

J. B. S. & Company

Phone : 2282 - 6809

CHARTERED ACCOUNTANTS

60, BENTINCK STREET, 4TH FLOOR
KOLKATA - 700 069

INDEPENDENT AUDITOR'S REPORT

To

THE MEMBERS OF

BALLY JUTE COMPANY LIMITED

Report on the 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 2021, the statement of Profit and Loss, and the statement of Cash Flow and notes to the financial statements, for the year ended 31st March 2021, 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, *except for the possible effect of matter described in the basis for qualified opinion section of our report*, 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, 2021, 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)(b) 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. 24
- b) Attention is invited to Note No. 28 of the financial Statements regarding preparation of accounts as per Accounting Standard (AS) issued by ICAI instead of Ind AS in view of company made applications for delisting of shares to Stock Exchange. The impact of the same on the reported financials remains unascertained.



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.

Emphasis of Matter

We draw your attention to **Note No. 36** to the financial statements which explain the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definite assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.

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.

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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) 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 to be 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.23* 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.

For J.B.S & Company
Chartered Accountants
Firm Registration No.: 323734E



[Signature]

C.A. Sudhanshu Sen
Partner
Membership No.: 306354

Place: Kolkata
Date: 15.06.2021
UDIN: 21306354AAAFZ3451

"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, 2021, 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 have been physically verified by the management 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 inventories of the company have been physically verified by the management at reasonable interval. In our opinion, the procedures of physical verification of inventories followed by the management are reasonable in relation to the size of the company and nature of its business. The discrepancies noticed on such physical verification of inventories as compare to book records were not material.
- (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, 2021 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanations given to us 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 Duty on account of dispute; **except the following :-**

(a) *In respect of CST for the Financial Year 2014-15 and 2015-16 amounting to Rs.1,25,87,000/-*

(b) *In respect of WB VAT for the Financial Year 2005-06 amounting to Rs. 1,56,84,000/-*

(c) *In respect of ESIC for the Financial Year 2009-10 amounting to Rs. 38,45,609/-.*

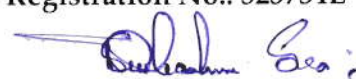
- (viii) Based on our Audit procedure and on the information and explanation given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to any Financial Institution and Banks. The Company has not issued any debentures.
- (ix) The Company did not raise any money 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/ provided for management remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act, 2013.
- (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 J.B.S & Company
Chartered Accountants
Firm Registration No.: 323734E



C.A. Sudhanshu Sen
Partner
Membership No.: 306354

Place: Kolkata

Date: 15.06.2021

UDIN: 21306354AAAAFZ3451

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 the internal financial controls over financial reporting of **M/sBALLY JUTE COMPANY LIMITED** ("the Company") as of 31st March, 2021 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 the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' 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 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 require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



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

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 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 controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, 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.



For J.B.S & Company
Chartered Accountants
Firm Registration No.: 323734E

A handwritten signature in blue ink, appearing to read "Sudhanshu Sen".

C.A. Sudhanshu Sen
Partner
Membership No.: 306354

Place: Kolkata

Date: 15.06.2021

UDIN: 21306354AAAFZ3451

BALLY JUTE COMPANY LIMITED
BALANCE SHEET AS AT 31ST MARCH 2021

(In Rs)

Particulars	Note No	As at 31st March 2021		As at 31st March 2020	
I. EQUITY AND LIABILITIES					
(1) Shareholders' Funds					
(a) Share Capital	2	129,076,590		129,076,590	
(b) Reserves & Surplus	3	858,200,579	987,277,169	822,524,938	951,601,528
(2) Non-Current Liabilities					
(a) Long-Term Borrowings	4	319,751,333		216,444,000	
(b) Deferred Tax Liabilities (Net)		23,338,613	343,089,946	19,220,997	235,664,997
(3) Current Liabilities					
(a) Short-Term Borrowings	5	593,554,804		558,508,547	
(b) Trade Payables	6	157,353,346		88,073,229	
(c) Other Current Liabilities	7	130,000,260		113,688,081	
(d) Short-Term Provisions	8	17,436,988	898,345,398	31,125,979	791,395,836
Total			2,228,712,513		1,978,662,361
II. ASSETS					
(1) Non-Current Assets					
(a) Property Plant & Equipment	9				
(i) Tangible Assets		936,667,237		919,800,042	
(b) Non-Current Investments	10	100,000	936,767,237	100,000	919,900,042
(2) Current Assets					
(a) Inventories	11	985,600,367		730,354,956	
(b) Trade Receivables	12	201,746,598		230,552,530	
(c) Cash & Cash Equivalents	13	19,447,972		17,442,594	
(d) Short-Term Loans and Advances	14	43,600,632		26,067,700	
(e) Other Current Assets	15	41,549,707	1,291,945,276	54,344,539	1,058,762,319
Total			2,228,712,513		1,978,662,361

Significant Accounting Policies and accompanying note are integral part of these Financial Statements 1-39

As per our Report of this date annexed

For J.B.S & Company

Chartered Accountants

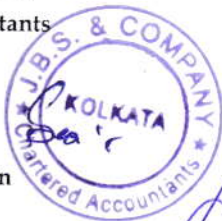
FRN : 323734E

CA Sudhanshu Sen
M No. 306354

Partner

Place : Kolkata

Dated: 15.06.2021



(S.P. Purohit)
Manager

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

FOR & ON BEHALF OF BOARD OF DIRECTOR

(Satyananda Sahoo)
Chief Financial
Officer

(Shyam Sunder Singh)
DIRECTOR

DIN - 06729238 DIN - 06763614

BALLY JUTE COMPANY LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

(In Rs.)

