

INDEPENDENT AUDITOR'S REPORT

To the Members of **BDJ OXIDES PRIVATE LIMITED**

Report on the Financial Statements

Opinion

1. We have audited the accompanying financial statements of **BDJ OXIDES PRIVATE LIMITED** (*'the Company'*) which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity 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 (as amended), of the state of affairs (financial position) of the Company as at March 31, 2021, and profit (financial performance) and its cash flows for the year ended on that date.

Basis of Opinion

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

Information other than the Financial Statements and Auditor's Report thereon

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.
5. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
6. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management for the Financial Statements

7. The accompanying financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect



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

8. In preparing these financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
9. The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of Financial Statements

10. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
11. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

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

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 it appears from our examination of those books;
- c. The financial statements dealt with by this Report are in agreement with the books of account;
- d. The aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended);
- e. On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- f. We have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as on March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date and our report dated 25th October, 2021 as per Annexure 'B' expressed unmodified.
- g. The provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company is not a public company as defined under section 2(71) of the Act. Accordingly, reporting under section 197(16) is not applicable.




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

- i. The Company does not have any pending litigations, other than those disclosed in the financial statements under Note no. 28 which would impact its financial position;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For B. Chhawchharia & Co.
Chartered Accountants
Firm's Registration No.: 305123E


Gaurav Kumar Jaiswal
Partner
Membership No.: 310588

Place: Kolkata
Date: October 25, 2021



UDIN: 21310588AAAACM5642

Annexure 'A' to the Independent Auditor's Report

The Annexure referred to in Independent Auditor's Report of even date to the members of BDJ Oxides Private Limited, on the financial statements for the year ended 31st March, 2021

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As planned, a part of the fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the planned frequency of verification of the fixed assets is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all immovable properties (which are included under the head Fixed Assets) are held in the name of the Company.
- (ii) In our opinion, the management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies between physical inventory and book records were noticed on physical verification. The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, LLP or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provision of clause 3(iii) (a), 3(iii) (b) and 3(iii)(c) of the order are not applicable.
- (iv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of loans, investments, guarantees and security, as applicable.
- (v) In our opinion, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under Sub-section (1) of Section 148 of the Act in respect of Company's products and are of the opinion that, *prima facie*, the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the cost records with a view to determine whether they are accurate or complete. As informed, the cost audit for the year is under progress.



(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, GST, cess and other material statutory dues, as applicable, have generally been regularly deposited to the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding on the year-end for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, the following dues outstanding in respect of sales-tax, value added tax, Entry Tax, GST, and cess on account of any dispute, are as follows:

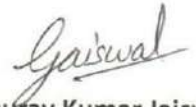
Name of the statute	Nature of dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Entry Tax	Tax	4,89,037	Financial Year 2016-17	Writ petition is pending before The Hon'able High Court of Andhra Pradesh
Entry Tax	Tax	3,81,677	Financial Year 2017-18	Writ petition is pending before The Hon'able High Court of Andhra Pradesh

- (viii) In our opinion and according to the information & explanations given to us, the company not made any default in repayment of loans or borrowings from any financial institutions, banks and government or debenture holders during the year.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instrument) during the year. According to the information and explanations given to us, further disbursement of term loan received during the year were applied for the purpose they were raised.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, managerial remuneration has been paid/ provided by the Company in accordance with the requisite approvals mandated by the provisions of Section 197 of the Act read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.



- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non - cash transactions under section 192 of the Companies Act, 2013 with directors or persons connected with him.
- (xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For B. Chhawchharia & Co.
Chartered Accountants
Firm's Registration No.: 305123E



Gaurav Kumar Jaiswal
Partner

Membership No.: 310588

Place: Kolkata
Date: October 25, 2021



UDIN: 21310588AAAACM5642

Annexure 'B' to the Independent Auditor's Report**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 financial statements of BDJ Oxide Private Limited ("the Company") as of and for the year ended 31 March 2021, we have audited the Internal Financial Controls over Financial Reporting (IFCoFR) of the Company as of 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 IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") 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 IFCoFR were 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 IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, 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 IFCoFR.

Meaning of Internal Financial Controls Over Financial Reporting

6. A company's IFCoFR 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 IFCoFR 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



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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 IFCoFR, 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 IFCoFR to future periods are subject to the risk that IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based 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 ICAI.

For B. Chhawchharia & Co.
Chartered Accountants
Firm's Registration No.: 305123E



Gaurav Kumar Jaiswal
Partner

Membership No.: 310588

UDIN: 21310588AAAACM5642

Place: Kolkata

Date: October 25, 2021



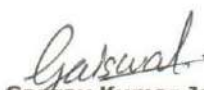
Balance Sheet as at March 31, 2021

Particulars	Note	(Amount in ₹)	
		As at March 31, 2021	As at March 31, 2020
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	33,20,000	33,20,000
Reserves and Surplus	3	42,37,05,991	20,87,58,503
Non-Current Liabilities			
Long Term Borrowings	4	5,57,39,395	12,72,50,000
Long Term Provisions	5	17,81,748	13,27,832
Deferred Tax Liability (net)	6	13,85,850	9,36,239
Current Liabilities			
<u>Trade Payables</u>	7		
- Micro and Small Enterprises		4,29,265	18,19,268
- Others		3,82,12,015	86,69,571
Short Term Borrowings	8	51,46,50,882	25,68,46,670
Other Current Liabilities	9	5,59,36,731	3,89,06,445
Short Term Provisions	10	2,15,76,344	23,059
Total		1,11,67,38,221	64,78,57,587
ASSETS			
Non-Current Assets			
Fixed Assets	11		
- Property, Plant and Equipment		16,99,25,466	16,12,03,057
- Intangible Assets		2,207	5,507
Work in Progress		5,56,910	10,15,575
Long Term Loans and Advances	12	23,33,700	17,30,900
Current Assets			
Inventories	13	29,39,84,387	21,46,89,282
Trade Receivables	14	50,89,90,443	21,72,68,586
<u>Cash and Bank Balances</u>	15		
- Cash and Cash Equivalents		6,02,775	10,72,138
- Other Bank Balances		39,376	36,917
Short Term Loans & Advances	16	13,59,48,536	5,08,35,625
Other Current Assets	17	43,54,421	-
Total		1,11,67,38,221	64,78,57,587

