

BALLY JUTE COMPANY LIMITED

Board of Directors	:	Sri J.K. KAPILA Sri P. DEBNATH Smt. NIBEDITA MAJUMDAR Sri M. KUMAR
Manager	:	SRI J.K. KAPILA
Auditors	:	J.B.S. & COMPANY 60, BENTINCK STREET, 4TH FLOOR KOLKATA - 700 069
Banker	:	CANARA BANK PRIME CORPORATE BRANCH KOLKATA
Registered Office	:	5, SREE CHARAN SARANI BALLY, HOWRAH

DIRECTORS REPORT FOR THE FINANCIAL YEAR 2018-2019

**To,
The Members,**

Your directors have pleasure in presenting their 37th Annual Report on the business and operations of the company together with the Audited Statement of Accounts for the year ended 31st March 2019.

FINANCIAL HIGHLIGHTS

During the year under review, a brief break up of the financial performance of the Company is given as under:

(Rs in Lacs)

Particulars	Year ended 31st March 2019	Year ended 31st March 2018
Turnover	23495.59	21159.38
Profit before finance charges, Tax, Depreciation/Amortization	1304.01	1258.73
Less: finance Charges	536.89	525.87
Profit before Tax, Depreciation/Amortization	767.12	732.86
Less: Depreciation	549.54	510.25
Net Profit before Taxation	217.58	222.61
Provision for Taxation	61.62	75.18
Profit/(Loss) after tax	155.96	147.43

OPERATIONS AND STATE OF COMPANY'S AFFAIRS

During the year 2018-19 under review, the company has achieved higher sales of Rs. 234.95 crores and marginally lower profit before tax of Rs. 217.58 lacs vis-à-vis sales of Rs. 211.59 crores and profit before tax of Rs. 222.61 lacs in the corresponding previous year 2017-18. The production and sales during the year under review were higher in volume terms over corresponding previous year. The overall performance of the company during the year under review was similar to last year.

CHANGE IN NATURE OF BUSINESS, IF ANY

There was no Change in the nature of the business of the Company during the year.

DIVIDEND

In order to conserve the resources of the company, the Board of Directors of the Company have not recommended any dividend for the year ended 31st March, 2019.

CORPORATE GOVERNANCE

A report on Corporate Governance along with a certificate from Practicing Company Secretary confirming Compliance of the conditions of Corporate Governance as stipulated in Schedule V to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and forming part of the report is annexed hereto as Annexure -1.

EXTRACT OF THE ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT-9 is annexed herewith as Annexure-2

NUMBER OF BOARD MEETINGS

Fifteen Meetings of the Board were held during the financial year ended on 31.03.2019. For details of the meeting of the Board, please refer to the corporate governance report, which forms the part of this report.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The details in respect of internal financial control and their adequacy are included in management discussion & Analysis which form part of this report.

PARTICULARS OF LOAN, GUARANTEES AND INVESTMENTS UNDER SECTION 186

The particulars of loan, investments and guarantees have been disclosed in the financial statements for the year ended 31st March 2019.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES :

The Company has not entered into any transaction with related parties during the year as referred to in Section 188(1) of the Companies Act 2013. Disclosures as required under Accounting Standard 18 have been disclosed in the financial statements for the year ended 31st March 2019. Since the Company has not extended any loan or advance to its associates, holding or firms/ Companies in which director are interested, no disclosure is required as per point A (2) to Schedule V to the SEBI (LODR) Regulations, 2015.

AUDITORS' REPORT

The Notes on accounts referred to the auditors' report are self-explanatory and do not call for any further explanation.

MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There is no material change in the financial position of the Company subsequent to balance sheet date which will affect the Company.

ENVIRONMENT, ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

As required by the Companies Act 2013, the relevant data pertaining to the conservation of energy etc. are given in Annexure -3 of this report.

RISK MANAGEMENT POLICY

In compliance with the requirement of the Companies Act, 2013 the Company has put in place Risk Minimization and Assessment Procedures. In order to effectively and efficiently manage risk and address challenges, the company has formulated Risk Management Policy.

The combination of policies and procedures adequately addresses the various risks associated with your Company's businesses.

DIRECTORS

During the year under review, there were changes in the Composition of the Board of Directors.

As per section 152 of the Companies Act, 2013, Mr. Ajit Kumar Jain hold office for the term 2 consecutive year and his tenure completed on 31st January, 2019, So, in place of him Mr. Mayank Kumar was appointed as an Additional (Non-Executive & Independent) from 1st February, 2019 as per provision of section-149,150 & 152 of the Companies Act, 2013

Mr. J.K.Kapila, (holding DIN-00320521), who retires by rotation, and being eligible, offer himself for re-appointment.

KEY MANAGERIAL PERSONNEL

There was no change in the key managerial personnel during the year under review.

DEPOSITS

The Company has not accepted any deposits from public under section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

DECLARATION BY INDEPENDENT DIRECTOR

All the Independent Directors have given declarations that they meet the criteria of independence as laid down under section 149(6) of the Companies Act 2013. In the opinion of the Board, they fulfil the conditions of independence as specified in the act and the rules there under and are independent of the management.

SECRETARIAL AUDIT

In compliance with the provisions of section 204 of the Companies Act 2013, secretarial audit was conducted by M/s Rakesh Agarwal & Co., practicing company secretary. The Secretarial Audit Report in prescribed format MR 3 is given as annexure- 4 which form the part of this report. The observations made in the report are self explanatory.

ANNUAL SECRETARIAL COMPLIANCE

In compliance to SEBI circular no. CIR/CFD/CMD1/27/2019 dated 08th February, 2019, Annual Secretarial Compliance was conducted by M/s S. Dalmiya & Associates., practicing company secretary. The Annual Secretarial Compliance Report in prescribed format under Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is given as annexure- 5 which form the part of this report. The observations made in the report are self explanatory..

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

In compliance to SEBI (Listing Obligations and Disclosure Requirements) (Amendment) 2018 dated 09th May, 2018, Certificate from Non-Disqualification of Directors was given by M/s S. Dalmiya & Associates., practicing company secretary. The Certificate from Non-Disqualification of Directors in prescribed format under Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations is given as annexure- 6 which form the part of this report. The observations made in the report are self explanatory.

CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY

The Company does not fall under the criteria of Section 135 of Companies Act, 2013.

AUDIT COMMITTEE

The details pertaining to composition of audit committee are included in the corporate governance reports which form the part of this report.

FAMILIARIZATION PROGRAMMES FOR BOARD MEMBERS

The Board members are provided with necessary documents, reports and internal policies to enable them to familiarize with the Company's procedures and policies. Periodic presentations are made at the Board and Board Committee Meetings, on business and performance updates of the Company.

CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES AND INDEPENDENCE OF A DIRECTOR:

The Nomination and Remuneration Committee has Formulated the criteria for determining qualifications, positive attributes and independence of Directors in terms of provisions of section 178(3) of the Companies Act 2013 and SEBI (LODR) Regulations, 2015.

Nomination and remuneration committee (NRC) identify persons who are qualified to become directors in accordance with the criteria laid down. The NRC review the composition and diversity of Board, keeping in view the requirement of Companies Act, 2013 and SEBI(LODR) Regulations, 2015 and recommend to the Board appointment/reappointment of eligible candidates including their terms of appointment and remuneration.

ANNUAL EVALUATION OF BOARD PERFORMANCE AND PERFORMANCE OF ITS COMMITTEES AND DIRECTORS:

Nomination and Remuneration Committee of the Board has devised the criteria for evaluation of the independent directors, the Board and its committees. The Board has carried out annual evaluation of its own performance, and that of its committees and individual directors.

REMUNERATION POLICY

Details of the Remuneration Policy are given in the Corporate Governance Report.

DISCLOSURE ON ESTABLISHMENT OF VIGIL MECHANISM

The Company has adopted a Whistle Blower policy, to provide a formal mechanism to the Directors and employees to report their concern about unethical behavior, actual or suspected fraud or violation of the Company's code of conduct or ethics policy. The policy provide for adequate safeguards against victimization of employees who avail of the mechanism and also provide for direct access to the chairman of the Audit Committee. It is affirmed that no personnel of the Company has been denied access to the Audit Committee. The Whistle blower policy is hosted on company's website (www.ballyjute.com)

PARTICULARS OF EMPLOYEES

Particulars of employees and the ratio of the remuneration of each director to the median employee's remuneration and other details in terms of section 197 of the Companies Act 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 from part of this Report. However, in terms of section 136(1) of the Companies Act 2013 the Report and Accounts are being sent to the members and others entitled thereto, excluding these statements. The Annexure are available for inspection by the Members at the Registered Office of the Company during working hours on working days for a period of 21 days before the ensuing Annual General Meeting. However, a copy of the statement shall be made available to any members on demand.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company has zero tolerance for sexual harrasement at workplace and has adopted a policy on prevention, prohibition and redressal of sexual harrasement at workplace, in line with the provisions of the sexual harrasement of women at workplace (prevention, prohibition and redressal) Act, 2013 and Rules thereunder. An Internal Compliants Committee, Known as the prevention of sexual harassement (POSH) committee was constituted to inquire into the complaints of sexual harrasement & recommend appropriate action. Further, the Company has not received any complaint of sexual harrasement during financial year 2018-2019.

STATUTORY AUDITORS

As per the provisions of section 139 read with section 141 of the Companies Act, 2013 and Rules made there under M/s J.B.S & Co., Chartered Accountants, (FRN: 323734E) was appointed as statutory auditors of the company for a period of 5 years starting from 1st April, 2017 to 31st March, 2022.

Further, consequent to amendment of Companies (Audit and Auditors) Rules, 2018 appointment of Auditors need not require ratification at every Annual General Meeting during the period from 1st April, 2017 to 31st March, 2022.

INTERNAL AUDITORS

The Company has appointed M/s Srimal Jain & Co. as the Internal Auditors for the year 2019-20.

COST AUDITORS

As per directives of the Central Government and in pursuance to the provision of section 148 of the Companies Act, 2013 read with rules framed there under, the Company is required to carry out an audit of Cost Records maintained by the Company in respect of each financial year. As per recommendation of chairman of Audit Committee, M/s B.G Chowdhury & Co., Cost Accountants, has been appointed as cost Auditors to conduct the audit of Cost Records of our Company for the Financial Year 2019-20. The remuneration proposed to be paid to them, recommended for ratification by the Audit Committee, require ratification by the shareholders of the Company. In view of this, your ratification for payment of remuneration to cost auditors is being sought at the ensuing AGM.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A. INDUSTRY STRUCTURE AND DEVELOPMENT

Central government support measures under Jute Packaging Materials (Compulsory use in packing commodities) Act 1987 has increased reservation norms order for compulsory packaging of foodgrain to 100% and retained the norms for sugar at 20%. The decision for the jute sector is in larger interest of the workforce engaged in the jute industry and livelihood of farmers engaged in the production of agricultural crop jute.