Particulars	Note No	For the year ended 31st March, 2021	For the year ended 31st March 2020
INCOME :			
I Revenue from Operations	16	2,275,317,593	2,849,350,150
Less : Cess Duty		-	-
Net Revenue from Operations		2,275,317,593	2,849,350,150
II Other Income	17	1,008,252	4,817,878
III TOTAL REVENUE (I+II)		2,276,325,845	2,854,168,028
EXPENSES			
Cost of materials consumed	18	1,506,553,877	1,683,789,535
Purchase of Stock-in-trade		37,469,303	-
Change in inventories of finished goods, work-in-progress and Stock-in-Trade	19	(296,280,503)	(13,539,745)
Employee benefits expenses	20	540,631,330	641,594,530
Finance costs	21	71,198,784	73,482,881
Depreciation and amortisation expenses	9	40,517,908	37,382,602
Other expenses	22	328,137,501	376,718,274
TOTAL EXPENSES		2,228,228,200	2,799,428,077
V Profit/(Loss) Before exceptional and extraordinary items and tax (III - IV)		48,097,645	54,739,951
VI Exceptional Items		-	-
VII Profit/(Loss) Before extraordinary items and tax (V - VI)		48,097,645	54,739,951
VIII Extraordinary Items		-	-
IX Profit/(Loss) before Tax (VII - VIII)		48,097,645	54,739,951
X Tax Expense :			
(1) - Current Tax		8,154,695	9,282,596
(2) - Deferred Tax		4,117,616	4,500,837
(3) - I.Tax for Earlier Year's		149,693	-
XI Profit/(Loss) for the period from continuing operations (IX - X)		12,422,004	13,783,433
XII Profit/(loss) from discontinuing operations		35,675,641	40,956,518
XIII Profit for the period (XI + XII)		35,675,641	40,956,518
Earning per Equity Share (Face Value Rs.10/- each)			
(1) Basic		2.76	3.17
(2) Diluted		2.76	3.17

Significant Accounting Policies and accompanying note are integral part of these Financial Statements 1-39

As per our Report of this date annexed

For J.B.S & Company

Chartered Accountants

FRN : 323734E

CA Sudhanshu Sen

M No. 306354

Partner

Place : Kolkata

Dated: 15-06-2021



(S.P. Purohit)
Manager

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

FOR & ON BEHALF OF BOARD OF DIRECTOR

(Satyananda Sahoo)
Chief Financial
Officer
DIN - 06729238

(Sudhanshu Sen)
DIRECTOR
DIN - 06763614

BALLY JUTE COMPANY LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

(Amount in Rs.)

Particulars	For the year ended 31.03.2021	For the year ended 31.03.2020
A. CASH FLOWS FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX & EXTRAORDINARY ITEMS.	48,097,645	54,739,951
Adjustments For:		
Depreciation & Amortisation Expenses	40,517,908	37,382,602
Loss on Sale of Fixed Assets	-	25,750
Interest Income	872,252	(323,446)
Interest & Finance Charges	71,198,784	73,482,881
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	160,686,589	165,307,738
Adjustments For:		
(Increase)/Decrease in Trade & Other Receivables	24,067,832	(25,091,962)
(Increase)/Decrease in Inventories	(255,245,411)	49,591,242
Increase/(Decrease) in Trade Payables	106,949,562	105,356,948
CASH GENERATED FROM OPERATIONS	36,458,572	295,163,966
Direct taxes paid	(8,304,388)	(9,282,596)
CASH FLOW BEFORE EXTRA ORDINARY ITEMS	28,154,184	285,881,370
EXTRA ORDINARY ITEMS	-	-
NET CASH FLOW OPERATING ACTIVITIES AFTER EXCEPTIONAL ITEMS (A)	28,154,184	285,881,370
B. CASH FLOW FROM INVESTING ACTIVITIES		
Expenditure on Property, Plant and Equipment.	(57,385,103)	(127,245,388)
Proceeds from Sale of Property, Plant and Equipment.	-	175,750
Loss on Sale of Fixed Assets	-	(25,750)
Interest received	(872,252)	323,446
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	(58,257,355)	(126,771,942)
C. CASHFLOW FROM FINANCING ACTIVITIES		
Repayment & Proceeds from borrowings	103,307,333	(75,641,527)
Payment of Interest & Finance Charges	(71,198,784)	(73,482,881)
NET CASH FROM FINANCING ACTIVITIES (C)	32,108,549	(149,124,408)
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	2,005,378	9,985,020
Cash and Cash Equivalents as at the commencement of the year	17,442,594	7,457,574
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR	19,447,972	17,442,594

Significant Accounting Policies and accompanying note are integral part of these Financial Statements 1-39

Figure in brackets represent outflows.

As Per Our Report of this Date Annexed.

For J.B.S & Company
Chartered Accountants.

FRN : 322734E

CA Sudhanshu Sen (S.P. Purohit)

M No. 306354
Partner
Place : Kolkata

(S.K. Agarwal) (S.N. Sahoo)

G. M. (F&A) & Secretary

C.F.O.

FOR & ON BEHALF OF BOARD OF DIRECTOR

DIRECTOR DIRECTOR
DIN - 06729238 DIN - 06763614

BALLY JUTE COMPANY LIMITED

Notes to the Financial Statement as at 31st March, 2021

(In Rs.)

Particulars	As at 31st March 2021	As at 31st March 2020
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 2021		As at 31st March, 2020	
	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) Terms/Rights attached to Shares

- (i) 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 31/03/2021		As on 31/03/2020	
	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 2020	Additions/ Created during the year	Deductions during the year	As at 31st March 2021
Capital Reserves	17,076,393	-	-	17,076,393
	(17,076,393)	-	-	(17,076,393)
Securities Premium	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.	153,493,541	35,675,641	-	189,169,182
	(112,537,023)	(40,956,518)	-	(153,493,541)
Total	822,524,938	35,675,641	-	858,200,579
Previous Year : 2019-20	(781,568,420)	(40,956,518)	-	(822,524,938)

Figures in brackets reflects the figures of Last Financial Year



BALLY JUTE COMPANY LIMITED

Notes to the Financial Statement as at 31st March, 2021

(In Rs.)

