

25th May 2017

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot No.C/1, G Block,
Bandra Kurla Complex, Bandra (E)
MUMBAI - 400 0051

Scrip Code : KSCL

Dear Sir,

Sub : Reply to clarification sought for appointment of Auditors and their profile
Ref:- Email dated 24th May 2017 received from neaps@nse.co.in & the Board
Meeting outcome dated 24th May 2017.

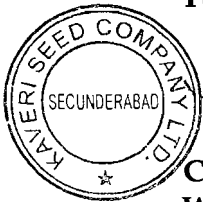
With reference to our outcome of Board Meeting dated 24th May 2017, regarding the Board has considered appointment of M/s. M. Bhaskara Rao & Co., Chartered Accountants, Hyderabad as Statutory Auditors of the Company, subject to the approval of members in their forthcoming Annual General Meeting for auditing the Annual Accounts of the Company for Financial Year 2017-18. In this regard, Brief Profile of M/s. M. Bhaskara Rao & Co., Chartered Accountants, is attached herewith for information.

Further, the Board is also considered the appointment of M/s. M. Anandam & Co., Chartered Accountants, Hyderabad as Internal Auditors of the Company for the financial year 2017-18. In this regard, Brief Profile of M/s. M. Anandam & Co., Chartered Accountants, is attached herewith for information.

Request you to take the above information on record.

Thanking you,

Yours faithfully,
For KAVERI SEED COMPANY LIMITED




C. MITHUN CHAND
WHOLE TIME DIRECTOR

Encls: a/a.

M. Bhaskara Rao & Co (MBRC), a firm of Chartered Accountants based in Hyderabad, was set up in 1961 by Mr. M Bhaskara Rao. Presently, MBRC is a partnership of 11 partners and employs over 150 people in various capacities and competencies to deliver services consistent with the vision and mission statement of MBRC. MBRC operates in four states through five offices – its head office located in Hyderabad and branches in Kakinada, Vishakhapatnam (AP), Chennai and Bangalore. In the course of its professional practice for over five decades, MBRC had the opportunity to serve some of the largest Public Sector Enterprises, Nationalized Banks, Regulatory Authorities and large and medium scale private sector enterprises.

MBRC offers a wide range of professional services, with a strong accent on Audit and Assurance, Taxation and Business Advisory services.

The **Audit and Assurance** practice provides audit and assurance services within the applicable regulatory framework with an objective approach. The emphasis of the firm in this area of its practice is to ensure the completeness, reliability and quality of financial statements it attests. While ensuring adherence to the broad policy and regulatory framework, due attention is paid to the nature and size of the clients' business operations, the control environment in which the operations are carried out, and their risk profile, in designing efficient and effective audit plans specific to the audits.

The **Tax** practice is focused on identifying opportunities and leveraging the same for the benefit of its clients in optimizing tax outgos, while at the same time ensuring a well-considered and prudently interpreted compliance with the tax laws. It provides services in the areas of direct and indirect taxation; corporate and personal taxes and international taxation.

The **Business Advisory** practice is focused on working with clients in improving their operational effectiveness. It helps clients in assessing their core processes, evaluate current risks and controls, and bringing about greater efficiencies therein. The consulting practice also provides services in critical areas such as due diligence reviews, implementation of new accounting standards; convergence with IFRS / Ind AS; post implementation system reviews; and business valuations.

MBRC is managed by a Board of Partners (BoP) comprising four of its senior most partners. The BoP lays down the policies and procedures for quality in rendering professional service, monitors the service delivery and reviews client relationships from time to time. The firm's policies, performance and other professional matters are periodically reviewed by all the partners at their review meetings.

M.BHASKARA RAO & CO

CHARTERED ACCOUNTANTS

PROFILE

6-3-652, 5th Floor, Kautilya, Somajiguda, HYDERABAD - 500 082

Phone: 2339 3900/2331 1245/2339 4039, Fax: 2339 9248, e-mail : mbr_co@mbrc.co.in

PARTNERS

M. Bhaskara Rao (Chairman –Board of Partners)

Anilkumar Mehta (Member –Board of Partners)

V Raghunandan (Member –Board of Partners)

V K Muralidhar

M V Ramana Murthy (Member –Board of Partners)

