipient	Time Period for which it is given	Date of Br	Date of SR (if reqd.)	Rate of Interest	Security

Details of Investments done:- Nil

SL	Date of investment	Details of Investee	Amount (in Rs.)	Purpose for which the proceeds from investment is proposed to be utilized by the recipient	Date of BR	Date of SR (if reqd)	Expected rate of return

Details of Guarantee / Security Provided: Nil

SL No	Date of providing security/ guarantee	Details of recipient	Amount	Purpose for which the security/guarantee proposed to be utilized by the recipient	Date of BR	Date of SR (if reqd)	Comission of

#### 16. **STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY FOR THE COMPANY INCLUDING IDENTIFICATION THEREIN OF ELEMENTS OF RISK, IF ANY, WHICH IN THE OPINION OF THE BOARD MAY THREATEN THE EXISTENCE OF THE COMPANY**





The management of the company is dedicated and proactive toward identification of various elements of risks to the business activities of the company. Company's integrated risk management approach comprises prudential norms, structured reporting and controls. This approach conforms to the company's strategic directions and is consistent with stakeholders desired total return and the risk appetite.

**17. DETAILS ABOUT THE POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY INITIATIVES TAKEN DURING THE YEAR**

As per the provisions of Section 135 of the Companies Act, 2013, the company has duly constituted a Corporate Social Responsibility Committee and has laid down the Corporate Social Responsibility Policy of the company. For the Financial Year 2020-21, the preceding year 2019-2020 profit is Rs 1,45,05,011/- , So there is no applicability as per section 135 of Companies Act 2013, of CSR expenditure required to be incurred by the company on any activities as specified under in schedule VII as per the Provisions of Companies Act, 2013 during the financial year 2020-21. The details of the CSR Committee and the Policy of the company are given as per Annexure –III as the Report on CSR Activities.

**18. DEPOSITS**

The company have neither accepted nor renewed any deposits under the provisions of Companies Act, 2013, during the financial year.

Further, there is no non-compliance on the part of the company as per the provisions of Chapter V of Companies Act, 2013.

**19. FORMAL ANNUAL BOARD EVALUATION**

The provisions of Section 134(3)(p) in respect of the formal annual evaluation of the board and the committees are not applicable to the company.

**20. OTHER MATTERS & DISCLOSURES**

**1) CHANGE IN THE NATURE OF BUSINESS, IF ANY:**

NIL

**2) NAMES OF COMPANIES WHICH HAVE BECOME OR CEASED TO BE ITS SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR:**

During the period under review M/s Punjab Agro Juices Limited has become the subsidiary of Punjab Agri Export Corporation Limited (a subsidiary of Punjab Agro Industries Corporation Limited) as stated in Point No. 9 above, the companies in which the Punjab Agro Industries Corporation Limited makes investments are not the Associate Companies in true sense.



3) **DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:** 24.

No order has so far been passed by any authority.

25

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

The Company has conducted its affairs within the framework of well-defined business plans which have provided appropriate guidance and direction to its employees. Finance & Accounts function is adequately staffed by professionally qualified and experienced personnel. The reporting and monitoring system is elaborate and the same is reviewed time to time while considering quarterly business performance. Policies and procedures have been laid down to provide reasonable assurance that assets are safeguarded from risks of unauthorized use/disposition and transactions are recorded and reported with propriety, accuracy and speed. These aspects of operations are regularly reviewed and verified by the Company's Statutory Auditors.

5) **FIXED DEPOSITS**

No Fixed deposits were accepted by the Company during the year under review. The company has not accepted any deposits in the past.

21. **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013**

The company has in place an Anti-Sexual Harassment Policy in lines with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013.

22. **PERSONNEL**

PAIC in the year 2020-21 retained only 29 staff members on its strength directly. The balance staff of the corporation numbering 276 was on deputation to PAFC 111, PAGREXCO 22, PAJL 3, PSWC 67, Markfed 40, Punjab Bhawan Delhi 1, Punjab Mandi Board 23, Punseed 1 and Punsup 8.

The relations between the management and the employees remained cordial during the period under report.

None of the employee was in receipt of the remuneration over and above the limits prescribed pursuant to the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

23. **DIRECTORS AND KEY MANAGERIAL PERSONNEL**

During the year under report Sh. Joginder Singh Mann, Chairman, Sh. Manpreet Singh Sandhu, Vice Chairman, Sh. Manjit Singh Brar, IAS Managing Director, Sh. Sibin. C, IAS, Smt surinder Kaur Waraich, IRS, Sh. P.K. Pandey, IAS, Sh. Jagroop Singh, Sh. Amar Singh, Sh. Jagtar Singh, Sh. Ranjeet Singh, Sh. Kiranjit Singh, Smt. Nirmala Devi, Sh. Manjit Singh Jalbooti and Sh. Rajiv Sehgal were Directors on the Board of the Corporation for the whole or part of the year.



**24. VIGIL MECHANISM/WHISTLE BLOWER POLICY**

The provisions of Section 177 of Companies Act, 2013 regarding establishment of Vigil Mechanism are not applicable to the company.

**25. DIRECTOR'S RESPONSIBILITY STATEMENT**

Statement referred to in clause (c) of sub-section (3) of Section 134 of Companies Act, 2013:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the company being an unlisted company, the provisions regarding internal financial control is not applicable under the clause.
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

**26. INFORMATION ON STATUTORY AUDITORS AND ITS REPORT**

The Comptroller and Auditors General of India, New Delhi appointed M/s Shiv K Gupta & Associates, Chartered Accountants, Chandigarh as the Statutory Auditors of the Corporation for the financial year 2020-21. The Board of Directors thanks them for their Co-operation.

**Comments on Statutory Auditors Report on Annual Accounts****Reply to the observations of Independent Auditors Report of PAIC for the year 2020-21.**

- i) Annual Accounts for 2019-20 along with CFS has been adopted in AGM dated **21.09.2021**. CFS for 2020-21 has been approved by the Board in meeting dated **25.08.2022** vide **resolution no. 254.7**
- ii) Corporation has decided to adopt this method for sale of plots.
- iii) Necessary disclosure has been made vide Note-6(b) of Notes on Accounts.
- iv) As per provisions of financial collaboration agreements (FCA), amount is to be recovered from collaborator and not from promoted Company and necessary action against collaborators has been initiated.
- v) The amount was released to Viticulture Council for further investment as per decision of Project Approval Board, refer Note: 11A. Others also good for recovery.

- vi) The Provision will be adjusted on settlement of claims in future.
- vii) In some cases, mainly buildings, being very old, exact dates as well as cost of construction/completion is not available. Otherwise detail of all other fixed assets with date of purchase is available. Depreciation has been changed as per Companies Act 2013
- viii) The expenditure is of capital nature and paid for various studies/data consultancy of projects. In the opinion of the management, amount is good for recovery.
- ix) Corporation has written to Punjab Government to waive off the interest payable along with penal interest.
- x) Compliance has been done in annual accounts of next Financial Year
- xi) Disclosure has been made vide Note 24 (A), Point no.6- (c)
- xii) Compliance has been done
- xiii) As per Schedule II of companies Act 2013, the useful life of Plant & Machinery is 15 years except some exceptions. We have noted the point for compliance which is to be taken care in current Financial Year.

**Emphasis of Matters (PAIC Standalone)**

Point No. (i) to (ix) are self explanatory

**ANNEXURE TO AUDITORS REPORT**

The other observations read with relevant notes on accounts forming part of the accounts are self explanatory.

**Comments on Comptroller & Auditor General of India Report**

B. In view of NIL comments by CAG ,no information & explanation is required.

**Comments on Statutory Auditors Report on Consolidated Financial Statements (CFS) 2020-21.**

**Reply to the observations of Independent Auditors Report on CFS of PAIC for the year 2020-21.**

***Punjab Agro Industries Corporation Ltd***

- (i) The Corporation has decided to adopt this method for sale of Plots.
- (ii) Necessary clarification has been given vide note 17 (a) on Notes on Accounts that Interest earned on such deposits is treated as Income of the company.
- (iii) As per provisions of financial collaboration agreements (FCA), amount due on disinvestment is to be recovered from collaborator and not from promoted Company and necessary actions against collaborators has been initiated
- (iv) The amount was released to Viticulture Council of Punjab for further investment as per decision of Project Approval Board. (Refer Note 13A) Others also good for recovery.





- (v) The Provision will be adjusted on settlement of claims in future.
- (vi) In some cases, mainly buildings, being very old, exact dates as well as cost of construction/completion is not available. Otherwise detail of all other fixed assets with date of purchase is available. Depreciation has been changed as per Companies Act 2013
- (vii) The expenditure is of capital nature and paid for various studies/data consultancy of projects. In the opinion of the management, amount is good for recovery.
- (viii) Corporation has written to Punjab Government to waive off the interest payable along with penal interest.
- (ix) Compliance has been done in annual accounts of next Financial Year
- (x) Disclosure has been made vide Note 24 (A)6- (c)
- (xi) Compliance has been done
- (xii) As per Schedule II of companies Act 2013, the useful life of Plant & Machinery is 15 years except some exceptions. We have noted the point for compliance which is to be taken care in current Financial Year.

***Punjab Agro Food Grains Corporation Ltd***

Regarding (i to vii) The Corporation is consistently following the practice. The Corporation is of the view that amounts are good for recovery

Further Outstanding Cash Credit Accounts (Legacy Accounts) has been squared up by the State Government in March 2017. In view of this the interest (claim) has not been booked in the books from F.Y 2016-17 onwards.

- (viii) Efforts are in progress to recover these amounts. The Corporation is of opinion that these amounts are good for recovery.

Further Outstanding Cash Credit Accounts (Legacy Accounts) has been squared up by the State Government in March 2017. In view of this the interest (claim) has not been booked in the books from F.Y 2016-17 onwards.

- (ix) Efforts are in progress to recover this expenditure. The Corporation is of opinion that these amounts are good for recovery.

Further Outstanding Cash Credit Accounts (Legacy Accounts) has been squared up by the State Government in March 2017. In view of this the interest (claim) has not been booked in the books from F.Y 2016-17 onwards.

- (x) The position is explained in detail In Notes to Accounts (Note 20), Part-II, Point no. 13 & 14

Further Outstanding Cash Credit Accounts (Legacy Accounts) has been squared up by the State Government in March 2017. In view of this the interest (claim) has not been booked in the books from F.Y 2016-17 onwards.

- (xi) The position is explained in detail In Notes on Accounts (Note 20), Part-II, Point no. 14.



- Further Outstanding Cash Credit Accounts (Legacy Accounts) has been squared up by the State Government in March 2017. In view of this the interest (claim) has not been booked in the books from F.Y 2016-17 onwards.
- (xii) The matter is under investigation at various levels. These amounts have not so far been doubtful declared by the corporation. Efforts are in progress to recover these claims. The Corporation is of opinion, that these amounts are good for recovery.
- (xiii) Efforts are in progress to recover these claims. The Corporation is of opinion, that these amounts are good for recovery
- (xiv) Efforts are in progress to recover these claims. The Corporation is of opinion, that these amounts are good for recovery.
- (xv) Efforts are in progress to recover these claims. The Corporation is of opinion, that these amounts are good for recovery.
- (xvi) The matter is under investigation at various levels. These amounts have not so far been doubtful declared by the corporation.
- (xvii) Efforts are in progress to recover this amount.
- (xviii) The position is explained in detail in Notes to Account (Note 20), Part-I, Point No. 7. The cost sheet has been taken as per the cost sheet of Govt. of India, which are realizable on delivery of stocks
- (xix) The position is explained in Notes to Accounts (Note 20), Part-I, Point no. 8 and Part-II, Point No. 16.
- (xx) All the employees of the corporation are on deputation from the holding company i.e. PAIC Ltd. and do not have any employee of its own. Actuarial valuation of all employees is being done by PAIC Limited. The Corporation is consistently following the practice as disclosed in Notes to Accounts Note 20, Part-I, Point No. 14.
- (xxi) Efforts are in progress to recover this amount. The Corporation is of opinion, that these amounts are good for recovery.
- (xxii) The amount was lent by Pungrain from the receivables from FCI of legacy Accounts. The Legacy Accounts had been settled by the State Government in March 2017. Hence, this amount was payable to legacy accounts by Pungrain, which has now been taken up by State Government. So, there is no interest factor payable to Pungrain, rather this amount needs to be paid in the legacy Accounts

**Rest of the observations are self explanatory**

**Emphasis of Matters**

**Punjab Agro Industries Corporation Ltd.**

Point No. (i) to (ix) are self explanatory



**Punjab Agro Food Grains Corporation Ltd.**

(i to iv) Self explanatory

**Comments on Comptroller & Auditor General of India Report on CFS 2020-21**

- A. The reply to the comments of CAG is annexed at Annexure-I
- B.1 The observation is noted for future compliance and necessary action will be taken while finalizing the financial accounts of F.Y 2021-22.
- B.2 The observation is noted for future compliance and necessary action will be taken while finalizing the financial accounts of F.Y 2021-22.
- B.3 The observation is noted for future compliance and necessary action will be taken while finalizing the financial accounts of F.Y 2021-22.
- C. The comments are forwarded to the statutory Auditor for necessary compliance.