Significant Accounting Policies and Notes to Financial Statements 1 to 37

As per our report of even date

For B. CHHAWCHHARIA & CO.
Chartered Accountants
Firm Registration No. 305123E


Gaurav Kumar Jaiswal
Partner
Membership No. 310588

Place: Kolkata
Date: 25th October, 2021

For and on behalf of the Board
For BDJ Oxides Pvt. Ltd.


Anirudh Jhunjunwala
Managing Director
Din: 00234879

For BDJ Oxides Pvt. Ltd.

Anuj Jhunjunwala
Managing Director
Din: 00234926

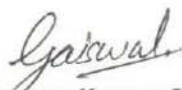


Statement of Profit and Loss for the year ended March 31, 2021

Particulars	Note	(Amount in ₹)	
		Year ended March 31, 2021	Year Ended March 31, 2020
INCOME			
Revenue from Operations	18	2,59,52,66,266	1,77,35,85,272
Other Income	19	2,69,81,529	1,16,82,816
Total Revenue		2,62,22,47,795	1,78,52,68,088
EXPENSES			
Cost of Material Consumed	20	2,05,99,36,305	1,52,35,40,927
Purchase of Trading Goods		-	-
Changes in Inventories of Finished goods, work-in-progress and Stock in trade	21	(2,52,79,476)	(68,22,360)
Employees Benefit Expenses	22	4,34,03,482	3,33,79,150
Finance Cost	23	4,39,97,933	4,75,16,422
Depreciation and Amortization Expense	11	1,86,10,453	1,27,95,802
Other Expenses	24	18,89,09,091	11,55,58,575
Total Expenses		2,32,95,77,788	1,72,59,68,516
Profit Before Tax		29,26,70,007	5,92,99,572
Tax Expenses			
Current Tax		7,73,34,200	1,44,89,400
Income Tax for the earlier year		(61,292)	-
Deferred Tax		4,49,611	8,92,804
Profit/(loss) for the year		21,49,47,488	4,39,17,368
Earning per Equity Share (Face Value of Rs.10/-) Basic and Diluted	25	647.43	132.28
Significant Accounting policies and notes to Financial Statement	1 to 37		

As per our report of even date

For B. CHHAWCHHARIA & CO.
Chartered Accountants
Firm Registration No. 305123E


Gaurav Kumar Jaiswal
Partner
Membership No. 310588

Place: Kolkata
Date: 25th October, 2021

For and on behalf of the Board
For BDJ Oxides Pvt. Ltd.


Anirudh Jhunjunwala
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For BDJ Oxides Pvt. Ltd.


Anuj Jhunjunwala
Managing Director
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Cash Flow Statement for the year ended March 31, 2021

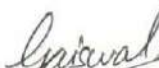
Particulars	(Amount in ₹)	
	As at March 31, 2021	As at March 31, 2020
A Cash Flow from Operating Activity		
Net Profit/ (Loss) before Tax and Extraordinary items	29,27,31,299	5,92,99,572
Adjustment for non cash and non operating item:		
- Depreciation	1,86,10,453	1,27,95,802
- Finance Cost	4,39,97,933	4,75,16,422
- Profit on Sale of Property, Plant and Equipment	(2,30,712)	-
- Provision for employee benefits	4,30,857	7,17,654
Operating Profit before change in working capital	35,55,39,830	12,03,29,451
Changes in working capital:		
Decrease/ (Increase) in Inventories	(7,92,95,105)	9,30,70,455
Decrease/ (Increase) in Trade and Other Receivables	(37,03,88,804)	(4,82,84,197)
Increase/ (Decrease) in Trade and Other Payables	3,98,30,062	(16,13,462)
	(5,43,14,019)	16,35,02,247
Less: Income Tax Paid	5,62,85,116	1,91,31,760
Net Cashflow from Operating activity (A)	(11,05,99,134)	14,43,70,487
B Cash Flow from Investing Activity		
Purchase of Property, Plant & Equipment (incl. Capital Advances)	(3,79,98,250)	(3,66,94,584)
Proceeds from sale of Property, Plant & Equipments	3,70,000	-
Security Deposits Paid	(6,02,800)	(7,27,700)
Net Cashflow from Investing activity (B)	(3,82,31,050)	(3,74,22,284)
C Cash Flow from Financing Activity		
Repayment of Long term Borrowings	(6,32,27,841)	(96,19,599)
Proceeds/(Repayment) of Short term Borrowings(net)	25,78,04,212	(4,68,93,257)
Interest paid	(4,62,13,090)	(5,03,74,439)
Net Cashflow from Financing activity (C)	14,83,63,280	(10,68,87,295)
Net Increase/(Decrease) in cash and cash equivalent (A+B+C)	(4,66,904)	60,907
Cash and Cash equivalent at the beginning of the year	11,09,055	10,48,148
Cash and Cash equivalent at the end of the year	6,42,151	11,09,055

NOTES:

1. Cash and Cash Equivalents represent cash, bank balances and short term deposit with bank.

As per our report of even date

For B. CHHAWCHHARIA & CO.
Chartered Accountants
Firm Registration No. 305123E


Gaurav Kumar Jaiswal
Partner
Membership No. 310588

Place: Kolkata
Date: 25th October, 2021

For and on behalf of the Board
For BDJ Oxides Pvt. Ltd.