C S Subrahmanyam

D Bapu Raghavendra

K. Krishna Murthy

K S Mahidhar

P Swathi

Vikas Chobey

Contact Persons at Hyderabad

Name	e-mail ID	Mobile No.
1. M.Bhaskara Rao	mbr@mbrc.co.in	91-98495 89003
2. M V Ramana Murthy	mvr@mbrc.co.in	91-98666 62451
3. C S Subrahmanyam	css@mbrc.co.in	91-98661 32526

BRANCHES:

<u>VISAKHAPATNAM</u>	<u>KAKINADA</u>	<u>CHENNAI</u>	<u>BANGALORE</u>
Mr. K Krishnamurthy	Mr. Bapu Raghavendra D	Flat GA, Chaitanya's Malavika	'Poornima',
Flat No.GF-1, 1 st Floor	3 rd Floor, Pydah Plaza	New No.70 (old No.45),	2 nd Floor,
Meridian block,	Door No.21-1-10	III Main Road,	25, State Bank Road,
Seashells Enclave	Salipet,	Gandhi Nagar, Adiyar	BENGALURU – 560001
VISAKHAPATNAM - 530002	KAKINADA – 533 033	CHENNAI – 660020	
Ph: 098499 84725	Ph: 098492 28354	Ph: 09866662451	Ph: 09866662450
✉ kkm@mbrc.co.in	✉ dbr@mbrc.co.in	✉ mvr@mbrc.co.in	✉ vkm@mbrc.co.in

OUR VALUES

INTEGRITY

- We will undertake only what we can deliver, and deliver our promise

INDEPENDENCE

- We will not be affected by influences that compromise our professional judgement

OBJECTIVITY

- We will base our professional judgement only on observable information and keep it free of any bias or prejudice

EQUANIMITY

- We will not allow our professional judgement to be clouded by professional stress or duress

EXCELLENCE

- We will always be among the best and first among equals.

OUR VISION

- To build and maintain a position of reputed leadership in the profession,
- To provide contemporary qualitative business advice and services to our clients
- To provide an invigorating and rewarding work environment to our personnel
- To continuously strive to develop the firm into an institution of excellence that lasts beyond individuals and generations

OUR MISSION

To fulfill clients' expectations and aspirations through

- Strong emphasis on professional ethics, quality and social responsibility
- Competent and skilled human and professional resources
- Effective time and knowledge management
- Innovative practices, within the regulatory and ethical framework, to add value to the operations of the client

ORGANISATION AND MANAGEMENT

M.Bhaskara Rao & Co (MBRC) is one of the reputed Chartered Accountants firms in Southern India, offering a wide range of professional services, with a strong accent on Audit and Assurance, Taxation and Business Advisory services. Set up in 1961 by Mr. M Bhaskara Rao, MBRC is a partnership of 11 partners and employs over 150 people in various capacities and competencies to deliver services consistent with the vision and mission statement of MBRC. MBRC operates in three states through five offices – its head office located in Hyderabad and branches in Kakinada, Vishakhapatnam (AP), Chennai and Bangalore.

MBRC is managed by a Board of Partners (BoP) comprising four of its senior most partners- Mr. M. Bhaskara Rao with over five decades of association with the firm, Mr. Anilkumar Mehta with over four decades of association, Mr. V. Raghunandan with over two decades of association with the Firm and Mr. M.V. Ramana Murthy with over two decades of association with the Firm. The BoP, of which Mr. Bhaskara Rao is the Chairman lays down the strategic policies, monitors the service delivery and manages the client relationships. The firm's policies, performance and other professional matters are periodically reviewed by all the partners at their review meetings.

MEMBERSHIPS AND EMPANELMENTS

The Firm is a registered with / is a member of:

1. The Institute of Chartered Accountants of India
2. Federation of AP Chamber of Commerce and Industry
3. HLB International – A global network of Business advisors

MBRC is a member of HLB International, a worldwide network of independent member firms and correspondents, providing clients with a wide range of professional services including audit, accounting, corporate finance, international taxation, information technology, e-commerce services, business risk services, strategic planning and international aid agency work. This association provides MBRC national and international professional networking access to several business advisory firms across the globe.