(In Rs.)		
Particulars	As at 31st March, 2021	As at 31st March, 2020
NON-CURRENT LIABILITIES		
4. LONG-TERM BORROWINGS		
Secured Loan		
a) Canara Bank Term Loan		
i) 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.	8,244,000	12,744,000
LESS:		
Repayable within next 12 months disclosed under "Other Current Liabilities" (Refer Note No.5)	4,500,000	4,500,000
	3,744,000	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.	45,400,000	60,400,000
LESS:		
Repayable within next 12 months disclosed under "Other Current Liabilities" (Refer Note No.5)	15,000,000	15,000,000
	30,400,000	45,400,000
iii) Covid-19 Loan - Canara Bank (I)		
Sanctioned and disbursed Rs.5.20 crores on 14.05.20 repayable in 18 monthly instalment of Rs.29 lacs each.	40,400,000	-
LESS:		
Repayable within next 12 months disclosed under "Other Current Liabilities" (Refer note no. 5)	34,800,000	-
	5,600,000	-
iv) Covid-19 Loan - Canara Bank (II)	101,800,000	-
Sanctioned and disbursed Rs.10.18 crores on 15.02.21 repayable in 48 installment after 12 months moratorium from the date of 1st disbursement.		
LESS:		
Repayable within next 12 months disclosed under "Other Current Liabilities" (Refer note no. 5)	4,241,667	-
	97,558,333	-
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.		
Loan from LIC (Secured against the Key Man Policy of Key Managerial Personnel)	120,849,000	101,200,000
	258,151,333	154,844,000
Unsecured Loan		
Loan from Related Parties	44,900,000	44,900,000
Loan from Other Parties	16,700,000	16,700,000
	319,751,333	216,444,000



BALLY JUTE COMPANY LIMITED

Notes to the Financial Statement as at 31st March, 2021

(In Rs.)

Particulars	As at 31st March, 2021	As at 31st March, 2020
CURRENT LIABILITIES		
5.SHORT TERM BORROWINGS		
Secured Loans		
Working Capital facility from Scheduled Bank (Canara Bank)	507,513,137	529,008,547
(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		
(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.		
Current Maturities of Long-term Debt - Canara Bank (Refer Note No.4)	58,541,667	19,500,000
Unsecured Loan		
Loan from Related Parties	1,200,000	-
Loan from Other Parties	26,300,000	10,000,000
	593,554,804	558,508,547
6. TRADE PAYABLE		
Dues to Micro & Small Enterprise (Refer Note No.27)	600,114	859,111
Others	156,753,232	87,214,118
	157,353,346	88,073,229
7. OTHER CURRENT LIABILITIES		
Interest Accrued and due on Borrowings	11,837,653	14,577,932
Statutory Dues	6,875,921	9,193,225
Liabilities for Expenses	74,601,343	65,744,866
Advance from Customer	36,685,343	24,172,058
	130,000,260	113,688,081
8. SHORT-TERM PROVISIONS		
Income Tax	17,436,988	31,125,979
	17,436,988	31,125,979



BALLY JUTE COMPANY LIMITED										
Notes to the Financial Statement as at 31st March, 2021										
9. PROPERTY PLANT & EQUIPMENT -TANGIBLE										
Description	GROSS BLOCK-COST/BOOK VALUE				DEPRECIATION/AMORTISATION				NET BLOCK	
	Total as at 1st April 2020	Additions/ adjustment during the year	Deductions/ adjustments during the year	Total as at 31st March 2021	Total as at 1st April 2020	Provided during the year	Deductions/ adjustments during the year	Total as at 31st March 2021	As at 31st March 2021	As at 31st March 2020
Land - Freehold	349,960,510	-	-	349,960,510	-	-	-	-	349,960,510	349,960,510
Buildings	205,701,378	16,557,010	-	222,258,388	79,190,301	6,655,767	-	85,846,068	136,412,320	126,511,077
Computer	38,115,288	2,199,459	-	40,314,747	33,478,228	2,079,197	-	35,557,425	4,757,322	4,637,060
Plant & Machinery	1,010,180,132	29,802,530	-	1,039,982,662	580,356,268	29,551,846	-	609,908,114	430,074,548	429,823,864
Vehicles	8,737,404	7,168,634	-	15,906,038	4,615,279	1,243,534	-	5,858,813	10,047,225	4,122,125
Office Equipments	7,551,766	496,460	-	8,048,226	5,062,510	668,458	-	5,730,968	2,317,258	2,489,256
Furniture & Fixtures	3,637,517	1,161,010	-	4,798,527	1,381,367	319,106	-	1,700,473	3,098,054	2,256,150
TOTAL	1,623,883,995	57,385,103	-	1,681,269,098	704,083,953	40,517,908	-	744,601,861	936,667,237	919,800,042
Capital Work-in Progress	-	-	-	-	-	-	-	-	-	-
TOTAL	1,623,883,995	57,385,103	-	1,681,269,098	704,083,953	40,517,908	-	744,601,861	936,667,237	919,800,042
Previous Year :-	1,495,953,607	128,245,388	315,000	1,623,883,995	666,840,601	37,382,602	139,250	704,083,953	919,800,042	

(In Rs.)



BALLY JUTE COMPANY LIMITED

Notes to the Financial Statement as at 31st March, 2021

(In Rs.)

(In Rs.)

Particulars			As at 31st March 2021	As at 31st March 2020
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
Figures in brackets reflects the figures of Last Financial Year			100,000	100,000
CURRENT ASSETS				
11. INVENTORIES (As taken, valued and certified by the Management)				
Raw Materials (Cost or Market Price whichever is lower)			244,370,121	284,748,269
Work-in-progress (At Estimated Cost)			169,554,273	97,984,996
Finished Goods (At Cost or Net realizable value whichever is lower)			554,308,779	329,597,553
Stores & Spares (At Weighted Average Cost)			17,367,194	18,024,138
			985,600,367	730,354,956
12. TRADE RECEIVABLES				
Unsecured (Considered Good)				
More than Six Months from the date they are due for Payment.			30,613,108	5,422,731
Others			171,133,490	225,129,799
			201,746,598	230,552,530
13. CASH & CASH EQUIVALENTS				
In Current Accounts with Schedule Bank			784,801	826,950
Cash in hand			1,532,368	2,170,207
OTHER BANK BALANCES				
Fixed Deposit with Bank (Maturity less than 12 months)			17,130,803	14,445,437
			19,447,972	17,442,594
14. SHORT TERM LOANS AND ADVANCES				
(Unsecured, Considered good)				
Advances Recoverable in cash or kind or for value to be received				
Advances to Employees			7,113,562	5,644,512
Advances to Suppliers			11,010,914	5,381,361
Advances to Others			17,252,400	6,314,715
Deposits			8,223,756	8,727,112
			43,600,632	26,067,700
15. OTHER CURRENT ASSETS				
Deposits/Balances with statutory authorities			1,236,935	1,236,935
Advance Income Tax (Including Tax deducted at source)			17,073,890	31,603,547
Balance with Government authorities			16,457,475	14,944,761
Prepaid Expenses			6,484,679	6,485,136
Interest Receivable on Fixed Deposit			296,728	74,160
			41,549,707	54,344,539



