

JKM Research Farm Limited
CIN NO.U85110KA1994PLC016696

| Balance sheet as at | Note | As at March 31, 2020 INR | As at March 31, 2019 INR |
|--------------------------------------|------|--------------------------------|--------------------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Property plant and equipment | 2 | 24,24,81,925 | 24,25,11,713 |
| Total non-current assets | | 24,24,81,925 | 24,25,11,713 |
| Current assets | | | |
| Financial Assets | | | |
| (i) Cash and cash equivalents | 3 | 2,82,951 | 3,04,912 |
| (ii) Other current financial assets | 4 | 1,29,92,930 | 93,08,555 |
| Total current assets | | 1,32,75,880 | 96,13,467 |
| TOTAL ASSETS | | 25,57,57,805 | 25,21,25,180 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Equity share capital | 5 | 5,00,00,000 | 5,00,00,000 |
| Other equity | 6 | 20,50,40,886 | 20,13,99,295 |
| Total equity | | 25,50,40,886 | 25,13,99,295 |
| Liabilities | | | |
| Non-current liabilities | | | |
| Deferred tax liabilities (Net) | | 64,000 | 64,000 |
| Total Non-current liabilities | | 64,000 | 64,000 |
| Current liabilities | | | |
| Other current liabilities | 7 | 2,57,569 | 2,91,885 |
| Current tax liabilities (net) | 8 | 3,95,350 | 3,70,000 |
| Total current liabilities | | 6,52,919 | 6,61,885 |
| Total Equity and Liabilities | | 25,57,57,805 | 25,21,25,180 |

Significant Accounting Policies 1
Notes and other disclosures 9

For and on behalf of Board of Directors of JKM Research Farm Limited

As per our report of even date attached

Arvind Mishra
Director
DIN No.07892275

P S Ramesh
Director
DIN No: 05205364

B.N.Govinda Prasad
Partner
Membership No. 23521
For M/s Prasad & Kumar
Chartered Accountants
Firm Regn No. 005837S

Bangalore
Date: 26/06/2019

JKM Research Farm Limited
CIN NO.U85110KA1994PLC016696

| Cash flow statement for the year ended | March 31, 2020 | March 31, 2019 |
|--|-----------------------|-----------------------|
| | INR | INR |
| A. Cash flow from Operating activities | | |
| Net Profit / (Loss) before tax | 45,35,291 | 34,08,567 |
| Adjustments for: | | |
| Depreciation | 29,788 | 32,950 |
| Operating Profit before working capital changes | 45,65,079 | 34,41,517 |
| (Increase) / Decrease in other current financial assets | (36,84,375) | (17,19,247) |
| Sub total | 8,80,705 | 17,22,270 |
| (Decrease) / Increase in Other Current Liabilities | (34,316) | 32,015 |
| (Decrease) / Increase in Short Term Provisions | (8,68,349) | (4,58,187) |
| Cash generated from Operations | (21,961) | 12,96,098 |
| Direct Taxes paid | - | (4,60,184) |
| Cash flow from Operating activities | (21,961) | 8,35,914 |
| B. Cash flow from Financing activities | | |
| Increase in Equity Capital | - | - |
| C. Cash flow from Investing activities | | |
| Increase in Property plant and equipment | - | (7,01,561) |
| Advances on Capital account | - | - |
| NET DECREASE IN CASH AND CASH EQUIVALENTS | (21,961) | 1,34,353 |
| Cash and cash equivalents as at beginning of the year | 3,04,912 | 1,70,558 |
| Cash and cash equivalents as at end of the year | 2,82,951 | 3,04,912 |
| | (21,961) | 1,34,354 |

For and on behalf of Board of Directors of JKM Research Farm Limited

As per our report of even date attached

Arvind Mishra
Director
DIN No.07892275

P S Ramesh
Director
DIN No: 05205364

B.N.Govinda Prasad
Partner
 Membership No. 23521
For M/s Prasad & Kumar
Chartered Accountants
 Firm Regn No. 005837S

