

48TH ANNUAL REPORT

2015-2016



AFC INDIA LIMITED

Formerly Agricultural Finance Corporation Ltd.

(Technical Support Institution Committed to Rural Prosperity)

ISO-9001:2008 Certified Company

Company Information

Forty Eighth Annual Report 2015-16

Authorized Capital : **Rs 100,00,00,000**

Issued, Subscribed &

Paid-Up Capital : **Rs 15,00,00,000**

Directors

Dr C D Mayee

*Former Chairman, Agriculture
Scientists Recruitment Board, New
Delhi*

Shri T C Venkat Subramanian

*Ex Chairman & Managing Director,
EXIM Bank of India*

Shri M C Varshneya

*Ex Vice Chancellor, AAU, Anand &
Director Savy Software Pvt ltd*

Dr. Krishna Lavekar

IAS (retd)

Shri P C Ravindranath Menon

CGM, EXIM Bank

Shri Ashok Viswanathan Methil

CGM, NABARD

Shri Brajesh Kumar Mohanty

General Manager, Bank of India

Shri A K Garg

Managing Director, AFC India Ltd

Auditors

*Ramanand and Associates
(Chartered Accountants)*

*6/C, Ostwal Park Building No. 4 CHSL,
Bhayandar East, Thane - 401105*

48TH ANNUAL REPORT

2015-2016



AFC INDIA LIMITED

Formerly Agricultural Finance Corporation Ltd.

CIN No. U65990MH1968GOI013983

REGD. OFFICE: Dhanraj Mahal, First Floor, CSM Marg, Mumbai – 400

001 Telephone : 91-22-22028924

Website : www.afcindia.org.in

Member banks & Institutions

PUBLIC SECTOR BANKS

- Central Bank of India
- Bank of Baroda
- Bank of India
- Punjab National Bank
- State Bank of India
- Oriental Bank of Commerce
- UCO Bank
- Union Bank of India
- Allahabad Bank
- Dena Bank
- Canara Bank
- United Bank of India
- Bank of Maharashtra
- Indian Bank
- Syndicate Bank
- Indian Overseas Bank
- Andhra Bank
- Vijaya Bank
- Punjab and Sind Bank

DEVELOPMENT FINANCE INSTITUTIONS

- NABARD
- Export Import Bank of India

PRIVATE SECTOR BANKS

- Industrial Development Bank of India (IDBI)
- J & K Bank
- State Bank of Hyderabad
- The Karur Vyasya Bank Ltd
- ICICI Bank Ltd
- HDFC Bank Ltd
- Kotak Mahindra Bank Ltd
- The Catholic Syrian Bank Ltd.,
- The South Indian Bank Ltd
- The Karnataka Bank Ltd

FOREIGN BANKS

- Standard Chartered Bank
- HSBC
- Banque Nationale De Paris (BNP Paribas)
- American Express International Banking Corpn
- First National City Bank (Citibank NA)
- Bank of America NT and SA

STATE CO-OPERATIVE BANK

- The Gujarat State Co-operative Bank Ltd



AFC INDIA LIMITED
DHANRAJ MAHAL, FIRST FLOOR, CSM MARG, MUMBAI -400001
CIN: U65990MH1968GOI013983

DIRECTORS' REPORT 2015-16

TO MEMBERS,
AFC INDIA LIMITED

DEAR SHAREHOLDERS,

YOUR DIRECTORS HAVE PLEASURE IN PRESENTING THE ANNUAL REPORT AND AUDITED STATEMENT OF ACCOUNTS ON THE BUSINESS AND OPERATIONS OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH, 2016.

1. FINANCIAL RESULTS:

THE FINANCIAL RESULTS OF THE COMPANY FOR THE YEAR UNDER REVIEW ARE SUMMARIZED BELOW:

SR. NO	PARTICULARS	2015-16	2014-15
		RS.	RS.
1.	INCOME FOR THE YEAR	197,375,230	317,069,639
2.	LESS: EXPENDITURE	(191,077,008)	(3,08,342,649)
3.	PROFIT BEFORE DEPRECIATION, EXTRAORDINARY ITEMS & TAX	6,298,222	8,726,990
4.	LESS: DEPRECIATION	(1,070,830)	(1,075,955)
5.	LESS: EXTRAORDINARY ITEMS	(248,010)	0
6.	PROFIT / (LOSS) BEFORE TAX (PBT)	4,979,382	7,651,035
7.	LESS: PROVISION FOR CURRENT TAX	(1,510,000)	(2,302,000)
8.	LESS : PROVISION FOR DEFERRED TAX	(181,552)	(431,620)
9.	LESS : TAX EXPENSE FOR EARLIER YEARS	0	(1,91,217)
10.	PROFIT / (LOSS) AFTER TAX (PAT)	3,287,830	4,726,198
11.	LESS : PREFERENCE DIVIDEND PROVIDED	0	0
12.	BALANCE BROUGHT FORWARD FROM PREVIOUS YEAR	109,786,903	106,237,366
13.	LESS: RETAINED EARNINGS	(41,657)	(1,176,662)
14.	BALANCE CARRIED TO BALANCE SHEET	113,033,076	109,786,903

2. STATEMENT OF AFFAIRS OF THE COMPANY IN THE FINANCIAL YEAR 2015-16

THE TOTAL NUMBER OF ASSIGNMENTS BAGGED DURING THE PERIOD WAS 50 WITH CONSULTANCY FEES TO THE TUNE OF RS. 25.16 CR. THE BUSINESS THAT WAS CARRIED FORWARD FROM THE PREVIOUS YEAR (2014-15) WAS RS. 16.7 CR. COMPANY WAS ABLE TO SUCCESSFULLY COMPLETE DURING THE YEAR (2015-16) TO THE TUNE OF RS. 17.40 CR. AS ON

31ST MARCH 2016, THE ONGOING BUSINESS THAT WAS CARRIED FORWARD WAS RS. 46.42 CR. DETAILS ARE FURNISHED IN ANNEXURE 1.

3. DIVIDEND

THERE WAS NO DIVIDEND DECLARED BY THE COMPANY IN FINANCIAL YEAR.

4. BUSINESS OUTLOOK FOR THE YEAR 2016-2017

BUSINESS BAGGED UNDER MONITORING, EVALUATION AND DOCUMENTATION (MELD) OF INTEGRATED WATERSHED MANAGEMENT PROGRAMME (IWMP) COMPONENT OF PRADHAN MANTRI KRISHI SINCHAI YOJANA (PMKSY) IN DIFFERENT STATES IN THE PREVIOUS/CURRENT YEARS HAD BEEN THE STRENGTH OF THE COMPANY AND REQUIREMENT OF THE OTHER STATES AS WELL AS CENTRAL GOVERNMENT INCREASED BUSINESS OPPORTUNITIES. NOW PMKSY IS INCREASING ITS DOMAIN BY MERGER OF FEW MORE PROGRAMS AND WIDENING OUR BUSINESS ARENA ALSO. TRAINING AND CAPACITY BUILDING COMPONENTS OF PMKSY WAS A FELT NEED AND WHEN SOME OF THE STATES WERE ADDRESSING THESE AREAS EXIST. GOVERNMENT OF INDIA (GOI) HAS EMPHASISED ON CENSUS AND MAJOR IRRIGATION PROJECTS ON THE LINE OF CENSUS OF MINOR IRRIGATION PROJECTS ON PILOT BASIS AND THE COMPANY HAS BAGGED THIS PROJECT IN SEVERAL STATES OF THE COUNTRY. BASED ON THIS PILOT CENSUS, POLICY AND STRATEGY WOULD BE DEVELOPED FOR THE CENSUS OF ALL MEDIUM AND MAJOR IRRIGATION PROJECTS OF THE COUNTRY. LARGE AND HIGH VALUE ASSIGNMENT ON PAN INDIA BASIS. GOI HAS ALSO ENVISAGED TO SET UP A REGULATORY BODY, WHICH IS SUPPOSED TO REGISTER ALL THE GROUNDS WATER RIGHTS IN AGRICULTURE, RESIDENTIAL AND OTHER SECTORS. TO BEGIN WITH WATER RIGHTS STRUCTURES IN INDUSTRIAL SECTOR MAY BE TAKEN UP FOR THE PURPOSE. IT IS AN AGRICULTURAL NATURE OF BUSINESS ACTIVITY ON PAN INDIA BASIS.

CLIMATE CHANGE IS AN EMERGING AREA FOR LONG TERM BUSINESS. THE COMPANY HAS ALREADY INITIATED NECESSARY EFFORTS TO IDENTIFY AGENCIES AND THE SPECIFIC THEMES FOR SEEKING ASSISTANCE FOR IMPLEMENTATION. ASSESSMENT (SIA) IS AN EMERGING BUSINESS AREA HAVING GOOD POTENTIALS IN DIFFERENT SECTORS LIKE METRO RAIL, MEGA POWER PLANT, COAL BLOCKS, ROADS AND OTHER INFRASTRUCTURE. WITH THE EMPHASIS ON THE VALUE CHAIN INFRASTRUCTURE, BUSINESS OPPORTUNITY HAS INCREASED FOR AGENCIES IN ASSESSING THE TECHNO-ECONOMIC VIABLE UPCOMING VALUE CHAIN INFRASTRUCTURE. FISHERIES WAS A NEGLECTED SECTOR IN RECENT DEVELOPMENT AS PART OF BLUE REVOLUTION, IT HAS BEEN OBSERVED THAT GOOD SCOPE OF BUSINESS IN THE SECTOR IN RAJASTHAN, ANDHRA PRADESH AND CHHATTISGARH.

THE COMPANY HAS ALREADY ESTABLISHED ITS CREDENTIALS IN IMPLEMENTATION OF ORGANIC FARMING PROJECTS UNDER STATE HORTICULTURE AND HORTICULTURE MISSION (NHM)/ RASHTRIYA KRISHI VIKAS YOJANA (RKVY) FOR THE LAST 7 YEARS. NOW IN PARAMPARAGAT KRISHI VIKAS YOJANA (PKVY) UNDER NATIONAL MISSION FOR SUSTAINABLE AGRICULTURE (NMSA), THE COMPANY ENVISAGES TO OPERATIONS WITH PARTICIPATORY GUARANTEE SYSTEM (PGS) OF INDIA IN DIFFERENT STATES THROUGH MANDATORY PROCESS OF REGISTRATION FOR REGIONAL COUNCIL WITH NO OBJECTION CERTIFICATE. THE PRESENT UNION GOVERNMENT HAS LAUNCHED SOIL HEALTH CARD SCHEME FOR FARMERS, UNDER WHICH IT IS PLANNED TO ISSUE SOIL HEALTH CARDS TO 14 CRORE FARMERS IN NEXT 5 YEARS. THERE IS AN IMMENSE BUSINESS POTENTIAL OF PERPETUAL NATURE UNDER TH

UNDER GREEN INDIA MISSION (GIM), ONE OF THE PROGRAMMES OF MINISTRY OF ENVIRONMENT AND FORESTS & CLIMATE CHANGE (MOEF), THERE IS A GOOD SCOPE OF BUSINESS FOR CONCEPTUALIZING, FORMULATING AND EXECUTING RENEWABLE ENERGY PROJECTS ASSISTED BY AGENCIES/ CORPORATES/ TRUSTS.

THOUGH RISKY, THERE IS A HUGE BUSINESS OPPORTUNITY FOR COMPANY WITH GIVEN MANDATE FOR STOCK/ BOOKS AUDIT FOR BANKS AND FINANCIAL INSTITUTIONS WITH SUITABLE PARTNER HAVING CREDENTIALS AND CREDIBILITY IN THE SECTOR.

SKILL DEVELOPMENT IS AN IMPORTANT BUSINESS SECTOR INTERNATIONALLY AS WELL AS FINANCIAL VIABILITY ISSUES. AS PART OF THE STRATEGY, PRIMARY FOCUS IS ON THE ASSIGNMENTS ON HAND AND REALIZATION OF THE OPTIMUM FEES. FOR NEW BUSINESS IS BEING DONE IN A CONSERVATIVE WAY.

WITH THE LAUNCH OF THE NATIONAL SOLAR MISSION, DEMAND FOR POWER IN THIS SECTOR HAS INCREASED. DURING INTERACTION WITH THE MINISTER OF NEW AND RENEWABLE ENERGY (MNRE), GOI, THERE IS A GOOD BUSINESS POTENTIAL PERTAINING TO SHAREHOLDERS BOTH INSTITUTIONAL AND RESIDENTIAL.

MONITORING & EVALUATION HAS BEEN THE CORE STRENGTH OF AND BUSINESS OPPORTUNITIES IN DIFFERENT SECTORS ARE BEING EXPLORED

WITH THE STRENGTHENING OF BUSINESS ACQUISITION IN DELHI, BOOST IN BUSINESS IS ANTICIPATED IN TRADITIONAL/DIVERSIFIED AREAS AS WELL AS WITH OUR EXISTING BUSINESS MODEL.

5. **INTERNAL CONTROLS AND SYSTEMS**

THE COMPANY HAS A WELL ESTABLISHED PROCEDURAL CONTROLS SYSTEMS. THE COMPANY HAS INTERNAL CONTROL AND AUDIT SYSTEM COMMENSURABLE WITH THE SIZE AND NATURE OF ITS BUSINESS. THE COMPANY HAS ENTRUSTED THE INTERNAL AUDIT TO M/S. SHANKAR & KISHOR, CHARTERED ACCOUNTANT, A REPUTED FIRM OF CHARTERED ACCOUNTANTS. THE MAIN THRUST OF THE INTERNAL AUDIT PROCESS IS TEST AND REVIEW OF INTERNAL CONTROLS, APPRAISAL OF RISKS, BUSINESS PROCESSES AND BENCHMARKING INTERNAL CONTROLS WITH INDUSTRY PRACTICES. THE AUDIT COMMITTEE OF THE BOARD OF DIRECTORS, STATUTORY AUDITORS AND BUSINESS HEADS ARE PERIODICALLY APPRISED OF THE INTERNAL AUDIT FINDINGS AND CORRECTIVE ACTIONS TAKEN. AUDIT PLAYS A KEY ROLE IN PROVIDING ASSURANCE TO THE BOARD OF DIRECTORS.

6. **CAUTIONARY STATEMENT:**

STATEMENTS MADE IN THIS REPORT IN DESCRIBING THE COMPANY'S PROJECTIONS, ESTIMATES, EXPECTATIONS OR PREDICTIONS MAY BE "FORWARD-LOOKING STATEMENTS" WITHIN THE MEANING OF APPLICABLE SECURITIES LAWS AND REGULATIONS. FORWARD-LOOKING STATEMENTS ARE BASED ON CERTAIN ASSUMPTIONS AND EXPECTATIONS. THE COMPANY CANNOT GUARANTEE THAT THESE ASSUMPTIONS AND EXPECTATIONS WILL BE REALIZED BY THE COMPANY. ACTUAL RESULTS COULD DIFFER MATERIALLY FROM THOSE SET FORTH IN THE STATEMENT OR IMPLIED DUE TO THE INFLUENCE OF EXTERNAL FACTORS WHICH ARE BEYOND THE CONTROL OF THE COMPANY. THE COMPANY ASSUMES NO RESPONSIBILITY TO UPDATE, MODIFY OR REVISE ANY FORWARD-LOOKING STATEMENTS ON THE BASIS OF NEW DEVELOPMENTS, INFORMATION OR EVENTS.

7. CONSOLIDATED ACCOUNTS

THE CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY ARE PREPARED IN ACCORDANCE WITH RELEVANT ACCOUNTING STANDARD VIZ. AS-21, AS-23 AND AS-27 AS ISSUED BY THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA AND FORMS SANITIZED REPORT.

8. BOARD OF DIRECTORS

THE COMPOSITION OF THE BOARD OF DIRECTORS ST DURING THE YEAR ²⁰¹⁵ IS AS FOLLOWS:

SL. NO.	NAME	PARTICULARS
1.	DR. C. D. MAYEE	PH.D IARI, NEW DELHI, D.SC, FORMER CHAIRMAN AGRICULTURAL SCIENTISTS RECRUITMENT BOARD DELHI
2.	SHRI T. C. VENKAT SUBRAMAN	FORMER CMD, EXIM BANK OF INDIA
3.	PROF. M. C. VARSHNEYA	VICE CHANCELLOR, KAMDHENU UNIVERSITY,
4.	SHRI B K MOHANTY	GENERAL MANAGER, BANK OF INDIA
5	DR. KRISHNA LAVEKAR	IAS (RETD)
6	SHRI M V ASHOK	CGM, NABARD
7	SHRI RAVINDRANATH MENON	CGM, EXIM BANK OF INDIA
8	SHRI A K GARG	MANAGING DIRECTOR, AFC INDIA LIMITED

9. AUDIT COMMITTEE

PURSUANT TO THE REQUIREMENTS OF SECTION 177 OF THE ACT, 2013, AN INDEPENDENT AUDIT COMMITTEE DEALS WITH ACCOUNTING MATTERS REPORTING AND INTERNAL CONTROLS. THE COMPOSITION OF THE AUDIT COMMITTEE DURING THE YEAR HAS BEEN AS UNDER:

SL. NO.	NAME	COMMITTEE DESIGNATION
1.	DR.C.D.MAYEE	CHAIRMAN
2.	SHRI T C VENKAT SUBRAMAN	MEMBER
3.	SHRI M V ASHOK	MEMBER

10. DETAILS OF DIRECTORS AND KMP APPOINTED/RESIGNED DURING THE YEAR

A) APPOINTMENT OF DIRECTORS

SL. NO.	DIRECTORS	DATE OF APPOINTMENT
1	SHRI M V ASHOK	26.06.2015
2.	SHRI B K MOHANTY	09.12.2015

B) CESSATION OF DIRECTORS

THE CESSATION OF DIRECTORS FROM THE BOARD DURING THE YEAR HAS BEEN AS UNDER:

S. NO.	DIRECTOR	DATE OF CESSATION
1.	SHRI RAMESH SINGH	30.04.2015
2.	SHRI M I GANAGI	26.06.2015
3.	SHRI B P SHARMA	04.09.2015

C) COMPANY SECRETARY & COMPLIANCE OFFICER

THE BOARD OF DIRECTORS APPOINTED CS NIDHI SHANU AS COMPANY SECRETARY OF THE COMPANY W.E.F. MARCH 14, 2016 ON THE RESIGNATION OF CS SUDHA W.E.F. DECEMBER 31, 2015, PURSUANT TO SECTION 203 OF THE COMPANIES ACT, 2013 AND TO COMPLY WITH THE REQUIREMENTS COMPANIES ACT 2013.

11. DIRECTOR'S RESPONSIBILITY STATEMENT:

TO THE BEST OF THEIR KNOWLEDGE AND BELIEF AND TO THE INFORMATION AND EXPLANATIONS OBTAINED BY THEM, YOUR DIRECTORS MAKE THE STATEMENTS IN TERMS OF SECTION 134 (5) OF THE COMPANIES ACT, 2013;

- I. IN THE PREPARATION OF THE ANNUAL ACCOUNTS OF THE COMPANY, THE APPLICABLE ACCOUNTING STANDARDS HAD BEEN FOLLOWED.
- II. THE DIRECTORS HAD SELECTED SUCH ACCOUNTING POLICIES AND CONSISTENTLY AND MADE JUDGMENTS AND ESTIMATES THAT ARE REASONABLE SO AS TO GIVE A TRUE AND FAIR VIEW OF THE STATE OF AFFAIRS OF THE COMPANY AT THE END OF THE FINANCIAL YEAR AS AT 31 MARCH, 2016 AND PROFIT OR LOSS FOR THE YEAR ENDED AS ON.
- III. THE DIRECTORS HAD TAKEN PROPER AND SUFFICIENT CARE IN THE MAINTENANCE OF ADEQUATE ACCOUNTING RECORDS IN ACCORDANCE WITH THE PROVISIONS OF THE COMPANIES ACT REGARDING THE ASSETS OF THE COMPANY AND PREVENTING AND DETECTING ANY IRREGULARITIES.
- IV. THE DIRECTORS HAD PREPARED THE ANNUAL ACCOUNTS ON A CONSISTENT BASIS.
- V. THE DIRECTORS HAD DEVISED PROPER SYSTEMS TO ENSURE COMPLIANCE WITH THE PROVISIONS OF ALL APPLICABLE LAWS AND THAT SUCH SYSTEMS WERE OPERATING EFFECTIVELY,

12. PUBLIC DEPOSIT:

YOUR COMPANY HAS NEITHER INVITED NOR ACCEPTED 'DEPOSITS' FROM PUBLIC WITHIN THE MEANING OF THE TERM "DEPOSITS" UNDER THE (COMPANIES ACT) RULES 2014, AS AMENDED FROM TIME TO TIME.