BALLY JUTE COMPANY LIMITED

Notes to the Financial Statement for the year ended 31st March, 2021

(In Rs.)

(In Rs.)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
16. REVENUE FROM OPERATIONS		
Sales of Jute Goods		
i.) Domestic	2,178,014,019	2,778,349,120
ii.) Export	95,172,476	64,415,105
Sale of Import Licence	893,962	5,619,698
Duty Drawback on Export	1,237,136	966,227
Revenue from operations (Net)	2,275,317,593	2,849,350,150
17. OTHER INCOME		
Interest Income	872,252	323,446
Exchange Rate Fluctuation	-	4,494,432
Rent Income	136,000	-
	1,008,252	4,817,878
18. COST OF MATERIALS CONSUMED		
Opening stock	284,748,269	351,549,816
Add :- Purchases	1,473,005,711	1,654,504,761
Less : Insurance Claim Received	3,225,462	
Less : Sale of Raw Jute	3,604,520	37,516,773
Less : Closing Stock (Refer Note No.11)	244,370,121	284,748,269
	1,506,553,877	1,683,789,535
19. CHANGES IN INVENTORIES OF FINISHED GOODS WORK-IN-PROGRESS AND STOCK-IN-TRADE		
Closing Stock in Progress	169,554,273	97,984,996
Closing Stock - Finished Goods	554,308,779	329,597,553
	723,863,052	427,582,549
Opening Stock in Progress	97,984,996	109,977,095
Opening Stock - Finished Goods	329,597,553	304,065,709
	427,582,549	414,042,804
(Increase)/ Decrease in Stocks	(296,280,503)	(13,539,745)
20. EMPLOYEE BENEFITS EXPENSES		
Salaries,Wages, Allowances & Bonus	495,887,408	586,548,619
Contribution to Provident & Other fund	36,783,913	45,050,352
Staff Welfare Expenses	7,817,509	9,653,559
Director Remuneration	142,500	342,000
	540,631,330	641,594,530



BALLY JUTE COMPANY LIMITED

Notes to the Financial Statement for the year ended 31st March, 2021

(In Rs.)

(In Rs.)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
21. FINANCE COST		
Interest Expenses	71,198,784	73,482,881
	71,198,784	73,482,881
22. OTHER EXPENSES		
Stores & Spares consumed	102,442,500	82,242,977
Power & Fuel	104,569,232	127,131,783
Freight on Govt. Supplies	38,565,387	77,951,534
Repairs to Building	4,699,343	2,464,883
Repairs to Machinery	1,324,690	1,946,644
Insurance Premium	17,328,384	20,619,079
Bank Charges	4,114,916	4,479,209
Rates & Taxes	2,710,443	1,059,554
Brokerage & Commission	8,523,726	7,458,222
CSR Expenses	663,916	-
Payment to Auditors		
As Auditor		
Statutory Audit	330,000	305,000
Tax Audit	100,000	100,000
Miscellaneous Expenses	42,764,964	50,959,389
	328,137,501	376,718,274



Bally Jute Company Limited
Notes to Financial Statements for the year ended 31st March, 2021.

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 is 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 a Property, Plant &



Bally Jute Company Limited
Notes to Financial Statements for the year ended 31st March, 2021.

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.

V. Inventories :

Inventory of the Company have been valued as follows:

- | | | | |
|----|------------------|---|---|
| a) | Raw Material | : | At Cost or Market Price whichever is lower. |
| b) | Work In Progress | : | At estimated Cost. |
| c) | Stores & Spares | : | At Weighted Average Cost. |
| d) | Finished Goods | : | At Lower of Cost or Net realizable 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.



Bally Jute Company Limited
Notes to Financial Statements for the year ended 31st March, 2021.

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.

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.



Bally Jute Company Limited
Notes to Financial Statements for the year ended 31st March, 2021.

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 Financial Statements for the year ended 31st March, 2021.

Additional Notes in relation to Financial Statements

23. Contingent Liability not provided in respect of

- i. Bank Guarantee given by the Company's Bankers amounting to Rs. 3,63,91,049/- (Previous year Rs. 3,55,50,000/-),
- ii. Claim not acknowledged by the Company for sales tax demand for various financial year under appeal Rs. 2,89,39,000/- (P.Y Rs. 5,06,65,000/-).
- iii. The Company paid Rs 4,54,935/- for liability of Rs.4,54,935/- (P.Y Rs. 4,54,935) against Payment of Gratuity Act 1972, matter is pending under appeal with the appellate Authority.
- iv. The Company paid an Advance of Rs 7,82,000/- (P.Y. Rs. 7,82,000/-) against the demand raised by E.S.I.C of Rs.38,45,609/- (P.Y. Rs. 38,45,609/-) for which the Company made an appeal.

24. Liability of Gratuity has been determined on the basis of Actuarial valuation as per revised AS-15 as on 31.03.2021 Rs.15,28,59,226/- (P.Y. Rs. 15,19,71,589/-). The same will be accounted for as and when paid.

25. Auditors Remuneration consists of:

(Excluding G.S.T.)

Particulars	Year 2020-21	Year 2019-20
Audit Fees	3,30,000	3,05,000
Tax Audit Fees	1,00,000	1,00,000

- 26.(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.