Anirudh Jhunjunwala
Managing Director
Din: 00234879

For BDJ Oxides Pvt. Ltd.


Anuj Jhunjunwala
Managing Director
Din: 00234926



Notes to the financial statements for the year ended March 31, 2021

1 SIGNIFICANT ACCOUNTING POLICIES

(i) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Company follows the mercantile system of accounting and recognises income and expenses on accrual basis. The accounts are prepared on historical cost basis. Accounting policies not referred to otherwise are consistent with generally accepted accounting principles and the provisions of the Companies Act, 2013.

All the Assets and Liabilities have been classified as Current and Non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of activities, the Company has ascertained its operating cycle as 12 months for the purpose of Current and Non-current classification of Assets and Liabilities.

(ii) USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principle requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual result and estimates are recognised in the period in which the results are known/materialized.

(iii) TANGIBLE AND INTANGIBLE FIXED ASSETS AND DEPRECIATION/ AMORTISATION

Property, Plant and Equipment (PPE)

(a) Recognition

Property, plant and equipment are stated at cost of acquisition or construction and subsequent improvements thereto less accumulated depreciation and impairment losses, if any. Cost of acquisition includes inward freight, duties and taxes (net of cenvat availed), dismantling cost and installation expenses etc incurred up to the installation of the assets.

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in the income statement when incurred. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

The Company has adopted cost model as prescribed under Accounting Standard (AS) 10: Property, Plant and Equipment in respect of all classes of assets. In respect of revalued assets the difference between written down value of assets and valuation is transferred to Revaluation Reserve.

(b) Depreciation

Depreciation on property, plant and equipment is provided to the extent of depreciable amount on the written down value. Depreciation is provided based on useful economic life of the assets as prescribed in Schedule II to the Companies Act, 2013.

(iv) IMPAIRMENT OF ASSETS

Impairment is ascertained at each Balance Sheet date in respect of cash generating units. An impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.



Notes to the financial statements for the year ended March 31, 2021

(v) **CAPITAL WORK-IN-PROGRESS**

Capital work-in-progress under development are carried at cost, comprising direct cost, related incidental expenses and attributable borrowing cost.

(vi) **INTANGIBLE ASSETS**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and impairment loss, if any. Such assets are amortised on written down value method over the useful economic life of the respective assets and in the manner prescribed in Schedule II to the Companies Act, 2013.

(vii) **GOVERNMENT GRANTS**

Government Grants related to PPE are adjusted with the value of the PPE. Government Grants related to revenue items are adjusted with the related expenditure/taken as income. Such grants are accounted for as and when in the views of management the ultimate realisability of the same is established.

(viii) **INVENTORIES**

Inventories are valued at lower of the cost or net realizable value. Cost of inventories is ascertained on 'FIFO' basis. Materials and other supplies held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost in respect of raw materials and stores and spares includes expenses incidental to procurement of the same. Cost in respect of finished goods represents prime cost and includes appropriate portion of overheads.

(ix) **REVENUE RECOGNITION**

Sale of Goods

Sales are recognised when substantial risk and rewards of ownership are transferred to customer. In case of domestic sales, when goods are dispatched or delivery is handed over to customer's logistics and in case of export sales, when goods are shipped on-board based on bill of lading.

Export Incentive accounted on Realisation basis

Other Income

Other Income is accounted on accrual basis except where the receipt of income is uncertain.

EMPLOYEE BENEFITS

Employee benefits are accrued in the year in which services are rendered by the employees. Short term employee benefits are recognised as an expenses in the statement of profit and loss for the year in which the related service is rendered.

Contribution to defined contribution schemes such as Provident Fund, Superannuation Fund etc. are recognised as and when incurred.

(x) **FOREIGN CURRENCY TRANSACTIONS**

Income and Expenditure in foreign currency is converted into rupee at the rate of exchange prevailing on the date of transaction. Realised gains and losses on foreign exchange transactions in the year are recognised in the Statement of Profit and Loss.

Foreign currency monetary assets and liabilities at the year end are translated using the closing exchange rates and the resultant exchange difference is recognised in the Statement of Profit and Loss. In the case of acquisition of fixed assets, the exchange differences are adjusted to the cost of respective fixed assets.



Notes to the financial statements for the year ended March 31, 2021

(xi) **BORROWING COSTS**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

(xii) **TAXATION**

Tax expense for the period, comprising current tax and deferred tax, is included in the determination of the net profit or loss for the period. Provision is made for current tax based on tax liability computed in accordance with relevant tax rates and tax laws.

Deferred Taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted at the reporting date. Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets including the unrecognized deferred tax assets, if any, at each reporting date, are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which deferred tax assets can be realized.

(xiii) **PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

Provisions are recognised in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered probable and in respect of which a reliable estimate can be made.

Contingent liabilities are shown by way of Notes to the Financial Statements in respect of obligations, where, based on the evidence available, their existence at the Balance Sheet date is considered not probable or a reliable estimate of the same cannot be made.

Contingent Assets are neither recognised nor disclosed in the Financial Statements.

(xiv) **EARNINGS PER SHARE**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period. The net profit or loss for the period attributable to ordinary shareholders is the net profit or loss for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of ordinary shares is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares bought back or issued during the period multiplied by the time-weighting factor.