The firm is empaneled with various Regulatory and other organizations such as:

1. Comptroller and Auditor General of India
2. National Highways Authority of India
3. Reserve Bank of India
4. Securities and Exchange Board of India
5. Directorate General of Hydrocarbons
6. Rural Electrification Corporation Ltd.
7. Insurance Regulatory and Development Authority of India
8. Audit Bureau of Circulations

THE TEAM

PARTNERS

NAME	MEMBERSHIP NO.	STATUS	DATE OF JOINING THE PARTNERSHIP	STATION / REGION WHERE RESIDING
M. Bhaskara Rao	5176	FCA	12.04.1961	HYDERABAD
Anilkumar Mehta	14284	FCA	22.06.1973	HYDERABAD
V. Raghunandan	26255	FCA	01.04.1989	HYDERABAD
V.K. Muralidhar	201570	FCA	01.04.1997	HYDERABAD
M.V. Ramana Murthy	206439	FCA	01.04.2000	HYDERABAD
C. S. Subrahmanyam	27951	FCA/CISA	01.04.2005	HYDERABAD
D. Bapu Raghavendra	213274	FCA/DISA	01.01.2010	KAKINADA
K. Krishnamurthy	19693	FCA	01.04.2010	VIZAG
K. S. Mahidhar	220881	FCA/CISA	01.10.2012	HYDERABAD
P. Swathi	513946	FCA	01.10.2012	HYDERABAD
Vikas Chobey	223363	FCA	01.01.2013	HYDERABAD

All the Firm's personnel share and endorse its values and its commitment to quality, professional excellence and integrity. The partners shoulder the major assurance responsibilities and provide guidance and direction to their engagement teams. The Firm provides its staff challenging and rewarding opportunities and an invigorating work environment to learn and excel. The Firm believes in continuous professional education and provides necessary opportunities for its staff and partners for their ongoing learning and professional development. The Firm runs a calendar of induction and training programs with internal and external faculty for its audit staff to ensure that their skill levels are maintained at appropriate levels.

The partners are currently supported by a team of around 20 Chartered Accountants, representing a carefully selected mix of experience, qualifications, technical skills and specialization in practice areas.

STRUCTURE AND PRACTICE AREAS

The Firm focuses on providing *Audit and Assurance, Tax and Business Advisory services* and has organized itself into different Strategic Business Units (SBU). Each SBU is headed by a Partner who provides the necessary leadership and guidance to the SBU within the overall policy framework of the Firm. While each SBU renders services across several industry groups, an opportunity to specialize in specific industry groups is built into the Firm's structure. This structure has helped the Firm and its partners to keep abreast with the developments in each industry group and also focus and retain clients within that group.

Major industry sectors served:

- Banking, Finance and Insurance
- Manufacturing
- Infrastructure – Construction, Power and Real Estate
- Information Technology and IT Enabled Services
- Education and Entertainment
- Wholesale and Retail distribution
- Government owned/run entities
- Not- for Profit Organizations

The **Audit and Assurance** practice provides audit and assurance services within the applicable regulatory framework with an objective approach. The emphasis of the firm in this area of its practice is to ensure the completeness, reliability and quality of financial statements it attests. While ensuring adherence to the broad policy and regulatory framework, due attention is paid to the nature and size of the clients' business operations, the control environment in which the operations are carried out, and their risk profile, in designing efficient and effective audit plans specific to the audits. The audit and assurance team provides:

Services provided-

- Financial Statement Audits
- Regulatory compliance -Advisory and Audit
- Risk focused Internal Audit;
- System and Process Assurances;
- IFRS convergence
- Corporate Governance reporting

The **Tax** practice of the Firm is focused on identifying opportunities and leveraging the same for the benefit of its clients in optimizing tax outgos, while at the same time ensuring a well-considered and prudently interpreted compliance with the tax laws. The **Tax** SBU provides services in the areas of direct and indirect taxation; corporate and personal taxes and international taxation,

Services provided-

- Tax planning
- Tax compliance
- Tax audits
- Tax litigation
- Cross border advisory
- international tax issues;
- Transfer pricing

The **Business Advisory** practice is focused on working with clients in improving their operational effectiveness. The SBU helps clients in assessing their core processes, evaluate current risks and controls, and bringing about greater efficiencies therein. The consulting practice also provides services in critical areas such as due diligence reviews, implementation of new accounting standards; convergence with IFRS; post implementation system reviews; and business valuations.