**27. FRAUDS REPORTED BY STATUTORY AUDITORS**

During the financial year under review, the statutory auditors have not reported any frauds for an amount exceeding Rs 1 crores under sub section (12) of Section 143 of the Companies Act, 2013 other than those which were reportable to the Central Government.

**28. ACKNOWLEDGEMENT**

Your Directors convey their sincere thanks to Banks and other concerned agencies for their continued support and co-operation extended to the Company from time to time.

Your Directors further express their deep appreciation for the contribution made by employees at all levels towards the growth of the Company.

PLACE :- CHANDIGARH  
DATED :- 31.01.2023

Sd/-  
MANAGING DIRECTOR  
DIN: 00942519

Sd/-  
CHAIRMAN  
DIN: 08671082



**FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2021

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

**I REGISTRATION & OTHER DETAILS:**

CIN	U51219CH1966SGC002630
Registration Date	11/02/1966
Name of the Company	PUNJAB AGRO INDUSTRIES CORPORATION LIMITED
Category/Sub-category of the Company	Company Limited by shares State Government Company
Address of the Registered office & contact details	Plot No. 2A, Sector 28A, Madhya Marg, Chandigarh.
Whether listed company	No
Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A
Email Id of the Company	sectt.agro@punjab.gov.in
Website	www.punjabagro.gov.in

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated):**

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Wholesale Trade of Agricultural Produce	4620	100%

**III. PARTICULARS OF HOLDING/SUBSIDIARY/ ASSOCIATE COMPANIES:**

S. No.	Name and address of Companies	CIN	Holding/ Subsidiary/ Associate	%age of shares held	Applicable section
1.	Punjab Agro Foodgrains Corporation limited Plot No. 2A, Sector 28A, Madhya Marg, Chandigarh.	U51229CH2002SGC025256	Subsidiary Company	100%	2(87)(II)
2.	Punjab Agri Export Corporation Limited Plot No. 2A, Sector 28A, Madhya Marg, Chandigarh.	U51909CH1997SGC019321	Subsidiary Company	51%	2(6)
3.	Punjab Agro Juices Limited Plot No. 2A, Sector 28A, Madhya Marg, Chandigarh.	U15134CH2006GOI029619	Subsidiary Company of Punjab Agri Export Corporation Limited	100%	2(87)(II)





PUNJAB AGRO

**IV. SHARE HOLDING PATTERN** (Equity Share Capital Breakup as percentage of Total Equity)  
Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2020]				No. of Shares held at the end of the year [As on 31-March-2021]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoter s</b>									
(1) Indian									
a) Individual/HUF		5	5	0.01		5	5	0.01	-
b) Central Govt		140000	140000	2.83		140000	140000	2.83	--
c) State Govt(s)		4796355	4796355	97.16		4796355	4796355	97.16	--
d) Bodies Corp.		0	0	0		0	0	0	
e) Banks / FI		0	0	0		0	0	0	
f) Any other		0	0	0		0	0	0	
Total shareholding of Promoter (A)		4936360	4936360	100		4936360	4936360	100	
<b>B. Public Shareholding</b>									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B)(1):-									



Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2020]				No. of Shares held at the end of the year [As on 31-March-2021]				% Change during the year	S No
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares		
2. Non-Institutions										
a) Bodies Corp.										
i) Indian										
ii) Overseas										
b) Individuals										1
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh										2
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh										3
c) Others (specify)										
Non Resident Indians										4
Overseas Corporate Bodies										
Foreign Nationals										
Clearing Members										
Trusts										
Foreign Bodies - D R										
Sub-total (B)(2):-										
Total Public Shareholding (B)=(B)(1)+(B)(2)										
C. Shares held by Custodian for GDRs & ADRs										
Grand Total (A+B+C)	--	4936360	4936360	100	--	4936360	4936360	100	--	



## B) Shareholding of Promoter-

S No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged/ encumbered to total shares	
1	Governor of Punjab	45,46,355	92.09%		45,46,355	92.09%		0
2	Secretary Punjab Rural Development Board	2,50,000	5.06%		2,50,000	5.06%		0
3	President of India and on his behalf Secretary to Govt. of India, Ministry of Agriculture & cooperation Krishi Bhawan, New Delhi	140000	2.83%		140000	2.83%		
4	Sh. Vijay Kumar Namdeorao, IAS, Finance Secy (Expenditruue), Pb.	1			1			
5	Sh. Rahul Gupta, PCS Joint Secretary, Govt. of Pb. Deptt of Agriculture	3			3			
6	Sh. Manjit Singh Brar, IAS, Managing Director, Punjab Agro Industries Corp. Ltd	1			1			
	Total	4936360	100		4936360	100		





C) Change in Promoters' Shareholding (please specify, if there is no change): No change during the year

S No	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>1</b>					
	At the beginning of the year	0		0	
	Date wise Increase / Decrease in Promoters Shareholding during the year Transfer of shares dated	0		0	
	At the end of the year	0		0	
<b>2</b>					
	At the beginning of the year	0		0	
	Date wise Increase / Decrease in Promoters Shareholding during the year Transfer of shares dated 25.07.2019	0		0	
	At the end of the year	0		0	

D) Shareholding Pattern of top ten Shareholders :(Other than Directors, Promoters and Holders of GDRs and ADRs): N.A

S No	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year				

E) Shareholding of Directors and Key Managerial Personnel:

S No	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>1</b>	<b>Sh. Manjit Singh Brar, IAS</b>				
	At the beginning of the year	1		1	
	Date wise Increase / Decrease in Promoters Shareholding during the year Transfer of shares datec.	0		0	
	At the end of the year	1		1	





**V. INDEBTEDNESS** - Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year			-	
I) Principal Amount	8,85,37,010	-	-	8,85,37,010
ii) Interest due but not paid	-	18,32,76,405	-	18,32,76,405
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	8,85,37,010	18,32,76,405	-	27,18,13,415
Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	3,90,40,908	-	-	3,90,40,908
Net Change	(3,90,40,908)	-	-	(3,90,40,908)
Indebtedness at the end of the financial year				
I) Principal Amount	4,94,96,102	-	-	4,94,96,102
ii) Interest due but not paid	-	18,32,76,405	-	18,32,76,405
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	4,94,96,102	18,32,76,405	-	23,27,72,507

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-**

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

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Sh. Manjit Singh Brar, IAS	Sh. Joginder Singh Mann	Sh. Manpreet Singh Sandhu	
1	Gross salary	3158617	382258	240000	3780875
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961				
2	Stock Option	0	0		
3	Sweat Equity	0	0		
4	Commission - as % of profit - others, specify...	0	0		
5	Telephone And T.A	87878	470288	2278	560444
	Total (A)	3246495	852546	242278	43,13,19
	Ceiling as per the Act				



## B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		Sh. Joginder Singh Mann	Sh. Tarlok Singh Bhatt	Sh. Ranjeet Singh	Sh. Amar Singh	
1	Independent Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (1)					
2	Other Non-Executive Directors					
	Fee for attending board committee meetings	3000	3000	750	750	7500
	Commission					
	Others, please specify	2592(T.A)	11635(T.A)	2796(T.A)	1812(T.A)	18835
	Total (2)					
	Total (B)=(1+2)	5592	14635	3546	2562	26335
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

## C. Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD

SN.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS Mr. Rajesh Sood	CFO	Total
1	Gross salary		9,00,000/-		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		0		
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		0		
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		0		
2	Stock Option		0		
3	Sweat Equity		0		
4	Commission		0		
	- as % of profit		0		
	others, specify...		0		
5	Others, please specify		0		
	Total		9,00,000/-		





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

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

PLACE :- CHANDIGARH  
DATED :- 31.01.2023

Sd/-  
MANAGING DIRECTOR  
DIN: 00942519

Sd/-  
CHAIRMAN  
DIN: 08671082

**Form AOC-1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures**

**Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No. 1	Particulars	Details
1.	Name of the subsidiary	Punjab Agro Foodgrains Corporation Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	N.A
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A
4.	Share capital	Rs. 5,00,00,000
5.	Reserves & surplus	(-)11,11,59,44,962
6.	Total assets	63,17,91,22,376
7.	Total Liabilities	63,17,91,22,376
8.	Investments	NIL
9.	Turnover	16,65,44,73,796
10.	Profit before taxation	(-)1,35,08,00,660
11.	Provision for taxation	NIL
12.	Profit after taxation	(-)1,35,08,00,660
13.	Proposed Dividend	NIL
14.	% of shareholding	100%

Sl. No. 2	Particulars	Details
1.	Name of the subsidiary	Punjab Agro Foodgrains Corporation Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	N.A
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	N.A
4.	Share capital	Rs. 5,00,00,000
5.	Reserves & surplus	96,83,54,384
6.	Total assets	1,09,60,40,990
7.	Total Liabilities	1,09,60,40,990
8.	Investments	50,55,00,000
9.	Turnover	11,55,41,993
10.	Profit before taxation	(-)38,56,935
11.	Provision for taxation	(-)5,19,893
12.	Profit after taxation	(-)33,37,042
13.	Proposed Dividend	NIL
14.	% of shareholding	51%

PLACE :- CHANDIGARH  
DATED :- 31.01.2023

Sd/-  
MANAGING DIRECTOR  
DIN: 00942519

Sd/-  
CHAIRMAN  
DIN: 08671082



**Annexure-III****Details on Corporate Social Responsibility (CSR Policy) for the Financial Year 2020-21**

1. A Brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web link to the CSR policy and project or programs.

The Board of Directors approved and adopted the CSR policies on 08.01.2020. The CSR Committee was constituted to formulate envisage and overseas the activities to be undertaken by the company as specified in Schedule VII and to monitor the policy from time to time.

**Our CSR Vision**

The company's CSR philosophy is 'Do Good to Do Well and Do Well to Do Good'. PAIC's vision is to be a responsible industry leader and demonstrate environmental, transparent and ethical behavioral practices which will contribute to the economic and sustainable development within the company, industry, and society at large. At PAIC, CSR has effectively evolved from being engaged in passive philanthropy to corporate community investments, which takes the form of a social partnership initiative creating value for stakeholders. The Company's CSR activities build an important bridge between business operations and social commitment evolving into an integral part of business functions, goals and strategy.

**PROJECTS OR PROGRAMMES PROPOSED TO BE UNDERTAKEN**

Any activity as provided in the Schedule VII of the Companies Act, 2013 as decided by the CSR Committee as per the CSR Policy of the Company or may remit funds into the common account of the Punjab CSR Authority.