2 SHARE CAPITAL

Particulars	AS AT March 31, 2021		AS AT March 31, 2020	
a) Authorised				
500000 (P.Y. 500000) Equity shares of Rs.10/- each		50,00,000		50,00,000
		<u>50,00,000</u>		<u>50,00,000</u>
Issued, Subscribed and Fully Paid up				
332000 (P.Y. 332000) Equity shares of Rs.10/- each fully paid		33,20,000		33,20,000
		<u>33,20,000</u>		<u>33,20,000</u>
b) Reconciliation of the Equity shares outstanding at the beginning and at the end of the financial year				
Particulars	AS AT March 31, 2021		AS AT March 31, 2020	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year	3,32,000	33,20,000	3,32,000	33,20,000
Issued during the year	-	-	-	-
Balance at the end of the year	<u>3,32,000</u>	<u>33,20,000</u>	<u>3,32,000</u>	<u>33,20,000</u>
c) Details of shareholders holding more than 5% of paid up Equity Share Capital:				
Name of the Shareholder	AS AT March 31, 2021		AS AT March 31, 2020	
	No. of Shares	% of holding	No. of Shares	% of holding
Anirudh Jhunjunwala	22,000	6.63%	22,000	6.63%
Shilpa Jhunjunwala	20,000	6.02%	20,000	6.02%
Aakriti Jhunjunwala	22,000	6.63%	22,000	6.63%
J G Chemicals Pvt. Ltd. (Holding Company)	2,50,000	75.30%	2,50,000	75.30%

d) Rights, Preferences and Restrictions attached to Equity Shares of Rs. 10/- each

The company has only one class of equity shares having a par value of Rs.10 per share. The dividend recommended, if any by the Board of Directors is subject to the approval of Shareholders in the Annual General Meeting. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.

e) No shares have been reserved for issue under options and contracts / commitments for the sale of shares / disinvestment as at Balance Sheet.

f) The Company has not allotted any shares as fully paid up pursuant to contract(s) without payment being received in cash or by way of fully paid bonus shares nor has bought back any shares during the period of five years immediately preceding the date at which the Balance Sheet is prepared.

g) No convertible securities have been issued by the Company during the year.

3 RESERVES AND SURPLUS

Particulars	AS AT March 31, 2021		AS AT March 31, 2020	
a) Securities Premium				
Balance of last account		1,13,05,000		1,13,05,000
Closing balance		<u>1,13,05,000</u>		<u>1,13,05,000</u>
b) Surplus/(Deficit) in the Statement of Profit and Loss				
Balance as at the beginning of the year		19,74,53,503		15,35,36,135
Add: Profit / (Loss) for the year		21,49,47,488		4,39,17,368
Balance as at the end of the year		<u>41,24,00,991</u>		<u>19,74,53,503</u>
Total		42,37,05,991		20,87,58,503

4 LONG TERM BORROWINGS

Particulars	Non- Current Portion		Current Portion	
	AS AT March 31, 2021	AS AT March 31, 2020	AS AT March 31, 2021	AS AT March 31, 2020
Secured				
Term Loan				
- From Banks *	5,31,83,623	5,52,50,000	2,29,55,554	1,50,00,000
Long Term Maturities of Finance Lease Obligations**	5,55,772	-	3,44,514	17,304
Unsecured				
Security Deposit	20,00,000	20,00,000	-	-
Loan from Related Parties	-	7,00,00,000	7,00,00,000	-
Total	5,57,39,395	12,72,50,000	9,33,00,068	1,50,17,304

General Description, details of security and other conditions attaching to:

Term Loan

*The term loan from banks are secured by charge on present & future assets viz. Land & Building, hypothecation of moveable Plant & Machinery and other moveable PPE, stocks & book debts and other current assets along with personal guarantee of two of the directors and corporate guarantee of J.G. Chemicals Private Limited (Holding Company).

Long Term Maturities of Finance Lease Obligations

**Vehicle loan from bank taken for acquisition of Motor Car is secured by hypothecation of specific vehicle being financed by them.

Terms of Repayment

Particulars	No. of Instalments	Amount of Instalment	Maturity Date	Interest
Term Loan from Bank of Baroda-1	5 quarterly	22,50,000	30-09-2022	9.20%
Term Loan from Bank of Baroda-1	1	7,53,099	30-09-2022	9.20%
Term Loan from Bank of Baroda -2	18 Quarterly	27,50,000	01-07-2025	9.20%
Term Loan from Bank of Baroda -3	36 Monthly	4,22,223	31-08-2025	7.50%
From HDFC Bank	29 monthly	34,266	07-08-2023	8.05%

Maturity Profile and Rate of Interest of Unsecured loan are as set out below

	Maturity Profile		Rate of interest
	1 - 3 Years	3 - 5 Years	
Loan from Related Parties	7,00,00,000	-	10%
Loan from Other Bodies Corporate	1,25,00,000	-	10%