Focus Areas-

- Due diligence reviews
- Control System reviews and Advise
- Business Valuations
- Financial and accounting advisory services.

EXPERIENCE AND EXPERTISE

1. AUDIT AND ASSURANCE SERVICES

All the audit staff of the firm are suitably qualified, adequately skilled and experienced in conducting all types of audits and assurance services. The skill sets of the staff are continuously updated through various training and learning programmes. Wherever required, the staff is encouraged to apply CAAT and other technology aided solutions in carrying out their assignments.

Two of the Firm's partners are Certified Information Systems Auditors.

The Audit and Assurance practice of the Firm provides the following services:

- Statutory Audit
- Risk focused Internal Audits
- Tax Audit
- Limited Review of financial results
- Special Engagements such as HR Audit, Secretarial Audit, Administration Audit and Purchases Audit; Investigations
- Advise on Compliance with the Accounting Standards
- Assistance and Advise to meet US GAAP requirements
- Advise on corporate governance and audit committee constitution and functions
- Certifications and Regulatory Reporting

SECTORIAL EXPERIENCE – AUDIT & ASSURANCE

Power generation

- Coal Thermal
- Biomass thermal
- Hydel - Run of the river
- Wind
- Gas

Power transmission & distribution

Manufacturing Sector

- Fertilizers and Chemicals
- Agri chemicals
- Cement
- Textiles
- Sugar
- Solvent extraction
- Bio organic products
- Vaccines
- Life sciences
- Engineering / capital goods

SECTORIAL EXPERIENCE – AUDIT & ASSURANCE

Infrastructure

- EPC
- Housing
- PPP – Annuity
- PPP – Tollways
- Metro MRT

Information Technology/IT Enabled Services

- Software development
- BPO
- KPO
- Design, Engineering
- Integrated Hardware

Education

- Multi-level institutions
- Engineering institutes
- Government institutions
- Public charitable trusts

SECTORIAL EXPERIENCE – AUDIT & ASSURANCE

Hospitality & Entertainment

- Hotels
- Sports associations
- Multiplexes

Healthcare

- Hospitals & Clinics

Banking, Finance and Insurance Sectors

- Statutory audits
- Internal audits
- Concurrent audits
- Revenue audits
- Stock audits
- Special audits

TAX ADVISORY SERVICES

- Tax advice and Litigation
- Conducting Tax Audits wherever the Firm is a Statutory Auditor
- Representation for and on behalf of clients before the tax authorities
- Tax advice to Non Resident Indians and Non - Resident corporate entities
- Representation before tax authorities
- Transfer pricing study, advise and documentation
- Tax advice in respect of cross boarder trades and investment; structuring tax efficient vehicles in tax haven countries
- Tax planning and advice for payroll and employee benefits including structuring ESOP
- Tax advice and representations for and on behalf of Charitable Trusts, Educational Institutions, Sports Bodies

BUSINESS ADVISORY SERVICES

- Accounting Due Diligence Services for new investments and for mergers and acquisitions;
- Evaluation and documentation of control system environment and advice on strengthening such environment to improve the operational effectiveness of the clients;
- Advisory services for implementation of new accounting standards, convergence with IFRS, conversion to new accounting systems;
- Valuation of assets and businesses
- Advice on capital structuring and foreign direct investment.

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M.ANANDAM & CO

Chartered Accountants

**Assurance, Taxation, Accounting, Forensic Audit,
Capital Markets and Transaction Advisory Services**

Clients & Partners

**7 'A', Surya Towers, S.P. Road
SECUNDERABAD - 500 003
TEL: 27812377, 27812034 FAX: 91 40 27812091**

www.anandam.in

M. Anandam & Co., was established in the year 1943 and is now among the most experienced firms in the country providing high quality services in audit, investigation, finance, taxation, capital markets and management systems.

- M. Anandam & Co has been founded by Late M. Anandam, who was a Chartered Accountant, Member of the Legislative Council and Member of the Parliament for three decades.
- Clientele include many large, medium and small scale sector organizations in banks, public and private sectors.
- **Currently, 12 Partners, 10 CAs, 4 Consultants, and 60 professional staff.**
- **More than three decades of experience in Central Statutory Audit of Banks.**
- **Three partners with experience as Directors of Nationalized Banks.**
- **Two partners qualified in Information Systems Audit (CISA/DISA)**
- **One Partner qualified in International Taxation**
- M. Anandam & Co has been certified by DNV for **ISO 9001:2008** for its quality services in Audit and Taxation: Peer Reviewed and completed the review of Quality Control Board of ICAI.