13. CORPORATE GOVERNANCE:

CORPORATE GOVERNANCE IS THE SET OF PROCESSES, SYSTEMS, REGULATIONS, AND LAWS BY WHICH THE COMPANIES ARE DIRECTED, CONTROLLED AND MANAGED IN THE BEST INTEREST OF STAKEHOLDERS. IT ENSURES FAIRNESS, ACCOUNTABILITY AND

INDEPENDENT MONITORING. YOUR COMPANY, SINCE IT IS A PUBLIC COMPANY, HAS RECOGNIZED THE IMPORTANCE OF CORPORATE GOVERNANCE AND IS PROACTIVE IN PROMULGATING AND PRACTICES OF GOOD CORPORATE GOVERNANCE. YOUR COMPANY BELIEVES IN TRANSPARENT OPERATIONS AND IN ITS INTERACTION WITH SHAREHOLDERS, STAKEHOLDERS, EMPLOYEES & GOVERNMENT AGENCIES. IT PLACES EMPHASIS ON INTEGRITY, ACCOUNTABILITY & PROMPT COMPLIANCE WITH ALL STATUTORY AND REGULATORY REQUIREMENTS. ARTICLES AND MEMORANDUM OF ASSOCIATION FULLY REFLECT, IN LETTER AND SPIRIT, THE KEY ELEMENTS OF GOOD CORPORATE GOVERNANCE. THE BOARD OF DIRECTORS OF YOUR COMPANY CONSISTS OF EIGHT DIRECTORS AND BALANCES ARE SHAREHOLDER DIRECTORS, BESIDES THE CHAIRMAN. THE BOARD MEETS REGULARLY AND THE SENIOR EXECUTIVES OF YOUR COMPANY ATTEND THE BOARD MEETINGS.

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

THE INFORMATION REQUIRED UNDER SECTION 134 OF THE COMPANIES (ACCOUNTS) RULES, 2014 WITH REGARD TO CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION IS NOT REQUIRED TO BE GIVEN, AS IT IS NOT APPLICABLE TO THE COMPANY.

FOREIGN EXCHANGE EARNING	:	NIL
FOREIGN EXCHANGE OUTGO	:	NIL

15. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

NO MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATES AND THE DATE OF THIS REPORT.

16. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

THE COMPANY DOES NOT ANTICIPATE ANY IMMEDIATE RISKS HOWEVER THE BOARD IS TAKING STEPS TO IMPLEMENT A RISK MANAGEMENT POLICY IN THE COMPANY.

17. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

THE COMPANY HAS NOT DEVELOPED AND IMPLEMENTED ANY CORPORATE SOCIAL RESPONSIBILITY INITIATIVES AS THE SAID PROVISIONS ARE NOT APPLICABLE

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

THERE WERE NO LOANS, GUARANTEES OR INVESTMENTS MADE BY THE COMPANY UNDER SECTION 186 OF THE COMPANIES ACT, 2013 DURING THE YEAR UNDER REVIEW. HENCE THE SAID PROVISION IS NOT APPLICABLE

19. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

THE PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE PURSUANT TO SECTION 186 IS FURNISHED IN NOTE NO. 26 OF PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 2016.

20. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

THERE WERE NO QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORT. THE PROVISIONS RELATING TO SUBMISSION OF REPORT IS NOT APPLICABLE TO THE COMPANY.

21. ANNUAL RETURN

THE EXTRACTS OF ANNUAL RETURN PURSUANT TO THE PROVISIONS READ WITH RULE 12 OF THE COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014 FURNISHED IN 'ANNEXURE A' AND IS ATTACHED TO THIS REPORT

22. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

THE COMPANY HAD 4(FOUR) BOARD MEETINGS DURING THE YEAR UNDER REVIEW HELD ON FOLLOWING DATES: 2ND JUNE 2015, 04TH SEPTEMBER 2015, 5TH DECEMBER 2015 AND 11TH MARCH 2016.

23. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

THE DETAILS OF FINANCIAL PERFORMANCE OF SUBSIDIARY/ASSOCIATE COMPANY ARE FURNISHED IN 'ANNEXURE A' AND ATTACHED TO THIS REPORT.

24. DECLARATION OF INDEPENDENT DIRECTORS

THE INDEPENDENT DIRECTORS HAVE SUBMITTED THE DISCLOSURE THAT THEY FULFILL ALL THE REQUIREMENTS AS STIPULATED IN SECTION 149(2)(b) OF THE COMPANIES ACT, 2013 SO AS TO QUALIFY THEMSELVES TO BE APPOINTED AS INDEPENDENT DIRECTORS PURSUANT TO THE PROVISIONS OF THE COMPANIES ACT, 2013 AND THE RELEVANT RULES.

25. APPOINTMENT OF STATUTORY AUDITORS

THE COMPTROLLER AND AUDITOR GENERAL, GOVERNMENT OF INDIA HAD APPOINTED M/S. RAMANAND & ASSOCIATES, CHARTERED ACCOUNTANTS, STATUTORY AUDITORS OF YOUR COMPANY FOR THE FINANCIAL YEAR 2015 - 16 TO HOLD THE CONCLUSION OF THE ENSUING ANNUAL GENERAL MEETING.

26. PARTICULARS OF EMPLOYEES

DURING THE YEAR UNDER REVIEW, THERE WERE NO EMPLOYEES RECEIVING REMUNERATION OF RS.1.20 CRORE P.A. OR RS. 8.50 LAKHS /- P.M. OR MORE. HENCE THE INFORMATION TO BE PROVIDED IN ACCORDANCE TO SECTION 197 READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) AMENDMENT RULE 2015.

YOUR DIRECTORS FURTHER STATE THAT DURING THE YEAR UNDER REVIEW THERE WERE NO CASES FILED PURSUANT TO THE SEXUAL HARASSMENT OF WOMEN (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013.

ACKNOWLEDGEMENTS

The Directors would like to place on record their appreciation of the cooperation and support provided by the clientele and takes this opportunity to gratefully thank them. The Directors extend their grateful thanks to the Ministries of the Government of India, in particular, Ministries of Agriculture, Rural Development, Environment and Forests and to the Ministries of Panchayati Raj, Health and Family Welfare etc., as also to the various State Government departments, other institutions for their continued patronage to your Company. The Directors would also like to place on record their appreciation of Member Banks and NABARD for their continued support and guidance. The Directors also thank the Statutory Auditors as well as the Audit Board (Commercial Audit), Government of India for their guidance and support.

The Directors further express their thanks to the Business Associates and experts engaged in various assignments for completing the same in time and for submitting quality reports. Needless to mention, thanks are also due to the officers and staff of the Company for their very cordial relations and excellent cooperation in increasing productivity and achieving higher volume of business and income for the company.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Place: *NAGPUR*
Date: 27.06 2016


CHAIRMAN

BOARDS REPORT

**EXTRACT OF ANNUAL RETURN
AS ON THE FINANCIAL YEAR ENDED 31.03.2016
[PURSUANT TO SECTION 92(3) OF THE COMPANIES ACT, 2013 AND RULE 12(1) OF THE
COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014]
FORM NO. MGT - 9**

I REGISTRATION AND OTHER DETAILS	
CIN	U65990MH1968GOI013983
REGISTRATION DATE	10/04/1968
NAME OF THE COMPANY	AFC INDIA LIMITED
CATEGORY / SUB-CATEGORY COMPANY	PUBLIC COMPANY HAVING SHARE CAPITAL
ADDRESS OF THE REGISTERED OFFICE AND CONTACT DETAILS	DHANRAJ MAHAL 1ST FLOOR CHHATRAPATI SHIVAJI MAHARAJ MARG, MUMBAI 400001
WHETHER LISTED COMPANY	NO
NAME, ADDRESS AND CONTACT DETAILS OF REGISTRAR AND TRANSFER AGENT IF ANY	LINK INTIME INDIA PVT LTD

II PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY

ALL THE BUSINESS ACTIVITIES CONTRIBUTING 10% OR MORE OF THE TOTAL TURNOVER OF THE COMPANY SHALL BE STATED:

NAME AND DESCRIPTION	NIC CODE OF THE PRODUCT / SERVICE	% OF TOTAL TURNOVER OF THE COMPANY
NA		

III HOLDING / SUBSIDIARY AND ASSOCIATE COMPANIES

NAME AND ADDRESS OF THE COMPANY	CIN / GLN	HOLDING / SUBSIDIARY / ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
AFCL FINANCE SERVICES PRIVATE LIMITED DHANRAJ MAHAL 1ST FLOOR MARG, MUMBAI 400001	U65999MH2010PTC200737	SUBSIDIARY	100	2(87)

IV SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL AS AT PERCENTAGE OF EQUITY)
I) CATEGORY-WISE SHAREHOLDING

CATEGORY SHAREHOLDER	NO. OF SHARES HELD AT THE BEGINNING OF THE YEAR				NO. OF SHARES HELD AT THE END OF THE YEAR				% CHANGE DURING THE YEAR
	DEMAT	PHYSICAL	TOTAL	% OF TOTAL SHARES	DEMAT	PHYSICAL	TOTAL	% OF TOTAL SHARES	
A. PROMOTERS									
(1) INDIAN									
A) INDIVIDUAL HUF	0	0	0	0	0	0	0	0	0
B) CENTRAL GOVT.	0	0	0	0	0	0	0	0	0
C) STATE GOVT.(S)	0	0	0	0	0	0	0	0	0
D) BODIES CORPORATE	0	0	0	0	0	0	0	0	0
E) BANKS / FI	5657	7	5664	37.76	5657	7	5664	37.76	0
F) ANY OTHER	0	0	0	0	0	0	0	0	0
DIRECTORS	0	0	0	0	0	0	0	0	00
DIRECTORS RELATIVES	0	0	0	0	0	0	0	0	00

SUB-TOTAL (A)(1)	0	0	0	0	0	0	0	0	00
(2) FOREIGN									
A) NRIS INDIVIDUALS	0	0	0	0	0	0	0	0	0
B) OTHER INDIVIDUALS	0	0	0	0	0	0	0	0	0
C) BODIES CORPORATE	0	0	0	0	0	0	0	0	0
D) BANKS / FI	0	0	0	0	0	0	0	0	0
E) ANY OTHER	0	0	0	0	0	0	0	0	0
SUB-TOTAL (A)(2)									
TOTAL SHAREHOLDING OF PROMOTE (A) = (A)(1)+(A)(2)	0	0	0	0	0	0	0	0	00
B. PUBLIC SHAREHOLDING									
(1) INSTITUTION									
A) MUTUAL FUNDS / UTI	0	0	0	0	0	0	0	0	0
B) BANKS / FI	9196	140	9336	62.24	9196	140	9336	62.24	0
C) CENTRAL GOVT	0	0	0	0	0	0	0	0	0
D) STATE GOVT.(S)	0	0	0	0	0	0	0	0	0
E) VENTURE CAPITAL FUNDS	0	0	0	0	0	0	0	0	0
F) INSURANCE COMPANIES	0	0	0	0	0	0	0	0	0
G) FIIS	0	0	0	0	0	0	0	0	0
H) FOREIGN VENTURE CAPITAL FUNDS	0	0	0	0	0	0	0	0	0
I) OTHER (SPECIFY)	0	0	0	0	0	0	0	0	0
SUB-TOTAL (B)(1):	0	0	0	0	0	0	0	0	0
(2) NON-INSTITUTIONS									
A) BODIES CORPORATE	0	0	0	0	0	0	0	0	00
B) INDIVIDUALS									
I) INDIVIDUAL SHAREHOLDER HOLDING NOMINAL SHARE CAPITAL UPTO	0	0	0	0	0	0	0	0	00

0` 1 LAKH									
II) INDIVIDUAL SHAREHOLDER HOLDING NOMINAL SHARE CAPITAL EXCESS OF 0` 1 LAKH	0	0	0	0	0	0	0	0	00
C) OTHER (SPECIFY)									
I) SHARES HELD BY PAKISTANI CITIZENS VESTED WITH TRUST AS CUSTODIAN OF ENEMY PROPERTY	0	0	0	0	0	0	0	0	0
II) OTHER FOREIGN NATIONALS	0	0	0	0	0	0	0	0	0
III) FOREIGN BODIES	0	0	0	0	0	0	0	0	0
IV) NRI (NON-REPAT)	0	0	0	0	0	0	0	0	0
NRI (REPAT)	0	0	0	0	0	0	0	0	0
V) CLEARING MEMBERS / CLEARING HOUSE	0	0	0	0	0	0	0	0	0
VI) TRUSTS	0	0	0	0	0	0	0	0	0
VII) LIMITED LIABILITY	0	0	0	0	0	0	0	0	0
HINDU UNDIVIDED FAMILY	0	0	0	0	0	0	0	0	00
VIII) FOREIGN PORTFOLIO PARTNERSHIP INVESTOR (CORPORATE)	0	0	0	0	0	0	0	0	0
IX) QUALIFIED FOREIGN INVESTOR	0	0	0	0	0	0	0	0	0
SUB-TOTAL (B)(2):	0	0	0	0	0	0	0	0	
TOTAL PUBLIC SHAREHOLDING (B)=(B)(1)+(B)(2)	0	0	0	0	0	0	0	0	

C. SHARES HELD BY CUSTODIAN FOR GDRS & ADRS									
GRAND TOTAL (A+B+C)	14853	147	15000	100	14853	147	15000	100	0

II) SHAREHOLDING OF PROMOTERS

SHAREHOLDERS NAME	SHAREHOLDING AT THE BEGINNING OF THE YEAR			SHAREHOLDING AT THE END OF THE YEAR			% CHANGE IN SHAREHOLDING 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	
CENTRAL BANK OF INDIA	1608	10.72	-	1608	10.72	-	-
BANK OF BARODA	1603	10.68	-	1603	10.68	-	-
STANDARD CHARTERED BANK	950	6.33	-	950	6.33	-	-
DENA BANK	547	3.65	-	547	3.65	-	-
UNION BANK OF INDIA	706	4.70	-	706	4.70	-	-
SYNDICATE BANK	250	1.67	--	250	1.67	-	-

III) CHANGE IN PROMOTERS' SHAREHOLDING (PLEASE SPECIFY IF THERE IS NO CHANGE)

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	5664	37.76		

DATE WISE INCREASE/DECREASE IN SHAREHOLDING OF PROMOTERS DURING THE YEAR SPECIFYING THE REASONS INCREASE/DECREASE (E.G. ALLOTMENT/TRANSFER/BONUS/EQUITY ETC):	NO CHANGE		
AT THE END OF THE YEAR	5664	37.76	

IV) SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (DIRECTORS, PROMOTERS AND HOLDERS OF GDRS AND ADRS)

FOR EACH OF THE TOP SHAREHOLDERS	SHAREHOLDING AT THE BEGINNING OF THE YEAR		SHAREHOLDING AT THE END OF THE YEAR	
	NO. OF SHARES	% OF TOTAL SHARES OF THE COMPANY	NO. OF SHARES	% OF TOTAL SHARES OF THE COMPANY
BANK OF INDIA	1261	8.41	1261	8.41
PUNJAB NATIONAL BANK	1089	7.26	1089	7.26
THE NATIONAL BANK FOR AGRICULTURE AND RURAL DEVELOPMENT	1000	6.66	1000	6.66
UCO BANK	803	5.35	803	5.35
EXIM BANK	750	5.00	750	5.00
STATE BANK OF INDIA	700	4.66	700	4.66
ALLAHABAD BANK	695	4.63	695	4.63
CANARA BANK-MUMBAI	500	3.33	500	3.33
UNITED BANK OF INDIA	430	2.87	430	2.87
BANK OF MAHARASHTRA	303	2.02	303	2.02

V) SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

FOR EACH OF THE DIRECTORS AND KMP	SHAREHOLDING AT THE BEGINNING OF THE YEAR		SHAREHOLDING AT THE END OF THE YEAR	
	NO. OF SHARES	% OF TOTAL SHARES OF THE COMPANY	NO. OF SHARES	% OF TOTAL SHARES OF THE COMPANY
NONE OF THE DIRECTORS AND KMP HOLD SHARES IN COMPANY	NIL			

--	--	--	--	--

V INDEBTEDNESS

INDEBTEDNESS OF THE COMPANY INCLUDING INTERESTS ACCRUED BUT NOT DUE FOR PAYMENT

	SECURED LOAN EXCLUDING DEPOSITS
INDEBTEDNESS AT THE BEGINNING OF FINANCIAL YEAR	
I) PRINCIPAL AMOUNT	-
II) INTEREST DUE BUT NOT PAID	-
III) INTEREST ACCRUED BUT NOT DUE	-
CHANGE IN INDEBTEDNESS DURING FINANCIAL YEAR	
ADDITION	-
REDUCTION	-
NET CHANGE	
INDEBTEDNESS AT THE END OF THE YEAR	-
I) PRINCIPAL AMOUNT	-
II) INTEREST DUE BUT NOT PAID	-
III) INTEREST ACCRUED BUT NOT DUE	-
TOTAL	-

VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PER

A REMUNERATION TO MANAGING DIRECTOR, WHO IS DIRECTOR AND/OR MANAGER:

S.NO	PARTICULARS OF REMUNERATION	SHRI A K GARG (MD)
1	GROSS SALARY	
	(A) SALARY AS PER PROVISIONS CONTAINED 17(1) OF THE INCOME TAX ACT, 1961	22,20,000
	(B) VALUE OF PERQUISITES UNDER SECT	5,44,109

	INCOME TAX ACT, 1961	
	(C) PROFITS IN LIEU OF SALARY UNDER SE INCOME TAX ACT, 1961	-
2	STOCK OPTIONS	-
3	SWEAT EQUITY	-
4	COMMISSION	-
	AS % OF PROFIT	-
	OTHERS, SPECIFY	-
5	OTHERS, PLEASE SPECIFY	-
	TOTAL (A)	27,64,109

B. REMUNERATION TO OTHER DIRECTORS:

1. INDEPENDENT DIRECTORS

S. NO	REMUNERATION	NAME OF DIRECTORS				TOTAL AMOUNT
		MR. MADANGOPAL CHANDRA VARSHNEYA	MR. VENKAT SUBRAMANIAN T C	MR. C D MAYEE	MR. KRISHNA LAVEKAR	
	FEE FOR ATTENDING BOARD/COMMITTEE MEETINGS	10,000	90,000	80,000	30,000	2,10,000
	COMMISSION	-	-			-
	OTHERS, PLEASE SPECIFY	-	-			-
	TOTAL (B)(1)					2,10,000

2. NON EXECUTIVE DIRECTORS

S. NO	REMUNERATION	NAME OF DIRECTORS		
		MR. BRIJES KUMAR MOHANTY	MR. PUTHEN CHEERAKUZH RAVINDRANATH	MR. ASHOK VISWANATH METHIL
	FEE FOR ATTENDING BOARD/COMMITTEE MEETINGS	-	-	-
	COMMISSION	-	-	-
	OTHERS, PLEASE	-	-	--

	SPECIFY			
	TOTAL (B)(2)	-	-	--
	TOTAL (B)= (B)(1)+ (B)(2)	-	-	-

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

SR. NO	PARTICULARS OF REMUNERATION	KEY MANAGERIAL PERSONNEL			
		CA. SAHAL (CFO)	MAMTA (CS)	MS NIDHI SHAH (CS)	TOTAL AMOUNT
1	GROSS SALARY	9,29,375		47,414	9,76,789
	A) SALARY AS PER PROVISIONS CONTAINED IN SECTION 17(1) OF THE INCOME TAX ACT, 1961	-			
	(B) VALUE OF PERQUISITES UNDER SECTION 17(2) INCOME TAX ACT, 1961	-		-	-
	(C) PROFIT IN LIEU OF SALARY UNDER SECTION 17(3) INCOME TAX ACT, 1961	-		-	-
2	STOCK OPTIONS	-		-	-
3	SWEAT EQUITY	-		-	-
4	COMMISSION				
	AS % OF PROFIT	-		-	-
	OTHERS, SPECIFY	-		-	-
5	OTHERS, PLEASE SPECIFY	-		-	-
	TOTAL (C)	9,29,375		47,414	9,76,789

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)
A. COMPANY					
Penalty					
Punishment None					
Compounding					
B. DIRECTORS					
Penalty					
Punishment None			NIL		
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment None					
Compounding					

RELATED PARTY TRANSACTIONS

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

None of the Directors has any pecuniary relationships or transactions vis-à-vis the Company.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Place: *NA&PVR*
Date: 27.06 2016


CHAIRMAN

Annexure B

Remuneration Policy for Directors, Key Managerial Personnel and other employees

1. Introduction

AFC INDIA Limited recognizes the importance of aligning the business objectives with specific and measurable individual objectives and targets. The Company has therefore formulated the remuneration policy for its directors, key managerial personnel and other employees keeping in view the following objectives:

- a. Ensuring that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate, to run the company successfully.
- b. Ensuring that relationship of remuneration to performance is clear and meets the performance benchmarks.
- c. Ensuring that remuneration involves a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the company and its goals.

2. Scope and Exclusion:

1. This Policy sets out the guiding principles for the Human Resources, Nomination and Remuneration Committee for recommending to the Board the remuneration of the directors, key managerial personnel and other employees of the Company.

3. Terms and References:

In this Policy, the following terms shall have the following meanings:

1. **“Director”** means a director appointed to the Board of the company.
2. **“Key Managerial Personnel”** means
 - (I) the Chief Executive Officer or the managing director or the manager;
 - (ii) the Company Secretary;
 - (iii) the whole-time director;
 - (iv) the Chief Financial Officer; and
 - (v) such other officer as may be prescribed under the Companies Act, 2013
3. **“Human Resources, Nomination and Remuneration Committee”** means the committee constituted by Company in accordance with the provisions of Section 178 of the Companies Act, 2013.