**2. The Composition of the CSR Committee**

1. Vice Chairman, PAIC
2. Managing Director, PAIC
3. Sh. Mohit Tiwari, IRS, Director
4. Sh. Ranjeet Singh, Director

**3. Average net profit of the company for last three financial years:**

For the Financial Year 2020-2021 the company is having a net profit of Rs.98,59,691/- (Rupees Ninety Eight Lacs Fifty Nine Thousand Six Hundred Ninety One Only) {(Previous Year Rs. 1,45,05,011/- (Rupees One Crore forty five Lacs five Thousand eleven Only))} hence. The provisions of Section 135 of the Companies Act, 2013, regarding Corporate Responsibility Policy are not applicable to the company for the Financial Year 2020-21.

**4. Prescribed CSR Expenditure for the Financial Year 2019-20 (2 % of the amount as in item 2 above): Nil****5. Details of CSR spent during the financial year 2020-21.**

- a. Total amount to be spent for the financial year; - Nil
- b. Amount actually spent during the year : Nil
- c. Amount unspent, if any : Nil
- d. Manner in which the amount spent during the financial year is detailed below.



(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No	CSR project or activity Identified.	Sector in which the project is covered	Projects or Programme (1) Local area or other (2) Specify the state and district where Projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto to the reporting period	Amount spent: Direct or through implementing agency
	NA						

**6. A responsibility statement of the CSR Committee that the implementation and monitoring CSR Policy, is in compliance with CSR objectives and Policy of the company.**

The CSR Committee do hereby certify that the implementation and monitoring of CSR Policy, is compliance with CSR objectives and Policy of the company.

PLACE :- CHANDIGARH  
DATED :- 31.01.2023

Sd/-  
MANAGING DIRECTOR  
DIN: 009425 9

Sd/-  
CHAIRMAN  
DIN: 0867108





**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(B) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF PUNJAB AGRO INDUSTRIES CORPORATION LIMITED. FOR THE YEAR ENDED 31 MARCH, 2021.**

The preparation of financial statements of **Punjab Agro Industries Corporation Limited** for the year ended 31 March, 2021 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **05 October, 2021**.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6) (a) of the Act of the financial statements of **Punjab Agro Industries Corporation Limited** for the year ended 31 March 2021. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and Company personnel and a selective examination of some of the accounting records.

On the basis of my audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report.

**For and on the behalf of the  
Comptroller & Auditor General of India**

**Sd/-  
(Punam Pandey)  
Principal Accountant General (Audit),  
Punjab, Chandigarh**

**Place : Chandigarh  
Dated : 08/12/2021**

**Independent Auditor's Report**

To

The Members of Punjab Agro Industries Corporation Limited, Chandigarh

We have audited the accompanying standalone Financial Statements of **PUNJAB AGRO INDUSTRIES CORPORATION LIMITED** ("the Company"), which comprise the Balance Sheet as at **March 31, 2021**, and the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Qualified Opinion**

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

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31<sup>st</sup>, 2021;
- b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

**Basis for Qualified Opinion**

- i) The Company has not prepared the Consolidated Financial Statements with its Subsidiaries as per the requirement of Section 129(3) of the Companies Act, 2013.
- ii) Total Project Cost of Mega Food Park has been allocated to the Industrial Plots without factoring various other Cost Centres / Fixed Assets to be created, thereon. This has resulted in overstatement of Cost of Industrial Plots and understatement of Capital Work in Progress. However, we are unable to obtain sufficient appropriate evidence about such amount and impact thereof on the Profitability of the Company.
- iii) Interest earned on unspent amount of various Grant/Assistance except of MOFPI (Mega Food Park Ludhiana) kept in the bank FDR's is treated as Income of the Corporation instead of crediting the same to the respective Grant/Assistance. This has resulted in overstatement of "Other Income" and understatement of "Current



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Liabilities". However, we are unable to obtain sufficient appropriate evidence about the amount of such interest.

- iv) The Non-Current Investments of Rs. 240065 (000's) representing assistance to Agro Based Industrial Companies in Punjab through equity participation under a buy back arrangement with the collaborators is shown at Cost though the Share Price / Net Worth of the quoted / unquoted Companies in which Investments have been made may have fallen, significantly. No provision for diminution in value of such investments has been made which is in contravention to the provisions of AS 13, issued by ICAI. However, we are unable to obtain sufficient appropriate evidence about the amount of provision required.
- v) No provision has been made against Claims Recoverable of Rs. 42640 (000's) including Rs. 40000 (000's) of Viticulture Council of Punjab, having negligible recovery, since long. This has resulted in over-statement of "Long Term Loans & Advances" and "Profit". However, we are unable to obtain sufficient appropriate evidence about the amount of provision required.
- vi) Under Claims Recoverable (Note-11), provision of Rs 13.70 (000's) has been made from claims recoverable during the earlier years. The same provision continues during the Current year regardless of the amount recovered during the year.
- vii) The Depreciation on Fixed Assets has been provided as per Schedule II of the Companies Act, 2013 w.e.f 01.04.2016. The Company has stated that "adjustment on account of sale of assets, if any, have been made by reducing the WDV from the original cost in the absence of original cost and depreciation". As such in the absence of proper records regarding identity and date of purchase/put to use of Fixed Assets, we are unable to obtain sufficient appropriate evidence about the carrying amount of Fixed Assets and Depreciation.
- viii) Other Non-Current Assets include an amount of Rs. 37505 (000's) spent on development expenditure on projects representing payments made for project report/study made about 10 to 20 years back. The expenditure was recoverable from prospective promoters but could not be claimed/recovered/adjusted, till date and it is not expected that the amount can be recovered. Since the amount is not recoverable it should have been written off in the books of accounts. This has resulted in overstatement of "Other Non-Current Assets" and Accumulated "Profit" by Rs. 37505 (000's).
- ix) Penal interest of Rs. 12800 (000's) payable to Punjab Government for non payment of interest pertaining to earlier years has not been provided. This has resulted into understatement of Interest accrued and due to Punjab Government and overstatement of Reserve and Surplus by Rs. 12800 (000's).



x) Section 129 of Companies Act 2013, provides for preparation of financial statements, which provides that the financial statements shall be prepared in the form provided in new schedule III. Following are the inconsistencies that were observed in the Balance sheet for the year 2020-21.

- The sub head Cash Equivalents under Current assets in the Balance Sheet should have been rightly stated as 'cash and cash equivalents.'
- The head Fixed Assets in the balance Sheet should have been rightly stated as 'Property, Plant & Equipment'.
- Trade Payables should be classified into 'Total outstanding dues of micro enterprises and small enterprises & Total outstanding dues of creditors other than micro enterprises and small enterprises.'

xi) The Grant-in-Aid received for development of Mega Food Park has been reflected under the head Current liabilities. During the financial year 2020-21, an amount of Rs. 165656 (000's) was capitalized on account of assets created for Mega Food Park out of Grant in Aid. The amount of Rs 165656 (000's) representing amount of assets capitalized for Mega Food Park should have been transferred from current liabilities to Reserves and Surplus.

xii) The following bank balances have been shown in the annual accounts as per books of accounts. There were differences between balances as per Bank statements and books of accounts due to Cheques issued but not presented for payments as per the detail below-

Particulars	Balance as per Books of Accounts	Balance As per Bank Statements.	Difference
PNB- Salem Tabri, Ludhiana	3406	3472	66
Axis Bank 23114	32	129	97
PNB 29637, LDH, Wheat Seed	1	6	5

In our opinion, financial statements should reflect actual bank balances and the reconciliation entries like cheques issued but not presented or funds under collection, must be treated separately in the financial statements.



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- xiii) The Company has followed the provisions of Schedule II of the Companies Act, 2013 while computing the depreciation over Property, Plant and Equipment; however, in case of 'Effluent Treatment Plant' the useful life of the asset has been taken as 15 years instead of 8 years.

Following are the Impacts made by above observations over financial statements:

In (000's)

S.No	Particulars	Asset	Liability	Reserve & Surplus
	Balances as per Statement of Accounts	20,62,410	18,14,840	2,47,570
1	Provision for claims Recoverable	(42,640)		(42,640)
2	Development Expenditure	(37,505)		(37,505)
3	Penal Interest		12,800	(12,800)
4	Grant In Aid-Mega Food Park		(1,65,656)	1,65,656
	<b>Net Balance after the adjustments</b>	<b>19,82,265</b>	<b>16,61,984</b>	<b>3,20,281</b>

### Emphasis of Matters

We draw attention to the following matters in the financial statements:

As per the Note 24 Part(B)

- i. Point 1(b) - The government of India (MoFPI) had deducted 1.77 crore as penalty (0.77 crore from 2nd installment released on 26.9.2017 & 1.00 crore from 3rd installment released on 30.09.2019 from Grant in Aid for the Project due to delay in completion of project.
- ii. Point 2(a) - The Company was declared a Nodal Agency by the Government of Punjab for Progressive Punjab Agriculture Summit - 2014 held during February, 2014 at Mohali. Out of `61100('000) received from various departments `44441('000) were spent on summit whereas `11559('000) were refunded leaving a balance of `5100('000) which were transferred in Promotional fund account along with the amount unspent in context to Agro Tech 2016 and Agro Tech 2018 as per minutes of Audit Committee meeting held on dated 28-10-2020.
- iii. Point 2(b) - The Corporation out of 17425('000) received from Agriculture Department, Punjab for development of Government Seed Farm, Rania, Amritsar in 2013-14, amount received and spent for the development of farm has been kept under the head 'Government Seed Farm, Rania, Amritsar'. However, Rania Farm as well as balance amount has been transferred to Agriculture Department.



- iv. Point 3 - Land measuring 23 acre 2 Kanal 5 Marla of Agriculture Department at village Bara, Sirhind, District Fatehgarh Sahib was transferred in the year 1995 by Government of Punjab to the Company on lease hold basis. The lease deed between Punjab Government & PAIC was executed on 28.11.2006 for a period of 30 years starting from 31.05.1996, extendable by a period of 33 years. The land is being looked after by PAGREXCO, a subsidiary Company, who is also bearing lease money. A part of the land has been subleased to Punjab Agri Food Parks Ltd. for setting up of Food Park
- v. Point 4 - Punjab Rural Development Board has released a interest free loan amounting Rs. 4.25 crore to PAIC for setting up juice plant at Hoshiarpur & Abohar through Punjab Agro Juices Ltd which were later on declared as Grant and hence shown as Grant in Aid in the books of PAIC.
- vi. Point 5 - PAIC owns 12.5 acre (approx.) of land at Salem Tabri, Ludhiana, out of which 2 acre (approx.) has been occupied by Police Department. An amount of 2.42 crore has been received from Police Department as advance against said land, pending settlement.
- vii. Point 6 - EPF Department at its own has collected the payment of Rs. 1.53 crore from the bank account of the company as EPF dues on the labour component paid to the arhtiyas on procurement of food grains. The case actually pertains to the Punjab Agro Food grains Corporation Ltd., a subsidiary company. Therefore, the amount has been recovered from Punjab Agro Food grains Corporation Ltd. and case against EPF department has been filed.
- viii. In the opinion of the Management, Current assets, loans and advances have a value on realization in the ordinary course of business at least equal to the value at which they have been stated in the Balance Sheet. The provisions for all the liabilities are considered adequate and reasonable.
- ix. The balance of creditors, claims recoverable, deposits and advances are subject to confirmation. The difference, if any, will be accounted for on final reconciliation. The balances shown are netted against provisions, where included.

Our opinion is not modified in respect of these matters.

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

The Company's Board of Directors is responsible for the matters in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies;





making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 are also responsible for overseeing the Company's financial reporting process.