Bally Jute Company Limited
Notes to Financial Statements for the year ended 31st March, 2021.

27). A Sum of Rs. 6,00,114/- is payable to Micro & Small Enterprises which are outstanding as on 31st March, 2021. 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.

28) The Company has decided voluntary delisting of equity shares of the company from Calcutta Stock Exchange Ltd., as per the resolution passed in the Board Meeting held on 13th March, 2020. Accordingly, the company has already applied for its delisting under the SEBI (Delisting of Equity Shares) Regulations 2009 on 6th August, 2020. Necessary approval is pending to be received from SEBI. Since the company is under process of delisting hence financial statement has not been prepared as per the requirement of Ind-AS. The impact of the same on the reported financials remains unascertained.

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.

30) SEGMENT REPORTING

The entire operation of the Company relates to only one segment i.e. Jute Goods. As such there is no separate reportable segment as defined under Accounting Standard-17 issued by the Institute of Chartered 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 31/3/2021 (Rs.)
Company Having Significant Influence	Bally Jute Mills Employee's Provident Fund Trust	P.F.Loan	Rs.9,37,069/- (P.Y.6,33,826 -)	Rs. 36,07,175/- (P.Y. 26,70,106/-)
Key Managerial Personnel	Mr. J.K.Kapila (Manager cum Director)	Remuneration	Rs. 1,42,500/- (P.Y. 3,42,000)	-
Key Managerial Personnel	Mr.M.R.Yagnik (President)	Remuneration	Rs. 21,85,875/- (P.Y.20,78,000/-)	-
Control by Shareholder	Ambica Capital Markets Limited	Loan Taken	Rs. 12,00,000/- (P.Y. 3,00,000/-)	Rs. 4,61,00,000/- (P.Y Rs. 4,49,00,000/-).



Bally Jute Company Limited
Notes to Financial Statements for the year ended 31st March, 2021.

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	31.03.2021	31.03.2020
Nominal Value per share (RS.)	10	10
Profit after Taxation (RS.)	3,56,75,641	4,09,56,518
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.)	2.76	3.17
Diluted Earning per Share (RS.)	2.76	3.17

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 Liability for the year amounting to Rs.41,17,616/- (P.Y 45,00,837/-) has been recognized in the Statement of Profit & Loss. The deferred Tax Assets & Liabilities comprise of tax effect of following timing differences

Particulars	2020-21 (Rs)	2019-20 (Rs)
Depreciation as per Income Tax Act	5,68,78,430	5,52,65,774
Depreciation as per co's Act	4,05,17,908	3,73,82,602
Differential depreciation	1,63,60,522	1,78,83,172
Deferred Tax Liability @ 25.168%	41,17,616	45,00,837
Opening Balance of Deferred Tax Liability	1,92,20,997	1,47,20,160
Less: Deferred Tax Liability	41,17,616	45,00,837
Closing Balance of Deferred Tax Liability	2,33,38,613	1,92,20,997



Bally Jute Company Limited
Notes to Financial Statements for the year ended 31st March, 2021.

34. QUANTATIVE DETAIL

Sl. No	Particulars	Value (RS.) 2020-21	%	Value (RS.) 2019-20	%
i.	Value of Imported and Indigenous Raw Material & Stores (including Components & Spare Parts) consumed				
	Raw Material :				
	Imported	3,66,23,685	2.43%	6,61,62,314	3.93%
	Indigenous	146,99,30,192	97.57%	161,76,27,221	96.07%
	TOTAL	150,65,53,877	100%	168,37,89,535	100%
	Stores:				
	Imported	-	-	-	
	Indigenous	10,24,42,500	100%	8,22,42,977	100%
	TOTAL	10,24,42,500	100%	8,22,42,977	100%
li	Earning in Foreign Currency				
	Export of goods calculated on F.O.B. Basis	9,51,72,476	-	6,44,15,105	-
lii	Expenditure in Foreign Currency				
	Import of Raw Jute	3,66,23,685	-	6,61,62,314	-
	Travelling Expenses	3,61,325	-	48,78,828	-

35. On 14th day of November, 2018 the company has suffered an accidental loss due to the fire. For which the company has suffered loss to stock and against this the company has received an insurance claim from United Insurance Company Limited of Rs. Rs.32,25,462 on 25th day of August, 2020 and the same has been adjusted with Cost of Raw Material consumed



Bally Jute Company Limited
Notes to Financial Statements for the year ended 31st March, 2021.

36. COVID-19, a global pandemic has resulted in a significant decrease in the economic activities across the world including India. This has affected activities of organizations across the economic ecosystem impacting earnings prospects of Companies on Plant, Property & Equipments, Inventory, Production activities & current assets including trade receivables in the sector in which the company operates.

The management has carried out the current assessment of the potential impact of Covid-19 due to second wave on the company and is of the view that there is no impact on the Plant, Property & Equipments, Inventory, Production activities & current assets including trade receivables. The company's capital and liquidity position remain strong to sustain its operations and there have been no changes to the company's internal financial control during this pandemic.


However, the impact assessment is a continuous process and will continue to monitor for any material changes to the future economic conditions.

37. Figures are rounded off to the nearest Rupee.


38. Previous year figures have been rearranged and regrouped wherever consider necessary to conform to this year's classification

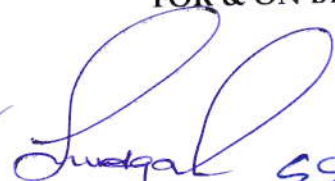
39. Note No 1 to 38 forms an integral part of Balance Sheet and Profit and Loss Account and have been duly authenticated.


FOR J.B.S. & Company
Chartered Accountants
F.R.N.: 323734E


CA Sudhanshu Sen
M No. 306354
Partner




S.P. Purohit
Manager


S.K. Agarwal
G.M. (F&A) &
Secretary


S.N. Sahoo
C.F.O.