5 LONG TERM PROVISIONS			
Particulars	AS AT March 31, 2021		AS AT March 31, 2020
Provision for employee benefits - Gratuity	17,81,748		13,27,832
	17,81,748		13,27,832
6 DEFERRED TAX LIABILITY (NET)			
Particulars	Closing Deferred Tax Liability	Charged / (Credited) during the year	Opening Deferred Tax Liability
Deferred Tax Liabilities			
Tax impact of difference between depreciation in the financial statements and Income Tax Return	18,34,280	5,58,049	12,76,231
Deferred Tax Assets			
Expenses charged to Statement of Profit and Loss but allowable in Income Tax in subsequent years	(4,48,430)	(1,08,438)	(3,39,992)
Deferred Tax Liability (net)	13,85,850	4,49,611	9,36,239
7 TRADE PAYABLES			
Particulars	AS AT March 31, 2021		AS AT March 31, 2020
For Goods and Services received in the ordinary course of business*			
- Micro and Small Enterprises	4,29,265		18,19,268
- Others than Micro and Small Enterprises	3,82,12,015		86,69,571
	3,86,41,280		1,04,88,839
* Includes Rs. 2,22,03,327/- towards dues for Raw Material (Pr. Yr. Rs. 12,758/-)			
8 SHORT TERM BORROWINGS			
Particulars	AS AT March 31, 2021		AS AT March 31, 2020
Loans Repayable on Demand			
Secured			
- From Banks			
Working Capital Facilities #	43,21,50,882		23,08,46,670
Unsecured			
- From Related Party	7,00,00,000		
- From Other Bodies Corporate	1,25,00,000		2,60,00,000
	51,46,50,882		25,68,46,670
Security			
# Secured by charge on all inventories, book debts and other current assets of the company both present and future and second charge on entire PPE of the company, along with personal guarantee of two of the directors of the company and corporate guarantee of I.G. Chemicals Private Limited (Holding Company).			
9 OTHER CURRENT LIABILITIES			
Particulars	AS AT March 31, 2021		AS AT March 31, 2020
Current maturities of Long term debt	2,29,55,554		1,50,00,000
Current maturities of Finance Lease Obligations	3,44,514		17,304
Advance from customer	400		-
Interest Accrued but not due	2,83,165		1,66,633
Interest Accrued and due	1,10,89,103		1,34,20,792
Statutory Liabilities	95,25,450		49,07,968
Sundry Creditors for Capital Goods	21,46,610		28,61,551
Mark to market on Derivative Contract	1,99,500		-
Other Liabilities	93,92,435		25,32,197
	5,59,36,731		3,89,06,445
10 SHORT TERM PROVISIONS			
Particulars	AS AT March 31, 2021		AS AT March 31, 2020
Provision For Employee Benefits	-		23,059
Provision for Income Tax (net of Advances Tax and TDS)	2,15,76,344		-
	2,15,76,344		23,059
12 LONG TERM LOANS AND ADVANCES			
Particulars	AS AT March 31, 2021		AS AT March 31, 2020
(Unsecured, considered good)			
Security Deposit	23,33,700		17,30,900
	23,33,700		17,30,900
13 INVENTORIES			
Particulars	AS AT March 31, 2021		AS AT March 31, 2020
Raw Material	16,19,57,290		11,07,09,835
Finished Goods (Including By Product)	12,12,65,298		9,36,68,474
Stores & consumables (Including packing materials)	64,06,712		36,38,538
Consignment Stock	43,55,087		66,72,435
	29,39,84,387		21,46,89,282



Notes to the financial statements for the year ended March 31, 2021

11. FIXED ASSETS

1 Property, Plant and Equipment

Item	Gross Block			Depreciation			Net Block	
	As on 01.04.2020	Addition during the year	Deduction during the year	As on 01.04.2020	For the year	Adjustments During The Year	As on 31.03.2021	As on 01.04.2020
Freehold land	43,44,227	1,52,65,300	-	-	-	-	1,96,09,527	43,44,227
Buildings	8,13,83,069	23,52,648	-	1,68,11,441	61,53,250	-	6,07,71,026	6,45,71,628
Plant & Machinery	9,70,94,819	79,25,821	-	1,58,56,470	91,94,985	-	7,99,67,185	8,12,36,349
Furniture & Fixture	19,88,799	35,626	-	12,85,722	1,86,450	-	5,52,253	7,03,077
Motor Vehicles/Cycles	14,28,678	14,15,363	9,85,893	10,95,264	3,60,785	(8,46,605)	12,48,704	3,33,414
Equipment & Appliances	21,93,358	2,36,949	-	15,47,506	3,19,672	-	5,63,129	6,45,852
Computer & Accessories	5,49,622	2,37,143	-	4,36,731	1,26,450	-	2,23,584	1,12,891
Electrical Installations/Equipments	1,59,55,543	-	-	80,96,746	20,34,515	-	58,24,282	78,58,797
Fire Fighting Equipments	12,18,196	-	-	1,04,575	1,57,736	-	9,55,885	11,13,621
Laboratory Equipments	8,77,684	-	-	5,94,483	73,310	-	2,09,891	2,83,201
Total	20,70,33,995	2,74,68,850	9,85,893	4,58,30,938	1,86,07,153	(8,46,605)	16,99,25,466	16,12,03,057
Previous Year	11,05,83,090	9,64,50,905	-	3,30,38,436	1,27,92,502	-	16,12,03,057	7,75,44,654

2 Intangible Assets

Item	Gross Block			Depreciation			Net Block	
	As on 01.04.2020	Addition during the year	Deduction during the year	As on 01.04.2020	For the year	Adjustments During The Year	As on 31.03.2021	As on 01.04.2020
Computer Software	16,500	-	-	10,993	3,300	-	2,207	5,507
Total	16,500	-	-	10,993	3,300	-	2,207	5,507
Previous Year	16,500	-	-	7,693	3,300	-	5,507	8,607