4. Policy:

A Remuneration to Executive Directors and Key Managerial Personnel

1. The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Executive Directors of the Company within the overall limits approved by the shareholders.
2. The Board, on the recommendation of the Nomination and Remuneration Committee, shall also review and approve the remuneration payable to the Key Managerial Personnel of the Company.
3. The remuneration structure to the Executive Directors and Key Managerial Personnel shall include the following components:
 - (i) Basic Pay

- (ii) Perquisites and Allowances
 - (iii) Commission (Applicable in case of Executive Directors)
 - (iv) Retiral benefits
 - (v) Annual Performance Bonus
4. The Annual Plan and Objectives for Executive Directors and Senior Executives (Executive Committee) shall be reviewed by the Nomination and Remuneration Committee and Annual Performance Bonus will be approved by the Committee based on the achievements against the Annual Plan and Objectives.

B. Remuneration to Non-Executive Directors

1. The Board, on the recommendation of the Nomination and Remuneration Committee, shall review and approve the remuneration payable to the Non-Executive Directors of the Company within the overall limits approved by the shareholders.
2. Non-Executive Directors shall be entitled to sitting fees for attending the meetings of the Board and the Committees thereof. The Non-Executive Directors shall also be entitled to profit related commission in addition to the sitting fees.

C. Remuneration to other employees

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

DETAILS OF ASSIGNMENTS CANVASSED DURING 2015-16

XURANE

SL.NO	PROJECT NAME	CLIENT	TOTAL FEES RS. IN LAKH WITH S.T)
1	PROJECT MANAGEMENT AGENCY (PMA) FOR "PUBLICITY AND AWARENESS BUILDING PLAN" SUPPORT VCA SCAME AND EGO SCHEME DURING XIITH FIVE YEAR PLAN (2012-2017) (APRIL,2015 TO JUNE,2015)	SMALL FARMERS' AGRI-BUSINESS CONSORTIUM (SFAC) NEW DELHI - 16	73.03
2	REVISION OF KEN-BETWA LINK PHASE - I ENVIRONMENTAL IMPACT ASSESSMENT STUDY.	NATIONAL WATER DEVELOPMENT AGENCY (NWDA) GWALIOR - 011	17.75
3	PHYSICAL VERIFICATION WORK UNDER PMEGP FOR THE YEAR 2010-11 AND 2011-12 IN BIHAR.	KHADI AND VILLAGE INDUSTRIES COMMISSION (KVIC) STATE OFFICE PATNA, BIHAR	53.68
4	THIRD PARTY INSPECTION OF OIL WORKS IN FIROZABAD, FARRUKHABAD, BALLIA AND AZAMGARH REGION.	DIRECTOR, MANDI PARISHAD KISAN MANDI BHAWAN, VIBHAKHAND, GOMTI NAGAR, LUCKNOW - 226 010	9.66
5	VALUATION OF STRUCTURES IN THOTAPALLI BALANCHING REVENUE 3 VILLAGES, KARIMNAGAR, HYDERABAD	SPECIAL COLLECTOR, L.A SANGLI JCRGLIP, TARNAKA, HYDERABAD	8.61
6	MONITORING EVALUATION LEAF DOCUMENTATION (MELD) WORK IN ZONE CHHATARPUR & REWA UNDER THE INTEGRATED WATERSHED MANAGEMENT PROGRAMME (IWM)	PANCHAYAT & RURAL DEVELOPMENT, RAJIV GANDHI MISSION FOR WATERSHED MANAGEMENT, BHOPAL	382.01
7	THIRD PARTY MONITORING AND EVALUATION OF 94 VILLAGES IN DISTRICT UNDER JALYUKTA SABHIYAN.	THE MEMBER SECRETARY DSAO, DEPARTMENT OF AGRICULTURE, JALYUKTA SABHIYAN, DISTT. GONDIA	14.25
8	DEVELOPMENT AND IMPLEMENTATION SUPPORT OF THE G P LEVEL WATER SECURITY PLAN FOR PHASE II, ESTIMATED COST OF 3 IN 8GPS OF KOTTAYAM (5GPS) IDUKKI (3GPS)	KERALA RURAL WATER SUPPLY SANITATION AGENCY (JALAN)	45.60
9	PROJECT MANAGEMENT AGENCY NATIONAL AGRICULTURE MARKETING	SMALL FARMERS' AGRI-BUSINESS CONSORTIUM (SFAC) NEW DELHI - 16	50.57
10	ADOPTION AND CERTIFICATION OF ORGANIC FARMING FOR 2015-16 UNDER SHM AND NVIPUA IN CHHATTISGARH DISTRICTS -1) RAIPUR (500 HA.), 2) BILASPUR (500HA.) TOTAL = 1000 HA.	STATE HORTICULTURE MISSION, CHHATTISGARH	200.00
11	PROJECT MANAGEMENT AGENCY (PMA) FOR "PUBLICITY AND AWARENESS BUILDING PLAN" SUPPORT VCA SCAME AND EGO SCHEME DURING XIITH FIVE YEAR PLAN (2012-2017) (JULY,2015 TO SEPT.,2015)	SMALL FARMERS' AGRI-BUSINESS CONSORTIUM (SFAC) NEW DELHI - 16	77.52
12	PHYSICAL VERIFICATION WORK UNDER PMEGP FOR THE YEAR 2011-12	KHADI AND VILLAGE INDUSTRIES COMMISSION (KVIC)	7.21

	SHILLONG MEGHALAYA..	SHILLONG,MEGHALAYA	
13	EVALUATION OF WORK UNDERTAKEN BY AGRICULTURE DEPARTMENTS AND MID-TERM EVALUATION OF 12TH FIVE YEAR PLAN 2012-2017 FOR MP.	MEMBER SECRETARY, STATE PLANNING COMMISSION,VINDHYACHAL BHAVAN,BHOPAL M.P.	108.93
14	THIRD PARTY MONITORING AND EVALUATION OF 86 VILLAGES IN BHANDARA DISTRICT UNDER JALYUKTA SHIVAR ABHIYAN.	THE MEMBER SECRETARY DSAO,DEPARTMENT OF AGRICULTURE,JALYUKTA SHIVAR ABHIYAN,DISTT. BHANDARA	6.49
15	PREPARATION OF 5 YEARS PERSPECTIVE PLAN AND PROJECT PREPARATION FOR TTAADC, TRIPURA	ADDITIONAL CHIEF EXECUTIVE OFFICER,TTAADC, KHUMULWNG,GOVT OF TRIPURA	3.59
16	PREPARATION OF DETAILED PROJECT REPORT (DPR) FOR THE PROPOSED MODIFIED ATMOSPHERE STORAGE ON NITROGEN BLANKETING TECHNOLOGY TO BE SET UP UNDER THE SOCIETY	MUNDUKHOLA BAKSAGRAM SAMABAY KRISHI UNNYAN SAMITY LTD;PANCHPARA BALAGARH - 712 501	3.42
17	PROJECT MANAGEMENT AGENCY (PMA) FOR "ADVOCACY CAMPAIGN TO PROMOTE AWARENESS OF NEW CEREALS IN INDIA . SFAC FEES: RS.4.40 + S.T.PER MONTH.(FROM 1ST OCTOBER,2015 TO SEPTEMBER,2016) 1 YEAR	SMALL FARMERS' AGRI-BUSINESS CONSORTIUM (SFAC) NEW DELHI - 16	60.19
18	MONITORING & EVALUATION OF WORK NEW DELHI.	DEPARTMENT OF FOREST AND WILDLIFE, GOVT OF NCT OF NEW DELHI	3.36
19	MONITORING & EVALUATION OF WORKS NEW DELHI.	DEPARTMENT OF FOREST AND WILDLIFE, GOVT OF NCT OF NEW DELHI	6.94
20	DEPUTING FIVE CIVIL ENGINEERS IMMEDIATELY TO THE SCCL RAMAGUNDAM III AREA TO ASSIST R & B ENGINEERS.	THE SINGARENI COLLIERIES COMPANY LTD.,HYDERABAD	3.59
21	INTEGRATED WATERSHED MANAGEMENT PROGRAMME (IWM) RAINING , UTTAR PRADESH LUCKNOW	STATE LEVEL NODEL AGENCY,LUCKNOW	131.00
22	DUE DILLIGENCE FRANCHISE AGENCIES FOR NATIONAL AGRICULTURE MARKET. SFAC	SMALL FARMERS' AGRI-BUSINESS CONSORTIUM (SFAC) NEW DELHI - 16	0.40
23	APPROVED WORK PLAN FOR PULLING SUPPORT FOR CENTRAL SCHEME SFAC (VCAS & EGCGF) 3RD QUARTER (OCTOBER,2015 TO DECEMBER, 2015) SFAC	SMALL FARMERS' AGRI-BUSINESS CONSORTIUM (SFAC) NEW DELHI - 16	69.18
24	PREPARATION OF ORGANIC POISON FREE PRODUCE GOVERNMENT OF CHHATTISGARH	DIRECTOR (AGR.), DIRECTOR OF AGRICULTURE, LAWANDI, RAIPUR, CHHATTISGARH.	11.29
25	PROJECT PROPOSAL UNDER MISCELLANEOUS INTEGRATED DEVELOPMENT SCHEME FOR HORTICULTURE FOR OF ORGANIC PRODUCE (ADOPTION AND CERTIFICATION) HSHDA, HARYANA, PANCHKULA	MISSION DIRECTOR,HSHDA,PANCHKULA	200.00
26	THIRD PARTY MONITORING AND EVALUATION OF 313 VILLAGES IN NAGPUR DISTRICT UNDER JALYUKTA SHIVAR ABHIYAN	JALYUKTA SHIVAR ABHIYAN SAMITTEE, DISTRICT SUPERINTENDENT AGRICULTURE	46.94

	SHIVAR ABHIYAN.	OFFICER, NAGPUR	
27	THIRD PARTY MONITORING AND EVALUATION OF JALYUKTA SHIVAR ABHIYAN OF WARDHA DISTRICT	JALYUKTA SHIVAR ABHIYAN SAMITTEE, DISTRICT SUPERINTENDENT AGRICULTURE OFFICER, WARDHA	40.48
28	FORMATION AND NURTURING OF FARMER PRODUCER ORGANIZATION (FPOS) IN KALAHANDI DISTRICT, ODISHA.	NABARD, REGIONAL OFFICE, NAYAPALLI CIVIC CENTRE, BHUBANESWAR	27.18
29	THIRD PARTY PHYSICAL MONITORING OF MPLAD SCHEME WORKS IN PUNJAB	DEPARTMENT OF PLANNING, ECONOMIC & STATISTICAL ORGANISATION (MPLAD SECTION) GOVT OF PUNJAB	8.36
30	EMPLOYMENT LINKED SKILL TRAINING UNDER EST & P OF NULM DURING 2014-15 & 2015-16 STATE URBAN DEVELOPMENT AGENCY (SUDA), ODISHA	STATE URBAN DEVELOPMENT AGENCY, GOVERNMENT OF ODISHA (H & U.D. DEPTT.) BHUBANESWAR 14	40.00
31	MELD OF IWMP PROJECTS BATHINDA AND II OF SOUTHERN AND CENTRAL DIVISION OF ODISHA	GOVERNMENT OF ODISHA, WATER SHED DEVELOPMENT MISSION, BHUBANESWAR	174.03
32	INSPECTION AND EVALUATION OF NBCFDC BENEFICIARIES IN THE STATES OF ASSAM, MANIPUR, TRIPURA AND UTTAR PRADESH	NATIONAL BACKWARD CLASS FINANCE AND DEVELOPMENT CORPORATION LTD, (NBCFDC) NEW DELHI	12.73
33	APMIP - 3RD PARTY RANDOM VERIFICATION AND EVALUATION OF MI SYSTEMS INSTALLED IN THE	DEPARTMENT OF HORTICULTURE, ANDHRA PRADESH MICRO IRRIGATION PROJECT. GOVT. OF ANDHRA PRADESH. HYDERABAD	42.30
34	FORMATION AND NURTURING OF ONGOING PROJECT AREAS IN BHAWANIPATNA BLOCK.	NABARD, REGIONAL OFFICE, NAYAPALLI CIVIC CENTRE, BHUBANESWAR	9.06
35	PREPARATION OF DETAILED PROJECT REPORT (DPR) FOR CATCHMENT TREATMENT PLAN OF LAKHWAR ELECTRIC PROJECT.	DIVISIONAL FOREST OFFICER, MUSSOORIE FOREST DIVISION, DISTRICT DEHRADUN, UTTARAKHAND	61.46
36	CONSULTING SERVICES FOR CONDUCTING SOCIAL IMPACT ASSESSMENT (SIA) STUDY AND PREPARATION OF SIA MANAGEMENT IMPLEMENTATION PLAN, REHABILITATION & RESETTLEMENT POLICY FOR NAGPUR METRO RAIL PROJECT.	NAGPUR METRO RAIL CORPORATION LTD, NAGPUR - 440001	22.61
37	MONITORING & EVALUATION OF 83 ADDITIONAL PROJECTS FOR	NATIONAL MEDICINAL BOARD OF INDIA, MINISTRY OF AYURVEDA, NEW DELHI-23	107.00
38	RAPID IMPACT ASSESSMENT STUDY FOR JALYUKT SHIVAR ABHIYAN	VASUNDHARA WATERSHED DEVELOPMENT AGENCY "VWDA", PUNE	2.47
39	TECHNO ECONOMIC VIABILITY STUDY OF PROJECTS SANCTIONED UNDER MIDH IN THE STATE OF ANDHRA PRADESH.	DEPARTMENT OF HORTICULTURE, GOVT OF ANDHRA PRADESH, HYDERABAD	13.51
40	PREPARATION OF ROAD MAP AND DOCUMENT FOR JHARKHAND STATE CO-OP FISHERIES FEDERATION LTD	M.D. JHARKHAND STATE FISHERIES CO-OP FEDERATION LTD, RANCHI JHARKHAND	5.00

41	ORGANIC FARMING MISSION FOR INTEGRATED DEVELOPMENT OF HORTICULTURE FOR MAHENDI DISTRICT, HARYANA	MISSION DIRECTOR, HSHDA, PANCHKULA	40.00
42	PROJECT MANAGEMENT AGENCY FOR PUBLICITY AND AWARENESS BU TO SUPPORT CENTRAL SECT SCHEMES OF VCAS & EGCGF UNDER IMPLEMENTATION BY S PERIOD FROM JANUARY, 2016 MARCH, 2016	SMALL FARMERS' AGRI-BUSI CONSORTIUM (SFAC) NEW D - 16	78.43
43	100% PHYSICAL VERIFICATION W PMEGP UNITS FINANCED DURIN YEAR 2014-15 OF GUJARAT STA DAMAN & DIU AHMEDABAD	KHADI AND VILLAGE INDUST COMMISSION (KVIC) AHMEDABAD - 380 009	9.02
44	IMPACT ASSESSMENT STUDY VERIOUS HORTICULTURAL COM UNDER MISSION FOR INTEGR DEVELOPMENT OF HORTICUL	MISSION DIRECTOR, HSHDA, PANCHKULA	11.45
45	THIRD PARTY INSPECTION AND C OF QUALITY OF GRAMIN AWSTH KENDRA (RIN) IN BUNDALKHAN PACKAGE 133 UNIT IN 7 DISTRIC BUNDALKHAND.	STATE AGRICULTURE MA PARISAD UTTAR PRADESH, LUCKNOW	5.20
46	MONITORING, EVALUATION, LEAF DOCUMENTATION (MELD) FOR S UNDER IWMP	GOVT OF SIKKIM, STATE LE NODEL AGENCY, DEORALI GA	144.50
47	PRE-FEASIBILITY STUDY & PREP OF PRE-FEASIBILITY REPORT ESTABLISHMENT OF AGRI-PAR SURADA TEHASIL IN GUNIAM DIS ODISHA	SENIOR VICE PRESIDENT-PR BALASORE ALLOYS LTD., NEV	3.44
48	PRADHAN MANTRI KAUSHAL VI YOJANA PILOT ASCI	AGRICULTURE SKILL COUN INDIA	15.00
49	PRADHAN MANTRI KAUSHAL VI YOJANA - BEAUTY & WELLNESS S SKILL COUNCIL (BWSSC)	BEAUTY & WELLNESS SECTO COUNCIL, GURGAON 12200	18.00
50	PRADHAN MANTRI KAUSHAL VI YOJANA - MAIN PHASE (ASCI)	AGRICULTURE SKILL COUN INDIA	30.00
	TOTAL =		2516.44

Major Assignments

I. **MONITORING, EVALUATION, LEARNING & DOCUMENTATION (MELD) OF INTEGRATED WATERSHED MANAGEMENT PROGRAMME (IWMP)**

Integrated Watershed Management Programme (IWMP) is a flagship programme of Government of India (GoI) launched with the objective of restoring the ecological balance by harnessing, conserving and developing degraded natural resources such as soil, vegetative cover and water. For successful implementation of IWMP, State Level Nodal Agencies (SLNA) have been set up in the states. As per IWMP guidelines, the works under the project are to be carried out in three phases, i.e. preparatory, work and consolidated phase over a time span of 5-7 years. The SLNAs have selected MELD Agencies in their respective states. AFC has been associated as an MELD agency in the states of Maharashtra, West Bengal, Madhya Pradesh, Assam, Odisha, Tripura and Sikkim. The State wise details regarding coverage under MELD are given below:

- i) **Maharashtra:** 99 Projects of Batch I to IV in 6 districts of Nagpur Agriculture Division
- ii) **West Bengal:** 119 projects of Batch III and IV in 10 districts
- iii) **Madhya Pradesh:** 144 projects of Batch I to IV in 22 districts of 4 zones
- iv) **Assam:** 68 projects of Batch I to IV in 7 districts
- v) **Odisha:** IWMP activities executed during 2009-10 and 2010-11 in Southern and Central Divisions
- vi) **Tripura:** 45 projects of Batch III to VI in eight districts of Tripura State
- vii) **Sikkim:** MELD for IWMP activities executed during the years 2009-10, 2010-11, 2011-12 and 2013-13 covering area of 50481 Ha.

Maharashtra: As per project mandate, AFC has deployed a core team comprising four full time and four part time experts. Besides 19 fields level monitors have also been posted at District/Taluka level. Under preparatory phase the evaluations of phase I, II, III & IV have been completed.

Under concurrent process monitoring, the teams visit all the allotted batch-wise projects, monthly to track the progress of work on qualitative and quantitative basis. The visiting teams also record key observations on the project interventions, flag the issues of concern and suggestions for initiating corrective measures. So far AFC has submitted 168 monthly concurrent process monitoring reports and 96 Compliance tracking reports to the clients at different level. Besides, 15 synoptic reports are also submitted to the client highlighting the major observations and areas of concern with suggestions for improvement on monthly basis. Based on the review of monthly progress report and discussions with stakeholders, trend analysis of different project activities is carried out and reasons for slow/ no progress under different project activities are ascertained and analysed for streamlining implementation in a timely manner. AFC has submitted 48 quarterly progress reports on quarterly basis and 24 Community based monitoring reports on half yearly basis to the client. 20 thematic and 8 case studies on different themes and unique interventions has been conducted in consultation with the client on half yearly basis. Baseline impact assessment report of Batch-I has been submitted and reports of Batch-II, III and IV are under completion. Field level data collection, interaction and observations of work phase evaluation of Batch-I and II has been completed, finalization of reports are under process as per directives of the Client.

West Bengal: MELD system has been put in place. State and field level teams have been deployed for undertaking various project activities. As per the mandate of the assignment, AFC constituted core team at state level comprising of four full time and five part time experts. Nine District Coordinators were also deployed to start up district level establishments at nine WDCD headquarters. West Bengal State Watershed Development Agency (WBSWDA), an autonomous society under Department of Agriculture, Govt. Of West Bengal is the State Level Nodal Agency (SLNA).

At the beginning of the assignment AFC hold an inception meeting with the CEO & Secretary, WBSWDA along with other technical experts of SLNA and organize a state level workshop with Project Managers and other WDCD officials at SIPRD Kalyani. Subsequently, AFC organised District Level Workshops in all 9 districts (except Burdwan) with PIA and WDT members in the first phase and with WC Presidents and Secretaries in the second phase in order to sensitize all concerned regarding MELD.

Under concurrent process monitoring, every project has been visited every month (except 3 in Paschim Medinipur district due to some administrative issues). During 2015-16 AFC has generated 1392 project wise monthly progress

cum process monitoring reports. AFC has released district and batch wise quarterly compilation of progress cum process monitoring reports. During 2015-16, 76 such quarterly reports were submitted to WBSWDA.

AFC has generated Operating Manual for MELD. The manual has been officially accepted by SLNA and is a ready reference for all concerned.

AFC has also developed an exclusive MELD website hosted on an independent website namely, www.afcmeld.org. The website is operational since 15th October 2015.

During the year AFC has identified 14 success stories from different districts. These success stories have been documented in the volume "Report on Best Practices 2015-16".

AFC has started Baseline assessment survey works towards preparation of Baseline Report. Out of total 8 agro-ecological zones identified by DoLR, four zones exist in West Bengal. Since benchmarking indicators vary zone wise, all four zones were well addressed and bench marks are established zone wise. By end of March 2015 projects have been sampled and approved by SLNA.