DIRECTOR
DIN - 06729238


Shyam Sunder Singh
DIRECTOR
06763614

Place : Kolkata
Dated : 15.06.2021

BALLY JUTE COMPANY LIMITED

Regd Offc: 5, SREE CHARAN SARANI, BALLY, HOWRAH- 711201

CIN: L51909WB1982PLC035245

E Mail Id: sanjay.agarwal@kankariagroup.com

BOARD'S REPORT

To,
The Members,

Your directors have pleasure in presenting their 39th Annual Report on the business and operations of the company together with the Audited financial statement on standalone basis for the financial year ended 31st March 2021.

1. FINANCIAL SUMMARY OR 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	For the year ended 31 st March 2021	For the year ended 31 st March 2020
Revenue from Operations	22753.17	28493.50
Profit before finance charges, Tax, Depreciation/Amortization	1598.14	1656.05
Less: finance Charges	711.99	734.83
Profit before Tax, Depreciation/Amortization	886.15	921.22
Less: Depreciation	405.18	373.83
Net Profit before Taxation	480.97	547.39
Provision for Taxation	124.22	137.83
Profit/(Loss) after tax	356.75	409.56

2. 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, 2021.

3. CHANGE IN NATURE OF BUSINESS, IF ANY

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

4. OPERATIONS AND STATE OF COMPANY'S AFFAIRS

During the year 2020-21 under review, the company has achieved lower sales of Rs. 227.53 crores vis-a-vis sales of Rs. 284.93 crores during the corresponding previous year 2019-20 and earned lower profit before tax of Rs. 480.97 lakhs vis-à-vis profit before tax of Rs. 547.39 lakhs in the corresponding previous year 2019-20 respectively. The production and sales during the year under review were lower in volume terms over corresponding previous year in view of lockdown declared by the Government to prevent spread of novel coronavirus (COVID-19) and subsequent restrictions imposed by the concerned statutory authorities through-out the year. The domestic market during the year was robust with government orders.

5. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A. INDUSTRY STRUCTURE AND DEVELOPMENT

The Central government under Jute Packaging Materials (Compulsory use in packing commodities) Act 1987 continued with reservation norms order for compulsory packaging of foodgrain and sugar. The jute industry commenced its limited operations during May 2020 as per Government Guidelines and subsequently operated with restrictions throughout the year. Industry saw unprecedented rise in raw jute prices amidst physical shortage of raw jute owing to adverse climatic conditions.

End users of jute products have restricted applications in view of increased prices of finished products. However, despite high prices, the demand from government sector for meeting packaging needs during the year was robust in view of mandatory packaging order.

The second wave of coronavirus saw curtailed operations in the factory due to government restriction to prevent spread of covid-19 pandemic. However, situation has been improving and normalcy is expected soon.

B. OPPORTUNITIES AND THREADS

OPPORTUNITIES

- The eco-friendly character of natural fibre jute has always been preferred by environment conscious end users.
- The government is sympathetic towards jute considering the livelihood of workers and farmers associated with the jute sector and the continuance of mandatory order for meeting packaging requirements seems perennial.

THREATS

- i. The novel coronavirus is a threat to jute industry and situation remain uncertain. However, all possible preventive measures are being followed to meet the said challenge.
- ii. During lock down large government orders were shifted to plastics in absence of stable supplies of jute bags for meeting food procurement needs of Government of India. However, the demand is robust for food procurement programme benefiting Jute Industry.
- iii. 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.
- iv. In view of high prices of raw jute export markets for finished products could be impacted.
- v. The fluctuation in crop size is a function of weather conditions coupled with area under cultivation. Governing the raw material prices. The availability of raw jute has been an area of concern impacting production.

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 :

The problem of raw jute shortage seems to subside with the arrival of new raw jute crop. Reports of sowing of new crop for the jute year 2021-22 has been encouraging and favorable weather conditions could propel significant jump in the crop size. The outlook of industry is bright owing to jute being a natural fibre with bio-degradable characteristics but the continuance of Covid-19 situation brings some amount of uncertainty. The Government policy has been supportive 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

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.

F. FINANCIAL PERFORMANCE WITH RESPECT TO OPERTIONAL PERFORMANCE:

The following are the significant areas of financial performance:

(Rs. In lacs)		
Particulars	2020-2021	2019-2020
Revenue from Operations (Net)	22753.17	28493.50
Cost of Material Consumed	15065.53	16837.90
Finance Cost	711.98	734.83
Profit After Tax	356.75	409.57
Inventory	9856.00	7303.55

G. HUMAN RESOURCES

The industrial Relations of the production unit of the Company during the financial year 2020-2021 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.

6. CORPORATE GOVERNANCE

In terms of Regulation 34(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate report on corporate governance together with a certificate from

M/s **PRAMOD AGARWAL & CO.**, a firm of practising company secretaries, confirming compliance thereof is given in **ANNEXURE-I** forming part of this report.

7. ANNUAL RETURN

The Annual Return of the Company is available on the Company's website: <http://www.ballyjute.com/>.

8. NUMBER OF BOARD MEETINGS

Ten Meetings of the Board were held during the financial year ended on 31.03.2021. For details of the meeting of the Board, please refer to the corporate governance report, which forms the part of this report.

9. 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.

10. 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 2021.

11. 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 2021. 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.

12. AUDITORS' REPORT

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

13. 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.

14. 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 -2** of this report.

15. 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.

16. DIRECTORS

During the year under review, Mr. Jitendra Kumar Kapila (DIN - 00320521) Director cum Manager has sudden demise on 27th September, 2020. So, in place of him Mr. Shyam Sundar Singh (DIN - 06763614) was appointed as an Additional Non-Executive Director from 05th March, 2021 & Mr. Shashi Prakash Purohit (PAN - ALNPP6887E) being appointed as a Manager of the Company from 05th March, 2021 as per provision of Companies Act, 2013 and SEBI (LODR) Regulation, 2015.

Mrs. Nibedita Majumder, (holding DIN-07168214) shall retire by rotation at the ensuing annual general meeting and, being eligible, offers himself for re-appointment.