14 TRADE RECEIVABLES		
Particulars	AS AT March 31, 2021	AS AT March 31, 2020
(Unsecured, considered good)		
Due for more than six months	-	-
Other Receivables	50,89,90,443	21,72,68,586
	50,89,90,443	21,72,68,586
15 CASH AND BANK BALANCES		
Particulars	AS AT March 31, 2021	AS AT March 31, 2020
Cash and Cash Equivalents		
- Balance with banks in Current Account	88,609	2,82,512
- Cash on Hand	5,14,166	7,89,626
	(a) 6,02,775	10,72,138
Other Bank Balances		
- Fixed Deposits with maturity less than 12 months from the date of Balance Sheet	39,376	36,917
	(b) 39,376	36,917
	(a+b) 6,42,151	11,09,055
16 SHORT TERM LOANS AND ADVANCES		
Particulars	AS AT March 31, 2021	AS AT March 31, 2020
(Unsecured, considered good)		
Capital Advances	1,05,13,025	2,39,901
Advance Against Goods or services	8,97,60,734	4,35,30,006
Advances & Deposits	16,51,300	4,26,501
Margin Money given to Broker	1,55,35,852	-
Staff & Labour Advance	4,09,471	32,424
Balance with Revenue Authorities	1,23,58,598	16,54,990
Prepaid Expenses	11,18,221	8,77,729
Income Tax Advance and TDS (net of provisions)	46,01,334	40,74,074
	13,59,48,536	5,08,35,625
17 Other Current Assets		
Particulars	AS AT March 31, 2021	AS AT March 31, 2020
Other Current Assets	19,32,000	-
Short term fixed deposit with bank against SBLC	22,95,596	-
Interest Receivable	1,26,825	-
	43,54,421	-
18 REVENUE FROM OPERATIONS		
Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Revenue From operation		
Sale of Finished Products*	2,59,52,66,266	1,77,35,85,272
	2,59,52,66,266	1,77,35,85,272
* Revenue from operation is after excluding Rs.45,69,77,523/- (Previous year Rs.30,92,76,889/-) of GST.		
19 OTHER INCOME		
Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Foreign Exchange Gain	2,29,64,527	1,10,08,448
Incentive Received	34,79,569	-
Export Benefit Received MEIS	-	5,95,688
Interest on Deposits	1,52,979	78,680
Sundry Balance written off (net)	1,53,742	-
Profit Or (Loss) on Sale of Fixed Assets	2,30,712	-
	2,69,81,529	1,16,82,816
20 COST OF MATERIALS CONSUMED		
Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Raw Material-Zinc Products		
Opening Stock	11,07,09,835	21,05,90,378
Add : Purchases	2,11,11,83,760	1,42,36,60,384
Less: Closing Stock	16,19,57,290	11,07,09,835
	2,05,99,36,305	1,52,35,40,927
21 CHANGES IN INVENTORIES OF FINISHED GOODS		
Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Inventories of Finished Goods at the end of the year (Including Consignment Stock)	12,56,20,385	10,03,40,909
Inventories of Finished Goods at the beginning of the year (Including Consignment Stock)	10,03,40,909	9,35,18,549
	(2,52,79,476)	(68,22,360)
22 EMPLOYEE BENEFITS EXPENSE		
Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Salary, Allowance and Benefits to Employees	2,61,96,290	2,13,98,555
Contribution to Provident and Other Funds	22,69,565	17,84,964
Director Remuneration	1,45,61,250	98,40,000
Staff Welfare Expenses & Others	3,76,377	3,55,631
	4,34,03,482	3,33,79,150



23 FINANCE COST		
Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Interest Expenses		
- to Bank	2,94,61,761	2,91,18,664
- to Others	1,31,70,891	1,71,86,544
Other Borrowings Cost	13,65,281	12,11,214
	4,39,97,933	4,75,16,422
24 OTHER EXPENSES		
Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Carriage Outward	2,58,10,088	1,67,65,405
Material Handling Expenses	19,71,059	5,24,750
Packing Expenses	1,21,66,312	74,90,172
Power & Fuel	7,85,53,986	6,01,34,679
Processing Charges	1,07,25,794	61,41,367
Repairs & Maintenance		
- Plant & Machinery	70,50,575	19,00,391
- Others	21,80,902	7,22,775
Stores & Spares	83,07,095	50,00,942
Advertisement & Sales Promotion Expenses	33,66,721	4,93,578
Auditors Remuneration		
- Statutory Audit	1,20,000	1,20,000
- Tax Audit	30,000	30,000
Bank Charges	14,13,649	10,53,446
Discount & Commission	77,81,052	45,37,089
Insurance Charges	49,45,092	8,54,304
Licence Fees, Rates & Taxes	4,44,131	8,69,289
Legal & Professional Charges	96,50,633	20,05,251
Postage, Telephone & Stationery	5,38,883	5,70,915
Security Expenses	14,38,780	13,02,922
Miscellaneous expenses	9,16,117	13,20,650
Loss on Commodities transactions	23,32,792	-
Rent	33,54,580	-
Travelling & Conveyance	14,06,249	34,29,131
Vehicle Expenses	1,84,184	2,91,519
CSR Expense	42,20,416	-
	18,89,09,091	11,55,58,575

25 EARNINGS PER SHARE		
Particulars	2020-21	2019-20
Net Profit/(Loss) after tax available to Equity Shareholders (In Rs.)	21,49,47,488	4,39,17,368
Weighted Average number of Equity Share	3,32,000	3,32,000
Basic & Diluted Earnings per Share (Face Value of Rs. 10)	647.43	132.28

26 EMPLOYEE BENEFITS

The disclosure required under Accounting Standards 15 (revised 2005) on 'Employee Benefits' (AS) issued by the Institute of Chartered Accountants of India are given below:

Post Retirement Benefits

a) Defined Contribution Plans

The Company has recognised the following amounts in the Statement of Profit and Loss.

