



3F INDUSTRIES LTD.



ANNUAL | 2020  
REPORT | 2021



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# 3F INDUSTRIES LIMITED

(Formerly known as Foods, Fats & Fertilisers Limited)

**Regd. Office:** Tanuku Road, Tadepalligudem, Andhra Pradesh – 534101

**CIN:** U24120AP1960PLC000888

## NOTICE

**The Shareholders,  
3F Industries Limited  
(Formerly Foods, Fats & Fertilisers Limited)**

**NOTICE** is hereby given that the Sixty First Annual General Meeting of the Shareholders of 3F Industries Limited, will be held on Wednesday, the 27<sup>th</sup> day of October 2021 at 11.00 AM at the Registered Office of the Company at Tanuku Road, Tadepallegudem- 534 102, West Godavari District, Andhra Pradesh to transact the following business:

### ORDINARY BUSINESS:

1. To receive, consider and adopt -
  - a) The Standalone financial statements for the year ended March 31, 2021, together with the Report of Directors and Auditors thereon.
  - b) The Consolidated Financial Statements for the year ended March 31, 2021.
2. To declare dividend on equity shares, if any.
3. To appoint a Director in the place of Mr.Shiv Bhagwan Goenka (DIN: 00350224) who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint a Director in the place of Mr.Sitaram Goenka (DIN: 00552269) who retires by rotation and being eligible, offers himself for re-appointment.
5. To appoint auditors and fix their remuneration. In this connection, to consider and if thought fit, to pass the following as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 139 and other applicable provisions if any, of the Companies Act, 2013, and the Rules framed thereunder, K.S Rao & Co., Chartered Accountants be and are hereby appointed as Statutory Auditors to hold office from the conclusion of this Annual General Meeting to the conclusion of the Sixty Second Annual General Meeting to be held for FY 2021-22 and that the Board of Directors be and are hereby authorised to fix such remuneration as may be determined by the Audit Committee in consultation with the Auditors, and that such remuneration as may be agreed upon between the Auditors and the Board of Directors."

### SPECIAL BUSINESS:

6. **To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:**

**"RESOLVED THAT** pursuant to the provisions of Section 180(1)(a) of the Companies Act, 2013, the Company be and is hereby authorized for selling, mortgaging and / or charging the whole or substantially the whole of the immovable and movable properties of the Company where so ever situated / present and future and the whole or substantially the whole of the undertaking or the undertakings of the Company and/or conferring power to enter upon and take possession of the assets of the Company in certain event to or in favor of Financial Institutions/Banks or any other person(s) for securing any loan obtained/ to be obtained, together with interest, costs, charges, expenses and any other money payable by the Company to them."

7. To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 180 (1) (c) and other applicable provisions if any, of the Companies Act, 2013 and subject to such other provisions as may be applicable from time to time, the Company be and is hereby authorized to borrow money, from time to time at its discretion either from the Company's bankers or from any other banks, financial institution or any other lending institutions or persons on such terms and conditions as may be considered suitable by the Board of Directors for the business of the Company, notwithstanding that the monies to be borrowed together with the monies already borrowed by the Company (apart from the temporary loans obtained from the Company's bankers in the ordinary course of business) exceeding the aggregate of the paid-up capital of the Company and its free reserves (i.e., reserves not set apart for any specific purpose) by an increased total amount not exceeding Rs. 2000 Crores be and is hereby approved."

8. To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 188 of the Companies Act, 2013, read with rules made thereunder the transactions which have already been entered into by the Company with the related parties upto an aggregate value of not exceeding Rs.1695 Crores in the financial year within an upper limit for each category be and are hereby approved.

RESOLVED THAT pursuant to the provisions of Section 188 of the Companies Act, 2013, read with rules made thereunder, the company be and is hereby authorized to enter into transactions with the related parties for an aggregate value of not exceeding Rs.1695 Crores in any financial year from 2021-22 within an upper limit for each category as set out in 'Table - A' of the Resolution irrespective of whether they are on arm's length pricing or not even if there be any dispute / decision by revenue authorities / ultimate legal authorities / Courts, as may be decided by the Board as is/are necessary in the best interest of the business of the company/group."