The jute industry was comfortable with reasonable raw jute prices during the year under review. The Jute Commissioner under the Jute and Jute Textiles Control Order 2016 continued with the mechanism of allocation of production control orders considering installed capacity, production and sales of jute goods by the mills in line with central government decision. During the year under review, the National Jute Board has also continued implementation of incentive scheme for acquisition of plant and machinery to facilitate jute mill modernization.

B. OPPORTUNITIES AND THREADS / RISKS AND CONCERNS

i. OPPORTUNITIES

The environment friendly natural bio-degradable fibre jute continues to be a preferred medium owing to environment conscious end users. The Central Government assistance for upgradation and modernisation of existing machinery to promote jute diversified products would help boost market of jute goods. The central government is sympathetic towards jute considering the livelihood of workers and farmers associated with the jute sector.

ii. THREATS/ RISK AND CONCERNS

- a) Bangladesh owing to cost advantages and export subsidies have been highly competitive. In order to overcome said risk sincere efforts are being made to cut costs at all levels and improve efficiency in addition Government has additionally included variety of jute products for imposition of anti-dumping duty on imports from Bangladesh.
- b) The Compulsory packaging order issued by government of India under JPM Act 1987 for compulsory packaging of prescribed percentage of food grains and sugar in jute packaging material is a function of government policy and procedures. However, the support under JPM Act to the jute industry has been continuing from years and is likely to continue in the interest of workers and farmers.
- c) Inability to achieve optimum utilization of machines due to shortage of workers. However, the proximity of the unit to railway station helps in overcoming this problem apart from availability of workers colony to some extent. Moreover, increase in wage cost due to upward revision would help in better availability in the sector and help achieving economically efficiency in production.
- d) The raw jute being an agro- product is dependent on vagaries of monsoon in India. However, timely government intervention helps to overcome shortage in case of emergency situation.
- e) Foreign exchange risk exists due to fluctuations in rupee value vis-à-vis US dollars affecting exports of jute goods / import of raw jute. However, proper hedging mechanism is followed to overcome the said fluctuations.

C. SEGMENTWISE OR PRODUCTWISE PERFORMANCE

The Company is engaged in single business segment i.e. manufacture and sale of jute goods. Hence, disclosure requirement in respect of business segment is not applicable under accounting standard AS- 17 issued by the Institute of Chartered Accountants of India.

D. OUTLOOK :

As per initial reports sowing of new raw jute crop for the jute year 2019-20 seems to be better and with favorable weather conditions the crop size is expected to be higher. The outlook of industry is bright owing to jute being a natural fibre with bio-degradable characteristics. The Government policy has been comprehensive and government orders continue to remain buoyant in the domestic market. The demand for jute goods is expected to rise in view of plastic ban around the globe due to ecological concerns and the outlook for the current year seems encouraging.

E. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The company has adequate internal checks and balances so as to provide desired alert signals through installation of ERP system and the same is upgraded on a regular basis. Moreover, the internal audit mechanism is in place to conduct the routine checks on a regular basis throughout the year for better control and efficient management.

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F. FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

The following are the significant areas of financial performance: (Rs. In lacs)

Particulars	2018-2019	2017-2018
Revenue from Operations (Net)	23495.59	21159.38
Cost of Material Consumed	15133.03	11740.41
Finance Cost	536.89	525.87
Profit After Tax	155.96	147.43
Inventory	7799.46	5419.27

G. HUMAN RESOURCES

The industrial Relations of the production unit of the Company during the financial year 2018-2019 were peaceful and harmonious. Supervisory Development programs on productivity, safety, cost control, communications and human relations are being carried out as a matter of routine. With high level of Commitment and loyalty by staff members, the Company is confident to face the challenges of competitive market conditions.

H. CAUTIONARY STATEMENT

Statement in this Management Discussion and Analysis Report, describing Company's objective, projection, expectation, estimate or prediction is based on the prevailing Industry position and market conditions which may be different from what is envisaged with regards to future prospects and performance. However, this may undergo changes in future in view of the volatility involved based on weather condition, Government Policy relating to Jute Industry, global demand and market trends.

DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act 2013, it is hereby stated to the best of our knowledge and belief that:

- a) in the preparation of the annual accounts for the financial year ended 31st March, 2019, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2019 and of the profit /loss of the Company for that period;

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- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis;
- e) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.
- f) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively. While affirming this, your directors confirm the following:
 - i. Systems have been laid down to ensure that the transactions in the company are executed in accordance with management's authorization in adherence to policies and procedures adopted by the Company.
 - ii. The existing assets of the Company are verified at reasonable intervals and appropriate actions are taken with respect to differences, if any. Access to assets is permitted only in accordance with management's authorization and no assets of the company are allowed to be used for personal purposes, except in accordance with terms of employment or only if specifically authorized.
 - iii. Systems and procedures exist to maintain checks and balances and to prevent and detect frauds and errors.
 - iv. Proper frameworks exist to ensure that all transactions are recorded to facilitate timely and effective preparation of financial statements in accordance with generally accepted accounting principles.

ACKNOWLEDGEMENT

The Directors wish to convey their gratitude and sincere appreciation to the customers, Shareholders, Vendors, Bankers and employees at all level for the cooperation and continued support received by the Company.

For and on behalf of the Board of Directors

Jitendra Kumar Kapila
(Chairman)
(00320521)

Place-Bally
Date – 30.07.2019

REPORT ON CORPORATE GOVERNANCE

The Report containing the details of Corporate Governance System and process at Bally Jute Company Limited pursuant to Part C of schedule V of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 “Listing Regulations”

1. COMPANY’S PHILOSOPHY ON CORPORATE GOVERNANCE:

The Company believes in practice of good Corporate Governance. The Company firmly believes in the values of transparency, professionalism and accountability in its dealing with its customers, dealers, employees and Shareholders and with the every individual who deals and comes in the contact with the Company.

2. BOARD OF DIRECTOR :

a) Composition of the Board

As on 31st March, 2019, the Board of Directors had four members comprising of two Independent Director, a director cum manager and a woman Non-Executive Director. The Chairman of the Board is a director cum manager

The Non-Executive Director and Executive Director are liable to retire by rotation.

All Independent Directors of the Company have been appointed as per the provisions of the Companies Act 2013 and rules framed there under and as per Listing Regulation.

None of the Director on the Board is a member of more than 10 Committee or Chairman of more than 5 Committees across all the Companies in which he/she is a Director. None of the Directors holds office in more than 20 companies and in more than 10 public companies.

b) Attendance of Directors at Board Meetings and last Annual General Meeting along with no. of other Directorship(s) and other Board Committee chairmanship(s)/ Membership(s) held as on 31st March 2019.

Name	Category of Directorship	No. of other Companies Directorships (Including Pvt. Ltd. Company	No. of other Board Committee(s) of which he is a member*	No. of other Board Committee(s) of which he is a Chairman*
Mr. Jitendra Kumar Kapila	Director Cum Manager	8	-	-

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Mr. Mayank Kumar	Independent & Non Executive	-	-	-
Mr Pradip Debnath	Independent & Non Executive	-	2	-
Mrs. Nibedita Majumder	Non Executive Director	-	2	-

In case of committees, only two committees, viz. the Audit Committee and the Stakeholder's Relationship Committee are considered.

During the year fifteen Board meetings were held on 20th April'2018, 10th May'2018, 11th June'2018, 28th June'2018, 30th June'2018, 11th July'2018, 25th July'2018, 13th August'2018, 17th August'2018, 03rd September'2018 12th November'2018, 13th December'2018, 24th January'2019 , 12th February'2019 & 15th March'2019.

N a m e	No. of Board Meeting Attended	Attendance at last AGM held on
Mr. Jitendra Kumar Kapila	15	Present
Mr. Ajit Kumar Jain	13	Present
Mr Pradip Debnath	15	Present
Mrs. Nibedita Majumder	14	Present
Mr. Mayank Kumar	2	Present

c) Disclosure of relationships between directors inter-se:

No director is inter se, related to any other director on the Board.

d) Number of Shares and convertible instruments held by non- executive directors:

None of the directors holds any shares in the Company.

e) Weblink for familiarisation programmes imparted to independent director is disclosed :

The Company has a familiarisation programmes for independent directors and the same is available on the website of the Company (www.ballyjute.com). The present independent directors are well conversant with the operations of Jute industry, the Company's model and their responsibilities as independent directors. However the familiarization programme will be imparted as and when considered by the board.

SEPARATE MEETING OF INDEPENDENT DIRECTORS:

A separate meeting of Independent Directors of the Company, without the attendance of Non-Independent Directors and members of the Management was held on 7th January 2019 as required under Schedule IV to the Companies Act 2013 (Code of Independent Directors). At the Meeting, the Independent Directors:

Reviewed the performance of Non-Independent Directors and the Board as a whole,

Reviewed the performance of the Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors; and Assessed the quality, quantity and timeliness of flow of

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information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

Mr. Ajit Kumar Jain and Mr. Pradip Debnath attended the Meeting of Independent Directors. Mr Ajit Kumar Jain chaired the meeting.

None of the Non-Executive Directors and Independent Director of the Company have any material pecuniary relationship or transactions with the Company.

3. AUDIT COMMITTEE:

a) Terms of Reference

The Company has duly constituted Audit Committee in compliance with provisions of section 177 of the companies Act, 2013 and Regulation 18 of SEBI (Listing Obligation and Disclosure requirement) Regulations, 2015 as amended form time to time.

The terms of reference of the Audit Committee are in line with the Section 177 of the Companies Act 2013 and Regulation 18 of SEBI (Listing Obligation and Disclosure requirement) Regulations, 2015. The broad functions of Audit Committee:

- a. To discuss and review the comment on Internal Audit Reports submitted by Company's Internal Auditor.
- b. To review the progress on implementation of the suggestions made by Internal Auditors.
- c. To discuss and review the observations of Internal Auditors, cost control measures, statutory compliances etc. in various functional areas.
- d. Recommending the appointment and removal of auditors and fixing their remuneration.
- e. Review with the Management the annual, half-yearly and quarterly financial statements before submission to the Board.

b) Composition, Name of Members and Chairman,

The composition of the Audit Committee is given below:

Name & Designation	Category	Number of Meeting Attended
Mr. Ajit Kumar Jain (Chairman) (Term completed on 31.01.2019)	Independent Director	4
Mr. Pradip Debnath (Member)	Independent Director	5
Mrs. Nibedita Majumder (Member)	Non Executive Director	5
Mr. Mayank Kumar (Appointment from 01.02.2019)	Independent Director	1

c) MEETINGS

During the year five Audit Committee meetings were held on 30th April 2018, 18th June 2018, 26th July 2018, 1st November 2018, 1st February 2019.