Particulars	2020-21	2019-20
(i) Employers' Contribution to Provident Fund & Pension Fund	14,51,526	14,60,867
(ii) Employers' Contribution to Employee State Insurance Scheme	3,87,182	3,24,097
	18,38,708	17,84,964

b) Defined Benefit Plans

i. Changes in the Present Value of Obligation

Particulars	2020-21	2019-20
Gratuity (Not Funded)		
Present Value of Obligation as at the beginning of the reporting period.	13,50,891	6,33,237
Interest Cost	92,941	42,426
Past Service Cost	-	-
Current Service Cost	6,37,590	6,22,644
Curtailment Cost/(Credit)	-	-
Settlement Cost/(Credit)	-	-
Benefits Paid	-	-
Actuarial (Gain)/Loss	(2,99,674)	52,583
Present Value of Obligation as at the end of reporting period.	17,81,748	13,50,891

ii. Changes in the Fair value of Plan Assets

Particulars	2020-21	2019-20
Gratuity (Not Funded)		
Present Value of Plan Assets as at the beginning of the year		
Expected Return on Plan Assets		
Actuarial Gain/(Loss)	N.A.	N.A.
Employers' Contributions	as gratuity benefit is not funded.	as gratuity benefit is not funded.
Employees' Contributions		
Benefits Paid		
Fair Value of Plan Assets as at the year end		

iii. Amount recognised in the Balance Sheet including a reconciliation of the Present Value of Defined Benefit Obligation and the Fair Value of Assets.

Particulars	2020-21	2019-20
Gratuity (Not Funded)		
Present Value of Funded Obligation as at the year end	-	-
Fair Value of Plan Assets as at the year end	-	-
Funded Status [surplus/(deficit)]	-	-
Present Value of Unfunded Obligation as at the year end	17,81,748	13,50,891
Unrecognised Past Service Cost	Nil	Nil
Unrecognised Actuarial (Gains)/Losses	Nil	Nil
Unfunded Net Liability recognised in the Balance Sheet	17,81,748	13,50,891



IV. Expenses recognised in the Statement of Profit and Loss

Particulars	2020-21	2019-20
Gratuity (Not Funded)		
Current Service Cost	6,37,590	6,22,644
Past Service Cost	-	-
Interest Cost	92,941	42,426
Expected Return on Plan Assets	-	-
Curtailment Cost/(Credit)	-	-
Settlement Cost/(Credit)	-	-
Net actuarial (Gain)/Loss	(2,99,674)	52,583
Total expenses recognised in the Statement of Profit and Loss	4,30,857	7,17,654

v. Following are the Principal Actuarial Assumptions used as at the Balance Sheet date

Particulars	2020-21	2019-20
Gratuity (Not Funded)		
Interest Rate / Discount Rate	6.88%	6.70%
Inflation Rate	6.00%	6.00%
Expected Rate of Return on Plan Assets	NA	NA
Superannuation Age	60 Years	60 Years
Expected Average remaining working lives of employees	26 Years	26 Years

The estimates of future salary increases considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors.

27 RELATED PARTY DISCLOSURES

Related Party Disclosures, as required by Accounting Standards 18, "Related Party Disclosures" are given below:

A. HOLDING COMPANY

a) J G Chemicals Pvt. Ltd.

B. ENTERPRISES WHERE KEY MANAGEMENT PERSONNEL AND THEIR RELATIVES HAVE SIGNIFICANT INFLUENCE

- a) Alkan Fiscal Services Pvt. Ltd.
b) Eeshwar Fiscal Services Pvt. Ltd.
c) Vision Projects & Finvest Pvt. Ltd.
d) BDJ Impex Pvt. Ltd.
e) BDJ Chemicals Private Limited
f) Ornamental Fabrications Pvt. Ltd.
g) Perfect Finvest Pvt. Ltd.
h) Good News Media Private Limited
i) Swarnim Complex Private Limited
j) Crystal Tower Private Limited
k) Jayanti Commercial Limited
l) BDJ Speciality Chemicals Private Limited
m) Suresh Kumar Jhunjhunwala (HUF)
n) Anirudh Jhunjhunwala (HUF)

C. KEY MANAGEMENT PERSONNEL AND THEIR RELATIVES.

- a) Anuj Jhunjhunwala, Managing Director
b) Anirudh Jhunjhunwala, Managing Director
c) Aakriti Jhunjhunwala

Disclosure of transactions between the company and related parties and status of outstanding balance as on 31.03.2021