### Auditor's Responsibility

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 SA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material, if individually or in 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act, 2013, 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 management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are



based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act, 2013 we further report that:

- a. Except for the matters described in the Basis for Qualified Opinion paragraph, 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. Except for the matters described in the Basis for Qualified Opinion paragraph, in our opinion, the proper books of accounts as required by law have been kept by the Company so far as appears from our examination of those books;
- c. The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. Except for the matters described in the Basis for Qualified Opinion paragraph, in our opinion, the aforesaid Financial Statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with relevant Rule 7 of the Companies (Accounts) Rules 2014,





- e. The matters described in the Basis for Qualified Opinion paragraph, in our opinion, may have an adverse effect on the functioning of the Company.
- f. In terms of Extraordinary Gazette of India, Notification No. G.S.R. 463(E) dated 5th June, 2015 issued by the Ministry of Corporate Affairs, Government of India, 'the Government Companies are exempted from the provisions of section 164 of the Companies Act.
- g. 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-I". Our report expresses a Qualified Opinion on the adequacy and operating effectiveness of the Company's Internal Financial Controls over Financial Reporting.
- h. The qualifications relating to the maintenance of accounts and other matters connected thereto are as stated in the Basis for Qualified Opinion paragraph, above.
- i. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us, we report as under:-
- The Company has various pending litigations which may impact its financial position against which either necessary disclosures/provisions have been made in the Financial Statements or suitable Qualifications have been given in our Audit Report.
  - The Company did not have any long-term contracts including derivative contracts on which there are any material foreseeable losses.
  - There has not been any occasion where the Company has transferred any sum to the Investor Education and Protection Fund;
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 (18 of 2013), we give in the "Annexure-II" a statement on the matters Specified in paragraphs 3 and 4 of the Order.
3. We give in the Annexure III a statement on the matters specified in the directions issued by the C&AG of India under section 143(5) of Companies Act, 2013.

FOR SHIV K GUPTA & ASSOCIATES  
Chartered Accountants  
FRN-006946

(Shiv K Gupta)

M.No. 085397

Place: Chandigarh

Date: 05-10-2021

UDIN- 21085397 AAAA B01011



Referred in paragraph 1 (g) under the heading "Report on Other Legal and Regulatory Requirements" of our report of event date.

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

We have audited the internal financial controls over financial reporting of **PUNJAB AGRO INDUSTRIES CORPORATION LIMITED** as of 31.03.2021 in conjunction with our audit of the Standalone 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



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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 purpose in accordance with generally accepted accounting principles, A Company internal financial control over financial reporting includes those policies and procedures that

Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets or the Company;

Provide reasonable assurance that transactions are recorded as necessary to permit.

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 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.

**Referred in paragraph 2 of our 'Report on others Legal and Regulatory Requirements' of even date to the financial statement of Punjab Agro Industries Corporation Limited for the year ended March 31,2021.**

i(a). The Fixed Asset details have been maintained in computerized form in respect of assets purchased after 01-04-2016. The details are yet to be updated in respect of assets acquired prior to 01-04-2016.

(b) As explained to us, fixed assets have been physically verified by the Management at 0000regular intervals and no material discrepancies were noticed on such verification.

(c) The status of title deeds of immovable properties is as under:



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S. No.	Particulars	Remarks
1.	Nagoke Petrol Pump	Only Photocopy of Title Deed is available
2.	Singawale Petrol Pump	-do-
	Ludhiana	-do-
4.	Sri Hargobinpur	-do-
5.	Nawashaheer	-do-
6.	Chandigarh	-do-
7.	Goindwal	-do-
8.	Sangrur	Only Photocopy of Jamabandi is available.
9.	Ahran Kalan	-do-
10.	Behram	-do-

- ii As explained to us, physical verification of inventories has been conducted by the Management at regular intervals and no material discrepancies were noticed on such verification.
- iii According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to/from Companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013.
- iv According to the information and explanations given to us, the Company has not given any Loans, Investment, Guarantees and security in respect of provision of Section 185 and 186 of Companies Act, 2013.
- v The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- vii a) According to the information and explanations given to us and based on the records of the Company examined by us. the Company is regular in depositing the undisputed Statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other Statutory dues, as applicable, with the appropriate authorities in India.



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(b) According to the information and explanation given to us and based on the records of the Company examined by there are no dues of Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes. However in case Income tax, the appeals in respect of assessment years 2005-06,2006-07,2008-09,2009-2010, 2010-11,2011-12 and 2012-13 have been decided against the corporation by the Hon'ble High Court of Punjab and Haryana. The estimated tax liability in respect of these orders works out to Rs. 221.18 lacs app. The Corporation has opted for Vivad se Vishwas Scheme in Four cases . The actual tax liability will be ascertained after final outcome of the matter.

- viii The Company has not issued any debentures. Also, it has not defaulted in any repayment to NABARD. However, a loan of ₹ 5.50 crores received by the Company during 1996-97 and 1998-99 from Punjab Govt. as long-term loan with no moratorium period was repaid in 2014-15 and the interest amount of ₹ 18.33 crores thereon have not been paid, till date.
- ix Based upon the audit procedures performed and the information and explanations given by the Management, the Company has not raised moneys by way of initial/further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of Order are not applicable to the Company.
- x Based upon the audit procedures performed and the information and explanations given by the Management, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi Based upon the audit procedures performed and the information and explanations given by the Management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (of the Order are not applicable to the Company).
- xiii In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible



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debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company.

xv Based upon the audit procedures performed and the information and explanations given by the Management, the Company has not entered into any non-cash transactions with Directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company.

xvi In our Opinion, the company is not required to be registered under section 45IA of the Reserve bank of India Act, 1934 and accordingly, the provisions of clause 3(xvi) of the order are not applicable to the company.

FOR SHIV K GUPTA & ASSOCIATES

Chartered Accountants

FRN-006946N

(Shiv K Gupta)

M.No. 085397

Place: Chandigarh

Date: 05-10-2021





Comments on directions of C&AG issued under section 143(5) of the companies Act 2013

1. The company has system in place to process all the accounting transaction through IT systems. No transaction has been observed outside IT system.
2. There is no case of any restricting of an existing loan or waiver /write off of debt/loans/interest etc.
3. The funds received/receivable for specific from Central/State were properly accounted for/ utilized as per its terms and conditions.
4. The following are the details of unutilized grant / subsidies kept in the fixed deposit with various banks:  
(₹ In '000)

Particulars	As at 31.03.2021
Agri Business Development Fund	86
Grant-in-aid Cotton Development	2893
Grant-in-aid Floriculture	84
Grant-in-aid Horticultural Implements	179
Grant-in-aid Horticulture RDB	995
Grant-in-aid Pre-Cooling	7922
Subsidy Bee Keeping	1500
Central Assistance IInd Push	277130
Grant-in-aid RKVY Scheme	309
<b>Total</b>	<b>291098</b>

5. The Company has earned interest of ₹ 32088 (000's) on total fixed deposits of ₹ 510094 (000's), held with the various banks. However, separate interest on unspent Grants is not ascertainable. Also, the Company has received a Grant-in-aid (Including Interest) of ₹ 40.56 Crore from MOFPI, Govt. of India for Mega Food Park. The Project has not been completed, yet and in lieu of the same the government of India (MoFPI) had deducted `1.77 crore as penalty (`0.77 crore from 2nd installment released on 26.9.2017 & `1.00 crore from 3rd installment released on 30.09.2019 from Grant in Aid for the Project due to delay in completion. Therefore, the grant has been shown under the head "Current Liabilities" and



Interest Income earned on the Flexi/ Auto sweep accounts in which the amount of Subsidy is kept is being treated as part of Grant.

6. Examining of pricing policy framed to ensure that all cost components are covered- Not applicable to the Company.

7. Extent of utilization of Plant & Machinery and its obsolescence - Not applicable to the Company.

**FOR SHIV K GUPTA & ASSOCIATES**  
Chartered Accountants  
FRN-006946N

(Shiv K Gupta)

M.No. 085397

Place: Chandigarh

Date: 05-10-2021





**PART I- BALANCE SHEET AS AT 31.03.2021**

(Amount in '000)

Particulars	Note	As at 31st March 2021	As at 31st March 2020
<b>I. EQUITY AND LIABILITIES</b>			
<b>I Shareholders' Funds</b>			
(a) Share Capital	1	492086	492086
(b) Reserves and Surplus	2	247570	237574
<b>2 Non-current Liabilities</b>			
(a) Long-term Borrowings	3	49496	88537
(b) Other Long-term Liabilities		0	0
(c) Long-term Provisions	4	0	8419
<b>3 Current Liabilities</b>			
(a) Trade Payables	5	37980	1250
(b) Other Current Liabilities	6	1156848	1078695
(c) Short-term Provisions	7	78429	75060
(d) Inter branch balances		0	0
		<b>2062410</b>	<b>1981621</b>
<b>II. ASSETS</b>			
<b>I Non-current Assets</b>			
(a) Fixed Assets	8		
(i) Tangible Assets		165720	17552
(ii) Intangible Assets		0	
(iii) Capital Work-in-progress		588393	717217
(b) Non-current Investments	9	315565	356715
(c) Deferred Tax Assets (Net)	10	-145	105
(d) Long-term Loans and Advances	11	121076	132925
(e) Other Non-current Assets	12	37605	37629
<b>2 Current Assets</b>			
(a) Inventory	13	45891	19
(b) Trade Receivables	14	13557	1174
(c) Cash Equivalents	15	626746	616324
(d) Short-term Loans and Advances	16	148002	101962
		<b>2062410</b>	<b>1981621</b>
Significant Accounting Policies & Other Notes on Accounts	24		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

Shiv K Gupta & Associates  
Chartered Accountants  
(FRN: 006946N)



Prop. Shiv K Gupta  
M No. 085397  
Place: Chandigarh  
Dated: 06-10-2021  
UDIN: 21085397 AAAAB01011

(Ravi Gupta)  
Head (F&A)

(Rajesh Sood)  
Company Secretary

(Manjit Singh Brar)  
Managing Director  
DIN: 00942519

(Joginder Singh Randhawa)  
Chairman/ Director  
DIN: 08671082

**PART-II STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021**

Particulars	Note	(Amount in '000)	
		Year ended 31st March 2021	Year ended 31st March 2020
Revenue from Operation	17	425883	119334
Other Income	18	70267	56315
<b>Total Revenue</b>		<b>496150</b>	<b>175649</b>
Cost of Material Consumed	19	437039	88153
Change in Inventory of Finished Goods, Work-in-Progress & Stock in Trade	20	-39259	0
Employees Benefit Expenses	21	48806	48371
Depreciation and Amortization Expenses	8	20502	764
Other Expenses	22	17211	15711
<b>Total Expenses</b>		<b>484299</b>	<b>152998</b>
Profit before exceptional & extraordinary items		11851	22651
Exceptional items	23	-284	2819
<b>Profit before extraordinary items &amp; tax</b>		<b>12135</b>	<b>19831</b>
Extraordinary Items		0	0
Profit Before Tax		12135	19831
Tax Expenses:			
(1) Current Tax		2026	217
(2) Deferred Tax		-250	-5110
Profit from Continuing Operations		9860	14505
Tax expense of discontinuing operations		0	0
<b>Profit/(Loss) for the period</b>		<b>9860</b>	<b>14505</b>
<b>Earning per Share:</b>			
(1) Basic		2.00	2.94
(2) Diluted		2.00	2.94

The accompanying notes are an integral part of the financial statements.