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4. NOMINATION AND REMUNERATION COMMITTEE

The Company has duly constituted Nomination and Remuneration Committee in compliance with provisions of section 178 of the companies Act, 2013 and Regulation 18 of SEBI (Listing Obligation and Disclosure requirement) Regulations, 2015.

a) Terms of Reference

- a. Make recommendations regarding the composition of the Board, identify Independent Directors to be inducted to the Board from time to time and take steps to refresh the composition of the Board from time to time.
- b. Identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and carry out evaluation of every Director's performance.
- c. Formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board Policy relating to the remuneration of the Directors, key managerial personnel and other employees.
- d. Formulate criteria for evaluation of Independent Directors and the Board.
- e. Devise a policy on Board Diversity.

b) Composition, Name of Members and Chairman

The composition of the Nomination and Remuneration Committee is given below:

Name & Designation	Category	Number of Meeting Attended
Mr. Ajit Kumar Jain, (Chairman) (Term completed on 31.01.2019)	Independent Director	2
Mr. Pradip Debnath, (Member)	Independent Director	2
Mrs. Nibedita Majumder (Member)	Non Executive Director	2
Mr. Mayank Kumar (Appointment from 01.02.2019)	Independent Director	-

c) MEETINGS

During the year Two Nomination and Remuneration Committee meetings were held on 09th August 2018 & 12th January, 2019

d) PERFORMANCE EVALUATION OF INDEPENDENT DIRECTORS

Nomination and Remuneration Committee of the Board has devised the criteria for evaluation of the independent directors, the Board and its committees. The Board carried out annual evaluation of independent directors on the basis of criteria laid down. The evaluation was done by the Board of Directors except the directors who was evaluated.

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5. REMUNERATION TO DIRECTORS

a) Remuneration Policy

The Company has adopted a Remuneration Policy for the Directors, Key Managerial Personnel and other employees, pursuant to the provisions of the Act 2013 and SEBI LODR Regulations.

The philosophy for remuneration of Directors, Key Managerial Personnel and all other employees of the Company is based on the commitment of fostering a culture of leadership with trust. The Remuneration Policy of the Company is aligned to this philosophy.

The Nomination and Remuneration Committee has considered the following factors while formulating the Policy:

- (i) Determine the level and composition of remuneration that will attract, retain and motivate directors, KMPs, senior managerial personnel and other employees of the Company.
- (ii) Provide a well balanced and performance based remuneration package taking into account industry standard and relevant corporate regulations.
- (iii) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks.

b) Details of Remuneration to Directors

The Company has paid remuneration of Rs. 3,42,000/- P.A. to Sri J.K. Kapila as Director cum Manager during the period under report as admissible within the overall limits specified under Schedule V of the Companies Act, 2013 and as approved by the Shareholders.

Directors are paid sitting fees at the rate of Rs. 1000/ for attending each Board meetings.

6. STAKE HOLDERS RELATIONSHIP COMMITTEE

a) Name of non-executive director heading the committee :

The members and chairman of the committee are:-

Mr Ajit Kumar Jain (chairman) Tenure completed from 31.01.2019

Mrs Nibedita Majumder (member)

Mr. Pradip Debnath (member)

Mr. Mayank Kumar (Chairman) Appointment from 01.02.2019

During the year Two Stake holders Relationship Committee meetings were held on 8th November, 2018 & 30th March, 2019.

b) Name and designation of compliance officer

Mr. Sanjay Kumar Agarwal, the Company Secretary of the Company is the compliance officer

c) Investors complaints

No complaints were received from the Investors/Share holders.

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7. FINANCE COMMITTEE

A committee of the Board constituted in year 2014 to borrow money up to the extent of Rs.100 crores per financial year and to give guarantee or provide security in respect of loan taken by others up to the limit of Rs.100 crores. The Committee was constituted to align with the requirements of Companies Act 2013. The Committee was re-constituted with effect from 01st February, 2019 with members as Mr. Jitendra Kumar Kapila and Mr. Mayank Kumar. The composition of the committee are:-

Mr Mayank Kumar (Member)

Mr Jitendra Kumar Kapila (Chairman)

The Committee met six times during the year under report on 02/04/2018, 11/07/2018, 25/07/18, 01/10/2018, 24/01/2019 & 11/02/2019.

8. GENERAL BODY MEETINGS

a) Details of the last three Annual General Meetings held are as under :

Financial Year	Location	Date	Time	Special Resolution
2015-16	5, Sree Charaan Sarani, Bally, Howrah -711201	30.09.2016	10.00 A.M	None
2016-17	- do-	26.09.2017	10.00 A.M.	None
2017-18	-do-	27.09.2018	10.00 A. M	None

b) POSTAL BALLOT

No special resolution was passed last year through postal ballot and special resolution is proposed to be passed in the current year but such item of business are not covered under section 110 of the companies' act 2013 . Further as per notification dated 13th June, 2018, the companies having members up to two hundred are not required to transact any business through postal ballot.

9. CODE OF CONDUCT :

The Board has laid down a Code of Conduct for all the Board Members and Senior Management of the Company. All the Board Members and Senior Management personnel have affirmed compliance with the Code for 2018-19. A declaration to this effect duly signed by manager forms part of this Annual Report.

10. MEANS OF COMMUNICATION

The Company had submitted its Quarterly, Half Yearly and Yearly financial results to the Stock Exchange soon after its approval by the Board and published the same in News Papers as required by listing Regulation.

The quarterly, half yearly and annual working results of the company are published in newspapers like Financial Express (English) and Arthik Lipi (Bengali).

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The Company has its own functional website www.ballyjute.com where information about the Company's Quarterly, Half Yearly and Yearly financial results, annual report, distribution of shareholding at the end of each quarter required to be disclosed under Regulation 30(8) and 46 of SEBI (LODR) Regulation, 2015 are regularly updated.

11. GENERAL SHAREHOLDER INFORMATION

a) Annual General Meeting

37th Annual General Meeting will be held on 26th September '2019 at 10.00 A.M. at its Registered Office at 5, Sree Charan Sarani, Bally, Howrah – 711 201

b) Financial Calendar (2019-2020):

(tentative)

Quarter ending June 30, 2019	:	10 th August, 2019
Quarter ending September 30, 2019	:	On or before 14 th November, 2019
Quarter ending December 31, 2019	:	On or before 14 th February, 2020
Quarter ending March 31, 2019	:	On or before 14 th May, 2020

c) Date of Book Closing :

20th September, 2019 to 26th September, 2019 (both day inclusive)

d) Dividend

The board has not recommended any dividend on Equity shares.

e) Listing on Stock Exchange : 1) The Calcutta Stock Exchange Ltd.

f) Demat ISIN - Not Allotted

g) Registrar and Share Transfer Agent :

ABS Consultants Pvt. Ltd.
"Stephen House", Room No.99
6th Floor, 4, B.B.D. Bag (East),
Kolkata-700 001.

h) Status of Dematerialization of Shares as on 31st March, 2019.

As on 31st March, 2019, entire Equity Shares of the Company are being held in physical Form by the Shareholders.

i) Distribution of Shareholding as on 31st March, 2019

Slab of Shareholdings	No. of Shareholders	%	No. of Shares	%
1 – 500	15	37.5	590	0.004
501 – 1000	1	2.5	638	0.005
1001 – 2000	-	-		
2001 – 3000	12	30	31375	0.24
3001 – 4000	-	-		
4001 – 5000	-	-		
5001 – 10000	-	-		
10001 and above	12	30	12875056	99.75
Total :	40	100	12907659	100

Bally Jute Company Limited

j) Category of Shareholders as on 31st March, 2019.

Category	No. of Shares	% of Shareholdings
Promoters	12882556	99.81
Institutional Investors	-	-
Body Corporate	-	-
Indian Public	25103	0.19
NRIs / OCBs	-	-
Total :	12907659	100

k) **Stock Market Data** - There was no trading during the year under review and thus High / Low market price data for Stock performance in comparison to broad based indices can not be made.

l) **Share Transfer System** -During the period under review, no complaint was received from the shareholders. No share transfers were pending as on 31st March, 2019.

m) **Registered Office** : 5, Sree Charan Sarani, Bally, Howrah-711201.

n) **Plant Location** : -do-

o) **Address for correspondence** : -do-

12. Other Disclosures

a) There are no materially significant related party transactions between the Company and its promoters, directors or their relatives etc. that may have potential conflict with the interests of Company at large. Disclosures as required under AS-18 have been made in Note 31 to the financial statements for the year ended 31st March, 2019. Policy on related party transactions and other policies and code of conduct adopted by the Board are displayed on the website of the Company (www.ballyjute.com).

b) No penalty has been imposed by any stock exchange, SEBI or SEC, nor has there been any instance of non-compliance with any legal requirements, or on matters relating to the capital market over the last three years

c) **Disclosure of compliance with mandatory and non-mandatory corporate governance requirements:**

The Company has made compliance with corporate governance requirements as specified in Clause 49 of the Listing Agreement / Regulations 17 to 27 and clause (b) to (i) of sub-regulation (2) of Regulation 46 read with schedule V to listing Regulations.

Mandatory requirements : The Company has complied with all mandatory requirements under the Listing Agreement / Listing Regulations.

Bally Jute Company Limited

Declaration on compliance with Company's code of conduct as required under SEBI (LODR), Regulations, 2015

I, Jitendra Kumar Kapila, director cum manager do hereby declare to the best of my knowledge and belief, that all the members of the Board and Senior Management Personnel of the Company have furnished their affirmation of compliance with the Code of Conduct of the Company for the financial year ended 31st March, 2019

Place : Bally
Date: 30/07/2019

Jitendra Kumar Kapila
(Director Cum Manager)
(DIN – 00320521)

CERTIFICATION FROM MANAGER & CFO OF THE COMPANY

To
The Board of Directors
Bally Jute Company Ltd.

We, Jitendra Kumar Kapila, director cum manager and Satyananda Sahoo, Chief Financial Officer of Bally Jute Company Ltd (the Company”) to the best of our knowledge and belief certify that:

- a) We had reviewed the financial statements and the cash flow statement for the financial year ended on 31.03.2019 and that to the best of our knowledge and belief, we state that:
 - i. These statements do not contain any materially untrue statement or omit any material fact or contain any statements that might be misleading;
 - ii. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulation.
- b) We further state that to the best of our knowledge and belief, there are no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c) We hereby declare that all the members of the Board of Directors and Executive Committee have confirmed compliance with the Code of Conduct as adopted by the Company.
- d) We are responsible for establishing and maintaining internal controls for financial reporting and that we had evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting of the Company and had disclosed to the Auditors and Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or proposed to take to rectify these deficiencies.
- e) We had indicated, based on our most recent evaluation, wherever applicable, to the Auditors and the Audit Committee:
 - i. significant changes, if any, in internal control over financial reporting during the year;
 - ii. significant changes, if any, in the accounting polices during the year and that the same has been disclosed in the notes to the financial statements; and
 - iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having significant role in the Company's internal control system over the financial reporting.