M.ANANDAM & CO., Chartered Accountants
An ISO 9001:2008 Company



LEADING CLIENTS

M. Anandam & Co conducts the Statutory Audit, Internal Audit, Taxation and Allied Services of more than 200 Listed and Private Companies

SELECT CLIENTS

BANKS

Now,

CORPORATION BANK

AP STATE COOPERATIVE BANK

EARLIER,

RESERVE BANK OF INDIA

ANDHRA BANK

SYNDICATE BANK

CENTRAL BANK OF INDIA

CANARA BANK

ICICI BANK

ING VYSYA BANK

MANUFACTURING

Visaka Industries *

CCL Products (India) *

Techtran Polylenses *

Anjani Portland Cement *

Fenoplast Limited*

Kakatiya Cement Sugar and Industries Limited*

Lakshmi Finance & Industrial Corporation*

Sudhakar PVC Group

Gloster Cables

Spectrum Power Generation

SNJ Synthetics

* Listed

INFRASTRUCTURE

GVPR Engineers
Modi Builders & Realtors
Modi Builders & Infrastructure
DRS Logistics

EDUCATION

Triumphant Institute of Management Education (T.I.M.E)
International Institute of Information Technology (IIIT)
Administrative Staff College of India
Indian School of Business (ISB)
ICFAI
Asifia Educational Society
DRS International
SCCL Education Society
Vidyaranya High School
Sanghamithra High School

AUTOMOBILE

Dwaraka (Honda)
Fortune Automobiles (India) Private Limited
Jasper Industries (Tata Motors)
Talwar Automobiles (Hyundai)
Vibrant Automobiles (Nissan)
Minda Vast

INFORMATION TECHNOLOGY

Cambridge Technology Enterprises*
Athena Global Technologies*
Infobrain Technologies
Menlo Technologies
Inforica India
Enterprises Signal India
Adaptive Mobile Security Solutions
Inrhythm Solutions
Redcentric Solutions
Avaamo Technologies
Vitrify Technologies
TS Support Systems

PUBLIC CHARITABLE INSTITUTIONS

Andhra Mahila Sabha
Centre for Innovation in Public Policy
Centre for Social Development
TIE (Hyderabad Chapter)
Hyderabad Runners
Quality Control Foundation of India
Kriti Social Initiatives
A.P.Homeo

REGULATORS

RESERVE BANK OF INDIA
INSURANCE REGULATORY AND DEVELOPMENT AUTHORITY
UIDAI

* Listed

PUBLIC SECTOR

Now

Telangana State Civil Supplies Corporation

Telangana State Tourism Development Corporation

Earlier

The Singareni Collieries Co.

Electronics Corporation India

Bharat Sanchar Nigam Limited – A.P Circle

Andhra Pradesh Central Power Distribution Company

Bharat Heavy Electricals

Life Insurance Corporation

Hindustan Zinc

Mishra Dhatu Nigam

AP State Finance Corporation

AP Tourism Development Corporation Limited

AP State Civil Supplies Corporation Limited

Transmission Corporation of Telangana

PARTNERS PROFILE



· **A.RAMABRAHMAM**

- About 54 years' experience in the firm
- Expertise in Central Statutory audit of Banks
- Expertise in Corporate Taxations, Individual and Firm Taxation, Settlement Commissions, Search and Seizure Cases.
- Previously, Chairman, Southern India Regional Council, Institute of Chartered Accountants of India.



· **A.V.SADASIVA**

- About 42 years' experience in the firm
- Expertise in Corporate Taxations, Individual and Firm Taxation, Settlement Commissions, Search and Seizure Cases.
- Expertise in Corporate Laws, Indirect Tax Laws
- Formerly, Director, **Bank of India**
- Director, Coastal Local Area Bank Ltd