Madhya Pradesh: AFC have been assigned MELD work for Indore-2, Ujjain, Chhatarpur and Rewa zones covering 22 districts. Field level teams have been deployed for undertaking various project activities. In each district field staff were deputed depending on the number of projects allotted. Process Monitoring Report, Observation Report and Input-Output Report are being submitted to the client monthly. Preliminary works for Baseline survey were completed. Sampling plan and Sample size has been submitted to SLNA for approval. SLNA reviews performance of project on monthly basis.

Odisha: State Level Nodal Agency (SLNA) for Odisha State is Odisha Watershed Development Mission (OWDM), Bhubaneswar. It has awarded the MELD of the IWMP 2009-10 and 2010-11 projects for Southern and Central Revenue division of Odisha to AFC. The activities to be executed include (i) Establishment of an operational MEL&D System; (ii) Benchmark Survey; (iii) Impact Evaluation; (iv) Conduct of Concurrent Process (v) Input – Output Monitoring; (vi) Feedback and Dissemination Mechanism for Learning; (vii) Documentation or Deliverable/Outputs from the MEL&D Agency. The tasks have to be accomplished in two years period. Inception Report has already been submitted. Work on further activities is to be initiated soon.

Tripura: State Level Nodal Agency (SLNA), Government of Tripura has assigned the task of MELD of Batches III, IV, V and VI in 8 districts of Tripura viz. Unakoti, North Tripura, Dhalai, Khowai, West Tripura, Sipalijala, Gomti and South Tripura. Under the assigned mandate deliverables viz. (i) Inception Report; (ii) Baseline Survey Report including report on Satellite imageries of pre-project status (with analysis); (iii) Thematic reports; (iv) Case studies/Success stories; (v) Video Documentaries; (vi) Preparatory Phase Evaluation Report; (vii) Works Phase Evaluation Report/midterm evaluation; and (viii) Final Impact Evaluation have to be submitted to SLNA during the project period. Inception report has been submitted and further activities are being initiated.

Sikkim: Activities to be executed under the MELD include (i) Designing MELD framework for IWMP; (ii) Conducting Periodic Evaluation of IWMP – Phase-wise evaluation and impact assessment; (iii) Conduct process check feedback; (iv) Recording best Practices during the currency of the project; (v) providing support to synthesize the MEL&D Input; (vi) Developing MELD Manual for the Project; (vii) Support the project at State and district levels. Inception Report has been submitted and approved by the SLNA. Action plan for submission of deliverables has been prepared and work being initiated as per the Action Plan.

II. MONITORING & EVALUATION OF PROJECTS SANCTIONED BY NATIONAL MEDICINAL PLANTS BOARD (NMPB), MINISTRY OF AYUSH, GOI

NMPB has entrusted AFC for undertaking monitoring & evaluation of its Centrally Sponsored and Central Sector schemes being implemented in 32 States/UTs of the Country. Main tasks under the assignment is to undertake performance assessment of the projects funded by NMPB. Keeping in view the objectives, Monitoring and Evaluation (M&E) exercises have been carried-out to measure the outcome and impact of the programme using various checklists/schedules/tools.

During the year, under Centrally Sponsored Scheme- National Mission on Medicinal Plants, AFC has monitored/evaluated around 1.10 lakh farmers who have initiated cultivation of approved medicinal plants species. AFC also covered 350 nurseries and 105 warehouses/ storage godowns, established both in public and private

sectors through NMPB's financial support across the Country. Likewise under Central Sector Scheme – Conservation Development and Sustainable Management of Medicinal Plants, AFC has monitored/evaluated around 55 projects.

M&E exercise has played a major role especially in mainstreaming the execution and timely releases of fund to the concerned implementing agencies subject to their physical performance against the assigned milestones. Ultimately, it has helped to speed-up the implementation and mid-course corrections strategies for reserving the natural resources/ habitat degradation i.e. RET species, conservation and development of eco-system with medicinal plant diversity.

III. SIDBI's Poorest States Inclusive Growth (PSIG) - FINSCOPE SURVEY

Poorest States Inclusive Growth Project (PSIG) is one of the first private sector projects supported by the UKAid from the Department for International Development (DFID) and is being implemented by SIDBI. The programme aims to enhance the income and employment opportunities of poor women and men by enabling them to participate and benefit from wider economic growth in India.

FinMark Trust (FMT) is an independent trust (South Africa based Agency), whose objective is "Making financial markets work for the poor" by promoting financial inclusion and regional financial integration. It is conducting research to identify the systemic constraints that prevent financial markets from reaching out to these consumers and by advocating for change on the basis of research findings. DfID has entrusted the responsibility of conducting FinScope Study to FMT. FMT, through SIDBI, hired the services of two Indian Agencies viz., AFC India Ltd. to act as Local Research House (LRH) for organising the FinScope Survey and EDA Rural Systems, Gurgaon as Local Project Coordinator (LPC) for assigning FMT in monitoring survey activities.

As Local Research House, AFC's responsibilities included designing survey tools and their translation in regional languages, developing study design, organizing FGDs in four Project States, imparting training to Supervisors, Investigators, organizing field survey in four States, data entry, Data Cleaning and weighting, participate in Launch Workshops in Project States as well as National Workshop at Mumbai. FinScope Survey covered four States viz. Bihar, Madhya Pradesh, Odisha & Uttar Pradesh. Sample size comprised 16,000 households spread over in 800 villages/wards across 188 districts of four States. State-wise sampled households included – Bihar 4060, Madhya Pradesh 3640, Odisha 2900 and Uttar Pradesh 5400.

IV. SKILL DEVELOPMENT

AFC during the year 2015-16, has participated in implementing the government supported programmes on skill development in various parts of the country. The government has taken initiatives through various schemes and programmes to provide formal vocational education to the informal workforce in the country helping in creating and empowering the workforce with necessary upgraded skills, knowledge and qualifications to gain access to decent employment and ensure India's competitiveness in the dynamic global market. The main aim is to increase productivity and employability of work force (wage and self employed) both in the organized and unorganized sectors.

Key activities related to skill development of youth taken up by the company during the year include:

a) Pradhan Mantri Kaushal Vikas Yojana (PMKVY)

The PMKVY, as a unique initiative of the Government of India to provide meaningful, industry relevant and skill based training to the youth in the country. Specifically, the Scheme's aim is to:

- Encourage standardization in the certification process and initiate a process of creating a registry of skills.
- Enable and mobilize a large number of Indian youth to take up skill training and become employable and earn their livelihood.
- Increase productivity of the existing workforce and align the training and certification to the needs of the country.
- Provide monetary awards for Skill Certification to boost employability and productivity of youth by incentivizing them for skill trainings

The company has been affiliated in the following Sector Skill Councils (SSCs) to impart trade specific trainings in these sectors:

- (i) Agriculture Sector Skill Council of India (ASCI) and
- (ii) Beauty and Wellness Sector Skill Council of India (BWSSCI)

The trainings imparted during 2015-16 by the company in the above SSCs included:

(i) Agriculture Sector Skill Council of India (ASCI)

During pilot phase and phase 1 of the PMKVY the trainings were imparted. In the pilot phase total 178 youths were trained whereas 294 were trained in phase 1. The candidates trained in the trades included Tractor Operator, Gardener and Community Service Provider. Total three training centres were established in three districts namely Palwal, Jind and Faridabad of Haryana state during pilot phase. These centres had facilities of classroom trainings and equipments for the trades, as per the guidelines of PMKVY. Post trainings the candidates were assessed by the third party assessment bodies deployed by concerned SSC for assessment of the trained candidates. The candidates were also given handholding in making their Adhaar Cards and opening of Bank Accounts. Trainings details have been uploaded on the web portal of the PMKVY.

Similarly, in the phase 1 the candidates were trained in Tractor Operator trade only. Total five centres were established for imparting training in this phase in Haryana and Uttar Pradesh states.

(ii) Beauty and Wellness Sector Skill Council of India (BWSSCI)

Under BWSSCI training was imparted to 65 candidates in Assistant Beautician trade in a centre established in New Delhi.

b) Placement Linked Skill Development Programme of Odisha State Employment Mission Society (OSEMS)

The Department of Employment and Technical Education and Training, Government of Odisha has formed Orissa State Employment Mission (OSEMS) to facilitate and achieve the objectives of the State Employment Mission on a Mission mode. State Employment Mission is conducting various Skill Development Training Programmes through various Project Implementing Agencies (PIAs) with a view to create employment opportunities for the youth of the State.

AFC is one of the PIAs implementing training programmes for OSEMS in the state of Odisha. During the year the company has completed trainings of 1,032 candidates initiated in 2014-15 and 77 candidates were newly trained candidates during 2015-16. The trades of trainings included Retail Sales, Hand Embroider, Accounts using Tally, BPO (voice and invoice), Computer Hardware, Hospitality, Fashion sales and showroom Assistant, and Plumber. The trainings were imparted in total 17 centres established in different locations of the State. The districts included Angul, Kendrapada, Deogarh, Jagatsinghpur, Rayagada, Nayagarh, Puri, Ganjam, and Dhenkanal.

c) Employment through Skill Training & Placement (EST&P) of National Urban Livelihood Mission (NULM)

AFC was also assigned to impart placement linked training for State Urban Development Authority (SUDA) under their programme of Employment through Skill Training & Placement (EST&P) of National Urban Livelihood Mission (NULM). Under the programme total 96 candidates were trained in Accounts Assistant using Tally in two districts namely Dhenkanal and Bhubaneswar.

d) Aajeevika Skills (Deen Dayal Upadhyaya Grameen Kaushalya Yojana - DDU-GKY)

The DDU-GKY project was awarded by Ministry of Rural Development (MORD), Govt. of India, New Delhi for upgrading the skills & livelihood for 1,845 candidates of Haryana state covering Bhiwani, Gurgaon, Faridabad, Panchkula and Jhajhar districts. Trades includes Medical, Nursing, Electrical, Security and Business and Commerce. The project commencement orders were given by the MORD in November, 2015 after due diligence of the training centre established at Village Palla, Faridabad by Central Technical Support Agency (CTSA) named National Institute for Rural Development (NIRD), Hyderabad. Subsequently, training of 63 candidates in security trade was started under the project at centre Palla, Faridabad. Teams from NIRD, MORD and Haryana State Rural Livelihood Mission (HSRLM) have been regularly monitoring the quality of training being imparted in the centre. Meanwhile one more centre in Sohna, Gurgaon with the capacity to train 70 candidates has been established to train candidates in Business and Commerce trade. Mobilization of the candidates has been initiated and their counseling has also been started to enroll them for training.

e) Border Area Development Programme (BADP)

The project is awarded by Ministry of Home Affairs through Government of Tripura to train and place students through Placement Linked Skill Development Training (PLSDT) in Khowai district of the State. Trades covered included private security service, sales and marketing, BPOs/soft skills development, apparel training and hotel/reception. Under the project, total 407 candidates were trained out of which 344 (84%) were placed in different organisations within and outside the State.

V. NATIONAL LEVEL PROJECT MANAGEMENT AGENCY (PMA) FOR PUBLICITY AND AWARENESS BUILDING

Small Farmers' Agri-business Consortium (SFAC), an organization promoted by Ministry of Agriculture and Farmers' Welfare, Govt. of India has appointed AFC as a National Level Project Management Agency (PMA) for Publicity and Awareness Building to support the central sector schemes of SFAC namely VCA Scheme for Agribusiness Development and EGCGF scheme for FPCs. The publicity is being carried out by AFC through three packages as below:

- **Advertisement Package** - Designing, Planning and Implementing an Annual Advertising Campaign of the schemes. As also preparation of quarterly plans for media procurement.
- **Public Relations Package** - Plan and implement a campaign to raise the media profile of SFAC and its Schemes in the national, regional and district level press in key States.
- **Awareness Building Events Package** - Organization of one day State and District level events to publicize the schemes among key stakeholders to enhance awareness and identify potential entrepreneurs.

a. Venture Capital Assistance (VCA) Scheme for Agri-business Development

Till March, 2016, AFC has organised a total of 564 district level camps in 28 States. These camps have been attended by 36906 participants which included District Collectors, Banks, heads of various concerned departments such as Agriculture, Horticulture, Fisheries, Forestry, DIC, Animal Husbandry, etc., DDMs of NABARD, Farmers' Institutions, NGOs/SHG federations, Entrepreneurs, Media and Empanelled Consultants of SFAC, etc. In addition, 20 state level camps were organised at Nagaland, Assam, Tripura, Arunachal Pradesh, Sikkim, Manipur, Mizoram, Bihar, Uttar Pradesh, Himachal Pradesh, Jharkhand, Rajasthan, Uttarakhand, Odisha and Madhya Pradesh states.

As a follow-up strategy to the awareness camps, AFC has also set up a toll free helpline (+91-11-41686767) to provide assistance for resolving the queries and doubts related to VCA scheme as also guide the callers about the process for availing the benefits under the scheme and more than 10,000 calls have been attended.

During the XI Five Year Plan, 409 VCA projects were sanctioned by SFAC. However, after AFC's intervention as PMA during XII Five Year Plan, 119 projects have been sanctioned till March, 2016.

b. Equity Grant and Credit Guarantee Fund (EGCGF) Scheme for Farmer Producer Companies (FPCs) of SFAC

Under the Publicity and Awareness Building of EGCGF Scheme for Farmer Producer's Companies (FPCs) a total of 148 District level awareness camps have been organised in 17 States, attended by 8070 participants. These camps had two components - i) Equity Grant Fund Scheme (EGFS) for FPCs and ii) Credit Guarantee Fund Scheme (CGFS) for FPCs. The participants for EGFS included officers from different departments such as agriculture, horticulture, etc. primarily engaged in FPC promotion, NGOs, FPC members, other form of FPO members, farmers, and empanelled consultants. Whereas the participants for CGFS also included participation from bankers and financial institutions such as NABARD, etc. As follow-up strategy to the awareness camps the PMA has also set up a toll free helpline(+91-11-41686767) to provide assistance for resolving the queries and doubts related to EGCGF scheme as also guide the callers about the process for availing the benefits under the scheme.

c. Promoting Coarse Grain Consumption in India

AFC, is the national level Project Management Agency (PMA), with the main objective to spearhead an advocacy and 'brand building' campaign to promote the consumption of coarse cereals in India. The PMA is assisting SFAC in rolling out the following tasks:-

- Preparation of strategic communications plan and its implementation.

- Identification and recruitment of national/regional level brand ambassadors to promote coarse cereals.
- Identification and implementation of promotional events, such as cookery competition, essay writing, celebrity endorsement, etc.
- Provide exposure in the non-paid media space through interviews, TV/Radio programmes and other forms of publicity.
- Innovative use of social media to spread the message about the health and other benefits of coarse cereals.

A planned approach was followed for brand building of coarse cereals as 'Nutrifoods India'. Around 700 followers have been registered in SFAC's social media pages. The 'Nutrifoods India' could get its first brand ambassador as Ms. Archana Doshi, a well-known Chef, who has started promoting the brand by creating numerous millet recipes and posting it in social media pages as Nutrifoods recipes. In addition, on-ground promotional activities have also been organized in and around NCT of Delhi. These events have covered around 4,000 consumers and their feedbacks on Nutrifoods were very encouraging.

VI. PROJECT MANAGEMENT AGENCY FOR NATIONAL AGRICULTURE MARKET (NAM)

AFC has been entrusted with the responsibility to act as Project Management Agency for implementation of NAM w.e.f. 1st July, 2015. The NAM Portal has been launched by Hon'ble Prime Minister of India. NAM is envisaged as a pan-India electronic trading portal which seeks to network the existing APMC and other market yards to create a unified national market for agricultural commodities and will provide a single window service for all APMC related information and services. This will include commodity arrivals & prices, buy & sell trade offers within mandi, outside mandi (Inter-State trade), provision to respond to trade offers, among other services. It is now operational in 21 pilot mandis of 8 States. So far, Software has been designed in English language only, multilingual functionality is yet to be made functional.

VII. IMPLEMENTATION OF APICULTURE PROJECT

Integrated Basin Development & Livelihood Promotion Programme (IBDLP) is the flagship programme of the Government of Meghalaya. The programme envisages interventions around the themes of Enterprise/Livelihoods promotion, Natural Resources Management, Strengthening of existing and Creation of new Institutions, Knowledge Management and Better Governance. The programme includes nine missions in identified sectors. The core objective of each of these missions is to facilitate the promotion of sustainable livelihoods for the people of the state leveraging on the opportunities and strengths of the State's natural resources. The Apiculture Mission is one of the nine Missions. The Meghalaya Basin Development Authority (MBDA) provides leadership and support to various missions and facilitates a platform for convergence and co-ordinated action.

As per the scope of work and services to be provided under this assignment AFC has prepared the Mission document for Apiculture under phase – I of the project. During this year it implemented the activities proposed under this mission as Phase-II of this assignment with a core team comprising of 6 specialists supported by 12-15 field staff recruited from within the State. A project office was established in the State Capital to coordinate and supervise the implementation work of the project.

AFC has developed training programmes for master bee trainers, traditional beekeepers, youths, official/MBDA functionaries and other stakeholders. AFC has imparted training to Master Beekeepers/traditional beekeepers in 51 batches of trainees totalling 1242. Peri urban youths were given orientation training in basic scientific principles of beekeeping, hands-on practical training, bee management, processing, value addition and marketing of honey and bees wax. Officials of Department of Industries were also trained and exposure visits to Chandigarh and Ludhiana were conducted.

For the identification of beekeepers AFC has completed door to door Survey of beekeeping in different areas covering 1770 families. AFC has provided follow-up support and handholding to the trainees and distributed modern wooden hives and assisted them in transforming the tradition beekeeping into modern hive bee keeping.

AFC has trained carpenters from the State and developed them to produce modern bee boxes locally. AFC is now the certifying agency for the manufacturing of bee boxes produced within the State as well as procured from elsewhere.

For publicity and awareness building Z-Cards, Resource Manual for Beekeepers of Meghalaya were developed, printed in English, Garo & Khasi languages and distributed to various stakeholders.

VIII. IMPLEMENTATION OF ORGANIC FARMING PROJECTS - ADOPTION AND CERTIFICATION

AFC has been assigned the work of adoption and certification of organic farming by the governments of Odisha, Haryana and Chhattisgarh states, through State Departments of Horticulture.

a) Odisha

Organic farming projects were assigned to AFC in three phases, as given below:

Sr. No	Phase	Area	Status as on March 2016
1	Phase-I	1750	<ul style="list-style-type: none">• C-4 Organic status achieved for the entire area during July 2015 by CUC.• The entire organic area under Project was linkage marketing agency with M/S. Armon International Pvt. Ltd.• Main crops cultivated included Mango, Cashew and Lime.
2	Phase-II	2000	<ul style="list-style-type: none">• External inspection for C-4 was conducted during August 2016 and the entire area achieved organic status, Scope preview received and entire project was linked with marketing agency, M/S. Armon International Pvt. Ltd.
		500	<ul style="list-style-type: none">• C-3 achieved during Nov-2015 and external inspection for C-4 will be conducted during Nov-2016.• The area is market linked with M/S. Pro Poor Development Forum, Aurangabad, Maharashtra.
		500	<ul style="list-style-type: none">• C-1 received during Oct-2015 and external inspection for C-2 will be conducted during Oct-2016.
3	Phase-III	2150	<ul style="list-style-type: none">• C-1 received during Oct-2015 and external inspection for C-2 will be conducted during Oct-2016.

The following activities were promoted by AFC to ensure that farmers adopt organic farming systematically:

- i. Training of farmers on organic practices
- ii. Soil testing and Soil Health Cards
- iii. Organics club meetings
- iv. Input distribution
- v. Demonstration of CPP and vermi-bed
- vi. Certification Process, etc.

In order to ensure remunerative price realisation by the farmers, market linkages were also established for which following activities were undertaken:

- Organized mango grower collaboration with district level officials of the Department of Horticulture
- Exposure visit/ training of the farmers at processing unit of Mother Dairy at Delhi
- Facilitated plucking, grading, sorting and packaging of Mango by growers
- Organized dispatch of mango consignment via railway route from Odisha to Delhi
- Organized delivery of Mango to Mother Dairy Collection Centre at Manglapuri, New Delhi
- Quality check of mango by Mother Dairy
- Price decision by Mother Dairy and Payment within 15 days of the receiving of the consignment

b) Chhattisgarh

In Chhattisgarh, AFC has been promoting organic farming of horticultural crops in 5750 hectare awarded by Department of Horticulture & Farm Forestry, Govt. of Chhattisgarh. Main crops include Vegetables (Tomato,

Bitter Gourd, Cauliflower, Okra, and Beans), Spices (Turmeric, Ginger and Green Chilli) and Fruit crops (Cashew and Mango). Summary of work is as follows:

Sl. No.	Phase	Area (ha)	Status during 2014-15
1	Phase 1 (6 districts)	1500	<ul style="list-style-type: none"> • Three Year Project activities completed. C -3 issued (Vegetables and Spices) and project handed over to M/S Pure Diet for further continuation
2	Phase 2 (3 districts)	900	<ul style="list-style-type: none"> • C-1 issued (Vegetables and Spices) • External inspection carried out. C-2 awaited.
3	Phase 3 (4 districts)	1100	<ul style="list-style-type: none"> • C-1 issued (Vegetables and Spices) • External inspection carried out. C-2 awaited.
4	Phase 4 (3 districts)	1250	<ul style="list-style-type: none"> • External inspection carried out. C-1 awaited.
5.	Phase 5 (2 districts)	1000	<ul style="list-style-type: none"> • Registration completed, cluster formed and AFL ready.