Place: Bally
Date: 30/07/2019

Jitendra Kumar Kapila
(Director Cum Manager)
(DIN – 00320521)

Satyananda Sahoo
(Chief Financial Officer)

**CERTIFICATE FROM PRACTISING COMPANY SECRETARIES REGARDING COMPLIANCE OF
CONDITIONS OF CORPORATE GOVERNANCE**

To

The Members of

BALLY JUTE COMPANY LIMITED

I have examined the compliance of conditions of Corporate Governance by Bally Jute Company Limited for the year ended on March 31, 2019, as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the management. My examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In my opinion and to the best of our information and according to explanation given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned SEBI (LODR) Regulations, 2015 / Listing Agreements, to the extent applicable to the Company during the year under report.

We further state such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

Place: Kolkata
Date : 30.07.2019

For Pramod Agarwal & Co.
Company Secretaries
Pramod Agarwal
(Proprietor)
C. P. No. : 4193

ANNEXURE -2

FORM NO. MGT 9		
EXTRACT OF ANNUAL RETURN		
as on financial year ended on 31.03.2019		
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.		
I REGISTRATION & OTHER DETAILS:		
i	CIN	L51909WB1982PLC035245
ii	Registration Date	04.09.1982
iii	Name of the Company	BALLY JUTE COMPANY LTD.
iv	Category/Sub-category of the Company	COMPANY LIMITED BY SHARES
v	Address of the Registered office & contact details	5, SREE CHARAN SARANI, BALLY HOWRAH-711201
vi	Whether listed company	YES
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	ABS CONSULTANTS PVT. LTD. "Stephen House", Room No. 99 6th Floor,4, B.B.D.Bag (East), Kol- 700001)

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY			
All the business activities contributing 10% or more of the total turnover of the company shall be stated			
Sl No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	JUTE GOODS	131	100.00%

III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES					
Sl No	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
NOT APPLICABLE					

Bally Jute Company Limited

IV	SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)									
Category of Shareholders	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	-	1,214,492	1,214,492	9.41	-	1,214,492	1,214,492	9.41	-	-
b) Central Govt. or State Govt.	-	-	-	-	-	-	-	-	-	-
c) Bodies Corporates	-	11,668,064	11,668,064	90.40	-	11,668,064	11,668,064	90.40	-	-
d) Bank/FI	-	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-	-
SUB TOTAL:(A) (1)	-	12,882,556	12,882,556	99.81	-	12,882,556	12,882,556	99.81	-	-
(2) Foreign										
a) NRI- Individuals	-	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-	-
e) Any other...	-	-	-	-	-	-	-	-	-	-
SUB TOTAL (A) (2)	-	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter	-	12,882,556.00	12,882,556.00	99.81	-	12,882,556.00	12,882,556.00	99.81	-	-
(A)= (A)(1)+(A)(2)										
B. PUBLIC SHAREHOLDING										
(1) Institutions										
a) Mutual Funds	-	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-	-
c) Cenntal govt	-	-	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-	-
SUB TOTAL (B)(1):										
(2) Non Institutions										
a) Bodies corporates	-	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	-	25,103.00	25,103.00	0.19	-	25,103.00	25,103.00	0.19	-	-
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-	-
SUB TOTAL (B)(2):	-	25,103.00	25,103.00	0.19	-	25,103.00	25,103.00	0.19	-	-
Total Public Shareholding (B)= (B)(1)+(B)(2)	-	25,103.00	25,103.00	0.19	-	25,103.00	25,103.00	0.19	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	12,907,659	12,907,659	100.00	-	12,907,659	12,907,659	100.00	-	-

Bally Jute Company Limited

(ii) SHARE HOLDING OF PROMOTERS								
Sl No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		NO of shares	% of total shares of the company	% of shares pledged encumbered to total shares	NO of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	AMBICA CAPITAL MARKETS LIMITED	4793073	37.13	NIL	4793073	37.13	NIL	NIL
2	ASPECTIVE TIE UP LIMITED	1746000	13.53	NIL	1746000	13.53	NIL	NIL
3	AMBICA JUTE MILLS LTD.	47542	0.37	NIL	47542	0.37	NIL	NIL
4	AUCKLAND SERVICES & SECURITIES LIMITED	266500	2.06	NIL	266500	2.06	NIL	NIL
5	ABHISHEK KUMAR KANKARIA	384792	2.98	NIL	512900	3.97	NIL	NIL
6	AWANTI KUMAR KANKARIA	384325	2.98	NIL	0	0.00	NIL	NIL
7	GOLD VIEW FINANCIAL SERVICES LIMITED	1097533	8.50	NIL	1097533	8.50	NIL	NIL
8	KANAK TEXTILES LTD.	2500	0.02	NIL	2500	0.02	NIL	NIL
9	KSHITIZ MERCHANDISE LTD.	1686000	13.06	NIL	1686000	13.06	NIL	NIL
10	SCORE INFORMATION TECHNOLOGIES LTD.	135416	1.05	NIL	135416	1.05	NIL	NIL
11	WELLWORTH VANLIYA PRIVATE LIMITED	2500	0.02	NIL	2500	0.02	NIL	NIL
12	YOGESH KUMAR KANKARIA	445375	3.45	NIL	573483	4.44	NIL	NIL
13	SATBICHAH VYAPAR LTD.	1684500	13.05	NIL	1684500	13.05	NIL	NIL
14	OM TOWERS PRIVATE LIMITED	2500	0.02	NIL	2500	0.02	NIL	NIL
15	MANBIR FINCOM PVT LTD.	204000	1.58	NIL	204000	1.58	NIL	NIL
16	ASHISH KANKARIA	0	0.00	NIL	128109	0.99	NIL	NIL
	TOTAL	12,882,556	99.81		12,882,556	99.81		

(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE)					
Sl. No.		Share holding at the beginning of the Year		Cumulative Share holding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
1	Awanti Kumar Kankaria				
	At the beginning of the year	384325	2.98		
	31.12.2018				
	-By Transfer			-384325	
	At the end of the year			0	0.00
2	Yogesh Kumar Kankaria				
	At the beginning of the year	445375	3.45		
	31.12.2018				
	-By transfer			128108	
	At the end of the year			573483	4.44
3	Abhishek Kumar Kankaria				
	At the beginning of the year	384792	2.98		
	31.12.2018				
	-By transfer			128108	
	At the end of the year			512900	3.97
4	Ashish Kankaria				
	At the beginning of the year	0	0		
	31.12.2018				
	-By transfer			128109	
	At the end of the year			128109	0.99

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters & Holders of GDRs & ADRs)					
Sl. No.		Share holding at the beginning of		Cumulative Share	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	For each of top 10 Shareholders				
1	BIMAL SINGH RAMPURIA				
	At the beginning of the year	2875	0.02	2875	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2875	0.02
2	PARTHO MUKHERJEE				
	At the beginning of the year	2875	0.02	2875	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2875	0.02
3	DEBAJIT TALUKDAR				
	At the beginning of the year	2875	0.02	2875	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2875	0.02
4	PRAKASH KUMAR BOTHRA				
	At the beginning of the year	2750	0.02	2750	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2750	0.02

Bally Jute Company Limited

5	SUSANTA DHAR				
	At the beginning of the year	2500	0.02	2500	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2500	0.02
6	NEERJA SRIMAL				
	At the beginning of the year	2500	0.02	2500	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2500	0.02
7	PRAVIN KUMAR JAIN				
	At the beginning of the year	2500	0.02	2500	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2500	0.02
8	RABINDRA SRIMAL				
	At the beginning of the year	2500	0.02	2500	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2500	0.02
9	PARMANAND TIWARI				
	At the beginning of the year	2500	0.02	2500	0.02
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0		
	At the end of the year			2500	0.02
10	AMALENDU MAITY				
	At the beginning of the year	638	0	638	0
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	0	0	0	0
	At the end of the year			638	0
(v)	Shareholding of Directors & KMP				
Sl. No	For Each of the Directors & KMP	Shareholding at the end 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	NIL			
	Date wise increase/decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)				
	At the end of the year				

Bally Jute Company Limited

V INDEBTEDNESS				
Indebtedness of the Company including interest outstanding/accrued but not due for payment (Rs in Lakhs)				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtness at the beginning of the financial year				
i) Principal Amount	2,632.19	874.00	-	3,506.19
ii) Interest due but not paid	110.10	3.45	-	113.55
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	2,742.29	877.45	-	3,619.74
Change in Indebtedness during the financial year				
Additions	2,279.78	1,312.85	-	3,592.63
Reduction		(363.00)		
Net Change		949.85		
Indebtedness at the end of the financial year				
i) Principal Amount	4,911.97	1,688.00		6,599.97
ii) Interest due but not paid	90.46	79.73		170.19
iii) Interest accrued but not due				
Total (i+ii+iii)	5,002.43	1,767.73	-	6,770.16

REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

Remuneration to Managing Director, Whole time director and/or Manager:

Particulars of Remuneration	JITENDRA KUMAR KAPILA(MANAGER CUM DIRECTOR)	TOTAL(Rs)
Gross salary		
(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	285000	285000
(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	66500	66500
(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	NIL	NIL
Stock option	NIL	NIL
Sweat Equity	NIL	NIL
Commission as % of profit others (specify)	NIL	NIL
Others, please specify	NIL	NIL
Total (A)	351500	351500
Ceiling as per the Act		

Remuneration to other directors:

Particulars of Remuneration	Name of the Directors			TOTAL
	MAYANK KUMAR	AJIT KUMAR JAIN	PRADIP INDEBNATH	
Independent Directors				
(a) Fee for attending board committee meetings	2000	14000	16000	32000
(b) Commission	NIL	NIL	NIL	NIL
(c) Others, please specify	NIL	NIL	NIL	NIL
Total (1)	2000	14000	16000	32000
Other Non Executive Directors	NIBEDITA MAJUMDER			
(a) Fee for attending board committee meetings	15000			15000
(b) Commission	NIL			NIL
(c) Others, please specify.	NIL			NIL
Total (2)	15000			15000
Total (B)=(1+2)				15000
Total Managerial Remuneration				
Overall Ceiling as per the Act.				

Bally Jute Company Limited

REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD			
Particulars of Remuneration	Key Managerial Personnel		Total
Gross Salary		CFO	
NAME	Company Secretary SANJAY KUMAR AGARWAL	SATYANANDA SAHOO	
(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	1417500	757380	2174880
(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	159000	161925	320925
(c) Profits in lieu of salary under section 17(3) of the	NIL	NIL	NIL
Stock Option	NIL	NIL	NIL
Sweat Equity	NIL	NIL	NIL
Commission	NIL	NIL	NIL
as % of profit	NIL	NIL	NIL
others, specify	NIL	NIL	NIL
Others, please specify	NIL	NIL	NIL
Total	1576500	919305	2495805

VII	PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES				
Type	Section of the Companies Act 2013	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		
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment			NONE		
Compounding					

[Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) of the Companies (Accounts) Rules, 2014]

A. CONSERVATION OF ENERGY

- i. Steps taken or impact on Conservation of energy :**
In the past few years, the Company has tried to improve energy efficiency significantly by various measures. Steps taken to conserve energy include:
 1. At its plant, the Company has carried out various modifications in layout to optimize energy consumption and reduce losses.
 2. Energy efficient motors are being installed in order to optimize use of power.
 3. In its plant and offices, the Company has replaced conventional light fixtures with energy efficient fixtures such as LED lights and tubes.
 4. Optimization of machine speed, particularly in Spinning Frames and S4ALooms.
 5. Maintenance of all machines, including boilers and compressors to make them energy efficient and minimize losses.
- ii. Steps taken by the Company for utilizing alternate sources of energy :** The Company is making maximum use of natural lighting during day time and gradually inducting safelux system to get the factory system illuminated.
- iii. Capital Investment on Energy Conservation Equipment:** The Company has been making investment on continuous basis for the purpose of energy conservation.