Bangalore
 Date: 26/06/2019

JKM Research Farm Limited
CIN NO.U85110KA1994PLC016696

| Statement of profit and loss for the year ending | Note No. | March 31, 2020 | March 31, 2019 |
|---|-----------------|-----------------------|-----------------------|
| | | INR | INR |
| Revenue from operations | | - | - |
| Other income | 10 | 63,36,950 | 54,87,930 |
| Total Income | | 63,36,950 | 54,87,930 |
| Expenses | | | |
| Depreciation and amortisation | 2 | 29,788 | 32,950 |
| Other expenses | 11 | 17,71,871 | 20,46,413 |
| Total expenses | | 18,01,659 | 20,79,363 |
| Profit before tax | | 45,35,291 | 34,08,567 |
| Current tax | | 8,75,350 | 8,50,000 |
| Deferred tax | | - | - |
| Income tax expense | | 8,75,350 | 8,50,000 |
| Profit for the year | | 36,59,941 | 25,58,567 |

Earning per equity share (of INR 100 each)

Basic and diluted (in INR) **0.73** **0.51**

Significant Accounting Policies 1

Notes and other disclosures 12

For and on behalf of Board of Directors of JKM Research Farm Limited

As per our report of even
date attached

Arvind Mishra
Director
DIN No.07892275

P S Ramesh
Director
DIN No: 05205364

B.N.Govinda Prasad
Partner
Membership No. 23521
For M/s Prasad & Kumar
Chartered Accountants

Bangalore
Date: 26/06/2019

JKM Research Farm Limited

Notes to annual financial statement for the year ended 31 March 2020

1 Significant Accounting Policies:

- a These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules 2015 notified under Section 133 of the Companies Act 2013 ('the Act') and other relevant provisions of the Act.
The standalone Ind AS financial statements are prescribed in Indian Rupees ("INR") which is also the Company's functional currency.
- b Fixed Assets are stated at cost of acquisition including the relatable expenses incurred till the assets are ready to be put to use., net of accumulated depreciation. Advances paid towards acquisition of fixed assets are disclosed under Other Non Current Assets. Depreciation on tangible assets is provided on the straight line useful method over the lives of the assets estimated by the Company.
- c Income Tax expense comprising current tax (i.e., amount of tax for the year determined in accordance with the income tax law) and deferred tax charge/effects or credit (reflecting the tax of timing differences between accounting income and taxable income for the period) are recognised using the tax rates that have been enacted by the Balance Sheet date.
- d The basic earnings/(loss) per share is computed by dividing the net profit/(loss) attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive equity shares during the year.
- e Cash flows are reported using indirect method, whereby net profit before tax is adjusted for effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financial activities of the Company are segregated.

2 Property plant and equipment

| DESCRIPTION | GROSS BLOCK | | | DEPRECIATION BLOCK | | | NET BLOCK | | |
|--------------------------------------|----------------------------|----------------------------------|----------------------------|----------------------------|------------------------|------------------|----------------------------|----------------------------|----------------------------|
| | As at 01.04.2019 INR | Additions/ (Deletions) INR | As at 31.03.2020 INR | As at 01.04.2019 INR | For the year INR | Deletions INR | As at 31.03.2020 INR | As at 31.03.2020 INR | As at 31.03.2019 INR |
| TANGIBLE ASSETS | | | | | | | | | |
| a) Let out (See Note 1 below) | | | | | | | | | |
| Land | 24,09,92,013 | - | 24,09,92,013 | - | - | - | - | 24,09,92,013 | 24,09,92,013 |
| Building | 65,88,388 | - | 65,88,388 | 50,68,687 | 29,788 | - | 50,98,475 | 14,89,913 | 15,19,701 |
| Plant and Equipment | 1,20,41,512 | - | 1,20,41,512 | 1,20,41,512 | - | - | 1,20,41,512 | - | - |
| Sub total (a) | 25,96,21,912 | - | 25,96,21,912 | 1,71,10,199 | 29,788 | - | 1,71,39,987 | 24,24,81,925 | 24,25,11,713 |
| b) Other Assets | | | | | | | | | |
| Furniture & Fixtures | 1,01,823 | - | 1,01,823 | 1,01,823 | - | - | 1,01,823 | - | - |
| Vehicles | 4,58,495 | - | 4,58,495 | 4,58,495 | - | - | 4,58,495 | - | - |
| Sub total (b) | 5,60,317 | - | 5,60,317 | 5,60,318 | - | - | 5,60,318 | - | - |
| Total (a+b) | 26,01,82,230 | - | 26,01,82,230 | 1,76,70,517 | 29,788 | - | 1,77,00,305 | 24,24,81,925 | 24,25,11,713 |