• **M.R.VIKRAM**

- About 37 years' experience in the firm
- Expertise in Forensic & Investigation Audits
- Expertise in Central Statutory audit of Banks
- Expertise in Corporate Finance, Mergers and Acquisitions, Corporate Restructuring and Rehabilitation, Syndication of Equity and Loans, Advise on Nature, Timing and Pricing of Public Issue Instruments.
- Expertise in Statutory Audits, , Special Investigations etc.,
- Formerly,
 - RBI Nominee Director of **Bank of Rajasthan**
 - Chartered Accountant Director, **Indian Overseas Bank** and member Managing Committee, Chairman Audit Committee
 - Chartered Accountant Director, **Indian Bank** - Chairman of the Audit Committee and Member of the Management Committee
- Previously, Treasurer, Southern India Regional Council, Institute of Chartered Accountants of India.
- Regular speaker in various Seminars and conferences on Capital Market and related issues.
- Member Special Task force, Andhra Pradesh Professional Development Committee, ICAI.
- Member, Committee on WTO and Trade laws, Institute of Chartered Accountants of India, New Delhi.
- Director of Facebook India, ASM Technologies, T.I.M.E. Chettinad Cements, GTN Industries, Ahlada Engineering, Glochem Industries , IIRM



• **V.JAGANNADHAM**

- About 37 years in the firm
- Qualified DISA auditor
- Expertise in Central Statutory audit of Banks
- Expertise in Risk Based internal audit of Banks
- Expertise in Individual and Firm Taxation and Tax Audits



• **M.V.RANGANATH**

- About 29 years in the firm
- Expertise in Central Statutory audit of Banks
- Expertise in Statutory Audits, Internal Audits, Concurrent Audits, Special Audits and Tax Audits
- Expertise in Corporate, Individual and Firm Taxation
- Expertise in Implementation of Management Control and Information Systems. Expertise in drafting, JV agreements, Project feasibility studies, Employee stock Option plans etc
- Formerly, Director of HSE Securities Ltd
- Earlier, Director, **State Bank of India**, Local Board, Andhra Pradesh



• **S.VENKATESWARLU**

- About 27 years in the firm
- Qualified CISA & DISA Auditor
- Independently handled investigations reporting to RBI and IDBI
- Expertise in Risk Based internal audit of Banks
- Trained to implement ERP systems with expertise in Financial Accounting packages.
- Expertise in Central Statutory audit of Banks
- Expertise in Statutory and Internal Audits



M.V.PRASANNA

- About 23 years in the firm
- Expertise in Central Statutory audit of Banks
- Expertise in Risk Based internal audit of Banks
- Partner in charge of tax audits of the Firm



• **B.V.SURESH KUMAR**

- About 15 years in the firm
- Expertise in Corporate Statutory Audits
- Expertise in Central Statutory audit of Banks
- Expertise in Risk Based internal audit of Banks



• **R. SIVARAMAN**

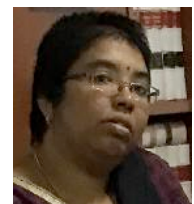
- About 12 years in the Firm
 - Expertise in Central Statutory audit of Banks
 - Expertise in Statutory and Internal Audits
- 25 years of post-qualification experience in:
- Bank Branch Inspection Audits
 - Risk Based Internal Audit of Bank Branches
 - Vigilance activities – Bank branches
 - IS Audit
 - Risk & Compliance audit of Demat Activities
 - Internal Audit of Corporates
 - Training – Finacle (CBS) modules
 - Faculty – ICAI



• **K. SUBBULAKSHMI**

-

- About 9 years in the firm.
- Overall 18 Years Expertise in Statutory and Internal Audits
- Expertise in Individual and Firm Taxation and Tax Audits
- Certified in International Taxation



• **Y. LAKSHMI NAGARATNAM (RATNA)**

- About 12 years in the firm.
- Overall 12 Years Expertise in Statutory and Internal Audits



MADHURI CHIMALGI

- About 7 years in the firm.
- Expertise in Statutory and Internal Audits
- Expertise in Individual and Firm Taxation and Tax Audits



Company Secretary

V.MOHAN

- Chartered Accountant and Company Secretary
- More than 25 years in Practice
- In charge of Compliance of Corporate Laws of more than 50 Companies, including Listed companies



Advocate & Tax Advisory

M.V.ANIL KUMAR

More than 20 years of experience in Representation in Direct Taxes including appeals to the Tribunals and to the High court

CONFIDENTIAL

The information contained in this write-up is confidential and is being provided to you at your specific request. This information should not be communicated or transmitted to other parties without written consent of the firm