AFC has tied up with M/S Pure Diets India Ltd., (a New Delhi based export house as well as domestic organic food company) for the marketing of farmers' organic produce. Procurement of organic produce having C-3 status has already been started by Pure Diets since Rabi season 2014.

c) Haryana

Organic farming projects have been assigned to AFC in two phases, as given below:

Sl No	Phase	Area (Ha.)	Status during 2014-15
1.	Phase I (5 districts)	1000	<ul style="list-style-type: none"> • 1st year Activities are underway. External inspection done, ICS-I now awaited. • Main crops included Potato, Carrot, Ladyfinger, Radish, Pea, Chilli, Cauliflower, Cabbage, Cucurbits etc. • Districts allotted – Bhiwani, Gurgaon, Jhajjar, Naranaul and Palwal;
	One district	200	<ul style="list-style-type: none"> • 1st year activities underway. CFT undertaken. External inspection proposed in October, 2016. • Main crops included Potato, Carrot, Ladyfinger, Radish, Pea, Chilli, Cauliflower, Cabbage, cucurbits etc. • District allotted - Mahendergarh
2.	Phase-II (2 districts)	500	<ul style="list-style-type: none"> • 1st year activities under progress. • Main crops included Potato, Carrot, Ladyfinger, Radish, Pea, Chilli, Cauliflower, Cabbage, cucurbits, etc. • Districts allotted – Bhiwani and Jhajjar

The following activities were promoted by AFC to ensure that farmers adopt organic farming systematically:

- i. Training of farmers on organic practices
- ii. Soil testing and issuing Soil Health Cards
- iii. Organics club meetings
- iv. Input distribution
- v. Demonstration of CPP and vermin-bed
- vi. Certification Process, etc.

IX. IMPLEMENTATION OF WATERSHED DEVELOPMENT FUND (WDF) PROJECTS (NABARD)

In an effort to spread the message of participatory watershed development AFC has been entrusted by NABARD to undertake the responsibility for Livelihood based Full Implementation Phase (FIP) in Bhawanipatna block of Kalahandi district of Odisha. Out of 8 watershed projects two projects have been completed.

The total area covered in all 8 watershed projects was 6071ha The Project villages were Tribal dominated and the project covered 886 households and 3977 people.

Team of technical experts supported the Village Watershed Development Committees (VWDC) to implement the planned activities. As a result 73% of fallow land came under different seasonal crops and water table rose up to 4 to 5 ft. Most of the drainage lines treated with various structures for control of rain water flow & control of soil erosion. Various structures also captured silts that come from hill tops. Landless & SHGs were supported with different activities for enhancement their livelihoods for sustainable their household income. Activity based training and demonstration programmes were undertaken periodically to strengthen the capacity to regularize the activities.

X. IMPLEMENTATION OF INTEGRATED TRIBAL DEVELOPMENT FUND (TDF) WADI PROJECT (NABARD)

NABARD had awarded TDF based WADI project for implementation to cover 967 tribal families in 43 villages within 7 years in Bhawanipatna Block of Kalahandi district. The project mainly focused on improvement of livelihood through orchard based programme utilizing land, water & manpower which give poor families in the upgrading of their resources in an effective way and also assured income for future.

This emphasizes mainly on up-grading wastelands through orchard development, effective utilization of available resources involving and empowering people to manage their own resources. The orchard development programme provide long-term sustainable income for the family whereas effective use of available resources through soil and water conservation and inter crop cultivation provides the income needed to meet immediate demands of needy tribal farmers.

In the project, 43 Udyan Vikash Samiti's (UVS) have been formed and 313 farmers were covered in 2015-16. 774.41 acres of fallow lands with 41180 plants brought under mango and cashew orchard with different seasonal intercrops. 41300 border plants were also planted in WADI patches. 9 new SHGs were formed and 6 were regularized for involvement in livelihood activities. Ongoing government programmes from Horticulture, Agriculture, Lift Irrigation, KVK, etc. also converged in WADI patches for its success.

XI. IMPLEMENTATION OF INTEGRATED WATERSHED MANAGEMENT PROGRAMME (IWMP)

Odisha Watershed Development Mission (OWDM) has assigned to implement 10 IWMP projects in Loisingha Block of Bolangir district. The implementation period started in 2014-15 & would continue till 2019-20. Under this assignment 5800 ha of area has to be treated with different conservation methods in 26 identified village areas with 5778 households and 25246 people. Initially AFC has conducted various activities under the project including village level mass awareness camps, training programmes for watershed dwellers, village wise Entry Point Activities, Baseline survey, plot basis net planning, preparation of DPR supported with community, etc.

XII. PROMOTION OF FARMERS PRODUCER ORGANIZATIONS (FPOs)

After successful implementation of NABARD's rural development programmes in remote tribal areas in Odisha, NABARD assigned AFC to form Farmer Producer Organizations under WDF & WADI in Bhawanipatna Block of Kalahandi district. In this process 4 FPOs have been formed and registered under companies act 2013. Total 1789 farmers have been included in these FPOs and directly involved in developmental marketing activities. Different capacity building programmes, exposure visit, Agricultural input licenses, convergence programmes were undertaken at village, district and state levels for strengthening day to day business of the FPOs.

XIII. THIRD PARTY RANDOM VERIFICATION & EVALUATION OF MICRO IRRIGATION SYSTEMS IMPLEMENTED BY ANDHRA PRADESH MICRO IRRIGATION PROJECT (APMIP)

Third Party Random Verification & Evaluation of Micro Irrigation Systems Implemented by Andhra Pradesh Micro Irrigation Project (APMIP) for the years 2012-13, 2013-14 & 2014-15 was entrusted to AFC on nomination basis with main objective of conducting verification and evaluation of 4617 Micro Irrigation Systems (Drip and Sprinklers) spread over in 6 districts namely Prakasam, Krishna, Chittoor, Ananthapur, Vizianagaram and East Godavari of Andhra Pradesh State. The key tasks include verify and evaluate the present status of MI System, assess the performance of the MI System and benefits accruing to the farmers and identify difficulties faced by the beneficiaries.

Results of the study indicated that the majority of the verified units were working satisfactorily. However, in few cases, though the system is installed but not functioning due to Driedout Water Sources, no systems were found in the field including head unit. In some cases, though System installed, but non-existing at the specified field since it was sold out to other farmers either outside the village or within the village. Increase in crop productivity due to adoption of micro irrigation is between 20 to 33 percent. On an average there is saving of 24 man days in labour deployment for various practices. It is also found that there is an increase in gross income from the produce due to improved yields to the extent of 28 percent when compared to pre installation in Prakasam district. After sales service is very meager and suggested to introduce a service coupon system with a validity printed on each coupon.

XIV. SOCIAL IMPACT ASSESSMENT STUDY: NAGPUR METRO RAIL PROJECT

AFC was assigned the task of Conducting Social Impact Assessment Study and Preparation of Social Management Implementation Plan, Rehabilitation & Resettlement Plan for Nagpur Metro Rail Project (Maharashtra). The objective of the Nagpur Metro Rail Project (NMRP) covering 38.215 km is strengthening the need for augmenting the transport infrastructure in Nagpur region. Rapid urbanization and intense commercial development in the recent past have resulted in steep rise in travel demand, putting city's existing transport infrastructure to stress. The study addresses the private land acquisition and related impacts during the implementation stage of the project. In addition to private structures there are some common property resources such as Government Offices and utilities that may be affected due to the proposed alignment. The main purpose of this study is to provide guidance in identifying the potential adverse social impacts associated with land acquisition and propose appropriate mitigation measures. The Draft Report on Resettlement and Rehabilitation Entitlement Frame Work was submitted in February, 2016 and on receipt of comments and suggestions from NMRCL, revised report has also been submitted to the client.

Project WADI



Field visit by DGM, NABARD to WADI field



Visit of DDM, NABARD to WADI field



Organize of district level coordination meeting



Intercrop taken by farmers in WADI field



Organize of Exposure visit of farmers



Health camp for women & Child

Images WADI



Trng. Prog. For WADI village level leaders



Field demonstration for farmers



Soil works before WADI plantation



Sunflower as intercrop in WADI field



Water storage Tank at WADI field for irrigation



DBI at WADI field

Project WDF



Awareness prog. Before undertaking project



Net Planning with farmers



Soil works by farmers



Drainage Line treatment with stone works



Measurement of completed works



Social audit of completed activities

Images WDF



Field level Trng. Prog. For WDF village leaders



Increase of Ground water table after treatment



Livelihood activities for land less



Poultry as Livelihood for PH person



Minimize the dropouts in watershed villages



Raising of nursery by SHG members

Mandi Parishad Third Party verification Programme



Third Party Verification works of Mandi & Grameen Awasthapna Kendra



Third Party Verification works of Mandi & Grameen Awasthapna Kendra



Third Party Verification works of Mandi & Grameen Awasthapna Kendra

ToT of Master Trainer Panchayati Raj Programme



TOT of Master Trainer Panchayati Raj



TOT of Master Trainer Panchayati Raj

Photographs of IWMP Project



State Level Inauguration Workshop of IWMP Learning materials



Training of Master Trainers (IWMP Project) at AFC, LKO Office



Inauguration of learning material of IWMP training programme by Mr. Anjaney Singh (CEO. UPSLNA, Parati Bhoomi Vikash Vibhag) at AFC, LKO office

Oath Ceremony for Natural Resource Management by Mr. Anjaney Singh (CEO. UPSLNA, Parati Bhoomi Vikash Vibhag) during ToT in AFC, LKO office



IWMP Training Programme for SHGs, UGs & WCs, office bearers & Members



IWMP Training Programme for SHGs, UGs & WCs, office bearers & Members



IWMP Training Programme for SHGs, UGs & WCs, office bearers & Members

Chhattisgarh



Customized Farmers Training in District Bemetara



Organic Club Meeting in District Dhamtari



Farmers training in District-Gariyaband



Input Distribution in District-Gariyaband

HARYANA



Farmers Training in District Gurgaon



Customized Farmers Training In District Gurgaon



Input Distribution in District Narnaul



Input Distribution in District Jhajjar

SISTER CONCERNS

1. AFC FOUNDATION

AFC FOUNDATION (AFCF), IS A SISTER CONCERN OF PARZENIPREC INDIA LIMITED, WAS SET UP IN 2007 UNDER THE INDIAN TRUST ACT, 1882 AS A TRUST FOR MICROFINANCE, EDUCATION AND LIVELIHOOD PROMOTION WITH A REGISTERED OFFICE AT NEW DELHI. ITS HEAD OFFICE WAS SHIFTED TO MUMBAI FROM NEW DELHI FROM EFFECTIVE OPERATIONS DURING THE YEAR 2010-11.

I) **MICROFINANCE** AFCF VENTURED INTO RETAIL MICROFINANCE OPERATIONS AND INITIATED ITS OPERATIONS THROUGH AFCF, KOIDURING THE YEAR 2009 IN WEST BENGAL WITH SUPPORT FROM A LOCAL NGO PARTNER BENGAL BANGAL ASSOCIATION (BWWA) FOLLOWING AFC FOUNDATION-NGO PARTNERS-SHGS/JSS. SUBSEQUENTLY, AS PART OF THE GEOGRAPHICAL EXPANSION PROGRAMME, THE EXISTING OPERATIONS EXTENDED TO JALGAON DISTRICT IN MAHARASHTRA WITH SUPPORT FROM A LOCAL NGO IN PANVEDITA GRAMIN VIGYAN NIKETAN (BNGVN), WHICH HAS BEEN DISCONTINUED.

HOWEVER, RETAIL MICRO FINANCE OPERATIONS ARE BEING QUOTED TO STRATEGIC REASON AND NO NEW INVESTMENTS ARE BEING MADE. AS ON MARCH 31, 2011, FOUNDATION HAS TO PAY RS.61.15 LAKHS TO THE COMPANY.

II) **DISTANCE EDUCATION** FOUNDATION IS CONTINUING TO RUN FOUR COURSES IN ENGLISH: (1) DIPLOMA IN MICROFINANCE (2) DIPLOMA IN TRADE MANAGEMENT. (3) DIPLOMA IN CLEAN DEVELOPMENT MECHANISM (CDM); (4) DIPLOMA IN BANKING AND FINANCE. BESIDES, A CERTIFICATE COURSE IN PANCHAYATI RAJ GOVERNANCE IS BEING OPERATED FROM OUR LUCKNOW OFFICE.

2. AFCL FINANCE SERVICES PVT. LTD.

YOUR COMPANY HAS INCORPORATED A WHOLLY OWNED SUBSIDIARY 'AFCL FINANCE SERVICES PVT. LTD.' ON 11TH MARCH, 2010 WITH THE OBJECTIVE OF CARRYING BUSINESS OF FINANCING, CORPORATE LENDING AS WELL AS MICRO FINANCE ASPECTS AND BY ALL POSSIBLE WAYS AND MEANS ON SHORT TERM, MEDIUM TERM BASIS; (II) THE BUSINESS OF HIRE PURCHASE, LEASING, INSTALLMENT FINANCING, RENTING ON HIRE ALL DESCRIPTION AGRICULTURE IMPLEMENTS, MACHINERIES AND LAND AND AGRICULTURE WHICH CAN BE FINANCED BY HIRE PURCHASE LEASING OR OTHERWISE AND (III) TO ORGANIZE RESEARCH AND DEVELOPMENT OR TO ACT AS CONSULTANT, ADVISOR, RETAINER OR IN OTHER CAPACITY FOR THE PURPOSE OF ACCOMPLISHMENT OF THE BUSINESS IN THE FIELD OF MICRO FINANCE, SMALL & MEDIUM FINANCE, MSME FINANCE, AND ANY OTHER RELATED ACTIVITIES. BUSINESS OPERATIONS OF THIS SUBSIDIARY COMMENCE SHORTLY AFTER DRAWING A SOUND ROAD MAP BASED ON A VISION DOCUMENT.



कार्यालय प्रधान निदेशक वाणिज्यिक लेखा परीक्षा
एवं पदेन सदस्य लेखा परीक्षा बोर्ड-IV, नई दिल्ली.
Office of the Principal Director of Commercial
Audit & Ex-officio Member Audit Board-IV, New Delhi.

Confidential

No. 467-PDCA/HS/MAB-IV/A/cs/AFCL Consolidated/16-
17 Date: 08.09.2016

To

The Managing Director,
AFC India Limited
Dhanraj Mahal, 1st Floor, C.S.M. Marg,
Mumbai-400001.

Sir,

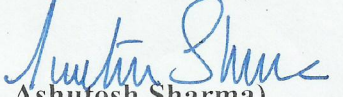
Sub: Comments of the Comptroller & Auditor General of India under Section 143(6)(b) read with Section 129(4) of the Companies Act, 2013 on the Consolidated Financial Statements of AFC India Limited, Mumbai for the year ended 31st March 2016.

I am to enclose herewith the comments of the Comptroller and Auditor General of India under Section 143(6)(b) read with Section 129(4) of the Companies Act, 2013 on the accounts of AFC India Limited, Mumbai for the year ended 31st March 2016.

The receipt of the letter may kindly be acknowledged.

Encl: As above

Yours faithfully,


(Dr. Ashutosh Sharma)

Principal Director of Commercial Audit
& Ex-Officio Member, Audit Board-IV

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) READ WITH SECTION 129(4) OF THE COMPANIES ACT, 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF AFC INDIA LIMITED FOR THE YEAR ENDED 31 MARCH 2016.

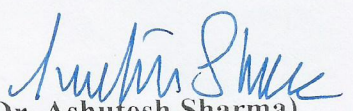
The preparation of consolidated financial statements of **AFC India Limited** for the year ended 31 March 2016 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor/ auditors appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is/are responsible for expressing opinion on the financial statements under section 143 read with section 129(4) of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their revised Audit Report dated 26.08.2016.

I, on the behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit under section 143(6)(a) read with section 129(4) of the Act of the consolidated financial statements of **AFC India Limited** for the year ended 31 March 2016. Further, section 139 (5) and 143 (6) (b) of the Act are not applicable to AFCL Finance Services Private Limited being private entity for appointment of their Statutory Auditor nor for conduct of supplementary audit. Accordingly, C&AG has neither appointed the Statutory Auditors nor conducted the supplementary audit of this company. 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**

**Date: 08.09.2016
Place: New Delhi**


(Dr. Ashutosh Sharma)
**Principal Director of Commercial Audit &
Ex-Officio Member, Audit Board-IV**



RAMANAND & ASSOCIATES

— CHARTERED ACCOUNTANTS —

Head Office:
6/C, Gr. Floor, Ostwal Park Bldg. No. 4,
Near Jesal Park Jain Temple,
Bhayandar (East), Dist. Thane 401 105.
Mob.: 9322231113 / 9322006131
Tel.: 022 28171199 / 32252775
Email: rg@caramanandassociates.com
Website: www.caramanandassociates.com

INDEPENDENT AUDITOR'S REPORT

To

The Members of

AFC INDIA LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **AFC INDIA LIMITED**, which comprise the Balance Sheet as at **31st March, 2016**, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

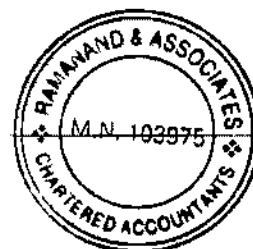
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements, that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's management and Board of Directors, as well as evaluating the overall presentation of the financial statements.

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

Opinion

Basis for Qualified Opinion:

- 1. Attention is invited to Note No. 2 (g) (B) (I) (ii) regarding 'Employee Benefits' forming part of the Financial Statements ('Notes') regarding method of accounting of gratuity to employees, which is accounted for on the basis of actuarial valuation made by LIC of India with whom the Company has set up a fund for Gratuity and premium determined by LIC of India is accounted as Gratuity. During the Financial Year 2015-2016, the expenses to be recognized on account of***



Gratuity (Current Service Cost – Rs. 4,97,008/- + LCSA Premium – Rs. 40,898/- + Actuarial Loss – Rs. 21,78,001/- – Expected Return on Plan Assets – Rs. 10,02,505/-) as per actuarial valuation was Rs. 17.13 Lacs. As against this, the company has paid Rs. 1 Lac as Gratuity Premium and the same has been debited to Profit and Loss Account as Gratuity Expense for the year. Thus, there is a short provision of Rs. 16.13 Lacs in respect of provision of gratuity expense for the year.

Further, as per the Balance Confirmation Certificate received from LIC of India as on 31-03-2016, the company has Balance of Rs. 103.56 Lacs (Previous Year Rs. 141.18 Lacs) in Gratuity Fund with LIC. Further, total accrued gratuity liability of the company as on 31-03-2016 was Rs. 176.54 Lacs (Previous Year Rs.197.44 Lacs). Thus, the company has not considered 'Net Obligation on account of Gratuity' (Non-Current Liability) of Rs. 72.98 Lacs (Previous Year Rs.56.26 Lacs) which has not been provided and paid by the company. In effect, Non Current Liabilities (Net Obligations on account of Gratuity Liability) is understated and 'Reserves and Surplus' is overstated to the extent of Rs.72.98 Lacs (Previous Year Rs. 56.26 Lacs).

In our opinion, treatment given by the company is not in accordance with the provisions of Accounting Standard – 15 (Employee Benefits) further the has not given the required disclosure under Accounting Standard – 15 (Employee Benefits). Furthermore, the said treatment is in contradiction with the accounting policy followed by the Company.

- 2. We further report that, had the observations made in paragraph 1 above of our report for the year ended March 31, 2016 been considered,*
 - a. The working results for the year ended March 31, 2016 would have been a loss of Rs. 40.10 lacs as against the reported profit of Rs. 32.88 lacs.*
 - b. The Non-Current Liabilities (Net Obligations on account of Gratuity Liability) as at March 31, 2016 would have been Rs 72.98 Lacs (as at March 31, 2015 debit of Rs. 56.26 lacs) as against the reported figure of Rs Nil (as at March 31, 2015 Rs Nil).*
 - c. The earnings (loss) per share for the year ended March 31, 2016 would have been Rs. (267/-) per Share as against the reported earnings (profit) per share of Rs. 219/- per Share.*



Qualified Opinion:

In our opinion and to the best of our knowledge and according to the information and explanations given to us, *except for the effects of the matters described in paragraphs 1 and 2 of the Basis for Qualified Opinion paragraph*, the said financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

- i. In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016,
- ii. In the case of Statement of Profit and Loss, of the profit for the year ended on that date and
- iii. In the case of Cash Flow statement, of the cash flows for the year ended on that date.

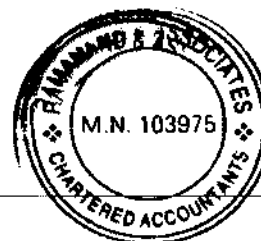
Report on Other Legal and Regulatory Requirements

As required by the **Companies (Auditor's Report) Order, 2016** ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the **Annexure "A"** statement on the matters Specified in paragraphs 3 and 4 of the Order.

As required by C&AG of India through supplementary directions dated 19.10.2014 issued under Section 143(5) of the Companies Act 2013, on the basis of information received from the management, we give our report on the matter specified in the **Annexure "B"** attached.