B. TECHNOLOGY ABSORPTION

- i. Efforts made towards Technology Absorption :**
Efforts towards technology absorption included continued efforts for process improvements and installation of upgraded plant & machinery to improve the efficiency, productivity and profitability of the Company.
- ii. Benefits derived like product improvement, cost reduction, product development or import substitution :**
Improved productivity and automation process. Cost reduction has however, been partly offset by the increase in cost of other input.
- iii. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) :**
 1. **The details of technology imported:** The Company has not imported any technology during the last three financial years.
 2. **Year of import :** NotApplicable
 3. **Whether the technology has been fully absorbed:** NotApplicable
 4. **If not fully absorbed, areas where absorption has not taken place, and the reasons thereof :** NotApplicable
- iv. Expenditure incurred on Research and Development : Nil**

C. FOREIGN EXCHANGE EARNINGS /OUTGO

Earnings	Rs. 7,85,49,676
Outgo	Rs. 7,26,62,984

Form No. MR3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st March 2019

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
BALLY JUTE COMPANY LTD
(CIN- L51909WB1982PLC035245)
5, Sree Charan Sarani,
Bally, Howrah,
Pin- 711201.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **BALLY JUTE COMPANY LTD** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the BALLY JUTE COMPANY LTD (the company's) books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2019 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records generally maintained by "the Company" for the financial year ended on 31st March 2019, to the extent applicable, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder (NA);
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder (NA);
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings –

as per the information provided by the Company, its officers and the documents made available to us the following are applicable during the year:

- a) Foreign Exchange Management (Exports of Goods and Services) Regulations, 2000.
- b) Foreign Exchange Management (Manner of Receipts and Payments) Regulations, 2000
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;- the Company has made disclosures in terms of regulation 30(1) and 30(2)
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (NA)
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; (NA)
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (NA)
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents)

Regulations, 1993 regarding the Companies Act and dealing with client;(Company itself is not registered as Registrar to Issue and Share Transfer Agents)

Bally Jute Company Limited

- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (NA) and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (NA)
- (vi) Other Act-As per the information provided by the Company, its officers and authorized representatives, there is no such other Act/s applicable specifically to the Company.

*NA signifies not applicable during the reporting period

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India (as applicable).
- (ii) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. (Listed with Calcutta Stock Exchange Ltd)

During the period under review the Company has complied generally with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above:

I further report that based on the information provided by the company, its officers and its authorized representatives during the conduct of the audit, and also on the review of the compliance mechanism as established by the Company and on the basis of the Compliance Certificate issued by the Company Secretary taken on record by the Board of Directors of the Company, in my opinion, adequate system and processes and control mechanism exist in the company to monitor and to ensure the compliance with applicable general laws such as factories Act 1948, Industrial Dispute Acts 1947, Payment of Wages Act 1936 and environmental laws.

I further report, that the compliance by the company of the applicable financial laws, like direct and indirect tax laws, has not been reviewed in this audit since the same have been subject to review by statutory financial auditor and other designated professionals.

I further report, that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes that took place in the composition of the Board of Directors during the period under review, were as per the applicable provisions of the Companies Act, 2013.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the company has no such specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

For Rakesh Agrawal & Co.

Place : Kolkata
Date : 30/07/2019

(Prop: Rakesh Agrawal)
M. No. F8792
C P No.: 9014

Bally Jute Company Limited

“ANNEXURE – A” to the Secretarial Audit Report

To,
The Members,
M/S BALLY JUTE COMPANY LTD
5, Sree Charan Sarani,
Bally, Howrah,
Pin - 711201.

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the Audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices we followed, provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations and standards is the responsibility of the management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place : Kolkata
Date : 30/07/2019

For Rakesh Agrawal & Co.
(Prop: Rakesh Agrawal)
M. No. F8792
C P No.: 9014

Bally Jute Company Limited

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BALLY JUTE COMPANY LIMITED

Report on Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of M/s BALLY JUTE COMPANY LIMITED ("the company"), which comprise the balance sheet as at 31st March 2019, the statement of Profit and Loss, and the Statement of Cash Flow and notes to the financial statements, for the year ended 31st March 2019, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and Profit and its cash flow for the year ended on that date.

Basis for Qualified Opinion

- a) Attention is invited to Note No. 1 Point (XI) of statement of significant Accounting Policies regarding Gratuity provided as an expenses in the statement of Profit and Loss in the year in which the payment for the same has been made, which constitutes a departure from the Accounting Standard 15 - "Employee Benefits "including disclosure requirement under the said standard. The impact of the same in the Financial Statements is disclosed in Note NO. 25.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Company's Annual Return but does not include the Financial Statements and our Auditor's report thereon. Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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 during the course of our 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.

Responsibility of the Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance and cash flow of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements.

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 SAs 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.

Bally Jute Company Limited

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of the material misstatement of the financial statement, 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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 Companies Act, 2013, we give in the Annexure A, a Statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

I. 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 purposes of our audit.
 - b) **Except for the effects of the matter described in the Basis for Qualified Opinion paragraph**, 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 Balance Sheet, the Statement of Profit and Loss and the cash flow dealt with by this Report are in agreement with the books of accounts.
 - d) **Except for the effects of the matter described in the Basis for Qualified Opinion paragraph**, in our opinion, 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.
 - e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 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 B".
- II. With respect to the other matters included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit, and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a) The Company has disclosed the impact of pending litigations which would impact on financial position in its financial statements - Refer Note.24 to the financial statements;
 - b) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
 - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- III. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended :

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

Place: Kolkata
Date : 24.06.2019

For JBS & COMPANY
Chartered Accountants
(FRN.: 323734E)
CA. Gauranga Paul
Partner
Membership No. 063711

Bally Jute Company Limited

“ANNEXURE A” TO THE INDEPENDENT AUDITORS’ REPORT

The Annexure A referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirements' of our report of even date to the financial statements of **M/s BALLY JUTE COMPANY LIMITED** for the year ended March 31, 2019. we report that:

- (i)
 - (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
 - (b) The Fixed Assets of the Company have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the company and the nature of its assets.
 - (c) The title deeds of immovable properties are held in the name of the Company.
- (ii) As explained to us, the physical verification of inventories has been conducted at reasonable intervals by the management during the year and no material discrepancies were noticed on such verification.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act Accordingly, the provision of clause 3(iii) of the Order is not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, the Company has neither granted any loan nor made any investment under section 185 and 186 of Companies Act, 2013, Thus clause 3(iv) of the order is not applicable to the Company.
- (v) The company has not accepted any deposits from the public and consequently, the directives issued by Reserve Bank of India and provisions of Section 73 to Section 76 or any other relevant provisions of the Companies Act 2013 and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable to the company.
- (vi) We have broadly reviewed the books of accounts relating to materials, labour and other items of cost maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013 and we 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 records for determining whether they are accurate or complete.
- (vii)
 - (a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has generally been regular in depositing undisputed statutory dues including Income-Tax, and any other statutory dues with the appropriate authorities.
According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2019 for a period of more than six months from the date on when they become payable.
 - (b) According to the information and explanations given and the records of the Company examined by us, there are no dues of Income Tax, Goods and Service Tax, Central Sales Tax, West Bengal Value Added Tax and Excise Due; **Except the following which have not been deposited on account of dispute are as follows:**
 - *In respect of CST for the Financial Year 2008-09 to 2014-15 amounting to Rs.3,25,51,000/-*
 - *In respect of WB VAT for the Financial Year 2010-11 amounting to Rs.3,51,69,000/-*
 - *In respect of ESIC for the Financial Year 2009-10 amounting to Rs. 38,45,609/-.*
- (viii) Based on our Audit procedure and on the information and explanation given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to any Financial Institution and Banks
- (ix) The Company did not raise any money by the way of initial public offer or further public offer (including debt instruments) during the year. The term loans taken during the year were applied for the purpose for which the same has been obtained.
- (x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid or provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act 2013.

Bally Jute Company Limited

- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the reporting under Paragraph 3 (xii) of the Order is not applicable to the Company.
- (xiii) Based upon the audit procedures performed and the information and explanations given by the management, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully, or partly convertible debentures during the year under review. Accordingly, the reporting under Paragraph 3 (xiv) of the Order is not applicable to the Company and hence not commented upon.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the reporting under Paragraph 3(xv) of the Order is not applicable to the Company and hence not commented upon.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

For JBS & COMPANY
Chartered Accountants
Firm Registration No.: 323734E)

CA. Gauranga Paul
Partner
Membership No. 063711

Place: Kolkata
Date : 24.06.2019

Bally Jute Company Limited

Annexure - B to the Independent Auditors' Report

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

We have audited internal financial controls over financial reporting of **BALLY JUTE COMPANY LIMITED** ("the Company") as of 31 March, 2019 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

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 accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external 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

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 to 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.

Opinion

In our opinion, the company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March, 2019, 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.