As per our report of even date

Shiv K Gupta & Associates  
Chartered Accountants  
(FRN: 006946N)



Prop. Shiv K Gupta  
M No. 085397  
Place: Chandigarh  
Dated: 05-10-2021  
UDIN: 21085397 AAAAB01011

*MP*  
(Ravi Gupta)  
Head (F&A)

*[Signature]*  
(Rajesh Sood)  
Company Secretary

*[Signature]*  
(Manjit Singh Brar)  
Managing Director  
DIN: 00942519

*[Signature]*  
(Joginder Singh Mann)  
Chairman/ Director  
DIN: 08671082



**PUNJAB AGRO INDUSTRIES CORPORATION LTD.**

(Amount in '000)

Note-1: Share Capital	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
<b>Authorised</b> 7500000 equity shares of ` 100 each	750000	750000
<b>Issued &amp; Subscribed</b> 4936360 equity shares of ` 100 each	493636	493636
<b>Paid-up</b> 4905360 equity shares of ` 100 each fully paid-up	490536	490536
31000 equity shares of ` 100 each	3100	3100
Less: Call-in-arrear	-1550	-1550
31000 equity shares of ` 100 each, ` 50 each has been paid-up	492086	492086

Note-1A: Equity Shares	(Amount in '000)	
	Number	Amount
Shares outstanding at the beginning of the year	4936360	493636
Shares Issued during the year	0	0
Shares bought back during the year	0	0
Shares outstanding at the end of the year	4936360	493636



**PUNJAB AGRO INDUSTRIES CORPORATION LTD.**

**Note-1B: Disclosure (more than 5%)**

Name of Shareholder	As at 31 March 2021		As at 31 March 2020	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Punjab Government	4546360	92%	4546360	92%
Punjab Rural Development Board	250000	5%	250000	5%
	4796360	97%	4796360	97%

Note-1C: Unpaid Calls	No. of Shares
Central Government	31000
Directors	-
Officers	-





(Amount in '000)

Note-2: Reserves & Surplus	As at 31st March 2021	As at 31st March 2020
<b>a. Capital Reserve</b>		
Opening Balance	1	1
(+) Current year transfer	0	0
(-) Written back in current year	0	0
Closing Balance	1	1
<b>b. General Reserve</b>		
<b>Received from State Government as assistance, invested in equity</b>		
Opening Balance	71408	59160
(+) Current year transfer (MAT Credit)	156	18548
(-) Written back in current year	0	6300
Closing Balance	71564	71408
<b>c. Surplus</b>		
Opening Balance	166165	151660
(+) Net Profit for the year	9860	14505
(+) Transfer to reserves	0	0
(-) Income Tax Adjustment	0	0
(-) Interim dividend	19	0
(-) Transfer to reserve		
Closing Balance	176005	166165
	247570	237574

Out of the total assistance of ₹ 329990('000) received from State Government as assistance for setting up of agriculture/horticulture processing units under scheme Mission Ind Push in Agriculture, a sum of ₹ 71407 ('000) [previous year ₹ 52860('000)] has been invested in equity of agriculture/horticulture based units. This amount, to the extent invested, has been recognised under the head 'Reserve & Surplus' shown as 'Received from State Government as assistance, invested in equity'.

(Amount in '000)

Note-3: Long Term Borrowings	As at 31st March 2021	As at 31st March 2020
<b>Term Loan (secured)</b>		
Loan from NABARD	49496	88537
Against hypothecation of land & other prospective assets of Mega Food Park and State Government guarantee, total loan sanctioned ₹ 271269('000) repayable in seven years in quarterly installments, first two years interest only and next five years interest alongwith principal @ 6.25% pa on 1st installment of ₹ 12 crore received on 29.3.16 and 5.25% pa on 2nd installment of ₹ 10 crore received on 30.3.17 and 3rd installment of Rs 37706000 received on 5.9.19 @ 4.15% p.a		
	49496	88537



**PUNJAB AGRO INDUSTRIES CORPORATION LTD.**

(Amount in '000)

Note-4: Long-term Provisions	As at 31st March 2021	As at 31st March 2020
Provision for Employee Benefits		
Superannuation (unfunded)	0	8419
- Leave Encashment	0	0
- Gratuity	0	8419

(Amount in '000)

Note-5: Trade Payables	As at 31st March 2021	As at 31st March 2020
Sundry Creditors (less than 12 months)	37839	258
Sundry Creditors (more than 12 months)	141	991
	37980	1250





Note-6: Other Current Liabilities	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
Grant and Assistance		
- Agri Business Development Fund	86	86
- Grant-in-aid Cotton Development	2893	2893
- Grant-in-aid Floriculture	84	84
- Grant-in-aid Horticulture Implements (Punjab Mandi Board)	179	179
- Grant-in-aid Horticulture (Rural Development Board)	995	995
- Grant-in-aid Pre Cooling Units	7922	7922
- Subsidy for Bee Keeping	1500	1500
- Central Assistance Hind Push	277130	277130
- Grant-in-aid RKVY Scheme	309	309
- Grant-in-aid Mega Food Park (includes interest)	370027	405620
- Subsidy for Jantar and Gypsum	94078	0
- Grant-in-aid Food processing	28746	
	<b>783948</b>	<b>696718</b>
Interest accrued and due, Punjab Government*	183276	183276
Expenses Payable (Outstanding Liabilities)	4235	2949
Payable to Staff	243	3
TDS / TDS on GST Payable	2760	373
Salary Payable	1448	302
GST Payable	906	38
Advance from Parties	12735	196
Cheque issued but not yet presented	4069	802
Advance against Disinvestment	16424	41043
Earnest Money and Security Payable	26035	5024
GPF.GIS & Prof. Tax Payable	6	28
Advance for Land Payable (PSIEC)	0	662
Progressive Punjab Agriculture Summit - 2014	0	5100
AgroTech - 2018	0	913
AgroTech - 2016	0	686
Advance against Land at Ludhiana	69325	44039
Contribution against LSPC	18014	2284
Benevolent Fund	0	556
Advance from Deptt. Of Agri. & Farmer Welfare	0	82500
Amt payable Punjab State warehousing Corp	0	308
Amount recoverable Markfed	0	727
Amount payable to subsidiary PAFC	0	9842
Withheld Amount pending settlement	26268	326
Promotional Funds	326	326
Gratuity payable	6720	
Benevolent Fund Trust	86	
	24	
	<b>372900</b>	<b>381978</b>
	<b>1156848</b>	<b>1078695</b>

\*Note- 6A: Interest accrued but not due, Punjab Government  
a) Interest on loan of ` 5.50 crore not paid to the Punjab Government since 1996-97.  
b) Period of default: ` 5.50 crore was received during 1996-97 and 1998-99 from Punjab Government as long-term loan in two installments, ` 3.00 crore @ 15% and ` 2.50 crore @ 16% with no moratorium period under the scheme AP(16.2), loan assistance to Company. ` 5.50 crore as principal was paid back to government in 2014-15 but interest thereon has not been paid.



**PUNJAB AGRO INDUSTRIES CORPORATION LTD.**

(Amount in '000)

<b>Note-7: Short-term Provisions</b>	<b>As at 31st March 2021</b>	<b>As at 31st March 2020</b>
EPF Payable	2274	715
Provision for Income Tax	2026	217
Payable against MFP	74129	74129
	<b>78429</b>	<b>75060</b>

(Amount in '000)

<b>Note-7A: Contingent Liabilities</b>	<b>As at 31st March 2021</b>	<b>As at 31st March 2020</b>
Liabilities, if any for pending suits/assessments/appeals		
a) Income Tax	10069	10069
b) Suits filed by the Employees	Unascertainable	Unascertainable
c) Capital Expenditure Commitments (remaining to be executed and not provided for)	68995	123231





Note No. 8. FIXED ASSETS SCHEDULE

Fixed Asset Schedule as per Companies Act 2013

(Amount in '000)

Name of the Asset	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	01-Apr-20	Additions	Deletions/ Adjustment	31-Mar-21	01-Apr-20	Deletions/ Adjustment	Dep for the year	31-Mar-21	31-Mar-20
Land									
-Freehold	7651	0	0	7651	0	0	0	0	7651
-Freehold (MFP)	1	0	0	1	0	0	0	0	1
-Leasehold	3139	533	1061	2606	1061	0	25	1086	1521
Building	21984	66488	16093	88473	16093	0	3358	18451	69021
Lab Equipments	393	0	285	393	285	0	27	312	81
Furniture & Fixture	998	109	128	807	128	0	153	282	576
Plant & Machinery	227	85842	103	86069	103	0	14118	14221	71847
Shed	106	0	86	106	86	0	2	88	18
computer	242	35	149	277	149	0	67	216	61
Vehicle	6659	2096	5990	6107	5990	2516	129	3604	2503
Water installation	182	0	62	182	62	0	18	79	82
Office Equipment	275	135	200	410	200	0	27	227	183
AC	131	0	71	131	71	0	16	86	45
Electrcal Installation	1062	33	962	1095	962	0	18	980	114
Generator set	12	14598	1	14611	1	0	2544	12066	12
<b>Current Year Total (i)</b>	<b>42743</b>	<b>169335</b>	<b>25191</b>	<b>208897</b>	<b>25191</b>	<b>2516</b>	<b>20502</b>	<b>43177</b>	<b>165720</b>
(ii) Capital work in Progress	717217	65941	0	588393	0	0	0	0	588393
<b>Current Year Total (ii)</b>	<b>717217</b>	<b>65941</b>	<b>0</b>	<b>588393</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>588393</b>
<b>Total Fixed Assets (i + ii)</b>	<b>759960</b>	<b>235276</b>	<b>25191</b>	<b>797291</b>	<b>25191</b>	<b>2516</b>	<b>20502</b>	<b>43177</b>	<b>754114</b>
Previous Year	607595	306989	154604	759960	24917	489	764	25191	734769



- Notes:
1. Conveyance deeds of land of certain locations are not traceable.
  2. Adjustment on account of sale of assets, if any, have been made by reducing the WDV from original cost in absence of original cost & depreciation.
  3. Assets created out of grant have been taken on a notional value, therefore, depreciation has not been provided.

PUNJAB AGRO INDUSTRIES CORPORATION LTD.

	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
Non Current Investments		
Term Trade Investments (at cost), refer A below		
SUBSIDIARY COMPANIES	75500	75500
Investment in equity instruments	240005	281215
OTHERS	315565	358715
Investment in equity instruments		

	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
Net amount of quoted Investments (market value)	13741	13741
Net amount of unquoted Investments	296462	337012
Net quoted Investments	19103	19103

S. No.	Details of Trade Investments Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Extent of Holding (%)		(Amount in '000)	
			As at 31 March 2021	As at 31 March 2020		As at 31 March 2021	As at 31 March 2020	As at 31 March 2021	As at 31 March 2020
			(4)	(5)		(6)	(7)	(8)	(9)
	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
	Investment in Equity Instruments (at cost)								
	@ 10/- per share otherwise specified (fully paid up)							50000	50000
	<b>Subsidiary Companies</b>	Subsidiary	5000000	5000000	Unquoted	100	100	255000	255000
	-Punjab Agro Foodgrains Corporation Ltd	Subsidiary	2550000	2550000	Unquoted	51	51	75500	75500
	-Punjab Agri Export Corporation Ltd								
	<b>Others</b>	Others	1110004	1110004	Quoted	26	26	11100	11100
	-Niger Agro Foods Ltd	Others	11	11	Unquoted	-	-	100	100
	-Kishak Bharti Co-operatives Ltd (Rs 1 lac each)	Others	10000	10000	Unquoted	-	-	351	351
	-Punjab Foodkrafts Ltd *	Others	35100	35100	Unquoted	28	28	46000	46000
	-Sharda Agro Organo Pest Ltd *	Others	4600000	4600000	Unquoted	50	50	2100	2100
	-Punjab Meats Ltd	Others	210000	210000	Unquoted	50	50	8003	8003
	-Honey Bee Natural Products Ltd	Others	800300	800300	Quoted	26	26	0	5850
	-Omega Ag Seeds Punjab Ltd	Others	0	585000	Unquoted	0	50	17300	17300
	-Punjab Phytochemicals Ltd	Others	1730000	1730000	Unquoted	50	50	3915	3915
	-Deol Agro Oils Ltd	Others	391500	391500	Unquoted	50	50	7210	7210
	-Punjab Blossoms Ltd	Others	1030000	1030000	Unquoted	50	50		
	-Sukhraj Agro Papers Ltd							0	21800
	(Part payment received under OTS scheme)	Others	0	2180000	Unquoted	0	26	0	13500
	-Bawa Agro Industries Ltd	Others	0	1350000	Unquoted	0	26	25600	25600
	-Superior Genetics (India) Ltd *	Others	2560000	2560000	Unquoted	26	26	3000	3000
	-Domino Leathers Ltd	Others	300000	300000	Unquoted	50	50	1875	1875
	-Punjab Bio-Tech Sugars Ltd	Others	187500	187500	Unquoted	50	50	27000	27000
	-Golden Agro Winery Ltd	Others	2700000	2700000	Unquoted	26	26	5000	5000
	-A G Foods Ltd	Others	500000	500000	Unquoted	26	26	10476	10476
	-Sumer International Ltd	Others	1047600	1047600	Unquoted	26	26	9275	9275
	-Punjab Milkchem Ltd	Others	927500	927500	Unquoted	50	50	7800	7800
	-Recherche Spica Oils Ltd	Others	780000	780000	Unquoted	26	26	2000	2000
	-Himalayan Frozen Foods Ltd	Others	200000	200000	Unquoted	26	26	2148	2148
	-Green Bagh Foods Ltd **	Others	214800	214800	Unquoted	11	11	21412	21412
	-International Farm Fresh Ltd **#	Others	2141200	2141200	Unquoted	22.28	22.28	27300	27300
	-Punjab Agri Ventures Ltd **#	Others	2730000	2730000	Unquoted	26	26		
	-Satnam Agri Products Ltd **#							240065	281215
	<b>Total</b>							<b>315565</b>	<b>358715</b>
	<b>Grand Total</b>								

Notes:  
 \* Share application money, pending allotment of physical shares for a long time  
 \*\* Financial assistance of ₹71407('000) [previous year ₹52860('000)] has been utilized against these investments.  
 # There is no disinvestment clause as per FCA signed with the promoters.