Further to our comments in the Annexure referred to above and as per Section 143(3) of the Act, we report that:


- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;



- d) In our opinion, the aforesaid standalone Balance Sheet and Profit and Loss account dealt with by this report comply with the Accounting Standards referred to in Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 *except AS-15 as regards accounting for retirement benefits in the Financial Statement of employers.*
- e) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164(2) of the Act.
- f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure "C"; and
- g) In our opinion and to the best of our information and according to the explanations given to us, *except for the effects of the matters described in paragraphs 1 and 2 of the Basis for Qualified Opinion paragraph*, the said accounts give the information as required by the Rule 11 of the Companies (Audit and Auditors) Rules, 2014 in the manner so required and give a true and fair view and are in conformity with the accounting principles generally accepted in India.

For Ramanand & Associates
Chartered Accountants

Firm Registration No. : 117726W

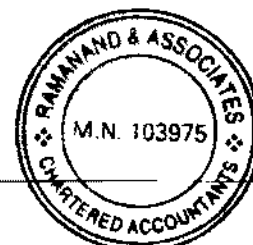

CA Ramapand Gupta
Managing Partner
M. No. 103975
Place: Mumbai
Date: 18th July, 2016



"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative Details and situation of fixed assets;
(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- 2) In our opinion and according to the information and explanation given to us, since, the Company does not hold any inventories, the provisions of clause is not applicable.
- 3) The Company has granted loans, secured or unsecured to companies, firms, Limited Liability Partnership or other parties covered in the Register maintained under section 189 of the Act, amounting to Rs 72,43,705/-(P.Y.Rs 72, 43,705)
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) 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.
- 6) 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.



7) In respect of Statutory Dues :

- a. According to the records of the Company, the Company is regular in depositing with appropriate authorities, undisputed statutory dues including Income Tax, other taxes, cess and statutory dues applicable to it as explained to us by the management. According to the information and explanations given to us, no undisputed amounts payable in respect of Income - Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty, Cess were outstanding as at 31st March, 2015 for a period of more than six months from the date those became payable.
- b. According to the records of the company, there are no dues of income tax, sales tax, wealth tax, service tax, custom duty, cess which have not been deposited on account of any dispute except the following:


Name of the Statute	Nature of Dues.	Amount (Rs in lakhs)	Year to which amount relates	Forum where dispute is pending
Income Tax	Income Tax Demand	27.05	A.Y. 2004-05	ITAT, Mumbai

8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
9. 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 public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
10. 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.
11. Based upon the audit procedures performed and the information & explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of sec 197 read with Schedule V to the Companies Act;



12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
13. 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.
14. 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 debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) 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 and hence not commented upon.
- 16) In our opinion, the company is not required to be registered under section 45 IA 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 and hence not commented upon.

For Ramanand & Associates
Chartered Accountants
Firm Registration No. : 117776W


CA Ramanand Gupta
Managing Partner
M. No. 103975
Place: Mumbai
Date: 18th July, 2016



Annexure B to Independent Auditors' Report

Report u/s 143(5) of the Companies Act 2013

Sl No.	Directions	Action Taken	Impact on Financial Statement
A. Directions			
1.	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available.	According to information and explanations given to us, The Company does not hold any freehold or lease hold land.	NIL
2.	Please report whether there are any cases of waiver/ debts/loans/interest etc., if yes, the reasons there for and the amount involved.	According to information and explanations given to us, there are no cases of waiver/debts/loans/interest etc	NIL
3.	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	According to information and explanation given to us there are no inventory lying with the third party and No assets received as gift from Govt. or other authorities.	NIL

For Ramanand & Associates

Chartered Accountants

Firm Registration No. : 117726W


CA Ramanand Gupta

Managing Partner

M. No. 103975

Place: Mumbai

Date: 18th July, 2016

Annexure C to Independent Auditors' Report

Referred to in paragraph 10(f) of the Independent Auditors' Report of even date to the members of AFC India Limited on the financial statements for the year ended March 31, 2016

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

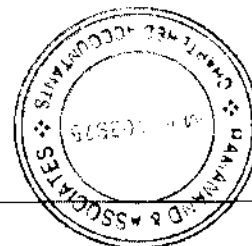
1. We have audited the internal financial controls over financial reporting of AFC India Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. 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 (ICAI). 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 Act.

Auditors' Responsibility

3. 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 deemed to be prescribed under section 143(10) of the Act 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 ICAI. 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.



4. 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 judgement , including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail ,accurately and fairly reflect the transactions and dispositions of the assets of the company; (2)provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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



Emphasis of Matter

8. *With respect to the Revenue Recognition the company follows the Percentage Completion Method (PCM) however the certification of the percentage completion is done by the Management itself i.e. the Project Head and said certificate has been provided to us at the time of Audit, hence we have given our opinion on the basis of the certificates provided to us by the Management.*

Opinion

9. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, *however the above opinion is made on the basis of the information provided to us, as the company does not have the adopted internal control policy considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.*

For Ramanand & Associates
Chartered Accountants
Firm Registration No. : 117776W


CA Ramanand Gupta
Managing Partner
M. No. 103975
Place: Mumbai
Date: 18th July, 2016



AFC INDIA LTD

BALANCE SHEET AS AT 31st March 2016

(Amt. in Rs.)

Particulars	Note	As at 31st March , 2016	As at 31st March, 2015
I. EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
(a) Share Capital	3	150,000,000	150,000,000
(b) Reserves & Surplus	4	113,033,076	109,786,903
(2) Non current Liabilities			
(a) Long term provisions	5	9,872,209	9,718,068
(3) Current Liabilities			
(a) Short term borrowings	6	10,970,533	-
(b) Trade Payables	7	383,700,376	337,101,897
(c) Other current liabilities	8	1,573,953	1,060,788
(d) Short term provisions	9	148,595,939	171,769,919
TOTAL		817,746,086	779,437,575
II. Assets			
(1) Non current Assets			
(a) Fixed Assets			
(i) Tangible Assets	10	4,432,033	5,259,117
(ii) Intangible Assets	10	41,582	49,554
(b) Non Current Investments	11	219,156,750	171,785,750
(c) Deferred Tax Assets (Net)	12	3,506,345	3,687,897
(d) Long-term loans & advances	13	34,419,236	26,760,729
(2) Current Assets			
(a) Other current assets	14	474,352,538	453,472,088
(b) Trade Receivables	15	49,177,683	45,882,487
(c) Cash and Cash Equivalents	16	23,195,205	61,763,585
(d) Short-term loans & advances	17	9,464,714	10,776,368
TOTAL		817,746,086	779,437,575

Notes on Financial Statements
Significant Accounting Policies

1 to 27

Notes to accounts

As per our report of even date attached

For and on behalf of the Board of Directors

For Ramanand & Associates
Chartered Accountants

Dr C D Mayee
Chairman

A. K. Garg
Managing Director

(Ramanand Gupta)
Partner
Membership No:103975
Place : Mumbai

Mamta Sahal
Chief Financial Officer

Nidhi Shah
Asst Company Secretary

Notes forming part of Financial Statements for the Year Ended 31st March, 2016.

1. **AFC India Limited (AFC)** is a multi-disciplinary consultancy and technical support organization specializing in agriculture and rural development segments of the economy. The company has been providing broad-based consultancy services since 1968. Of late, the company has diversified into large scale grassroots level project implementation under watershed development, livelihood promotions, organic farming, agriculture extension services, environmental impact assessments, retail microfinance operations, training and capacity building, education, skill development and financial literacy.

2. **SIGNIFICANT ACCOUNTING POLICIES**

a. **BASIS OF ACCOUNTING:**

The financial statements are prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act 2013, read with Rule 7 of the Companies(Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis.

b. **USE OF ESTIMATES:**

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Future results could differ due to changes in these estimates and differences between actual and estimates are recognized in the period in which the results are known.

c. **REVENUE RECOGNITION:**

- I. The company generally follows the mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.
- II. Consultancy fees are recognized as per proportionate completion method (PCM) as prescribed in AS-9 "Revenue Recognition" *is based on Project Completion Certificate* as certified by the management. Incomplete assignments at the Balance Sheet date are shown as "Jobs in Progress".

d. **FIXED ASSETS:**

Fixed assets are carried at cost of acquisition or construction/installation less accumulated depreciation and amortization. Costs include all expenses incurred to bring the assets to its present location and condition.

e. **DEPRECIATION:**

- i. The company provides for depreciation/amortization on its fixed assets on straight line basis (changed from written down value method in the previous year) over the useful lives of the assets as specified in Part "C" of Schedule II of the Companies Act 2013.
- ii. For the assets acquired prior to April 1, 2014, the carrying amount as on April 1, 2014 is depreciated over the remaining useful life.

f. **INVESTMENTS:**

Investments are classified into Current and Long Term Investments. Long Term Investments are stated at cost. A Provision for diminution is made to recognize a decline other than temporary, in value of Long Term Investments.

g. **EMPLOYEE BENEFITS:**

- A. Short term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account for the year in which the related service is rendered.
- B. Post employments benefits:
 - I. Defined contribution plans:
 - i) For all employees, provident fund monthly contributions are made to trust administered by the company. The interest rate payable by the Trust to the beneficiaries is notified by the Government. The Company has an obligation to make good the shortfall, if any, between the return on investments of the trust and the notified interest rates. Company's contribution towards the provident fund scheme are recognized during the year in which the related service is rendered.
 - ii) The company has taken a policy of Group Gratuity cum Life Assurance Scheme with Life Insurance Corporation of India (LIC) and the premium determined by the LIC is paid and accounted as gratuity.
 - II. The retirement benefits for encashment of leave salary are fully provided for on actuarial valuation.

h. TAXATION:

Income tax expense comprises Current tax and Deferred tax charge or credit. Provision for current tax is made on the assessable income at the tax rate applicable to the relevant assessment year.

The Deferred Tax Asset and Deferred Tax Liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred Tax Assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred Tax Assets on account of other timing differences are recognized, only to the extent there is a reasonable certainty of its realization. At each Balance Sheet date, the carrying amount of Deferred Tax Assets is reviewed to reassure realization.

Advance taxes and provision for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision and where the Company is able to and intends to settle the asset and liability on a net basis.

i. EVENTS OCCURRING AFTER BALANCE SHEET DATE:

No significant events which could affect the financial position as on 31.03.2016 to a material extent have been reported by the company, after the balance sheet date till the signing of report.

j. TRANSACTIONS IN FOREIGN CURRENCY:

The transactions in foreign currencies are accounted at the equivalent rupee value on the date of the transaction.

Foreign currency assets and liabilities not covered by forward contracts at the year end are realigned at the prevailing exchange rate and difference on realignment and realization is charged to profit and loss account.

k. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. These are reviewed at each balance sheet date and adjusted to reflect current best estimates. Contingent liabilities are not recognized but are disclosed in the financial statements. Contingent Assets are neither recognized nor disclosed in the financial statements.

l. OPERATING LEASES:

Lease of assets under which all the risk and rewards of ownership are effectively retained by the lesser are classified as operating leases. Lease payments under operating leases are recognized as expenses on accrual basis in accordance with the respective lease agreements.

m. CASH AND CASH EQUIVALENTS

The Company considers all highly liquid financial instruments which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of twelve months or less from the date of purchase, to be cash equivalents.

n. PROVISION FOR BAD AND DOUBTFUL DEBTS:

The policy being followed by the company for providing for doubtful debts and writing off bad debts is as follows:

Sl. No.	Period of Outstanding Debts	Provision to be made
1.	Six month – One Year	5 % of o/s amount
2.	One – Two Years	10% of o/s amount
3.	Two – Three Years	20% of o/s amount
4.	Three – Five Years	30% of o/s amount
5.	More than Five Years	Write off as Bad Debt

3. SHARE CAPITAL

Particulars	As at 31st March , 2016 Rupees	As at 31st March , 2015 Rupees
Authorised Share Capital 100,000 equity shares of Rs.10,000/- each	1,000,000,000	1,000,000,000
Issued,Subscribed and Paid up 15,000 equity shares of Rs 10,000/- each fully paid	150,000,000	150,000,000
Total	150,000,000	150,000,000

3.1 The details of Shareholder's holding more than 5% shares :

Name of Shareholders	No. of Shares As At 31/03/2016	% of shareholding	No. of Shares As At 31/03/2015	% of shareholding
NABARD	1000	6.66	1000	6.66
Export Import Bank of India	750	5.00	750	5.00
Central Bank of India	1608	10.72	1608	10.72
Bank of Baroda	1603	10.68	1603	10.68
Bank of India	1261	8.41	1261	8.41
Punjab National Bank	1089	7.26	1089	7.26
UCO Bank	803	5.35	803	5.35
Standard Chartered Bank	950	6.33	950	6.33

3.2 The reconciliation of the number of shares outstanding is set out below :

Particulars	As at 31st March,2016 No. of shares	As at 31st March , 2015 No. of Shares
Equity Shares at the beginning of the year	15,000	15,000
Issued during the year	--	--
Equity Shares at the end of the year	15,000	15,000

4. RESERVES AND SURPLUS

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Profit And Loss Account		
As per last Balance Sheet	109,786,903	106,237,366
Add : Profit for the year	3,287,830	4,726,199
	113,074,733	110,963,565
Less :Retained earning	(41,657)	(1,176,662)
Total	113,033,076	109,786,903

5. Long term provisions

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Provision for Employees Leave Encashment	9,872,209	9,718,068
Total	9,872,209	9,718,068

6. Short Term Borrowing

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
SECURED OVERDRAFT		
From State Bank of Patiala	-	-
From Central Bank of India	10,970,533	-
Total	10,970,533	-

7. TRADE PAYABLES

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Micro, Small and Medium Enterprises		
Creditors For Project Expenses	5,318,337	12,035,347
Advances from Customers	378,382,039	325,066,550
TOTAL	383,700,376	337,101,897

8. OTHER CURRENT LIABILITIES

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Others	1,573,953	1,060,788
TOTAL	1,573,953	1,060,788

9. SHORT TERM PROVISIONS

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Provision for Project Expenses	140,902,747	164,522,000
Provision for Employee Benefits		
For Employees' Leave Encashment	2,747,290	3,396,078
Provision for Other Expenses	4,945,902	3,851,841
TOTAL	148,595,939	171,769,919

9.1 The Retirement benefit scheme of the company is funded by Life Insurance corporation(LIC) of India. As per the actuarial valuation certificate received from LIC, provision of Rs. 72,98,376/- is to be made for Gratuity as per present value of past service benefit. However, no provision has been made during the year for gratuity.

AFC INDIA LTD

10. FIXED ASSETS

(In Rupees)

Fixed Assets	GROSS BLOCK (AT COST)				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 01.04.2015	Additions during the year	Deductions / Adjustments	As at 31.03.2016	As at 01.04.2015	For the Year	Deductions / Adjustments	Upto 31.03.2016	As at 31.03.2016	As at 30.03.2015
(A) TANGIBLE										
Building	246,597	0	0	246,597	206,419	1,841	0	208,260	38,339	40,180
Furniture & Fixtures	11,722,264	57,150	1,420	11,777,994	8,406,541	489,264		8,895,805	2,882,189	3,315,723
Office Equipment	7,025,923	40,870	227	7,066,566	6,402,496	218,119	(27,096)	6,647,711	418,854	623,426
Air Conditioners	1,324,690	0	0	1,324,690	957,600	57,966	0	1,015,566	309,123	367,089
Vehicles	1,322,818	55,870	0	1,378,688	815,532	98,571	0	914,103	464,585	507,286
Computers	11,010,673	125,188	0	11,135,861	10,605,260	197,097	(14,561)	10,816,918	318,943	405,413
Total (A)	32,652,965	279,078	1,647	32,930,396	27,393,848	1,062,858	(41,657)	28,498,363	4,432,033	5,259,117
(B) INTANGIBLE										
Software	1,480,481	0	0	1,480,481	1,430,927	7,972	0	1,438,899	41,582	49,554
Total (B)	1,480,481	0	0	1,480,481	1,430,927	7,972	0	1,438,899	41,582	49,554
Total (A+B)	34,133,446	279,078	1,647	34,410,877	28,824,775	1,070,830	(41,657)	29,937,262	4,473,615	5,308,671

10.1 Building includes Rs 500/- being cost of fully paid-up shares in a Co-Operative Housing Society

10.2 The execution of the Deed of Conveyance in favour of the Housing Society in which the Company owns a flat since 1972 is yet to be completed.

10.3 The effect of change in useful life of asset as per the Companies Act, 2013 has been given as mentioned in Note 2 (e).

11. NON-CURRENT INVESTMENTS

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Other than Trade :		
i) Equity Instruments - Quoted		
Investment in Other Companies		
250 (250) Equity shares of Rs. 10/- each fully paid up of Gujarat State Petronet Ltd.	6,750	6,750
ii) Equity Instruments, Unquoted		
Investment in Subsidiaries		
50000 Equity Shares of AFC Finance Services Pvt Ltd of Rs.10/-each fully paid up	500,000	500,000
Investment in Other Companies		
30,000 (30,000) Equity Shares of Rs. 10/- each fully paid up of Global Procurement Consultants Ltd	300,000	300,000
iii) Bonds, Unquoted		
Investment in Other Companies		
20 (20) 13.5% MSRDC (2015) Bonds (SeriesIII) of Rs. 1,00,000/- each fully paid up	-	2,024,000
40 (40) 13.5% MSRDC (2015) Bonds (Series V) of Rs. 1,00,000/- each fully paid up	-	4,048,000
5(5) 7.40% Syndicate Bank 2015 of Rs 10,00,000/-each fully paid up	-	5,000,000
4(4) 7.40% Syndicate Bank 2015 of Rs 10,00,000/- each fully paid up	-	3,974,000
11(11) 7.45% Bank of Baroda 2015 of Rs 11,00,000/- each fully paid	-	10,989,000
10(10) 7.50% Bank of India 2015 of Rs 10,00,000/- each fully paid	-	9,994,000
Investment in ICICI Prudential Balance ADG	300,000	-
Investment in MIRAE Asset	100,000	-
Investment in SBI Bluechip Fund	200,000	-
Investment in TATA Balanced Fund	200,000	-
Investment L& T India Prudential Fund	200,000	-
Fixed Deposit with Bank	217,350,000	134,950,000
Total	219,156,750	171,785,750

Long term investment are stated at cost		
Aggregate amount of quoted investments	6,750	6,750
Market value of quoted investments	34,637.50	31,012.50
Aggregate amount of unquoted investments	219,150,000	171,779,000

11.1 Fixed Deposits figure includes Fixed Deposits pledged with bank for facilities granted to the Company, cost aggregating to Rs.6,40,50,,000/- (P.Y. Rs. 2,90,50,000/-)

12.Deferred Tax Assets

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Deferred Tax Assets	3,687,897	4,119,517
Add: Addition / (Deletion) for the year	(181552)	(431,620)
Total	3,506,345	3,687,897

12.1 The component of Deffered Tax balances as on 31st March,2016 accounted in accordance with AS-22 " Accounting for taxes on Income" issued by ICAI are as under:

Deffered Tax Assets arising on account of timing difference on

Particulars	As at 31st March , 2016 Rupees	As at 31st March , 2015 Rupees
Expenses allowable on payment basis	3,899,425	4,052,271
Depreciation	(393,080)	(364,374)
Total	3,506,345	3,687,897

	As at 31st March , 2016	As at 31st March , 2015
Net Deferred Tax Assets	3,506,345	3,687,897

AFC INDIA LTD.