Place: Kolkata
Date : 24.06.2019

Bally Jute Company Limited

BALANCE SHEET AS AT 31ST MARCH, 2019

(In Rs)

Particulars		Note No	As at 31st March 2019		As at 31st March 2018	
I. EQUITY AND LIABILITIES						
(1)	Shareholders' Funds					
	(a) Share Capital	2	129,076,590		129,076,590	
	(b) Reserves & Surplus	3	781,568,420	910,645,010	765,972,639	895,049,229
(2)	Non-Current Liabilities					
	(a) Long-Term Borrowings	4	178,485,527		49,900,000	
	(b) Deferred Tax Liabilities (Net)		14,720,160	193,205,687	18,059,131	67,959,131
(3)	Current Liabilities					
	(a) Short-Term Borrowings	5	481,512,322		300,719,001	
	(b) Trade Payables	6	170,431,160		173,025,242	
	(c) Other Current Liabilities	7	125,852,023		104,876,104	
	(d) Short-Term Provisions	8	21,843,383	799,638,888	12,402,926	591,023,273
	Total			1,903,489,585		1,554,031,633
II. ASSETS						
(1)	Non-Current Assets					
	(a) Property Plant & Equipment	9				
	(i) Tangible Assets		829,113,006		759,614,218	
	(ii) Capital work in progress		-		-	
			829,113,006		759,614,218	
	(b) Non-Current Investments	10	100,000		100,000	
	(c) Long Term Loans & Advances	11	1,000,000	830,213,006	-	759,714,218
(2)	Current Assets					
	(a) Inventories	12	779,946,198		541,926,721	
	(b) Trade Receivables	13	223,404,202		165,634,603	
	(c) Cash & Bank Balances	14	7,457,574		5,569,330	
	(d) Short-Term Loans and Advances	15	45,629,154		62,270,189	
	(e) Other Current Assets	16	16,839,451	1,073,276,579	18,916,572	794,317,415
	Total			1,903,489,585		1,554,031,633
Significant Accounting Policies and accompanying note are integral part of these Financial Statements 1-37						
As per our Report of this date annexed						
For J.B.S & Company						
Chartered Accountants						
FRN : 323734E						
CA Gouranga Paul						
M No. 063711						
(Partner)						
FOR & ON BEHALF OF BOARD						
Place :Kolkata						
Dated: 24.06.2019						
		(Sanjay Kumar Agarwal)	(Satyananda Sahoo)	J.K.Kapila	M.Kumar	
		General Manager (F&A) & Secretary	Chief Financial Officer	DIRECTOR / MANAGER	DIRECTOR	
				DIN - 00320521	DIN - 00492308	

Bally Jute Company Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2019				
(In Rs.)				
Particulars		Note No	For the year ended 31st March 2019	For the year ended 31st March 2018
INCOME :				
I	Revenue from Operations	17	2,349,558,856	2,119,543,273
	Less : Cess Duty		-	3,604,907
	Net Revenue from Operations		2,349,558,856	2,115,938,366
II	Other Income	18	2,580,130	7,406,190
III	TOTAL REVENUE (I+II)		2,352,138,986	2,123,344,556
EXPENSES				
IV	Cost of materials consumed	19	1,513,303,179	1,174,040,957
	Purchase of Stock-in-trade		-	9,170,815
	Change in inventories of finished goods, work-in-progress and Stock-in-Trade	20	(170,171,912)	(1,316,665)
	Employee benefits expenses	21	496,268,736	470,861,009
	Finance costs	22	53,689,458	52,587,421
	Depreciation and amortisation expenses	9	54,953,732	51,025,162
	Other expenses	23	382,337,475	344,715,256
	TOTAL EXPENSES		2,330,380,668	2,101,083,955
V	Profit/(Loss) Before exceptional and extraordinary items and tax (III - IV)		21,758,318	22,260,601
VI	Exceptional Items		-	-
VII	Profit/(Loss) Before extraordinary items and tax (V- VI)		21,758,318	22,260,601
VIII	Extraordinary Items		-	-
IX	Profit/(Loss) before Tax (VII - VIII)		21,758,318	22,260,601
X	Tax Expense :			
	(1) - Current Tax		9,440,457	12,402,926
	(2) - Deferred Tax		3,338,971	4,875,976
	(3) - Income tax for earlier years		(61,051)	(9,160)
			6,162,537	7,517,790
XI	Profit/(Loss) for the period from continuing operations (IX - X)		15,595,781	14,742,811
XII	Profit/(loss) from discontinuing operations			
XIII	Profit for the period (XI + XII)		15,595,781	14,742,811
Earing per Equity Share (FaceValue Rs.10/- each)				
	(1) Basic		1.21	1.14
	(2) Diluted		1.21	1.14
Significant Accounting Policies and accompanying note are integral part of these Financial Statements 1-37				
As per our Report of this date annexed				
For J.B.S & Company Chartered Accountants FRN : 323734E CA Gouranga Paul M No. 063711 (Partner)			FOR & ON BEHALF OF BOARD	
Place :Kolkata	(Sanjay Kumar Agarwal) General Manager (F&A) & Secretary	(Satyananda Sahoo) Chief Financial Officer	J.K.Kapila DIRECTOR / MANAGER DIN - 00320521	M.Kumar DIRECTOR DIN - 00492308
Dated: 24.06.2019				

Bally Jute Company Limited

Notes to Financial Statements for the year ended 31st March, 2019

Corporate Information

Bally Jute Company Limited (The Company) was incorporated in India with limited liability by shares on September 4, 1982.

NOTE NO. 1: Significant Accounting Policies

I. Basis of Accounting:

- a) The financial Statements have been prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis and on the principles of going concern. The accounting policies are consistently applied by the Company;
- b) The Company has prepared these financial statements to comply in all material respects with the Accounting Standards as prescribed by the Companies (Accounting Standards) Rules 2006, the provisions of the Companies Act, 2013 and the Companies Act, 1956 (to the extent applicable);
- c) All the Assets and Liabilities have been classified as Current or Non-Current as per Company's normal operating cycle and other criteria set out in Schedule III of the Company's Act, 2013. Based on the nature of the products and the time between the acquisition of the assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current, non-current classification of Assets and Liabilities;

II. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and if material, their effects are disclosed in the notes to the financial statements.

III. Property, Plant & Equipment :

Property, Plant & Equipment represent a significant proportion of the assets of the Company. Property, Plant & Equipment are stated at their original cost less accumulated depreciation / amortisation. The Cost includes the purchase cost including import duties and non-refundable taxes and any directly attributable costs of bringing an Property, Plant & Equipment to the Location and Conditions of its intended use. Capital work in progress is stated at cost. Cost comprises of expenditure incurred in respect of the asset under development and includes any attributable/allocable cost and other incidental expenses.

IV. Depreciation:

Depreciation on Property, Plant & Equipment is determined using the Straight Line Method on pro-rata basis based on the useful life of the Property, Plant & Equipment as prescribed under Schedule II of the Companies Act, 2013, except for the plant & machinery. The management estimates the useful life for Plant & Machinery to 25 years based upon the evaluation carried by the technical valuer.

Notes to Financial Statements for the year ended 31st March, 2019

V. Inventories :

Inventory of the Company have been valued as follows:

a)	Raw Material	:	At Cost .
b)	Work In Progress	:	At estimated Cost.
c)	Stores & Spares	:	At Weighted Average Cost.
d)	Finished Goods	:	At Lower of Cost Or Net realisable value.

VI. Foreign Currency Transactions

a) Initial Recognition:

Foreign currency transactions are recorded in the reporting currency, by applying exchange rate to the foreign currency amount at the date of the transaction;

b) Foreign Exchange Differences:

Exchange Differences arising on the date of settlement of monetary items are recognised as income or expense on the date of settlement. However, the resulted gain or loss relating to long term monetary item for financing acquisition of depreciable capital assets, is adjusted to the acquisition cost of such assets and depreciated over its remaining useful life.

c) Conversion:

Foreign currency monetary items outstanding at the closing of the year, are converted into India currency at the appropriate rates of exchanges prevailing on the date of the Balance Sheet.

VII. Revenue Recognition:

i) Sale of Product

a) All Export Sales in foreign currency are recorded at the rates of exchange prevailing on the dates when the relevant transactions take place ;

ii) Dividend and Interest Income

Dividend income is recognized when the Company's right to receive dividend is established which generally coincide as and when received.

Interest income is recognized on a time proportion basis taking into account the amount Outstanding and the rate applicable.

iii) Insurance Claim

The Company recognise insurance claims when the recoverability to the claim is established with a reasonable certainty which generally coincide as and when received.

iv) Export Incentive

The Company has recognised Income from Draw Back Duty on Export on Accrual Basis.

Notes to Financial Statements for the year ended 31st March, 2019

VIII. Government Grants

Government Grants given for acquisition of specific fixed assets are deducted from the gross value of the relevant fixed assets on completion of the works in arriving at the book value.

Grants received from Government or other authorities towards revenue are recognized over the period in which the related costs are incurred and are deducted from the related expenses.

IX. Investment

Investment is treated as Non Current assets & stated at cost. Provision for diminution in the value of long term investment is made only if such a decline is other than temporary nature in the opinion of the management.

X. Borrowing Cost

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 assets is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

XI. Retirement Benefits

- a) Contributions to Provident Fund are accounted for on accrual basis.
- b) Liability in respect of Gratuity is being provided on cash basis.
- c) Liability in respect to leave encashment is being accounted for on accrual basis as calculated by the Management.

XII. Contingent Liability

Contingent Liabilities are not provided for but disclosed by way of notes to the account.

XIII. Taxes On Income

Current tax is determined on the basis of the amount of tax payable on taxable income for the year. Deferred tax is calculated at current statutory income tax rate and is recognized on timing differences between taxable income & accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets, subject to consideration of prudence, are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

XIV. Provisions & Contingencies:

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

XV. Earnings Per Share:

- a) Basic earnings per share is calculated by dividing the net Profit or Loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.
- b) For the purpose of calculating diluted earnings per share, the net Profit or Loss for the year attributable to the equity shareholders and weighted average number of share outstanding if any are adjusted for the effects of all dilutive potential equity shares.

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019		(In Rs.)		
Particulars	As at 31st March 2019	As at 31st March 2018		
2. SHARE CAPITAL				
Authorised Shares :				
13,000,000 Equity Shares of Rs 10/- each	130,000,000	130,000,000		
(Previous Year 13,000,000 Equity Shares of Rs 10/- each)	130,000,000	130,000,000		
Issued & Subscribed				
12,907,659 Equity Shares of Rs.10/- each	129,076,590	129,076,590		
(Previous Year 12,907,659 Equity Shares of Rs 10/- each)	129,076,590	129,076,590		
Paid up				
12,907,659 Equity Shares of Rs.10/- each fully paid up	129,076,590	129,076,590		
(Previous Year 12,907,659 Equity Shares of Rs 10/- each)	129,076,590	129,076,590		
A) The reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period.				
	As at 31st March 2019		As at 31st March, 2018	
	No. of Shares	Value	No. of Shares	Value
Issued, Subscribed and fully paid up Equity shares outstanding at the beginning of the year	12,907,659	129,076,590	12,907,659	129,076,590
Add : Shares issued during the year	-	-	-	-
Issued, Subscribed and fully paid up Equity shares outstanding at the end of the year	12,907,659	129,076,590	12,907,659	129,076,590
B) The company has one class of equity shares having a par value of Rs.10/- per share. Each Equity shareholder is eligible for one vote per share held and having same rights as to dividend. In the event of liquidation of the Company, the equity shareholders will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the member of equity shares held by the Shareholders.				
C) The name of Shareholders holding more than 5% shares in the Company and their numbers are as follows:				
NAME OF SHAREHOLDERS	As on 31/03/2019		As on 31/03/2018	
	No. of Shares	%	No. of Shares	%
Ambica Capital Markets Limited	4,793,073	37.13	4,793,073	37.13
Aspective Tie Up Limited	1,746,000	13.53	1,746,000	13.53
Goldview Financial Services Limited.	1,097,533	8.50	1,097,533	8.50
Kshitiz Merchandise Pvt. Ltd.	1,686,000	13.06	1,686,000	13.06
Satbichar Vyapaar Limited.	1,684,500	13.05	1,684,500	13.05
3. RESERVES AND SURPLUS				
Particulars	As at 31st March 2018	Additions/ Created during the year	Deductions during the year	As at 31st March 2019
Capital Reserves	17,076,393	-	-	17,076,393
	(17,076,393)	-	-	(17,076,393)
Securities Premium Reserves	55,757,782	-	-	55,757,782
	(55,757,782)	-	-	(55,757,782)
General Reserves	596,197,222	-	-	596,197,222
	(596,197,222)	-	-	(596,197,222)
Surplus / (Deficit) in the Statement of Profit & Loss.	96,941,242	15,595,781	-	112,537,023
	(82,198,431)	(14,742,811)	-	(96,941,242)
Total	765,972,639	15,595,781	-	781,568,420
Previous Year : 2017-18	(751,229,828)	(14,742,811)	-	(765,972,639)