PUNJAB AGRO INDUSTRIES CORPORATION LTD.

9A: Long-term investments are shown at cost. Out of total investment of ₹ 315565(000) (previous year ₹ 2715(000)), a sum of ₹ 234622(000) [(previous year ₹ 241083(000))] is due for disinvestment as on 31-03-2021. The Company has taken legal action in all the cases for recovery of equity from promoters where investment has become due. The liability of the promoter shall be accounted for in the year of final decision of the Court/Arbitrator. The detail of the Companies is given below:

- Nijjer Agro Foods Ltd.
- PML Industries Ltd.
- Devi Agro Industries Ltd.
- Honey Bee Natural Products Ltd.
- Golden Agro Winery Ltd.
- Sukhraj Agro Papers Ltd.
- Domino Leathers Ltd.
- Punjab Bio-tech Sugars Ltd.
- Punjab Milkchem Ltd.
- Punjab Blossoms Ltd.
- Recherche Spice Oils Ltd.
- Sumer International Ltd.
- Himalayan Frozen Foods Ltd.
- A.G. Foods Ltd.
- Green Bagh Foods Ltd.
- Omega Ag Seeds Ltd.
- Satnam Agri Products Ltd.
- Punjab Agri Ventures Ltd.
- International Farm Fresh Ltd.

Disinvested during the year

- Superior Genetics (India) Ltd.
- Bajwa Agro Industries Ltd.
- Punjab Phytochemicals Ltd.

Status of Other Companies

- Krishak Bharti Co-operatives Ltd. : Against marketing activity
- Punjab Foodkrafts Ltd. : Share application money
- Sharda Agro Organo Pest. Ltd. : Share application money
- International Farm Fresh Ltd. : No disinvestment clause
- Punjab Agri Ventures Ltd. : No disinvestment clause
- Satnam Agri Products Ltd. : No disinvestment clause



PUNJAB AGRO INDUSTRIES CORPORATION LTD.

Note-10: Deferred Tax

(Amount in' 000)

S No.	Particulars	Amount (₹)	31.3.21 - 26%		31.3.20 - 26%	
			Deferred Tax		Deferred Tax	
			Assets	Liabilities	Assets	Liabilities
1	Provision for Doubtful Debts					
	Current Year	1649	429			
	Previous Year	1649			429	
2	Difference in WDV of Assets					
	Current Year	2208		574		
	Previous Year	1247				324
	As per Income Tax Act	163512				
	As per Books	165720				
		2208				
			429	574	429	324
				-145		105
	<b>Net Deferred Expenses</b>			<b>-250</b>		





**PUNJAB AGRO INDUSTRIES CORPORATION LTD.**

Note-11: Long-term Loans and Advances	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
<b>a. Security Deposits</b>		
Unsecured, considered good	274	274
- Security with others		
- Earnest Money Deposit		
<b>Doubtful</b>		
- Deposit with Court		
Less: Provision for doubtful		
	<b>274</b>	<b>274</b>
<b>b. Other Loans and Advances</b>		
<b>Secured, considered good</b>		
LIC of India - PAIC Group Leave Encashment Scheme	78162	88766
<b>Claims Recoverable</b>		
- Director Food Processing	0	58
- State Government	2580	2234
- A.G. Foods Ltd. (provision)	39	39
- Agriculture Department, Punjab	0	
- Domino Leathers Ltd.	0	
- Golden Agro Winery Ltd. (provision)	97	97
- Omega Ag Seeds Ltd. (provision)	147	153
- Punjab Agro Juices Ltd.	0	1357
- Satnam Agri Products Ltd	35	35
- Punjab Bio-tech Sugars Ltd. (provision)	980	980
- Punjab Food Krafts Ltd.	15	15
- Punjab Phytochemicals Ltd.	0	
- Punjab Blossoms Ltd. (provision)	102	102
- Sharda Agro	17	17
- Viticulture Council of Punjab	40000	40000
- Punjab State Mandi Board	0	113
- Punjab Pollution Corp	0	47
- Advisor to Gop	0	1
- Indian Oil corp.	0	9
Less: Provision for doubtful	-1370	-1370
	<b>120802</b>	<b>132651</b>
	<b>121076</b>	<b>132925</b>

**Note-11A:** ₹ 40000('000) was paid to Viticulture Council of Punjab during 2006-07 for setting up a grape based winery project under the name and style of a new Company. The project could not be setup by the Council. Further, Council of Ministers, Punjab in its meeting dated 26.11.2014 decided to wind up the Council and amount will be decided by Punjab Government.



Note-12: Other Non-current Assets	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
a) Fixed Deposits with maturity more than 12 months - FDs PNB, Salem Tabri, Ludhiana (against bank guarantee)	100	124
	100	124
b) Unsecured, considered good Misc. Expenditure/ Project Development Exp. (to the extent not written off or adjusted) Less: Provision for doubtful	37783 0 -279	37783  -279
	37505	37505
	37605	37629

Note-13: Inventory	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
Consumable Stores		
Non Trading items (consumables)		
-Plastic Pallets	5558	0
-Plastic Sheets	50	0
-Tarpaulins	76	0
-B class Gunny Bags	104	0
-Decomposer Kit	287	0
-Fumigation Cover	37	0
-Gunny Bags	490	0
Trading items	0	0
-HSD	8587	0
-MS	7132	0
-Oils & Lubricants	624	0
-Wheat Seed	4337	0
-Paddy Seed (CS/FS)	656	0
-Fertilizers	0	0
-Dhaincha/Jantar Seeds	17228	0
-Gypsum	695	0
-Others	29	19
	45891	19

Note-14: Trade Receivables	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
Sundry Debtors (more than 6 months):	1490	73
Sundry Debtors (Less than 6 months):	12067	1101
	13557	1174





Note-15: Cash and Bank Balances	(Amount in '000)	
	As at 31st March 2021	As at 31st March 2020
<b>Cash &amp; Cash Equivalents</b>		
<b>Current Accounts</b>		
- HDFC Bank, Sector 8-C, Chandigarh	0	66
- ICICI Bank, Sector 28-D, Chandigarh	513	156
- PNB, Salem Tabri, Ludhiana	3406	1392
- IOB, Sector 28-A, Chandigarh	3202	2428
- SBI, Sector 17-C, Chandigarh (T-1, Grant-in-aid)	100	17534
- SBI, Sector 17-C, Chandigarh (T-2, Capital)	7727	38517
- SBI, Sector 17-C, Chandigarh (T-3, Payment & Revenue)	99718	118133
- SBI, Sector 17-C, Chandigarh (T-4, Expenditure Expenses)	772	772
- Indian Bank, Ludhiana	109	129
- Janta Small Bank, Bhatinda	1	51
- PNB 29367 Idh. Wheat seed	1	1156
- Axis Bank 23114	32	
- HDFC Bank 8434	868	
- Punjab & Sind Bank 1570 A/c	200	
<b>Deposits Accounts with maturity less than 3 months</b>		
- FDs AU Small Finance Bank, Sector 8-C, Chandigarh	91592	79900
- FDs State Bank of India, Sector 26-D, Chandigarh	0	
- FDs ICICI Bank, Sector 28-D, Chandigarh	33468	32500
- FDs HDFC Bank, Sector 8-C, Chandigarh	11323	42511
- FDs HDFC Bank, Sector 27, Chandigarh	47020	44000
- FDs Indian Overseas Bank, Sector 28-A, Chandigarh	52763	50000
- FDs OBC, Sector 26-D, Chandigarh (under lien with NABARD)	4920	4341
- OBC, Sector 26-D, Chandigarh (Flexi A/c)	2644	5640
- OBC, Sector 26-D, Chandigarh (Flexi A/c for Rania Farm, Amritsar)	141	137
- HDFC Bank, Sector 27-C, Chandigarh (Flexi A/c)	1154	833
- FDs IDFC Bank Ltd	21500	
	<b>383176</b>	<b>440197</b>
<b>Other Bank Balances</b>		
<b>Deposit Accounts with maturity more than 3 months but less than 12 months</b>		
- FDs AU Small Finance Bank, Sector 8-C, Chandigarh	50000	50000
- FDs Pb State Co-operative Bank, Sector 35-C, Chandigarh	12793	44133
- FDs Indian Overseas Bank, Sector 28-A, Chandigarh	30254	
- FDs OBC, Sector 26-D, Chandigarh (under lien with NABARD)	1527	1353
- FDs IDFC Bank Ltd	21417	30500
- FDs Equitas Small Finance Ltd	0	20000
- FDs Yes bank	48753	30000
- FDs HDFC Bank	17500	
- FDs Indusind Bank	41184	
- IDBI Bank	20000	
<b>Others</b>		
- Employees Security Deposit with Bank (pledged)	0	141
	141	
	<b>243570</b>	<b>176127</b>
	<b>626746</b>	<b>616324</b>



**PUNJAB AGRO INDUSTRIES CORPORATION LTD.**

(Amount in '000)

Note-16: Short-term Loans and Advances	As at 31st March 2021	As at 31st March 2020
<b>a. Loans and Advances to related parties</b>		
<b>Unsecured, considered good</b>		
- Punjab Agri Export Corporation Ltd.	1542	4747
- Punjab Agro Foodgrain Corp.	0	0
	<b>1542</b>	<b>4747</b>
<b>b. Others</b>		
<b>Unsecured, considered good</b>		
-Gratuity claim from LIC	0	1356
-TDS/Advance Income Tax/TCS	3517	3667
-Advance Fringe Benefit Tax	166	166
-Interest accrued but not Due	16223	21790
-Pre-paid Expenses	1759	1136
-Staff Advance	159	58
-Advance to parties	37939	12
-Advance against MFP	0	0
-Earned Leave Encashment Claim from LIC	0	1666
-GST ITC	431	125
-TDS under GST	6	22
-Staff recoveries- Wheat seed Ldh	80	76
-Mega Food Park Fund	52008	48593
-Income tax refund receivable	18704	18548
- MAT Credit Entitlement	1589	
- Amount recoverable from parties	12	
- Securities with other departments		
<b>Secured, considered good</b>		
- Punjab State Mandi Board	1484	0
- Punjab Pollution Corp(PPCB)	75	0
- Indian Oil corp.	9	0
- PUNSUP	445	0
- IOB bank Ext. Counter	3	0
- Group Gratuity Trust	4603	0
- Himalayan Frozen	9	0
- Markfed	3058	0
- Punjab Bureu of Investment Promotion (PBIP)	45	0
- Punjab Small Ind. And Export Corp. (PSIEC)	45	0
- Punjab Bhawan- New Delhi	60	0
- PUNSEED	37	0
- Punjab State Warehousing Corp	3456	0
- Punjab Agro Juices Ltd.	538	0
	<b>146460</b>	<b>97214</b>
	<b>148002</b>	<b>101962</b>