13. LONG-TERM LOANS & ADVANCES

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
(Unsecured Considered Good)		
Advance Tax (2004-05) (Net of Provision)	456,530	456,530
Advance Tax (2006-07) (Net of Provision)	477,462	477,462
Advance Tax (2008-09) (Net of Provision)	2,049,118	2,049,118
Advance Tax (2010-11) (Net of Provision)	1,823,785	1,823,786
Advance Tax (2011-12) (Net of Provision)	889,738	889,739
Advance Tax (2013-14) (Net of Provision)	851,508	851,508
Advance Tax (2012-13) (Net of Provision)		-
Advance Tax (2014-15) (Net of Provision)	2,617,251	2,617,251
Advance Tax (2015-16) (Net of Provision)	10,750,768	10,725,167
Advance Tax (2016-17) (Net of Provision)	8,690,587	-
Others		
- Deposits	5,634,339	6,655,018
- Festival Advance	178,150	215,150
Total	34,419,236	26,760,729

14. Other Current Assets

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Jobs in Progress	464,173,000	446,680,000
Accrued interest on investment	10,179,538	6,792,088
Total	474,352,538	453,472,088

15. TRADE RECEIVABLES

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Sundry Debtors		
Outstanding for a period exceeding six months		
Considered Good	32,212,687	27,365,130
Considered Doubtful	2,852,694	3,522,005
	35,065,381	30,887,135
Less: Provision for Doubtful Debts	2,852,694	3,522,005
	32,212,687	27,365,130
Others, considered good	16,964,996	18,517,357
Total	49,177,683	45,882,487

16. CASH & CASH EQUIVALENTS

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
Cash on Hand	227	2,752
Balances with Banks		
In Current Account	23,194,978	15,157,432
In Overdraft Account	-	1,300,648
In State Bank of Patiala	-	-
Fixed Deposits with banks		
Short Term Investment	-	45,302,753
Total	23,195,205	61,763,585

17. SHORT-TERM LOANS & ADVANCES

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
(Unsecured Considered Good)		
Others #	9,464,714	10,776,368
Total	9,464,714	10,776,368

Includes loans and advances given to Companies under the same management:

Particulars	As at 31st March,2016 Rupees	As at 31st March , 2015 Rupees
AFC Foundation	6,870,405	6,870,405
AFCL Finance Services Pvt. Ltd.	373,300	373,300
Total	7,243,705	7,243,705

AFC INDIA LTD.**18. REVENUE FROM OPERATIONS**

Particulars	31st March 2016 Rupees	31st March 2015 Rupees
Consultancy Income	173,992,923	290,240,522
Total	173,992,923	290,240,522

18.1 CONSULTANCY INCOME

Particulars	31st March 2016 Rupees	31st March 2015 Rupees
Projects completed during the year	156,499,923	474,222,522
Add : Value of Closing Jobs in Progress	464,173,000	446,680,000
Less : Value of Opening Jobs in Progress	446,680,000	630,662,000
Total	173,992,923	290,240,522

19. OTHER INCOME

Particulars	31st March 2016 Rupees	31st March 2015 Rupees
Interest Income	23,273,120	21,249,317
Dividend Income	30,300	60,250
Other non operating income	17,397	146,015
Profit on sale of Fixed Asset	15,503	45,190
Excess Provision written Back	2,987	1,990,865
Sundry Balance Written Back	-	3,114,480
Profit on Redemption of Bond	43,000	223,000
Total	23,382,307	26,829,117

20. PROJECT EXPENSE

Particulars	31st March 2016 Rupees	31st March 2015 Rupees
Project Expenses	85,304,679	204,980,182
Consultancy Charges	37,048,561	26,776,118
Other Expenses	10,066,314	8,545,373
Total	132,419,554	240,301,673

21. EMPLOYEE BENEFITS EXPENSE

Particulars	31st March 2016 Rupees	31st March 2015 Rupees
Salaries, Allowances, Bonus	34,305,179	38,032,383
Contribution to Provident and other funds	3,530,866	3,659,737
Staff Welfare Expenses	5,654,978	1,595,173
Total	43,491,023	43,287,293

21.1 Managerial Remuneration paid under Section 198 of the Companies Act, 1956 to the Managing Director of the Company is as under :

Particulars	Current year(Amount in Rs)	Previous Year(Rs)
Remuneration A/c	2,220,000	2,220,000
Contribution to PF	266,400	266,400
Perquisites as per Income Tax Rules	544,109	473,323
Total	3,030,509	2,959,723

22. FINANCE COSTS

Particulars	31st March 2016 Rupees	31st March 2015 Rupees
Interest On Overdraft	626,727	678,121
Bank Charges	482,599	769,393
Total	1,109,326	1,447,514

23. OTHER EXPENSES

Particulars	31st March 2016 Rupees	31st March 2015 Rupees
Travelling Expenses	663,961	1,145,610
Communication Charges	637,439	706,983
Professional Fees	529,119	304,443
Electricity Charges	1,025,719	965,658
Insurance Charges	80,820	88,530
Rent, Rates and Taxes	2,447,697	2,555,553
Repair & Office Maintenance	968,717	1,141,040
Vehicle Hiring Expenses	261,043	332,526
Bad debts	2,852,694	11,309,967
Payment to Auditors:		
Statutory Audit	30,000	30,000
Tax Audit	20,000	20,000
Provision for doubtful debts	1,064,303	-
Printing and Stationery	871,775	1,893,597
Miscellaneous Expenses	2,603,818	2,812,262
TOTAL	14,057,105	23,306,169

Miscellaneous Exp	As At 3/31/2016 Rupees	As At 3103/2015 Rupees
Entertainment Expenses	60,067	44,982
Membership and Subscription	95,896	57,125
Directors' Sitting Fees	210,000	240,000
Advertisement	19,336	51,175
Business Promotion Expenses	167,205	722,363
Security Charges	861,795	811,494
computer exp.	9,330	-
Other Miscellaneous Expenses	456,848	713,924
Inspection Charges	50,367	51,399
Water Charges	79,662	59,701
AMC Charges	24,003	35,111
Loss on Redemption of Bonds	72,000	-
Loss on Redemption of securities	497,309	24,988
	2,603,818	2,812,262

24. EARNINGS PER SHARE (EPS)

	2015-16	2014-15
(i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	3,287,830	4,726,198
(ii) Weighted Average of number of equity shares used as denominator for calculating EPS	15,000	15,000
(iii) Basic and Diluted Earnings per share (Rs.)	219	315
(iv) Face value per equity share	10,000	10,000

25) (a) Particulars of Subsidiaries

Name of Company	% of Voting Power as on 31.03.2016	% of Voting Power as on 31.03.2015
AFCL Finance Services Pvt. Ltd	100	100

(b) The contribution of the subsidiary during the year is as under

Name of Subsidiary	Revenue	Net Profit/(Loss)
AFCL Finance Services Pvt. Ltd	41520	(8291)

26. Related Party Disclosures

Transactions with related parties for the year ended 31st March 2016

Particulars	AFCL Finance Services Pvt. Ltd	AFC Foundation
Loan repaid by AFCL Finance Services Pvt Ltd	-	-
Interest from AFC Foundation	-	603,168

Balances with related parties as at March 31, 2015

Particulars	AFCL Finance Services Pvt. Ltd	AFC Foundation
AFCL Finance Services Pvt. Ltd	373,300	-
AFC Foundation	-	6,870,405

27. Contingent Liabilities : a) Bank Guarantees issued to obtain various project works on behalf of the Company outstanding as on 31.03.2016 aggregate to Rs.351.73 lakhs (Previous Year Rs. 211.68 Lakhs). b) Company received an income tax demand amounting to Rs. 27,05,446/- in connection with A.Y. 2004-2005 and company filed appeal against that order with CIT (Appeals), however, the appeal was dismissed by the CIT (Appeals). Now, the case is filed with ITAT (Income Tax Appellate Tribunal).

As per our Report of even date

For Ramanand & Associates
Chartered Accountants

Dr.C D Mayee
Chairman

A K Garg
Managing Director

(Ramanand Gupta)
Partner
Membership No:103975
Place : Mumbai
Date :27/06/2016

Mamta Sahal
Chief Financial Officer

Nidhi Shah
Asst Company Secretary

AFC INDIA LTD**CASH FLOW STATEMENT AS ON 31st MARCH,2016**

(A) Cash Flow From Operating Activities:-	(Amount in Rs)
Project Receipts	50,924,838
Sundry Receipts	348,148
Refund of EMD and other Deposits	4,482,150
Project expenses	(33,914,354)
Payments to and on behalf of staff	(33,350,415)
Payment of Taxes	(3,383,776)
Administrative expenses	(5,785,372)
Net Cash Flow from Operating Activities(A)	(20,678,781)
(B) Cash Flow From Investing Activities:-	
Sale of Fixed Assets	17,150
Maturity of Fixed deposits and Bonds	273,133,046
Interest on Investments	19,067,132
Profit on redemption of Bond	43,000
Interest from AFC Foundation	252,144
Dividend	30,300
Purchase of Fixed Assets	(220,890)
Investment in Fixed deposits with bank	(273,700,000)
Investment in Mutual Funds	(1,000,000)
Net Cash Flow from Investing Activities(B)	17,621,882
(C) Cash Flow From Financing Activities (C)	
Bank Charges	(482,135)
Interest on Bank OD	(697,127)
Net Cash Flow from Financing Activities(C)	(1,179,262)
Net Cash & Cash Equivalents(A-B-C)	(4,236,161)
Cash at the Beginning	16,460,833
Cash at the end	12,224,672

As per our Report of even date
For Ramanand & Associates
Chartered Accountants

For an on behalf of the Board

Dr.C D Mayee
Chairman

A K Garg
Managing Director

(Ramanand Gupta)
Partner
M. No : 103975

Mamta Sahal
Chief Financial Officer

Nidhi Shah
Asst Company Secretary

Place : Mumbai
Date : 27th June,2016



RAMANAND & ASSOCIATES

— CHARTERED ACCOUNTANTS —

Head Office:
6/C, Gr. Floor, Ostwal Park Bldg. No. 4,
Near Jesal Park Jain Temple,
Bhayandar (East), Dist. Thane 401 105.
Mob.: 9322231113 / 9322006131
Tel.: 022 28171199 / 32252775
Email: rg@caramanandassociates.com
Website: www.caramanandassociates.com

INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS.

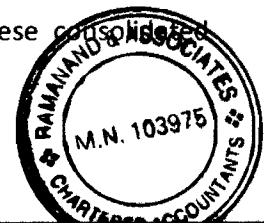
To,
The Members,
AFC INDIA LTD.

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of **AFC INDIA LTD.** as at 31st March, 2016 and its subsidiary which comprise the consolidated Balance Sheet as at 31st March, 2016, the Consolidated Profit & Loss Statement and Consolidated Cash Flow Statement for the year then ended. These consolidated financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

Management' responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ('the Act') that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated 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. The respective Board of Directors of the Company and its subsidiary are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the respective assets of the Company and its subsidiary and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of these consolidated financial statements by the Board of Directors of the Company.



Auditor's responsibility

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

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

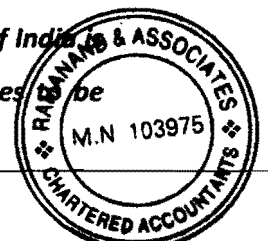
An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and presentation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

Basis for Qualified Opinion:

- 1. Attention is invited to Note No. 2 (g) (B) (I) (ii) regarding 'Employee Benefits' forming part of the Financial Statements ('Notes') of the Holding Company regarding method of accounting of gratuity to employees, which is accounted for on the basis of actuarial valuation made by LIC of India with whom the Holding Company has set up a fund for Gratuity and premium determined by LIC of India, to be accounted as Gratuity. During the Financial Year 2015-2016, the expenses***

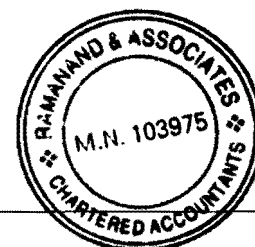


recognized on account of Gratuity (Current Service Cost – Rs. 4,97,008/- + LCSA Premium – Rs. 40,898/- + Actuarial Loss – Rs. 21,78,001/- – Expected Return on Plan Assets – Rs. 10,02,505/-) as per actuarial valuation was Rs. 17.13 Lacs. As against this, the Holding Company has paid Rs. 1 Lac as Gratuity Premium and the same has been debited to Profit and Loss Account as Gratuity Expense for the year. Thus, there is a short provision of Rs. 16.13 Lacs in respect of provision of gratuity expense for the year.

Further, as per the Balance Confirmation Certificate received from LIC of India as on 31-03-2016, the Holding Company has Balance of Rs. 103.56 Lacs (Previous Year Rs. 141.18 Lacs) in Gratuity Fund with LIC. Further, total accrued gratuity liability of the Holding Company as on 31-03-2016 was Rs. 176.54 Lacs (Previous Year Rs.197.44 Lacs). Thus, the Holding Company has not considered 'Net Obligation on account of Gratuity' (Non-Current Liability) of Rs. 72.98 Lacs (Previous Year Rs.56.26 Lacs) which has not been provided and paid by the Holding Company. In effect, Non Current Liabilities (Net Obligations on account of Gratuity Liability) is understated and 'Reserves and Surplus' is overstated to the extent of Rs.72.98 Lacs (Previous Year Rs. 56.26 Lacs).

In our opinion, treatment given by the Holding Company is not in accordance with the provisions of Accounting Standard – 15 (Employee Benefits). Furthermore, the said treatment is in contradiction with the accounting policy followed by the Holding Company.

- 2. We further report that, had the observations made in paragraph 1 above of our report for the year ended March 31, 2016 been considered,*
 - a. The working results for the year ended March 31, 2016 would have been a loss of Rs. 40.18 lacs as against the reported profit of Rs. 32.80 lacs.*
 - b. The Non-Current Liabilities (Net Obligations on account of Gratuity Liability) as at March 31, 2016 would have been Rs 72.98 Lacs (as at March 31, 2015 debit of Rs. 56.26 lacs) as against the reported figure of Rs Nil (as at March 31, 2015 Rs Nil).*
 - c. The earnings (loss) per share for the year ended March 31, 2016 would have been Rs. (268/-) per Share as against the reported earnings (profit) per share of Rs. 219/- per Share.*



Qualified Opinion:

In our opinion and to the best of our knowledge and according to the information and explanations given to us, *except for the effects of the matters described in paragraphs 1 and 2 of the Basis for Qualified Opinion paragraph*, the said financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India.

i. In the case of the Consolidated Balance Sheet, of the state of affairs of the Company as at March 31, 2016,

ii. In the case of Statement of the Consolidated Profit and Loss, of the profit for the year ended on that date and

iii. In the case of the Consolidated Cash Flow statement, of the cash flows for the year ended on that date.

Other Matter

We did not audit the financial statements of AFCL Finance Services Pvt. Ltd whose financial statements reflect total assets of Rs. 6,06,002/- as at 31 March 2016, total revenues of Rs. 41,520/- for the year ended on that date as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub-section (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the reports of the other auditors.

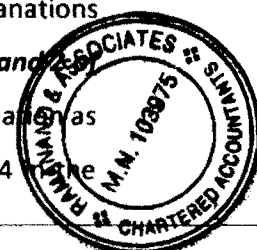
Our opinion on the consolidated financial statements is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the auditors and the financial statements certified by the Management.



Report on Other Legal and Regulatory Requirements


As required by C&AG of India through supplementary directions dated 19.10.2014 issued under Section 143(5) of the Companies Act 2013, on the basis of information received from the management, we give our report on the matter specified in the **Annexure "B"** attached. As required by sub-section 3 of Section 143 of the Act, we report, to the extent applicable, that:

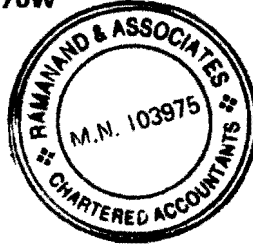
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- (c) The consolidated balance sheet, the consolidated statement of profit and loss, and the consolidated cash flow statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. **except AS-15 as regards accounting for retirement benefits in the Financial Statement of employers**
- (e) On the basis of the written representations received from the directors of the Holding Company as on 31 March 2016 taken on record by the Board of Directors of the Holding Company and the report of the statutory auditors of its subsidiary companies incorporated in India, none of the Directors of the Group companies incorporated in India is disqualified as on 31 March 2016 from being appointed as a Director of that company in terms of sub-section 2 of Section 164 of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "**Annexure A**"; and
- (g) In our opinion and to the best of our information and according to the explanations given to us, **except for the effects of the matters described in paragraphs 1 and the Basis for Qualified Opinion paragraph**, the said accounts give the information as required by the Rule 11 of the Companies (Audit and Auditors) Rules, 2014



manner so required and give a true and fair view and are in conformity with the accounting principles generally accepted in India

**For Ramanand & Associates
Chartered Accountants
Firm Registration No. : 117776W**


**CA Ramanand Gupta
Managing Partner
M. No. 103975
Place: Mumbai
Date: 18th July, 2016**



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

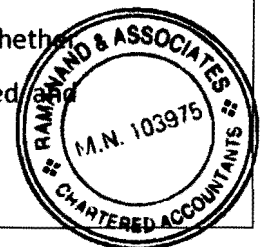
1. In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31 March 2016, we have audited the internal financial controls over financial reporting of Infosys Limited ("the Holding Company") and its subsidiary companies which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

2. The Respective Board of Directors of the Holding Company and its subsidiary companies, which are companies incorporated in India, are 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 ("ICAI"). 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

3. 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") issued by ICAI 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 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, maintained and if such controls operated effectively in all material respects.



4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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

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



conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Emphasis of Matter

8. *With respect to the Revenue Recognition the holding company follows the Percentage Completion Method (PCM) however the certification of the percentage completion is done by the Management itself i.e. the Project Head and said certificate has been provided to us at the time of Audit, hence we have given our opinion on the basis of the certificates provided to us by the Management.*

Opinion

9. In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, *however the above opinion is made on the basis of the information provided to us, as the holding company does not have the adopted internal control policy considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.*

For Ramanand & Associates
Chartered Accountants
Firm Registration No. : 117776W



CA Ramanand Gupta
Managing Partner
M. No. 103975
Place: Mumbai
Date: 18th July, 2016

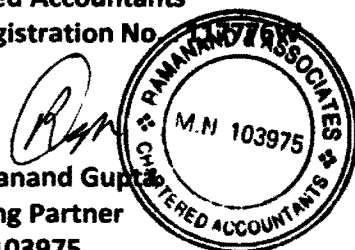


Annexure B to Independent Auditors' Report

Report u/s 143(5) of the Companies Act 2013

Sl No.	Directions	Action Taken	Impact on Financial Statement
A. Directions			
1.	Whether the company has clear title/lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/lease deeds are not available.	According to information and explanations given to us, The Company does not hold any freehold or lease hold land.	NIL
2.	Please report whether there are any cases of waiver/ debts/loans/interest etc., if yes, the reasons there for and the amount involved.	According to information and explanations given to us, there are no cases of waiver/debts/loans/interest etc	NIL
3.	Whether proper records are maintained for inventories lying with third parties & assets received as gift from Govt. or other authorities.	According to information and explanation given to us there are no inventories lying with the third party and No assets received as gift from Govt. or other authorities.	NIL

**For Ramanand & Associates
Chartered Accountants
Firm Registration No**



**CA Ramanand Gupta
Managing Partner
M. No. 103975
Place: Mumbai
Date: 18th July, 2016**

AFC INDIA LIMITED

CONSOLIDATED BALANCE SHEET AS AT 31st March 2016

Particulars	Note	31st March 2016	31st March 2015
I. EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
(a) Share Capital	3	150,000,000	150,000,000
(b) Reserves & Surplus	4	112,979,078	109,741,196
(2) Non current Liabilities			
(a) Long term provisions	5	9,872,209	9,718,068
(3) Current Liabilities			
(a) Short Term Borrowings	6	10,970,533	-
(b) Trade Payables	7	384,073,676	337,101,897
(c) Other current liabilities	8	1,573,953	1,060,788
(d) Short term provisions	9	148,595,939	171,769,919
TOTAL		818,065,388	779,391,868
II. Assets			
(1) Non current Assets			
(a) Fixed Assets			
(i) Tangible Assets	10	4,432,033	5,259,117
(ii) Intangible Assets	10	41,582	49,554
(b) Non Current Investments	11	218,776,750	171,785,750
(c) Deferred Tax Assets (Net)	12	3,506,345	3,687,897
(d) Long-term loans & advances	13	34,425,322	26,763,440
(2) Current Assets			
(a) Other current assets	14	474,352,538	453,472,088
(b) Trade Receivables	15	49,177,683	45,882,487
(c) Cash and Cash Equivalents	16	23,675,121	61,826,167
(d) Short-term loans & advances	17	9,678,014	10,665,368
TOTAL		818,065,388	779,391,868

Notes to accounts

Significant Accounting Policies

1 to 28

As per our report of even date attached

For and on behalf of the Board of Directors

For Ramanand & Associates
Chartered Accountants

Dr C D Mayee
Chairman

A K Garg
Managing Director

(Ramanand Gupta)
Partner
Membership No:103975
Place : Mumbai
Date :27/06/2016

Mamta Sahal
Chief Financial Officer

Nidhi Shah
Asst Company Secretary

1. AFC India Limited (AFC) is a multi-disciplinary consultancy and technical support organization specializing in agriculture and rural development segments of the economy. The company has been providing broad-based consultancy services since 1968. Of late, the company has diversified into large scale grassroots level project implementation under watershed development, livelihood promotions, organic farming, agriculture extension services, environmental impact assessments, retail microfinance operations, training and capacity building, education, skill development and financial literacy.

2. SIGNIFICANT ACCOUNTING POLICIES

a. BASIS OF ACCOUNTING:

The financial statements are prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act 2013, read with Rule 7 of the Companies(Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis.

b. PRINCIPLES OF CONSOLIDATION

The financial statements of the subsidiary companies used in the consolidation are drawn up to the same reporting date as of the Company.

The consolidated financial statements have been prepared on the following basis:

The financial statements of the company and its subsidiary companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. Inter-company balances and transactions and unrealized profits or losses have been fully eliminated.

c. USE OF ESTIMATES:

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Future results could differ due to changes in these estimates and differences between actual and estimates are recognized in the period in which the results are known.

d. REVENUE RECOGNITION:

- I. The company generally follows the mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis.
- II. Consultancy fees are recognized as per proportionate completion method (PCM) as prescribed in AS-9 "Revenue Recognition" **is based on Project Completion Certificate** as certified by the management. Incomplete assignments at the Balance Sheet date are shown as "Jobs in Progress".

d. FIXED ASSETS:

Fixed assets are carried at cost of acquisition or construction/installation less accumulated depreciation and amortization. Costs include all expenses incurred to bring the assets to its present location and condition.

e. DEPRECIATION:

- i) The company provides for depreciation/amortization on its fixed assets on straight line basis (changed from written down value method in the previous year) over the useful lives of the assets as specified in Part "C" of Schedule II of the Companies Act 2013.
- ii) For the assets acquired prior to April 1, 2014, the carrying amount as on April 1, 2014 is depreciated over the remaining useful life.

f. INVESTMENTS:

Investments are classified into Current and Long Term Investments. Long Term Investments are stated at cost. A Provision for diminution is made to recognize a decline other than temporary, in value of Long Term Investments.

g. EMPLOYEE BENEFITS:

A. Short term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account for the year in which the related service is rendered.