The information about the director seeking re-appointment as required by Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings have been given in the notice convening the ensuing annual general meeting

17. DECLARATION BY INDEPENDENT DIRECTOR

All the independent directors have declared that they meet the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 read with Regulation 16(1)(b) and Regulation 25 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In the opinion of the Board of Directors, there has been no change in the circumstances which may affect their status as independent directors of the Company and the Board of Directors are satisfied of the integrity, expertise, and experience of all the independent directors on the Board of Directors. All the independent directors have registered themselves on **INDEPENDENT DIRECTORS DATABANK**.

18. KEY MANAGERIAL PERSONNEL

During the year under review, Mr. Jitendra Kumar Kapila (DIN - 00320521) Director cum Manager has sudden demise on 27th September, 2020. So, in place of him Mr. Shashi Prakash Purohit (PAN - ALNPP6887E) being appointed as a Manager of the Company from 05th March, 2021 as per provision of Companies Act, 2013 and SEBI (LODR) Regulation, 2015.

All the other Key Managerial Personnel continue to hold their offices.

19. PUBLIC DEPOSITS

The Company has not accepted deposits from public within the meaning of Section 73 of the Companies Act, 2013 read with Rules framed there under. Further, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet.

20. SECRETARIAL AUDIT

The Board of Directors have appointed M/s Rakesh Agarwal & Co., a firm of practising company secretaries (COP 9014) to carry out the Secretarial Audit under the provisions of Section 204 of the Companies Act, 2013. The report from the secretarial auditor in Form MR-3 for the financial year 2020-21 does not contain any qualification, reservation or adverse remarks. The secretarial audit report is enclosed as **ANNEXURE-III** to this report.

21. 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- IV** which forms the part of this report. The observations made in the report are self explanatory.

Further, the Company has filed the Annual Secretarial Compliance Report for the year ended 31st March, 2021 issued by the secretarial auditor with CSE Limited on 15th May, 2021.

22. 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- V** which forms the part of this report. The observations made in the report are self explanatory.

23. CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY

During the year ended 31st March, 2021, your Company has spent Rs.663,916/- on various CSR activities as per laid down under schedule VII of section 135 of the Companies Act, 2013. The annual report on CSR activities, in terms of Rule 8 of Companies (Corporate Social Responsibility Policy) Rules, 2014, is provided in ANNEXURE-VI forming part of this report. During the year under review, our CSR programs were oriented toward various activities for hunger, Poverty & Malnutrition, Promotion education to children and other various allied activities. The Corporate Social Responsibility Policy of the Company as adopted by the Board of Directors is available on Company's website (<http://www.ballyjute.com/>). The composition of CSR Committee is disclosed in the report on corporate governance forming part of this report.

24. AUDIT COMMITTEE

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

25. 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.

26. 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.

27. 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.

28. REMUNERATION POLICY

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

29. 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)

30. 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.

31. 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 harasement (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 2020-2021.

32. 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.

33. INTERNAL AUDITORS

The Company has appointed M/s Srimal Jain & Co. as the Internal Auditors in the year in 2018 for undefined period.

34. 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 2021-22. 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.

35. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES

There is no company which has become or ceased to be the Company's subsidiary, joint venture or associate company during the year. The Company does not have any subsidiary, joint venture or associate company as on 31st March, 2021.

36. 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, 2021, 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, 2021 and of the profit /loss of the Company for that period;

- 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.

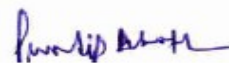
ACKNOWLEDGEMENT

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.

Place-Bally

Date – 20.07.2021

For and on behalf of the Board of Directors



(Chairman)

(06729238)

ANNEXURE -II TO THE BOARD'S REPORT

[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 S4A Looms.
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 :** Not Applicable
3. **Whether the technology has been fully absorbed:** Not Applicable
4. **If not fully absorbed, areas where absorption has not taken place, and the reasons thereof :** Not Applicable

iv. **Expenditure incurred on Research and Development :** Nil

C. FOREIGN EXCHANGE EARNINGS /OUTGO

Earnings	Rs 9,51,72,476
Outgo	Rs 3,69,85,010

PRAMOD AGARWAL & CO.
Practising Company Secretaries

BAGRI MARKET
71, CANNING STREET
4TH FLOOR, ROOM NO.C459
KOLKATA-700001
☎ 033 4005 2098
E-MAIL: pramod2677@gmail.com

**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, 2021, 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 : 08.07.2021

For Pramod Agarwal & Co.
Company Secretaries

Pramod
Agarwal

Pramod Agarwal
(Proprietor)
C. P. No. : 4193

UDIN : F005895C000596782



Rakesh Agrawal & Co.

Form No. MR-3

Company Secretary In Practice

Todi Mansion , 1, Lu Shun Sarani
(Near Poddar Court) , 11th Floor,
Room No. 1111, Kolkata - 700073
Ph. : +91 8100414920
M. : +91 98312 14920
E-mail : rakesh220466@yahoo.co.in

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2021

[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 LIMITED

(CIN: L51909WB1982PLC035245)

5, SREE CHARAN SARANI, BALLY,

HOWRAH- 711201, WEST BENGAL

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practices by **BALLY JUTE COMPANY LIMITED** (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 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, 2021 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, 2021 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);
Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investments, Overseas Direct Investments and External Commercial Borrowing - 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
- (iv) 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 (Prohibition of Insider Trading) Regulations, 2015;



- b. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- c. 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 an Issue or Share Transfer Agent)**
- d. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.
- e. 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)**

However following are not applicable to the Company during the reporting period:-

- a. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- b. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
- c. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- d. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- e. Other Acts- As per the information provided by the Company, its officers and authorize representative 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/Regulations of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India. (Secretarial Standards 1 and 2 are applicable).
- (ii) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (entered into by the Company with Calcutta Stock Exchange Ltd).

During the period under review the Company has substantially complied 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 Quarterly Compliance Report by respective department heads/Company Secretary/CEO 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 Labour Law 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 as per the information provided by management, the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board/Committee 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.

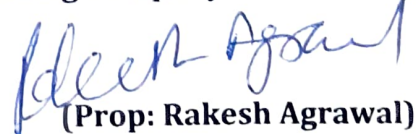
Majority decision is carried through. None of the members has given dissenting view as per minutes.