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(Amount in '000)

Note-17: Revenue from Operation	Year ended 31st March 2021	Year ended 31st March 2020
Gain from Sale of Investment Mega Food Park (Ldh-Ladhowal)	3211	4439
-Sale of Land	0	113611
-Sale of services at MFP	4888	0
-Rental income	9200	0
Sale of Agri products	22050	1285
-Wheat Seed (CS/FS)	359190	0
-Fertilizers	18472	0
-Dhaincha/Jantar Seeds	8772	0
-Gypsum	91	0
-Breeder seed	7	0
-Paddy Seed (CS/FS)	425883	119334

(Amount in '000)

Note-18: Other Income	Year ended 31st March 2021	Year ended 31st March 2020
Interest (other than a finance Company)	32088	29032
Dividend	165	220
Excess Provision written back	8419	1
Gravuty Provision written back	0	18223
Cost of Land written back	0	0
PMFME income	1381	0
Income from Grant-MFP	19658	0
Other non-operating income (net of expenses directly attributable to such income)	8556	8839
	70267	56315

(Amount in '000)

Note-19: Purchases/ Cost of Material	Year ended 31st March 2021	Year ended 31st March 2020
Cost of Land at Ladhowal	0	86835
Purchases:-		
-HSD, MS & Lubricants	16343	0
-Wheat Seed (CS/FS/HD)	17456	1318
-Paddy Seed (CS/FS)	663	0
-Fertilizers	354555	0
-Dhaincha/Jantar Seeds	34433	0
-Gypsum	8440	0
-Breeder Seed	91	0
Cost of material consumed (consumables)		
-Consumable stores (G.bags/Al. ph/ Melathine)	1854	0
-Depriciation on consumable items	413	0
-Loading & Processing Charges	544	0
-Incentive to Farmers (wheet seed)	2247	0
Total purchase/Cost of Material	437039	88153



**PUNJAB AGRO INDUSTRIES CORPORATION LTD.**

(Amount in '000)		
Note-20: Change in Inventory of Finished Goods, Work-in-Progress & Stock in Trade	Year ended 31st March 2021	Year ended 31st March 2020
Opening Balance (Trading Items)		
-HSD, MS & Lubricants	-	-
-Wheat Seed (CS/FS/HD)	-	-
-Paddy Seed	-	-
-Fertilizers	-	-
-Dhaincha/Jantar Seeds	-	-
-Gypsum	-	-
Total Opening Stock	-	-
Less: Closing Balance (Trading items)		
-HSD, MS & Lubricants	16343	0
-Wheat Seed (CS/FS/HD)	4337	0
-Paddy Seed (CS)	656	0
-Fertilizers	0	0
-Dhaincha/Jantar Seeds	17228	0
-Gypsum	695	0
Total Closing Stock	39259	0
Increase/(Decrease) in Inventory	-39259	0

(Amount in '000)		
Note-21: Employee Benefits Expenses	Year ended 31st March 2021	Year ended 31st March 2020
Salary & incentive	26780	31394
Contribution to provident fund superannuation scheme	2315	3251
Interest on EPF/ Exgratia to Employee	100	271
Earned leave encashment	19493	13365
Medical	0	43
Staff Welfare	118	47
	48806	48371





Note-22: Other Expenses	(Amount in '000)	
	Year ended 31st March 2021	Year ended 31st March 2020
Bank Charges/ Finance Cost	775	6
Vehicle running & maint.	347	239
Rent (Ground rent/Godown rent)	75	65
Office/General maint.	894	360
Repairs:Building	66	16
Insurance	1366	5084
Rates, Fees & Taxes	681	422
Legal Fee	325	334
Professional Charges	1049	638
Repair Computer & Software exp	382	3
Repair -Machinery	137	0
Newspapers & Periodicals	7	15
Telephone & Postage	71	46
CSR contribution	0	1095
Advertisement & Publicity	1064	729
Printing & Stationery	257	216
Travelling Expense-		
-Director/Chairman	553	148
-Staff & others	177	77
Business Promotion	180	343
GST under RCM	110	70
Property Tax	600	4671
Training Expenses	12	0
Electricity Charges	2276	1030
Water Charges	53	49
Director Fees	8	2
Housekeeping Exp	622	0
Silage project expense	671	0
Misc. Expenses/Rounding off	198	2
Loading/unloading & Transportation	1249	0
Packaging expenses	10	0
Common Effluent Treatment Plan (CEPT) Charges	1862	0
MPS Expenses	900	0
Labour Charges/ Fumigation	111	0
	<b>17088</b>	<b>15662</b>
Audit Fee	100	25
a. Statutory Audit	24	24
b. Tax Audit	124	49
	<b>17211</b>	<b>15711</b>

Note-22A: Payment to Directors on Board	(Amount in '000)	
	Current Year	Previous Year
Salary & Allowances	3781	2699
Vehicle Expenses	26	6
Telephone	553	148
Travelling	8	2
Director Fee		

Note-23: Exceptional Items	(Amount in '000)	
	Year ended 31st March 2021	Year ended 31st March 2020
Income/Expenses relating to previous year	-284	291
Amount Written off	0	2528
	<b>-284</b>	<b>2819</b>

# Punjab Agro Industries Corporation Ltd.

Note-24: Other Notes on Accounts

## (A) SIGNIFICANT ACCOUNTING POLICIES

### 1) Basis of preparation of Financial Statements:

#### i) General

- a) The financial statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and the provisions of the Companies Act 2013, subject to what is stated herein below, as adopted consistently by the Company.
- b) The Company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis except for the profit/loss on disinvestment of equity in promoted sector companies, taxes and dividend which are accounted for on cash basis.
- c) The presentation of financial statements is in conformity with the generally accepted accounting principles which require estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenue and expenses during the reporting period. The difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

#### ii) Segment Accounting Policies

- a) Based on the guiding principles given in Accounting Standard-17, *Segment Reporting*, issued by the Institute of Chartered Accountants of India, the Company's primary reporting format is business segment. It consists mainly of long-term investments, sale/lease of land, trading of fertilizers/wheat seed/jantar & Gypsum and bank deposits..



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b) Revenue and expenses have been accounted for on the basis of their relationship to the operating activities of the segment. Revenue and expenses, which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been included under "un-allocable expenses". Assets and liabilities, which relate to the enterprise as a whole and are not allocable to segments on a reasonable basis, have been included under "un-allocable assets/liabilities".

c) Un-allocable assets mainly comprise of land & building and other current assets relating to the Company as a whole. Un-allocable liabilities mainly comprise current liabilities relating to the corporate as a whole and segments have been identified considering the nature of services, the nature of related risks and returns and the internal financial reporting system of the Company.

iii) **Taxes on Income**

a) Tax on income for the current period is determined on the basis of taxable income and applicable tax rate computed in accordance with the provisions of Income Tax Act, 1961.

b) During the year MAT Credit which available as per previous filled returns has been recognized as asset in the books of accounts on the recommendation of the Auditors

c) The Company has accounted for deferred tax in accordance with the Accounting Standard-22, Accounting for Taxes on Income, issued by the Institute of Chartered Accountants of India. Accordingly, deferred tax for the year is recognized on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized and carried forward only if there is a reasonable/virtual certainty of its realization.



### **Cash Flow Statement:**

- a) The statement has been prepared under indirect method except in case of dividend, sale/purchase of investments and taxes which have been considered on the basis of actual movement of cash, with corresponding adjustments in assets and liabilities as set out in the Accounting Standard-3 issued by Institute of Chartered Accountants of India.
- b) Cash Equivalents represent bank balances only.

### **Fixed Assets:**

Fixed Assets are stated at cost less accumulated depreciation. All costs of bringing the respective assets to working condition for their intended use are capitalized.

### **Depreciation:**

- a) Depreciation on fixed assets is provided on the written down value (WDV) at the rates prescribed in Schedule-II of the Companies Act, 2013. The depreciation on assets acquired/sold/discarded/demolished during the year is provided from/up to the month the asset was commissioned/sold or discarded.
- b) The assets whose WDV is 5% is not depreciated.

### **Retirement Benefits:**

- a) The Company contributes towards provident fund and family pension as per Employees Provident Fund and Miscellaneous Provisions Act, 1952.
- b) Gratuity to the employees has been covered by the master policies taken from LIC of India. It is being provided on the basis of actuarial valuation.
- c) Leave encashment to the employees has been covered under the policy taken from LIC of India. It is being provided on the basis of actuarial valuation. There was a surplus as





per current year actuarial valuation so the provision has been written back provided previous year.

Most of the staff is on deputation with PAFCL, PAGREXCO, PAJL & other related Companies and as decided by the Management, from 01.04.2018, gratuity and earned leave to employees (including employees on deputation with subsidiary Companies) is being paid from the funds maintained with LIC of India and 11% of pay drawn as annual contribution in lieu thereof has been recovered from the subsidiary Companies.

#### **Government Subsidy, Grants and Assistance:**

- a) The subsidy, grants and assistance, etc. are recognized as and when utilized. A part of assistance received has been utilized for the purpose these have been received and correspondingly reserve has been created.
- b) In case of funds received from the State Government as assistance for setting up of agro/horticulture units, the unspent amount is kept with banks and has been shown under the head Other Current Liabilities. The interest earned on such deposits is treated as income of the Company.
- c) Grant received from MOFPI for setting up of Mega Food Park is kept in a separate bank account and accounted for on its utilization. Interest earned on un-utilized amount is treated as grant as per agreement. The amortization of assets amounting Rs 1.96 crore charged on the assets capitalized out of grants (Rs 16.56) has been treated as income from grant in head "other income" of profit & Loss A/c out of the total depreciation charged to P & L in F.Y 2020-21 and so on in compliance to AS 12.

#### **Investment/Disinvestment Policy:**

- a) Investments are long-term investments and their carrying amount is determined at cost basis. Fluctuations in the net worth or market price of investments whether quoted or not, are considered to be temporary.



- b) The financial collaboration agreements (FCA) entered into with the private entrepreneurs includes a clause for buy back of shares by the promoters on completion of a specified period after the start of commercial production. In some cases, the collaborators would provide collateral security by way of pledging of his/his associates equity in the Company as is equal to the extent of 25% of the Company's equity contribution in that Company. Accordingly, pledged shares have been received. In other cases disinvestment shall be executed as per FCAs.
- c) As the promoters are not exercising the option of buying the Company's equity, there is uncertainty of realization. The disinvestment is, therefore, being accounted for in the year of actual disinvestment. The Company is following this practice consistently.
- d) PAIC has been notified under Punjab Public Moneys (Recovery of Dues) Act, 1983 by the State Government for recovery of its dues as arrears of land revenue. Action is being taken under the Act for the recovery of dues from the promoters.
- e) Investments where there is no clause of buy back of shares, the Company has formulated a policy of determining the price of shares at its own and accordingly further legal action will be taken following the procedure approved by the Board of Directors.

The borrowing costs are recognized as an expense in the period in which they are incurred.

The prepaid expenses up to ₹2,500 are charged to profit and loss account in the year of payment.

## **(B) OTHER NOTES ON ACCOUNTS**

### **1. a) Mega Food Park (Work-in-progress)**

During 2015-16, Government of India had sanctioned a Mega Food Park to be setup by the Company at Ladhowal, District Ludhiana in Punjab under the Food Processing Scheme. Land for the Park provided by the State Government has been transferred in the name of the Company. Since, no payment has been made by the Company; therefore, notional value has



been taken in Fixed Asset and Current Assets respectively. Funds received for the Park have been kept in separate escrow bank accounts as per guidelines of Government of India. As the project is still in progress and not completed so the expenditure incurred except on the Plots Leased out has been shown under the head 'Capital Work-in-progress'. Some revenue generating assets which have been handed over to PAIC on completion has been recognized as fixed Assets out of WIP. Also, provision has been made of the pending proportionate expenses relating to the leased out land after considering each and every expenditure incurred on Mega Food Park as integral part of the land to be leased out.