Notes: -

1. The property plant and equipment has been let out to Dynamatic Technologies Limited, the holding Company.

JKM Research Farm Limited

Notes to annual financial statement for the year ended 31 March 2020

| | March 31, 2020 INR | March 31, 2019 INR |
|---|-----------------------|-----------------------|
| 3 Cash and cash equivalents | | |
| Balances with banks | 2,66,922 | 2,46,791 |
| Cash on hand | 16,029 | 58,121 |
| | 2,82,951 | 3,04,912 |
| | | |
| | March 31, 2020 INR | March 31, 2019 INR |
| 4 Other current assets | | |
| Rent Receivable from holding Company | 1,29,85,965 | 93,08,556 |
| Other receivables | 6,965 | - |
| | 1,29,92,930 | 93,08,556 |
| | | |
| | March 31, 2020 INR | March 31, 2019 INR |
| 5 Share capital | | |
| Authorised: 60,00,000 Equity Shares of INR10/- each | 6,00,00,000 | 6,00,00,000 |
| Issued, Subscribed and Paid-up: | | |
| As at 1st April | | |
| 50,00,000 (50,00,000) Equity Shares of INR 10/- each, fully paid-up | 5,00,00,000 | 5,00,00,000 |
| Additions / Adjustments during the year | - | - |
| As at 31 March 2020 | 5,00,00,000 | 5,00,00,000 |
| <p>Out of the above 50,00,000 Equity Shares, 49,99,930 Equity Shares are held by Dynamatic Technologies Limited, the holding company and 70 Equity Shares are held by the nominees of Dynamatic Technologies Limited.</p> | | |
| | | |
| | March 31, 2020 INR | March 31, 2019 INR |
| 6 Other Equity | | |
| Reserves | | |
| Subsidy Received from National Horticulture Board under Back Ended Subsidy Scheme | 25,00,000 | 25,00,000 |
| Retained Earnings | 18,52,00,000 | 18,52,00,000 |
| Surplus | | |
| Opening balance | 1,36,99,295 | 1,07,50,911 |
| Add: Trf. From Statement of Profit and Loss during the year | 36,59,941 | 25,58,567 |
| Add: Tax adjustment | (18,350) | 3,89,817 |
| Sub total | 1,73,40,886 | 1,36,99,295 |
| Total | 20,50,40,886 | 20,13,99,295 |

JKM Research Farm Limited

Notes to annual financial statement for the year ended 31 March 2020

| | March 31, 2020 | March 31, 2019 |
|------------------------------------|------------------------|------------------------|
| | INR | INR |
| 7 Other current liabilities | | |
| Statutory Liabilities | 64,859 | 61,806 |
| For Goods and Services | 1,92,710 | 1,98,064 |
| | <u>2,57,569</u> | <u>2,59,870</u> |
| 8 Short term provision | | |
| For Income tax | <u>3,95,350</u> | <u>3,70,000</u> |

9 Notes and other disclosures

- i** There were no contingent liabilities and contractual or other commitments, to the extent not already provided for in the accounts.
- ii** The Company has not proposed to pay any dividend for the year.
- iii** The Company has not raised any amounts by way of issue of securities during the year.
- iv** Land, comprising of 63 Acres & 24 Guntas, has been registered in the name of the Company and is in its possession.
- v** The Company has let out some of its assets to Dynamatic Technologies Limited, the holding company and earned during the year, INR 48,00,000 (Previous Year - INR 48,00,000) as income arising out of this transaction. This transaction is not in the nature of "Leases" contemplated in IND AS 116 issued by the ICAI.
- vi** Related Party Transactions - During the year under review the Company has transacted with its holding Company for an amount of INR 48,00,000 for letting out its assets.
- vii** Previous Year's figures have been re-grouped, re-classified and re-cast to conform to current year's classification and Schedule III to the Companies Act, 2013.