B. Post employments benefits:

I. Defined contribution plans:

- i) For all employees, provident fund monthly contributions are made to trust administered by the company. The interest rate payable by the Trust to the beneficiaries is notified by the Government. The Company has an obligation to make good the shortfall, if any, between the return on investments of the trust and the notified interest rates. Company's contribution towards the provident fund scheme are recognized during the year in which the related service is rendered.
- ii) The company has taken a policy of Group Gratuity cum Life Assurance Scheme with Life Insurance Corporation of India (LIC) and the premium determined by the LIC is paid and accounted as gratuity.

II. The retirement benefits for encashment of leave salary are fully provided for on actuarial valuation.

h. TAXATION:

Income tax expense comprises Current tax and Deferred tax charge or credit. Provision for current tax is made on the assessable income at the tax rate applicable to the relevant assessment year.

The Deferred Tax Asset and Deferred Tax Liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the Balance Sheet date. Deferred Tax Assets arising mainly on account of brought forward losses and unabsorbed depreciation under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred Tax Assets on account of other timing differences are recognized, only to the extent there is a reasonable certainty of its realization. At each Balance Sheet date, the carrying amount of Deferred Tax Assets is reviewed to reassure realization.

Advance taxes and provision for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision and where the Company is able to and intends to settle the asset and liability on a net basis.

i. EVENTS OCCURRING AFTER BALANCE SHEET DATE:

No significant events which could affect the financial position as on 31.03.2016 to a material extent have been reported by the company, after the balance sheet date till the signing of report.

j. TRANSACTIONS IN FOREIGN CURRENCY:

The transactions in foreign currencies are accounted at the equivalent rupee value on the date of the transaction.

Foreign currency assets and liabilities not covered by forward contacts at the year end are realigned at the prevailing exchange rate and difference on realignment and realization is charged to profit and loss account.

k. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. These are reviewed at each balance sheet date and adjusted to reflect current best estimates. Contingent liabilities are not recognized but are disclosed in the financial statements. Contingent Assets are neither recognized nor disclosed in the financial statements.

l. OPERATING LEASES:

Lease of assets under which all the risk and rewards of ownership are effectively retained by the lesser are classified as operating leases. Lease payments under operating leases are recognized as expenses on accrual basis in accordance with the respective lease agreements.

m. CASH AND CASH EQUIVALENTS

The Company considers all highly liquid financial instruments which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of twelve months or less from the date of purchase, to be cash equivalents.

n. PROVISION FOR BAD AND DOUBTFUL DEBTS:

The policy being followed by the company for providing for doubtful debts and writing off bad debts is as follows:

Sl. No.	Period of Outstanding Debts	Provision to be made
1.	Six month – One Year	5 % of o/s amount
2.	One – Two Years	10% of o/s amount
3.	Two – Three Years	20% of o/s amount
4.	Three – Five Years	30% of o/s amount
5.	More than Five Years	Write off as Bad Debt

3. SHARE CAPITAL

Particulars	31st March 2016	31st March 2015
Authorised Share Capital 100,000 equity shares of Rs.10,000/- each	1,000,000,000	1,000,000,000
Issued,Subscribed and Paid up 15,000 equity shares of Rs 10,000/- each fully paid up	150,000,000	150,000,000
Total	150,000,000	150,000,000

3.1 The details of Shareholder's holding more than 5% shares :

Name of Shareholders	No. of Shares As At 31/03/2016	% of shareholding
NABARD	1000	6.66
Export Import Bank of India	750	5.00
Central Bank of India	1608	10.72
Bank of Baroda	1603	10.68
Bank of India	1261	8.41
Punjab National Bank	1089	7.26
UCO Bank	803	5.35
Standard Chartered Bank	950	6.33

3.2 The reconciliation of the number of shares outstanding is set out below :

Particulars	As at 31st March, 2016 No. of shares	As at 31st March, 2015 No. of shares
Equity Shares at the beginning of the year	15,000	15,000
Issued during the year	--	--
Equity Shares at the end of the year	15,000	15,000

4. RESERVES AND SURPLUS

Particulars	As at 31st March, 2016	31st March 2015
Profit And Loss Account(on consolidation)		
As per last Balance Sheet	109,741,196	106,194,839
Add : Profit/loss for the year	3,279,539	4,723,019
Total	113,020,735	1,176,662
Less: Shortfall of Depreciation due to change in useful life of Asset	(41,657)	109,741,196
Total	112,979,078	109,741,196

5. Long term provisions

Particulars	As at 31st March, 2016	31st March 2015
Provision for Employees Leave Encashment	9,872,209	9,718,068
TOTAL	9,872,209	9,718,068

6.Short term Borrowings

Particulars	As at 31st March, 2016	AFC India Ltd	AFCL Financial Services Pvt Ltd	31st March 2015
From Central Bank of India	10,970,533	-		-
From State Bank of Patiala	-	-	-	-
Total	10,970,533	-	-	-

7. TRADE PAYABLES

Particulars	As at 31st March, 2016	AFC India Ltd	AFCL Financial Services Pvt Ltd	31st March 2015
			Rupees	
Micro, Small and Medium Enterprises @				
Creditors For Project Expenses	5,691,637	5,318,337	373,300	12,035,347
Advances from Customers	378,382,039	378,382,039	-	325,066,550
TOTAL	384,073,676	383,700,376	373,300	337,101,897

@ The Company has not received the required information from Suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006. Hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said Act have not been made.

8. OTHER CURRENT LIABILITIES

Particulars	As at 31st March, 2016	AFC India Ltd	AFCL Financial Services Pvt Ltd	31st March 2015
Others	1,573,953	1,573,953	-	1,060,788
TOTAL	1,573,953	1,573,953	-	1,060,788

9. SHORT TERM PROVISIONS

Particulars	As at 31st March, 2016	AFC India Ltd	AFCL Financial Services Pvt Ltd	31st March 2015

Provision for Project Expenses	140,902,747	140,902,747	-	164,522,000
Provision for Employee Benefits				
For Employees' Gratuity				
For Employees' Leave Encashment	2,747,290	2,747,290	-	3,396,078
For Employees Gratuity				
Provision for Other Expenses	4,945,902	4,945,902	-	3,851,841
TOTAL	148,595,939	148,595,939	-	171,769,919

9.1 The Retirement benefit scheme of the company is funded by Life Insurance corporation(LIC) of India. As per the actuarial valuation certificate received from LIC, provision of Rs.72,98,376/- is to be made for Gratuity as per present value of past service benefit. However, no provision has been made during the year for gratuity.

AFC INDIA LTD

10. FIXED ASSETS

(In Rupees)

Fixed Assets	GROSS BLOCK (AT COST)				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 01.04.2015	Additions during the year	Deductions / Adjustments	As at 31.03.2016	As at 01.04.2015	For the Year	Deductions / Adjustments	Upto 31.03.2016	As at 31.03.2016	As at 30.03.2015
(A) TANGIBLE										
Building	246,597	0	0	246,597	206,419	1,841	0	208,260	38,339	40,180
Furniture & Fixtures	11,722,264	57,150	1,420	11,777,994	8,406,541	489,264		8,895,805	2,882,189	3,315,723
Office Equipment	7,025,923	40,870	227	7,066,566	6,402,496	218,119	(27,096)	6,647,711	418,854	623,426
Air Conditioners	1,324,690	0	0	1,324,690	957,600	57,966	0	1,015,566	309,123	367,089
Vehicles	1,322,818	55,870	0	1,378,688	815,532	98,571	0	914,103	464,585	507,286
Computers	11,010,673	125,188	0	11,135,861	10,605,260	197,097	(14,561)	10,816,918	318,943	405,413
Total (A)	32,652,965	279,078	1,647	32,930,396	27,393,848	1,062,858	(41,657)	28,498,363	4,432,033	5,259,117
(B) INTANGIBLE										
Software	1,480,481	0	0	1,480,481	1,430,927	7,972	0	1,438,899	41,582	49,554
Total (B)	1,480,481	0	0	1,480,481	1,430,927	7,972	0	1,438,899	41,582	49,554
Total (A+B)	34,133,446	279,078	1,647	34,410,877	28,824,775	1,070,830	(41,657)	29,937,262	4,473,615	5,308,671

10.1 Building includes Rs 500/- being cost of fully paid-up shares in a Co-Operative Housing Society

10.2 The execution of the Deed of Conveyance in favour of the Housing Society in which the Company owns a flat since 1972 is yet to be completed.

10.3 The effect of change in useful life of asset as per the Companies Act, 2013 has been given as mentioned in Note 2 (e).

11. NON-CURRENT INVESTMENTS

Particulars	31st March 2016	31st March 2015
Other than Trade :		
i) Equity Instruments - Quoted		
Investment in Other Companies		
250 (250) Equity shares of Rs. 10/- each fully paid up of Gujarat State Petronet Ltd.	6,750	6,750
ii) Equity Instruments, Unquoted		
Investment in Other Companies		
30,000 (30,000) Equity Shares of Rs. 10/- each fully paid up of Global Procurement Consultants Ltd	300,000	300,000
iii) Bonds, Unquoted		
Investment in Other Companies		
20 (20) 13.5% MSRDC (2015) Bonds (SeriesIII) of Rs. 1,00,000/- each fully paid up #	-	2,024,000
40 (40) 13.5% MSRDC (2015) Bonds (Series V) of Rs. 1,00,000/- each fully paid up #	-	4,048,000
5(5) 7.40% Syndicate Bank 2015 of Rs 10,00,000/-each fully paid up #	-	5,000,000
4(4) 7.40% Syndicate Bank 2015 of Rs 10,00,000/- each fully paid up #	-	3,974,000
11(11) 7.45% Bank of Baroda 2015 of Rs 11,00,000/- each fully paid #	-	10,989,000
10(10) 7.50% Bank of India 2015 of Rs 10,00,000/- each fully paid #	-	9,994,000
Investment in ICICI Prudential Balance ADG	300,000	-
Investment in MIRAE Asset	100,000	-
Investment in SBI Bluechip Fund	200,000	-
Investment in TATA Balanced Fund	200,000	-
Investment L& T India Prudencial Fund	200,000	-
Investment in Mutual Fund AFC Financial Services	120,000	-
Fixed Deposits with Banks:		
Maturity More than 12 Months	217,350,000	135,450,000
Total	218,776,750	171,785,750

Long term investment are stated at cost		
Aggregate amount of quoted investments	6,750	6,750
Market value of quoted investments	34,637.50	31,012.50
Aggregate amount of unquoted investments	218,742,113	171,779,000

11.1 Fixed Deposits figure includes Fixed Deposits pledged with bank for facilities granted to the Company, cost aggregating to Rs.6,40,50,000/- (P.Y. Rs. 2,90,50,000/-)

12.Deferred Tax Assets

Particulars	31st March 2016	31st March 2015
Deferred Tax Assets	3,687,897	4,119,517
Add: Addition/ (Deletion) for the year	(181552)	(431620)
Total	3,506,345	3,687,897

12.1 The component of Deffered Tax balances as on 31st March,2016 accounted in accordance with AS-22 " Accounting for taxes on Income" issued by ICAI are as under:

Deffered Tax Assets arising on account of timing difference on

Particulars	31st March 2016	31st March 2015
Brought forward losses	3,899,425	-
Expenses allowable on payment basis	(393,080)	4,052,271
Depreciation	-	(364,374)
Total	3,506,345	3,687,897

	31st March 2016	31st March 2015
Net Deferred Tax Assets	3,506,345	3,687,897

AFC INDIA LIMITED

13. LONG-TERM LOANS & ADVANCES

Particulars	31st March 2016	31st March 2015
(Unsecured Considered Good)		
Advance Tax (2004-05) (net of provision)	456,530	456,530
Advance Tax (2006-07) (net of provision)	477,462	477,462
Advance Tax (2008-09) (net of provision)	2,049,118	2,049,118
Advance Tax (2010-11) (net of provision)	1,823,785	1,823,786
Advance Tax (2011-12) (net of provision)	889,738	889,738
Advance Tax (2012-13) (net of provision)	851,508	-
Advance Tax (2013-14) (net of provision)		851,508
Advance Tax (2014-15) (net of provision)	2,617,251	2,617,251
Advance Tax (2015-16) (net of provision)	10,756,854	10,727,878
Advance Tax (2016-17) (Net of Provision)	8,690,587	
Others		
- Deposits	5,634,339	6,655,018
Festival Advance	178,150	215,150
Total	34,425,322	26,763,440

14. Other Current Assets

Particulars	31st March 2016	31st March 2015
Jobs in Progress	464,173,000	446,680,000
Accrued interest on investment	10,179,538	6,792,088
Total	474,352,538	453,472,088

15. TRADE RECEIVABLES

Particulars	31st March 2016	31st March 2015
(Unsecured)		
Outstanding for a period exceeding six months		
Considered Good	32,212,687	27,365,130
Considered Doubtful	2,852,694	3,522,005
	35,065,381	30,887,135
Less: Provision for Doubtful Debts	2,852,694	3,522,005
	32,212,687	27,365,130
Others, considered good		18,517,357
	16,964,996	
Total	49,177,683	45,882,487

16. CASH & CASH EQUIVALENTS

Particulars	31st March 2016	31st March 2015
Cash on Hand	227	2,752
Balances with Banks		
In Current Account	23,674,894	15,220,014
In Overdraft Account	-	1,300,648
Fixed Deposits with Banks:		
Maturity Less than 12 Months	-	45,302,753
Total	23,675,121	61,826,167

17. SHORT-TERM LOANS & ADVANCES

Particulars	31st March 2016	31st March 2015
(Unsecured Considered Good)		
Others #	9,678,014	10,665,368
Total	9,678,014	10,665,368

Includes loans and advances given to Companies under the same management as mentioned below:

Particulars	31st March 2016	31st March 2015
AFC Foundation	6870405	6,870,405
AFCL Finance Services Pvt. Ltd.	373,300	-
Total	7,243,705	6,870,405

AFC INDIA LIMITED**18. REVENUE FROM OPERATIONS**

Particulars	31st March 2016	31st March 2015
Consultancy Income	173,992,923	290,240,522
Total	173,992,923	290,240,522

18.1 CONSULTANCY INCOME

Particulars	31st March 2016	31st March 2015
Projects completed during the year	156,499,923	474,222,522
Add : Value of Closing Jobs in Progress	464,173,000	446,680,000
Less : Value of Opening Jobs in Progress	446,680,000	630,662,000
Total	173,992,923	290,240,522

18.2 The above method for computing Consultancy Income is being followed consistently year after year.

19. OTHER INCOME

Particulars	31st March 2016	31st March 2015
Interest Income	23,314,640	21,295,760
Dividend Income	30,300	60,250
Other non operating income	17,397	146,015
Profit on sale of Fixed Asset	15,503	45,190
Recovery of Bad Debts	2,987	1,990,865
Excess Provision written Back	-	3,114,480
Profit on Redemption of Bond	43,000	223,000
Total	23,423,827	26,875,560

20. PROJECT EXPENSE

Particulars	31st March 2016	31st March 2015
Project Expenses	85,304,679	204,980,182
Consultancy Charges	37,048,561	26,776,118
Other Expenses	10,066,314	8,545,373
Total	132,419,554	240,301,673

21. EMPLOYEE BENEFITS EXPENSE

Particulars	31st March 2016	31st March 2015
Salaries, Allowances, Bonus	34,305,179	38,032,383
Contribution to Provident and other funds	3,530,866	3,659,737
Staff Welfare Expenses	5,654,978	1,595,173
Total	43,491,023	43,287,293

21.1 Managerial Remuneration paid under Section 198 of the Companies Act, 1956 to the Managing Director of the Company is as under :

Particulars	Curren Year	Previous Year
Remuneration A/c	2,220,000	2,220,000
Contribution to PF	266,400	266,400
Perquisites as per Income Tax Rules	544,109	473,323
Total	3,030,509	2,959,723

22. FINANCE COSTS

Particulars	31st March 2016	31st March 2015
Interest On Overdraft	626,727	678,121
Bank Charges	483,410	770,016
Total	1,110,137	1,448,137

23. OTHER EXPENSES

Particulars	31st March 2016	31st March 2015
Travelling Expenses	663,961	1,145,610
Communication Charges	637,439	706,983
Professional Fees	529,119	304,443
Electricity Charges	1,025,719	965,658
Insurance Charges	80,820	88,530
Rent, Rates and Taxes	2,447,697	2,555,553
Repair & Office Maintenance	968,717	1,141,040
Vehicle Hiring Expenses	261,043	332,526
Bad debts	2,852,694	11,309,967
Payment to Auditors:		
Statutory Audit	30,000	30,000
Tax Audit	20,000	20,000
Provision for doubtful debts	1,064,303	-
Printing and Stationery	871,775	1,893,597
Miscellaneous Expenses	2,603,818	2,812,262
Pre incorporation Exp.	49,000	49,000
TOTAL	14,106,105	23,355,169

24. EARNINGS PER SHARE (EPS)

	2015-16	2014-15
(i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	3,279,540	4,723,019
(ii) Weighted Average of number of equity shares used as denominator for calculating EPS	15,000	15,000
(iii) Basic and Diluted Earnings per share (Rs.)	219	315
(iv) Face value per equity share	10,000	10,000

25) (a) Particulars of Subsidiaries

Name of Company	% of Voting Power as on 31.03.2016	% of Voting Power as on 31.03.2015
AFCL Finance Services Pvt. Ltd	100	100

(b) The contribution of the subsidiaries incorporated during the year is as under

Name of Subsidiary	Revenue	Net Profit/(Loss)
AFCL Finance Services Pvt. Ltd	41520	(8291)

26. Related Party Disclosures

Transactions with related parties for the year ended 31st March 2016

Particulars	AFCL Finance Services Pvt. Ltd	AFC Foundation
Loan repaid by AFCL Finance Services Pvt Ltd	-	
Interest from AFC Foundation		603,168

Balances with related parties as at March 31, 2016

Particulars	AFCL Finance Services Pvt. Ltd	AFC Foundation
AFCL Finance Services Pvt. Ltd	373,300	
AFC Foundation		6,870,405

27. Contingent Liabilities :

- a) Bank Guarantees issued to obtain various project works on behalf of the Company outstanding as on 31.03.16 aggregate to Rs.351.73 lakhs (Previous Year Rs. 211.68 Lakhs).
- b) Company received an income tax demand amounting to Rs. 27,05,446/- in connection with A.Y. 2004-2005 and company filed appeal against that order with CIT (Appeals), however, the appeal was dismissed by the CIT (Appeals). Now, the case is filed with ITAT (Income Tax Appellate Tribunal).

28. Balance of Sundry Creditors, Advances from Customers, Sundry Debtors and Loans and Advances are subject to confirmation and reconciliation.

As per our Report of even date

For Ramanand & Associates

Chartered Accountants

Dr.C D Mayee

Chairman

A K Garg

Managing Director

(Ramanand Gupta)

Partner

Membership No:103975

Place : Mumbai

Date :27/06/2016

Mamta Sahal

Chief Financial Officer

Nidhi Shah

Asst Company Secretary

AFC INDIA LTD**CONSOLIDATED CASH FLOW STATEMENT AS ON 31st MARCH,2016**

(A) Cash Flow From Operating Activities:-	(Amount in Rs)
Project Receipts	50,924,838
Sundry Receipts	348,148
Refund of EMD and other Deposits	4,482,150
Project expenses	(33,914,354)
Payments to and on behalf of staff	(33,350,415)
Payment of Taxes	(3,383,776)
Administrative expenses	(5,785,372)
Net Cash Flow from Operating Activities(A)	(20,678,781)
(B) Cash Flow From Investing Activities:-	
Sale of Fixed Assets	17,150
Maturity of Fixed deposits and Bonds	273,633,046
Interest on Investments	19,105,277
Profit on redemption of Bond	43,000
Interest from AFC Foundation	252,144
Dividend	30,300
Purchase of Fixed Assets	(220,890)
Investment in Fixed deposits with bank	(274,100,000)
Investment in Mutual Funds	(1,120,000)
Net Cash Flow from Investing Activities(B)	17,640,027
(C) Cash Flow From Financing Activities (C)	
Bank Charges	(482,946)
Interest on Bank OD	(697,127)
Net Cash Flow from Financing Activities(C)	(1,180,073)
Net Cash & Cash Equivalents(A-B-C)	(4,218,827)
Cash at the Beginning	16,523,415
Cash at the end	12,304,588

As per our Report of even date
For Ramanand & Associates
Chartered Accountants

For an on behalf of the Board

Dr.C D Mayee
Chairman

A K Garg
Managing Director

(Ramanand Gupta)
Partner
M. No : 103975

Mamta Sahal
Chief Financial Officer

Nidhi Shah
Asst Company Secretary

Place : Mumbai
Date : 27th June,2016



AFC INDIA LIMITED

Formerly Agricultural Finance Corporation Ltd.

CIN No. U65990MH1968GOI013983

REGD. OFFICE: Dhanraj Mahal, First Floor, CSM Marg, Mumbai

– 400 001 Telephone : 91-22-22028924

Email id: afcl@vsnl.com

Website : www.afcindia.org.in

A Technical Support Institution Committed To Rural Prosperity