- b) The government of India (MoFPI) had deducted ₹ 1.77 crore as penalty (₹ 0.77 crore from 2<sup>nd</sup> installment released on 26.9.2017 & ₹ 1.00 crore from 3<sup>rd</sup> installment released on 30.09.2019 from Grant in Aid for the Project due to delay in completion.
- c) Depreciation on some of the assets purchased for Mega Food Park are not exclusively used for Mega Food Park but it also use for the corporation as well so the depreciation on the assets has been charged to PAIC.
2. a) The company was declared a Nodal Agency by the Government of Punjab for Progressive Punjab Agriculture Summit - 2014 held during February, 2014 at Mohali. Out of ₹ 61100('000) received from various departments ₹ 44441('000) were spent on summit whereas ₹ 11559('000) were refunded leaving a balance of ₹ 5100('000) which were transferred in Promotional fund account along with the amount unspent in context to Agro Tech 2016 & Agro Tech 2018 as per minutes of Audit Committee meeting held on dated 28.10.2020.
- b) Out of ₹ 17425('000) received from Agriculture Department, Punjab for development of Government Seed Farm, Rania, Amritsar in 2013-14, amount received and spent for the development of farm has been kept under the head 'Government Seed Farm, Rania, Amritsar'. However, Rania Farm as well as balance amount has been transferred to Agriculture Department.



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3. Land measuring 23 acre 2 kanal 5 marla of Agriculture Department at village Bara, Sirhind, District Fatehgarh Sahib was transferred in the year 1995 by Government of Punjab to the Company on lease hold basis. The lease deed between Punjab Government & PAIC was executed on 28.11.2006 for a period of 30 years starting from 31.05.1996, extendable by a period of 33 years. The land is being looked after by PAGREXCO, a subsidiary Company, who is also bearing lease money. A part of the land has been subleased to Punjab Agri Food Parks Ltd. for setting up of Food Park.

4. Punjab Rural Development Board has released a interest free loan amounting Rs. 4.25 crore to PAIC for setting up juice plant at Hoshiarpur & Abohar through Punjab Agro Juices Ltd which were later on declared as Grant and hence shown as Grant in Aid in the books of PAJL.

5. PAIC owns 12.5 acre (approx.) of land at Salem Tabri, Ludhiana, out of which 2 acre (approx.) has been occupied by Police Department. An amount of ₹ 2.42 crore has been received from Police Department as advance against said land, pending for settlement.

6. EPF Department at its own has collected the payment of Rs. 1.53 crore from the bank account of the company as EPF dues on the labour component paid to the arhtiyas on procurement of foodgrains. The case actually pertains to the Punjab Agro Foodgrains Corporation Ltd., a subsidiary company. Therefore, the amount has been recovered from Punjab Agro Foodgrains Corporation Ltd. and case against EPF department has been filed.

7. In the opinion of the Management, current assets, loans and advances have a value on realization in the ordinary course of business at least equal to the value at which they have been stated in the balance sheet. The provisions for all the liabilities are considered adequate and reasonable.



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The balances of creditors, claims recoverable, deposits and advances are subject to confirmation. The difference, if any, will be accounted for on final reconciliation. The balances shown are netted against provisions, where indicated.

The Company has not received any information from any of the suppliers of their being a small-scale industrial unit. Hence, the amount due to small-scale industrial units outstanding as at 31.03.2021 is not ascertainable.

0. Earning per Share:

	<u>New</u>	<u>Old</u>
(a) Profit(+)/Loss(-) after tax (₹)	9860('000)	14505('000)
(b) Number of Equity Shares	4936360	4936360
(c) Nominal value per Equity Share (₹)	100	100
(d) Basic & Diluted Earnings per Share (₹)	2.00	2.94

11. The Company has not paid remuneration more than the limit prescribed u/s 197 read with schedule V of the Companies Act, 2013 during the accounting period. Computation of Net Profit in accordance with section 198 of the Companies Act, 2013 has not enumerated as no Commission is payable.

2. The Company has not discontinued any operation during the year. Hence, there are no details which need to be disclosed as required under Accounting Standard-24.



1) CASH FLOW STATEMENT

(Amount in '000)

Particulars	31.03.2021		31.03.2020	
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net profit before tax and extra ordinary items		12135		19831
Adjustments for:				
- Depreciation			764	
- Dividend income	20502		-220	
- Interest income	-165		-29032	
- (Profit)/loss on sale of fixed asses	-32088		-19	
- Excess provision w/back	-423		0	
- Transfer to reserve	0		12248	
	136			
<b>Operating profit before working capital changes</b>		-12039		-16260
Adjustments for:		97		3572
- Trade and other receivable				
- Inventory	-12382		-1102	
- Increase/Decrease in short term loans & advances	-45872		0	
- Increase/Decrease in miscellaneous expenses	-46041		19828	
- Current liabilities				
<b>Cash generated from operations</b>	118252	13957	218165	236892
- Direct taxes paid		14054		240463
<b>Net cash from operating activities</b>		-2026		-217
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		12028		240247
- Purchase of fixed assets	-169335		-936	
- Capital Work in Progress	128824		-151944	
- Sale/transfer of fixed assets	1088		45	
- Sale/purchase of investments (net)	41150		9450	
- Long term loans & advances	11849		13709	
- Other non current Assets	24		18122	
- Interest received	32088		29032	
- Dividend received from other investments	165		220	
<b>Net cash used in investing activities</b>		45854		-82302
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
- Proceeds from issue of share capital	0		0	
- Proceeds from short/ long term borrowings	-39041		32319	
- Other long term borrowings	-8419		-9804	
- Repayment of short/ long term borrowings	0		0	
- Interest paid	0		0	
<b>Net cash used in financing activities</b>		-47460		22516
<b>NET INC / (-) DEC IN CASH &amp; CASH EQUIVALENTS</b>		10422		180460
<b>CASH &amp; CASH EQUIVALENTS AS AT 1ST APRIL</b>		616324		435863
<b>CASH &amp; CASH EQUIVALENTS AS AT 31ST MARCH</b>		626746		616324

AUDITORS CERTIFICATE

We have examined the attached cash flow statement of Punjab Agro Industries Corporation Ltd. which is in agreement with the corresponding Profit & Loss Statement and Balance Sheet of the Company covered by our audit report dated \_\_\_\_\_ to the members of the company

As per our report of even date

For and on behalf of the Board

Shiv K Gupta & Associates  
Chartered Accountants  
(FRN: 006946N)



Prop. Shiv K Gupta  
M No. 085397  
Place: Chandigarh

Dated: 06-10-2021  
UDIN: 21085397AAAA B01011

(Ravi Gupta)  
Head (F&A)

(Rajesh Sood)  
Company Secretary

(Manjit Singh Brar)  
Managing Director  
DIN: 00942519

(Joginder Singh Mann)  
Chairman/ Director  
DIN: 08671082



Particulars	(Amount in '000)	
	Current Year	Previous year
<b>(i) Primary Segments</b>		
<b>Revenue</b>		
- External revenue		
Sale of land - Mega Food Park, Ludhiana	0	113611
Sale of services- Mega Food Park, Ludhiana	4888	0
Rental Income- Mega Food Park, Ludhiana	9200	0
Sale of Agri Products- Wheat Seed	22149	0
Fertilizers	359190	0
Dhancha Seed	18472	0
Gypsum	8772	0
Investment	3211	4439
Bank Deposits	32088	29032
	<b>457971</b>	<b>147082</b>
- Inter segment revenue	0	0
- Total revenue	<b>457971</b>	<b>147082</b>
<b>Segment result</b>		
Sale of land - Mega Food Park, Ludhiana	0	113611
Sale of services- Mega Food Park, Ludhiana	4888	0
Rental Income- Mega Food Park, Ludhiana	9200	0
Sale of Agri Products- Wheat Seed	22149	0
Fertilizers	359190	0
Dhancha Seed	18472	0
Gypsum	8772	0
Investment	3211	4439
Bank Deposits	32088	29032
	<b>457971</b>	<b>147082</b>
	<b>451588</b>	<b>134357</b>
Add: Unallocable expenses Net of income		
Operating profit	6383	12725
Add: Interest income	5752	7107
Profit/(-)Loss before tax	12135	19831
Less: Provision for tax	2026	217
Less: Provision for deferred tax	(-) 250	5110
Net Profit/(-)Loss	<b>9860</b>	<b>14505</b>
<b>Other information</b>		
Segment assets	837904	807867
Unallocable corporate assets	1224506	1173754
<b>TOTAL ASSETS</b>	<b>2062410</b>	<b>1981621</b>
Segment liabilities	783948	696718
Unallocable corporate liabilities	1278461	1284904
<b>TOTAL LIABILITIES</b>	<b>2062410</b>	<b>1981621</b>
Capital Expenditure (unallocable corporate)	169335	936
Depreciation (unallocable corporate)	20502	764
Non cash expenditure other than depreciation (unallocable corporate)	0	0
<b>(ii) Secondary Segments</b>		
<b>External revenue by location of customers</b>		
-within Punjab	463723	154188
<b>Segment assets</b>		
-within Punjab	837904	807867
<b>Tangible fixed assets acquired during the year</b>		
-within Punjab	169335	936
	-	-



## 15. Related Party Disclosure

As per Accounting Standard-18 issued by Institute of Chartered Accountants of India, the Company's related parties are disclosed as under:

- 1) Punjab Agro Foodgrains Corporation Ltd.  
(a wholly owned subsidiary Company)
- 2) Punjab Agri Export Corporation Ltd.  
(a subsidiary Company)
- 3) Punjab Agro Juices Ltd.  
(Managing Director of the Company is the Managing Director of this Company also)

### Key Management Personnel

Shri Manjit Singh Brar, IAS	Managing Director
Shri Joginder Singh Mann	Chairman
Shri Manpreet Singh Sandhu	Vice Chairman
Shri Sibin C., IAS	Director
Smt Surinder Kaur Waraich, IRS	Director
Shri P.K.Pandey	Director
Shri Ranjeet Singh	Director
Shri Kiranjit Singh Mittha	Director
Smt. Nirmala Devi	Director
Shri Manjit Singh Jalbooti	Director
Shri Rajiv Sehgal	Director

### Related Party Transactions

#### Name of the Related Party

Punjab Agro Foodgrains Corporation Ltd.

#### Nature of Transactions

The Company has contributed ₹ 50000('000) as equity capital. The Company has provided staff on deputation. The balance payable to the said Company as on 31.03.2021 is ₹ 26267('000).





Punjab Agri Export Corporation Ltd. The Company has contributed ₹ 25500 ('000) as equity capital. The Company has provided staff on deputation. The balance recoverable from the said Company as on 31.03.2021 is ₹ 1542 ('000).

**16. Consolidated Financial Statement (CFS):**

The Company has its two subsidiaries, namely Punjab Agro Foodgrains Corporation Ltd. (PAFCL) and Punjab Agri Export Corporation Ltd. (PAGREXCO). CFS will be prepared on finalization of accounts of the subsidiary Companies.

17. Figures in brackets are in respect of previous year. The previous year figures have been re-grouped and reclassified including nomenclature to make them correspond with the current year figures. The figures are in rounded off to nearest thousands in financial statements.

18. Notes 1 to 24 annexed to the Balance Sheet and Profit & Loss Statement form an integral part of the accounts.

Shiv K Gupta & Associates  
Chartered Accountants  
(FRN: 006946N)



  
Ravi Gupta  
Head (F&A)

  
Rajesh Sood  
Company Secretary


Prop. Shiv K Gupta  
M No. 085397

Place: Chandigarh

Dated: 05-10-2021

UDIN: 21085397AAAABO1011

  
Manjit Singh Brar  
Managing Director  
DIN : 00942519

  
Joginder Singh Mann  
Chairman  
DIN : 08671082