Figures in brackets reflects the figures of Last Financial Year

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019		(In Rs.)	
		(In Rs.)	
Particulars	As at 31st March, 2019	As at 31st March, 2018	
NON-CURRENT LIABILITIES			
4. LONG-TERM BORROWINGS			
Secured Loan			
a) Canara Bank Term Loan			
ii) Sanctioned Rs.130.00 lacs 12 months moratorium from 16.08.18 repayable in three annual Installment of Rs.45 lacs for two years and Rs.40 lacs in final year.	12,744,000	-	
LESS:			
Repayable within next 12 months disclosed under "Other Current Liabilities" (Refer Note No.6)	4,500,000	-	
	8,244,000	-	
ii) Sanctioned Rs.604.00 lacs 12 months moratorium from 18.02.19 repayable in Four annual Installment of Rs. 150 lacs for three years and Rs. 154 lacs in final year.	19,068,800	-	
LESS:			
Repayable within next 12 months disclosed under "Other Current Liabilities" (Refer Note No.6)	15,000,000	-	
	4,068,800	-	
For Secured Loan (i) & (ii)			
a) Primary: Secured by hypothecation of Machineries Purchased from loan and entire current assets viz. Raw Material, Work In Progress, Stores and Spares, Semi Finished Goods and Book Debts of the Company.			
b) Collateral: EMT of land with factory building shed and Godwon in the name of M/s Bally Jute Company Limited. (Deed no. 6625 Measuring 17.005 Acres)			
c) Personal Guarantee: Sri H.C.Kankaria and Sri A.K.Kankaria			
(d) Corporate Guarantee: Ambica Jute Mills Ltd.			
b) Yes Bank Term Loan	2,000,000	-	
Less:			
Repayable within next 12 months disclosed under "Other Current Liabilities" (Refer Note No.6)	727,273	-	
(Repayable in 11 equal quarterly installments payable after moratorium of 3 months from date of first disbursement.)	1,272,727	-	
Secured by hypothecation of Machineries Purchased from loan .			
A+B	13,585,527	-	
Unsecured Loan			
Loan from Related Parties	41,900,000	11,900,000	
Loan from Other Parties	123,000,000	38,000,000	
	178,485,527	49,900,000	

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019		(In Rs.)	
Particulars	As at 31st March, 2019	As at 31st March, 2018	
CURRENT LIABILITIES			
5.SHORT TERM BORROWINGS			
Secured Loans			
Working Capital facility from Scheduled Bank (Canara Bank)	383,512,322	263,219,001	
(i) Primary: Secured by hypothecation of Current assets viz. Raw Materials, Work-in-Progress, Stores & Spares, Semi- Finished goods, Finished goods and Book debts.			
(ii) Collateral: Secured by:-			
(a) Existing Plant and Machinery (Rs.32.92 Crore existing and Rs. 11.32 Crore Proposed)			
(b) EMT of land with factory building shed and Godwon in the name of M/s Bally Jute Company Limited. (Deed no. 6625 Measuring 17.005 Acres)			
(iii) Personal Guarantee of Sri H.C.Kankaria and Sri A.K.Kankaria			
(iv) Corporate Guarantee of Ambica Jute Mills Ltd.			
Loan from LIC (Secured against the Key Man Policy of Key Managerial Personnel)	94,100,000	-	
Unsecured Loan			
Loan from Other Parties	1,200,000	37,500,000	
Loan from Related Parties	2,700,000	-	
	481,512,322	300,719,001	
6. TRADE PAYABLE			
Dues to Micro & Small Enterprise (Refer Note No.28)	2,178,215	-	
Others	168,252,945	173,025,242	
	170,431,160	173,025,242	
7. OTHER CURRENT LIABILITIES			
Current Maturities of Long-term Debt - Term Loans			
Canara Bank (Refer Note No. 4)	19,500,000		
Yes Bank (Refer Note No. 4)	727,273		
Interest Accrued but not due on Borrowings	17,019,412	11,355,465	
Statutory Dues	14,117,754	18,073,260	
Liabilities for Expenses	67,747,939	70,385,644	
Advance from Customer	6,739,645	5,061,735	
	125,852,023	104,876,104	
8. SHORT-TERM PROVISIONS			
Income Tax	21,843,383	12,402,926	
	21,843,383	12,402,926	

Notes to the Financial Statement as at 31st March, 2019											
(In Rs.)											
Description	GROSS BLOCK-COST/BOOK VALUE				DEPRECIATION/AMORTISATION				NET BLOCK		
	Total as at 1st April 2018	Additions/adjustment during the year	Deductions/adjustments during the year	Total as at 31st March 2019	Total as at 1st April March 2018	Provided during the year	Deductions/adjustments during the year	Total as at 31st March 2019	As at 31st March 2019	As at 31st March 2018	
Land - Freehold	349,960,510	-	-	349,960,510	-	-	-	-	349,960,510	349,960,510	
Buildings	161,142,336	26,154,023	-	187,296,359	67,856,914	5,244,125	-	73,101,039	114,195,320	93,285,422	
Computer	34,572,603	1,531,473	-	36,104,076	29,546,089	1,803,916	-	31,350,005	4,754,071	5,026,514	
Plant & Machinery	813,393,573	94,817,387	3,653,667	904,557,293	510,197,130	45,869,897	2,704,977	553,362,050	351,195,243	303,196,443	
Vehicles	8,127,758	568,000	-	8,695,758	2,121,740	1,373,019	-	3,494,759	5,200,999	6,006,018	
Office Equipments	5,359,294	488,207	-	5,847,501	3,863,403	554,948	-	4,418,351	1,429,150	1,495,891	
Furniture & Fixtures	1,649,990	1,842,120	-	3,492,110	1,006,570	107,827	-	1,114,397	2,377,713	643,420	
TOTAL	1,374,206,064	125,401,210	3,653,667	1,495,953,607	614,591,846	54,953,732	2,704,977	666,840,601	829,113,006	759,614,218	
Capital Work-in Progress	-	26,154,023	26,154,023	-	-	-	-	-	-	-	
TOTAL	1,374,206,064	151,555,233	29,807,690	1,495,953,607	614,591,846	54,953,732	2,704,977	666,840,601	829,113,006	759,614,218	
Previous Year :-	1,354,883,673	25,112,796	5,790,405	1,374,206,064	564,187,574	51,025,162	620,890	614,591,846	759,614,218	-	

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019			(In Rs.)	(In Rs.)
Particulars			As at 31st March 2019	As at 31st March 2018
10. NON-CURRENT INVESTMENTS				
Non Trade Investment Unquoted				
Number	Face value per unit	Name of the Company		
10,000 (10000)	Rs 10	AKK Mercantile Pvt. Ltd. (Fully paid Equity Shares)	100,000	100,000
			100,000	100,000
11. LONG TERM LOANS & ADVANCES				
Capital Advance			1,000,000	-
			1,000,000	-
CURRENT ASSETS				
12. INVENTORIES (As certified by Management)				
Raw Materials			351,549,816	283,030,625
Work-in-progress			109,977,095	70,106,115
Finished Goods			304,065,709	173,764,777
Stores & Spares			14,353,578	15,025,204
			779,946,198	541,926,721
13. TRADE RECEIVABLES				
Unsecured (Considered Good)				
More than Six Months from the date they are due for Payment.			126,812	129,573
Others			223,277,390	165,505,030
			223,404,202	165,634,603
14. CASH AND BANK BALANCE				
CASH & CASH EQUIVALENTS				
In Current Accounts with Schedule Bank			1,207,509	752,248
Cash in hand			378,851	1,152,821
OTHER BANK BALANCES				
Fixed Deposit with Bank (Maturity less than 12 months)			5,871,214	3,664,261
			7,457,574	5,569,330
15. SHORT TERM LOANS AND ADVANCES				
(Unsecured, Considered good)				
Advances Recoverable in cash or kind or for value to be received				
Advances to Employees			6,314,994	8,822,405
Advances to Suppliers			6,178,548	7,061,806
Advances to Others			5,493,193	14,709,494
Deposits			4,027,112	4,027,112
Deposits/Balances with statutory authorities			1,261,935	15,212,047
Advance Income Tax (Including Tax deducted at source)			22,353,372	12,437,325
			45,629,154	62,270,189
16. OTHER CURRENT ASSETS				
Due from Government authorities			14,133,866	10,114,944
Prepaid Expenses			2,624,204	8,777,539
Interest Receivable on Fixed Deposit			81,381	24,089
			16,839,451	18,916,572

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019		(In Rs.)	(In Rs.)
Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018	
17. REVENUE FROM OPERATIONS			
Sales of Jute Goods	2,341,210,644	2,098,240,571	
Sale of Import License	7,209,236	10,420,591	
Duty Drawback on Export	1,138,976	6,384,577	
Profit on Sale of Jute Machinery (Traded)	-	892,627	
Revenue from operations (Net)	2,349,558,856	2,115,938,366	
18. OTHER INCOME			
Interest Income	352,675	256,482	
Miscellaneous Income	-	33,155	
Profit on sale of Fixed Assets	73,941	-	
Exchange Rate Fluctuation	966,909	7,116,553	
Interest on Income Tax Refund	1,186,605	-	
	2,580,130	7,406,190	
19. COST OF MATERIALS CONSUMED			
Opening stock	283,030,625	220,958,122	
Add :- Purchases	1,609,165,105	1,294,914,135	
Less : Sale of Raw Jute	27,342,735	58,800,675	
Less : Closing Stock (Refer Note No.12)	351,549,816	283,030,625	
	1,513,303,179	1,174,040,957	
20. CHANGES IN INVENTORIES OF FINISHED GOODS WORK-IN-PROGRESS AND STOCK-IN-TRADE			
Closing Stock in Progress	109,977,095	70,106,115	
Closing Stock - Finished Goods	304,065,709	173,764,777	
	414,042,804	243,870,892	
Opening Stock in Progress	70,106,115	73,652,090	
Opening Stock - Finished Goods	173,764,777	168,902,137	
	243,870,892	242,554,227	
(Increase)/ Decrease in Stocks	(170,171,912)	(1,316,665)	
21. EMPLOYEE BENEFITS EXPENSES			
Salaries,Wages, Allowances & Bonus	448,934,731	426,404,078	
Contribution to Provident & Other fund	42,730,495	42,751,990	
Staff Welfare Expenses	4,261,510	1,362,941	
Director Remuneration	342,000	342,000	
	496,268,736	470,861,009	