Nature of transaction	Name of the related party	Transaction during the year	
		2020-21	2019-20
(i) Interest Paid on Loan	Anuj Jhunjhunwala	-	784
	J G Chemicals Pvt. Ltd.	1,05,18,219	1,28,20,519
	Eeshwar Fiscal Services Pvt. Ltd.	-	661
	Suresh Jhunjhunwala (HUF)	2,959	-
	Anirudh Jhunjhunwala (HUF)	62,466	-
(ii) Purchase of Goods	J G Chemicals Pvt. Ltd.	3,78,84,195	3,18,49,336
(iii) Purchase of Old Machineries	BDJ Speciality Chemicals Private Limited	22,42,000	-
(iv) Sale of Goods	J G Chemicals Pvt. Ltd.	10,21,90,092	1,82,81,740
(v) Legal & Professional service	Eeshwar Fiscal Services Pvt. Ltd.	12,00,000	-
(vi) Advertisement & Publicity	Good News Media Private Limited	16,00,000	-
(vii) Purchase of Land	BDJ Speciality Chemicals Private Limited	1,42,00,000	-
(viii) Rent Amenities & Fit out Charges	Crystal Tower Private Limited	23,56,224	-
	Swarnim Complex Private Limited	7,20,000	-
(ix) Security Deposit against Rent	Crystal Tower Private Limited	7,48,800	-
(x) Director Remuneration & Perquisites	Anuj Jhunjhunwala	1,20,61,250	98,40,000
	Anirudh Jhunjhunwala	25,00,000	-
	Anirudh Jhunjhunwala (HUF)	28,50,000	-
(xi) Salary of Director's Relative	Aakriti Jhunjhunwala	9,80,742	-
(xii) Reimbursement of expenses	J G Chemicals Pvt. Ltd.	68,02,584	-
	Jayanti Commercial Ltd	4,99,999	-
(xiii) Loans Taken During The Year	Suresh Jhunjhunwala (HUF)	4,00,000	-
	Anuj Jhunjhunwala	-	1,50,000
	J G Chemicals Pvt. Ltd.	9,39,00,000	18,85,00,000
	Eeshwar Fiscal Services Pvt. Ltd.	-	1,00,000
	Jayanti Commercial Ltd	80,00,000	-
(xiv) Loans Repaid During The Year	Anirudh Jhunjhunwala (HUF)	28,50,000	-
	Suresh Jhunjhunwala (HUF)	4,00,000	-
	Anuj Jhunjhunwala	-	1,50,000
	J G Chemicals Pvt. Ltd.	9,39,00,000	18,85,00,000
	Eeshwar Fiscal Services Pvt. Ltd.	-	1,00,000
Balance as on year end	Jayanti Commercial Ltd	80,00,000	-
	Anirudh Jhunjhunwala (HUF)	28,50,000	-
(i) Unsecured Loan	J G Chemicals Pvt. Ltd.	7,00,00,000	7,00,00,000
(ii) Interest Payable	J G Chemicals Pvt. Ltd.	97,29,353	1,15,38,467



28 Contingent liabilities

Claim against the company not acknowledged as debt

- (i) Disputed demand of Rs. nil (Previous Year Rs. 4,51,610/-) relating to income tax .
(ii) Demand of Entry Tax for F.Y. 2016-17 & 2017-18 is 4,89,037/- & 3,81,678/-.

29 In the opinion of the Board, any of the assets other than Plant Property & Equipment and non-current investments have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated.

30 Commitments

Capital Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) Rs.24,23,128/- (Previous Year Rs. Nil)

Other Commitments

Company having export obligation with respect of import licences entitlement of Rs. nil (Previous year Rs. 66,215,386/-)

31 Pursuant to section 135 of the Companies Act, 2013, the company has incurred expenditure towards Corporate Social Responsibility. Other Details are as under:

- (a) Gross amount required to be spent by the Company during the year Rs. 18,77,370/- (Previous year Rs. 14,65,765/-)
(b) Amount spent during the year on;

Particulars	Construction/ acquisition of any assets		On purpose other than Construction/ acquisition of any assets	
	2020-21	2019-20	upto 2020-21	upto 2019-20
Amount incurred	-	-	42,20,416	-
Amount yet to be incurred	-	-	-	22,96,313
Total	-	-	42,20,416	22,96,313

32 Disclosure of the amount due to the Micro, Small and Medium Enterprises (on the basis of the information and records available with the management):

Particulars	2020-21	2019-20
The principal amount and the interest due thereon remaining unpaid to any Micro/Small supplier		
- Principle amount	4,29,265	18,19,268
- Interest amount	-	-
The interest paid by the buyer as above, along with the amount of payments made beyond the appointed date during each accounting year.	-	-
The amount of interest due and payable for the period of delay in making payments which has been made beyond the appointed day (during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act 2006.	-	-
The amount of interest accrued and remaining un paid at the end of each accounting year.	-	-
The amount of further interest remaining due and payable even in the succeeding year until such date when the interest dues as above are actually paid to the Small / Micro Enterprises.	-	-

The Company has circulated confirmation for the identification of suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006. On the basis of information available with the Company under the aforesaid Act, there are Enterprises to whom the Company owes dues which are outstanding during the year end. This has been relied upon by the Auditors.

33 Value of imports on C.I.F. basis

Purchase of Raw Material Rs. 1,75,04,05,845/- (Previous Year Rs. 1,06,54,28,038/-)

34 FOB Value of exports Rs. 1,42,62,586/- (Previous Year 1,73,74,533).


35 Expenditure in foreign currency

	<u>2020-21</u>	<u>2019-20</u>
Others	2,72,419	14,93,438

36 In view of the recent surge in COVID -19 cases, the State Government reintroduced some restrictions which have temporarily disrupted the operations at its manufacturing plants including suspension of procurement of material, production, supply chain and availability of manpower. The Company is in compliance with the various guidelines issued /relaxations provided by the Government /respective authorities from time to time. The management apart from considering the internal and external information upto the date of approval of these financial statement expects to recover the carrying amount of the current and non current assets. The Company will continue to closely monitor any material changes to future economic conditions.

37 Previous year's figure have been regrouped/ reclassified wherever considered necessary.

For B. CHHAWCHHARIA & CO.
Chartered Accountants
Firm Registration No. 305123E

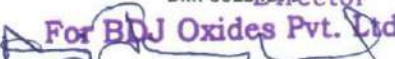

Gaurav Kumar Jaiswal
Partner
Membership No. 310588

Place: Kolkata
Date: 25th October, 2021



For and on behalf of the Board
For BDJ Oxides Pvt. Ltd.

Anirudh Jhunjhunwala
Managing Director
Din: 00234924


For BDJ Oxides Pvt. Ltd.

Anuj Jhunjhunwala
Managing Director
Din: 00234924

Director