I further report that there are adequate systems and processes in the company that 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.

This report is to be read with our letter of even date which is annexed as 'Annexure-A' and forms an integral part of the report.

**For Rakesh Agrawal & Co.
(Practicing Company Secretaries)**


(Prop: Rakesh Agrawal)

M No- F8792

CP No- 9014

UDIN: F008792C000660894



Place: Kolkata

Date: 20.07.2021

ANNEXURE – A” to the Secretarial Audit Report

To,
The Members,
BALLY JUTE COMPANY LIMITED
(CIN: L51909WB1982PLC035245)
5, SREE CHARAN SARANI, BALLY,
HOWRAH- 711201, WEST BENGAL

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.



For Rakesh Agrawal & Co.
(Practicing Company Secretaries)

Rakesh Agrawal
(Prop: Rakesh Agrawal)

M No- F8792

CP No- 9014

UDIN: F008792C000660894

Place: Kolkata

Date: 20.07.2021



SECRETARIAL COMPLIANCE REPORT OF
BALLY JUTE COMPANY LIMITED
FOR THE YEAR ENDED 31ST MARCH, 2021

I, M/s. S. Dalmiya & Associates, Practising Company Secretaries have examined:

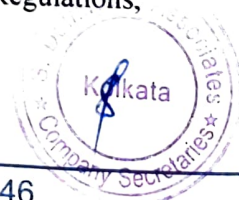
- (a) all the documents and records made available to me and explanation provided by M/s. Bally Jute Company Limited ("the listed entity"),
- (b) the filings/ submissions made by the listed entity to the stock exchanges,
- (c) website of the listed entity,
- (d) any other document/ filing, as may be relevant, which has been relied upon to make this certification,

for the year ended 31st March, 2021 ("Review Period") in respect of compliance with the provisions of:

- (a) the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
- (b) the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include:-

- (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not attracted during the year under review)**
- (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not attracted during the year under review)**
- (e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(Not attracted during the year under review)**
- (f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable)**
- (g) Securities and Exchange Board of India (Issue and Listing of Non Convertible and Redeemable Preference Shares) Regulations, 2013; **(Not applicable)**
- (h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (i) Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993



and circulars/ guidelines issued thereunder;

and based on the above examination, I hereby report that, during the Review Period:

(a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, except in respect of matters specified below:-

Sr. No.	Compliance Requirement (Regulations/ circulars / guidelines including specific clause)	Deviations	Observations/ Remarks of the Practicing Company Secretary
NIL	NIL	NIL	NIL

(b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from my examination of those records.

(c) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:

Sr. No.	Observations of the Practicing Company Secretary in the previous reports	Observations made in the secretarial compliance report for the year ended... (The years are to be mentioned)	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
NIL	NIL	NIL	NIL	NIL

**For S. Dalmiya & Associates
Company Secretaries**


Shweta Dalmiya

Proprietor

Membership No. 38153

COP No. 19603



Place: Kolkata

Date: 12.05.2021

UDIN: A038153C000282311



S. Dalmiya & Associates

Company Secretaries

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members of
Bally Jute Company Limited
5, Sree Charan Sarani,
Bally, Howrah- 711201

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Bally Jute Company Limited** having CIN **L51909WB1982PLC035245** and having registered office at 5 Sree Charan Sarani Bally Howrah-711201 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal (www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, Kolkata or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in Company
1.	Nibedita Majumder	07168214	04/05/2015
2.	Shyam Sundar Singh	06763614	05/03/2021
3.	Dipankar Sarkar	08708069	26/02/2020
4.	Pradip Debnath	06729238	08/11/2013

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For S. Dalmiya & Associates

Company Secretaries


Shweta Dalmiya

Proprietor

Membership No. 38153

COP No. 19603



Place: Kolkata

Date: 12.05.2021

UDIN: A038153C000282463

ANNEXURE -VI TO THE BOARD'S REPORT

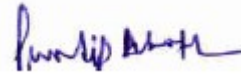
REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES (Pursuant to section 135 of the Companies Act, 2013 ("the act") read with rule 8 of Companies (CSR) Rules, 2014)

- 1. A brief outline of the company's CSR policy, including overview of projects or programmes proposed to be undertaken.** We believe in a responsible shared value approach to augment industrial growth together with actions directed to create prosperity among all our stakeholders, employees and the community at large. During the year, our CSR programs were oriented towards various activities such as Eradicating hunger, poverty & malnutrition.
- 2. The Composition of the CSR Committee:** The Company has a CSR committee comprising of following members:-
 - Mr. Pradip Debnath (Independent Non-Executive Director) - Chairman.
 - Mr. Dipankar Sarkar (Independent Non-Executive Director) - Member.
 - Mrs. Nibedita Majumdar (Non-Executive Director) -Member.
 - Mr. Sanjay Kr. Agarwal (Secretary).
- 3. Provide the web-link where composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company :** <http://www.ballyjute.com>
- 4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report) :** Not Applicable.
- 5. Average net profit of the Company for last three financial years for the purpose of computation of CSR:** Rs. 3,29,19,623/-
- 6. Prescribed CSR Expenditure (two percent of the amount as in item 3 above) :** Rs.6,58,392/-
- 7. Details of CSR spent for the financial year : Rs. 6,63,916/-**
 - a. Total amount spent for the financial year:** Rs. 6,63,916/-**

**** Note:** - Company spent in CSR more than 2% i.e. 6,63,916/- during the current financial year & it is in excess of Rs. 5,524/- (Rs. 6,63,916 - Rs. 6,58,392). Therefore, whole amount to be considered as an expense and it is not carry forward to the next year.

- b. **Amount unspent : NIL**
- c. **Manner in which the amount spent during the financial year : As per CSR Policy.**
- 8. **In case the company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in its Board report. N.A.**
- 9. **A responsibility statement of the CSR committee that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and policy of the Company.**

We hereby declare that implementation and monitoring of the CSR policy are in compliance with CSR objectives and policy of the Company.



Date:- 20.07.2021

Chairman of CSR Committee