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019		
	(In Rs.)	(In Rs.)
Particulars	For the year ended 31st March 2019	For the year ended 31st March 2018
22. FINANCE COST		
Interest Expenses	53,689,458	52,587,421
	53,689,458	52,587,421
23. OTHER EXPENSES		
Stores & Spares consumed	100,638,875	100,887,076
Power & Fuel	123,284,591	113,982,339
Freight on Govt. Supplies	73,144,637	42,450,889
Repairs to Building	1,762,162	5,628,551
Repairs to Machinery	1,909,433	943,111
Insurance Premium	16,699,467	21,324,050
Bank Charges	4,027,460	4,331,726
Rates & Taxes	1,786,016	2,009,059
Brokerage & Commission	11,987,210	9,457,628
Payment to Auditors		
As Auditor		
Statutory Audit	305,000	230,000
Tax Audit	100,000	100,000
Miscellaneous Expenses	46,692,624	43,370,827
	382,337,475	344,715,256

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019

Additional Notes in relation to Financial Statements

24. Contingent Liability not provided in respect of
- Bank Guarantee given by the Company's Bankers amounting to Rs.2,78,30,000/-(Previous year 2,78,30,000/-),
 - Claim not acknowledged by the Company for sales tax demand for various financial year under appeal Rs.6,77,20,000/- (P.Y Rs. 5,17,03,423/-).
 - The Company paid Rs 4,54,935/- for liability of Rs.4,54,935/-(P.Y Rs. 4,10,574) against Payment of Gratuity Act 1972,matter is pending under appeal with the appellate Authority.
 - The Company paid an Advance of Rs 7,82,000/- against the demand raised by E.S.I.C of Rs.38,45,609/- for which the Company made an appeal .
25. Liability of Gratuity has been determined on the basis of Actuarial valuation as per revised AS - 15 as on 31.03.2019 Rs. 14,92,76,150/- (P.Y. RS. 14,89,82,304/ -). The same will be accounted for as and when paid.
26. Auditors Remuneration consists of:

(Excluding G.S.T.)

Particulars	Year 2018-19	Year 2017-18
Audit Fees	3,05,000	2,30,000
Tax Audit Fees	1,00,000	1,00,000

- 27.(a) In the opinion of the Management, all the assets other than Fixed Assets and Non-Current Investments have a value on realization in the ordinary course of business, at least equal to the amount at which they are stated in the Balance Sheet. Provision for depreciation and all known liabilities is adequate and not in excess of what is required.
- (b) The Company is yet to receive balance confirmations in respect of certain trade payables, other payables, trade receivables, other receivables and advances. The Management does not expect any material difference affecting the current year's financial statements due to the same.
28. A Sum of Rs.21,78,215/- is payable to Micro & Small Enterprises which are outstanding for more than 45 days during the year ended and also as on 31st March, 2019. This information as required to be disclosed under the Micro and Small Enterprises Development Act' 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.
29. As required under Accounting Standards-28, the carrying amount of asset does not exceed its recoverable amount. Hence loss on account of impairment is not recognized.

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019

30) SEGMENT REPORTING

separate reportable segment as defined under Accounting Standard- Accountants of India on Segment Reporting.

31. RELATED PARTY DISCLOSURE :

Name of the Related Parties and relationship with them:

Relationship	Name of the Related Party	Nature of Transactions	Transaction during the year	Balance Outstanding as on 31/3/2019 (Rs.)
Company Having Significant Influence	Bally Jute Mills Employee's Provident Fund Trust	P.F.Loan	(Rs. 19,298/-) (P.Y (1,21,230/-))	Rs.33,03,932/- (P.Y. 33,23,230/-)
Key Managerial Personnel	Mr. J.K.Kapila (Manager cum Director)	Remuneration	Rs.3,42,000/- (P.Y. 3,42,000)	-
Key Managerial Personnel	Mr.M.R.Yagnik (President)	Remuneration	Rs. 19,19,000/- (P.Y.18,93,333)	-
Control by Shareholder	Ambica Capital Markets Limited	Loan Taken	Rs. 3,27,00,000/- (P.Y.25,00,000)	Rs. 4,46,00,000/- (P.Y Rs. NIL)

32. EARNING PER SHARE

Earnings per Share is calculated by dividing the Profit after Tax, attributable to the Equity Share holders by the weighted average number of Equity Shares Outstanding during the year as below.

Particulars	31.03.2019	31.03.2018
Nominal Value per share (RS.)	10	10
Profit after Taxation (RS.)	1,55,95,781	1,47,42,811
Weighted average no. of shares		
- For Basic E.P.S	1,29,07,659	1,29,07,659
- For Diluted E.P.S	1,29,07,659	1,29,07,659
Basic Earning per share (RS.)	1.21	1.14
Diluted Earning per Share (RS.)	1.21	1.14

33 . DEFERRED TAXATION

In view of Accounting Standards 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India Deferred tax Assets for the year amounting to Rs.33,38,971/- (P.Y 48,75,976) has been recognized in the Statement of Profit & Loss .

The deferred Tax Assets & Liabilities comprise of tax effect of following timing differences

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019

Particulars	2018-19 (Rs)	2017-18 (Rs)
Depreciation as per Income Tax Act	4,29,51,680	3,62,77,631
Depreciation as per co's Act	5,49,53,732	5,10,25,162
Differential depreciation	1,20,02,052	1,47,47,531
Deferred Tax Assets @ 27.82%	33,38,971	48,75,976
Opening Balance of Deferred Tax Liability	1,80,59,131	2,29,35,107
Less: Deferred Tax Assets	33,38,971	48,75,976
Closing Balance of Deferred Tax Liability	1,47,20,160	1,80,59,131

34. QUANTATIVE DETAIL

Sl. No	Particulars	Value (RS.) 2018-19	%	Value (RS.) 2017-18	%
i.	Value of Imported and Indigenous Raw Material & Stores (including Components & Spare Parts) consumed				
	Raw Material :				
	Imported	6,71,99,536	4.89%	18,79,93,605	15.25%
	Indigenous	137,41,98,513	95.10%	104,48,48,027	84.75%
	TOTAL	144,13,98,048	100%	123,28,41,632	100%
	Stores:				
	Imported	-	-	-	-
	Indigenous	10,06,38,875	100%	10,08,82,880	100%
	TOTAL	10,06,38,875	100%	10,08,82,880	100%
ii	Earning in Foreign Currency				
	Export of goods calculated on F.O.B. Basis	7,85,49,676	-	11,34,78,402	-
iii	Expenditure in Foreign Currency				
	Import of Raw Jute	6,71,99,536	-	18,79,93,605	-
	Travelling Expenses	54,63,448	-	36,51,847	-

Bally Jute Company Limited

Notes to the Financial Statement as at 31st March, 2019

35. Interest Expense amounting to Rs. 5,36,89,458 (P.Y. Rs. 5,25,87,421) net of Interest received From Excise Authority amounting to Rs. 24,98,512/-(P.Y. NIL).
36. Figures are rounded off to the nearest Rupee.
37. Previous year figures have been rearranged and regrouped wherever consider necessary to conform to this year's classification

For J.B.S & Company
Chartered Accountants
FRN : 323734E
CA Gouranga Paul
M No. 063711
(Partner)

FOR & ON BEHALF OF BOARD

Place :Kolkata
Dated: 24.06.2019

(Sanjay Kumar Agarwal)
General Manager (F&A) &
Secretary

(Satyananda Sahoo)
Chief Financial
Officer

J.K.Kapila
DIRECTOR /
MANAGER
DIN - 00320521

M.Kumar
DIRECTOR
DIN - 00492308

Bally Jute Company Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2019		
(Amount in Rs.)		
Particulars	For the year ended 31.03.2019	For the year ended 31.03.2018
A. CASH FLOWS FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX & EXTRAORDINARY ITEMS.	21,758,318	22,260,601
Adjustments For:		
Depreciation & Amortisation Expenses	54,953,732	50,404,272
Loss on Sale of Fixed Assets	247,631	504,870
Interest Income	(352,675)	(229,717)
Interest & Finance Charges	130,296,464	52,587,421
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	130,296,464	125,527,447
Adjustments For:		
(Increase)/Decrease in Trade & Other Receivables	(40,051,443)	43,645,482
(Increase)/Decrease in Inventories	(238,019,477)	(61,322,284)
Increase/(Decrease) in Trade Payables	208,615,615	12,040,326
CASH GENERATED FORM OPERATIONS	60,841,159	119,890,971
Direct taxes paid	(9,501,508)	(12,393,766)
CASH FLOW BEFORE EXTRA ORDINARY ITEMS	5,13,39,651	107,497,205
EXTRA ORDINARY ITEMS	-	-
NET CASH FLOW OPERATING ACTIVITIES AFTER EXCEPTIONAL ITEMS (A)	51,339,651	107,497,205
B. CASH FLOW FROM INVESTING ACTIVITIES		
Expenditure on Property, Plant and Equipment.	(125,401,210)	(25,112,796)
Proceeds from Sale of Property, Plant and Equipment.	948,690	5,285,535
Loss on Sale of Fixed Assets	(247,631)	-
Interest received	352,675	229,717
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	(124,347,476)	(19,597,544)
C. CASHFLOW FROM FINANCING ACTIVITIES		
Repayment & Proceeds from borrowings	128,585,527	(35,000,000)
Payment of Interest & Finance Charges	(53,689,458)	(52,587,421)
NET CASH FROM FINANCING ACTIVITIES (C)	74,896,069	(87,587,421)
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	18,88,244	312,240
Cash and Cash Equivalents as at the commencement of the year	5,569,330	5,257,090
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR	7,457,574	5,569,330
<p>Significant Accounting Policies and accompanying note are integral part of these Financial Statements 1-37 Figure in brackets represent outflows. As Per Our Report of this Date Annexed.</p>		
<p>For J.B.S & Company Chartered Accountants FRN : 323734E CA Gouranga Paul M No. 063711 (Partner)</p>	<p>(Sanjay Kumar Agarwal) General Manager (F&A) & Secretary</p>	<p>(Satyananda Sahoo) Chief Financial Officer</p>
<p>Place :Kolkata Dated: 24.06.2019</p>	<p>FOR & ON BEHALF OF BOARD</p> <p>J.K.Kapila DIRECTOR / MANAGER DIN - 00320521</p> <p>M.Kumar DIRECTOR DIN - 00492308</p>	

Bally Jute Company Limited

***Annual Reports
With
Accounts***

2018-19