'Table - A'

| PARTICULARS             | NAME OF THE RELATED PARTY        | NATURE OF RELATIONSHIP | AMOUNT (RS.) |
|-------------------------|----------------------------------|------------------------|--------------|
| Purchase of goods       | 3F Oil Palm Pvt. Limited         | Subsidiary Co.         | 250 Crores   |
|                         | 3F Global Singapore Pte. Limited | Subsidiary Co.         | 100 Crores   |
|                         | 3F Ghana Limited                 | Subsidiary Co.         | 100 Crores   |
|                         | 3F Ghana Oils & Fats Limited     | Subsidiary Co.         | 200 Crores   |
|                         | Krishna Exports Limited          | Subsidiary Co.         | 200 Crores   |
| Sale of goods /services | 3F Ghana Limited, Ghana          | Subsidiary Co.         | 100 Crores   |
|                         | 3F Ghana Oils & Fats Limited     | Subsidiary Co.         | 100 Crores   |
|                         | 3F Global Singapore Pte Ltd      | Subsidiary Co.         | 50 Crores    |

|                                    |   |   |  |
|------------------------------------|---|---|--|
| <b>Rent paid</b>                   | Fashion Handlooms & Handycrafts           | Enterprises controlled by KMP or relatives of KMP                                 | 20 lakhs   |
|                                    | Mr. S.B. Goenka                           | KMP   | 75 Lakhs   |
|                                    | Mr. Sushil Goenka                         | KMP   | 75 Lakhs   |
|                                    | Seema Goenka                              | Relatives of KMP  | 65 lakhs   |
|                                    | Sudha Goenka                              | Relatives of KMP  | 50 Lakhs   |
|                                    | Sudhir Goenka                             | Relatives of KMP  | 30 Lakhs   |
|                                    | Others                                    | Enterprises controlled by KMP or relatives of KMP                                 | 60 Lakhs   |
| <b>Loans &amp; advances issued</b> | Viaton Energy Private Limited             | Subsidiary Co.  | 130 Crores   |
|                                    | Chakranemi Infrastructure Private Limited | Subsidiary Co.  | 6 crores   |
| <b>Borrowings from</b>             | Specialty Rubbers Private Limited         | Enterprises controlled by KMP or relatives of KMP                                 | 80 Crores  |
| <b>Loans from Directors</b>        |   | "Related party" as per the definition of Section 2(76) of the Companies Act, 2013 | 200 Crores   |
| <b>Investments/Loans/advances</b>  | Any other Company                         |   | 75 Crores  |
| <b>Any other related party</b>     |   |   | *For a value not exceeding Rs. 100 Crores p.a. in any one financial year |

\*Note: All the values are for p.a.

**9. To consider and if thought fit, to pass with or without modifications, the following as an Ordinary Resolution:**

**"RESOLVED THAT** pursuant to the provisions of Section 148 and its related and applicable provisions of the Companies Act, 2013, read with Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment thereof, for the time being in force), the remuneration including reimbursement of reasonable out-of-pocket expenses actually incurred for the Financial Year ending March 31, 2022 as approved by the Board of Directors of the Company, be paid to M/s. Narasimha Murthy & Co., Cost Accountants, Hyderabad, for the conduct of cost audit of the cost records of the company, be and is hereby ratified and confirmed.

**FURTHER RESOLVED THAT** the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this Resolution."

**10. To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:**

**"RESOLVED THAT** pursuant to Section 185 and all other applicable provisions of the Companies Act, 2013 and Rules made there under as may be amended, from time to time, consent of the Company be and is hereby accorded for giving loans up to Rs.300 Crores to any company/ies including subsidiaries but not Wholly Owned subsidiary/ies as set out in the explanatory statement."

**"RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board be and is hereby authorized to ratify any loans given earlier and to finalize, sanction and disburse the loans to subsidiaries, and also to delegate all or any of the above powers to any one Director of the Company and generally to do all acts, deeds and things that may be necessary, proper, expedient or incidental for the purpose of giving effect to the aforesaid Resolution."

**11. To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:**

**"RESOLVED THAT** pursuant to Section 196, 197, 198 & 203 and with Schedule V of the Companies Act, 2013 read with applicable rules & provisions thereunder, the Company hereby approves the re-appointment of Mrs. Seema Goenka as Whole time Director for a period of three years with effect from 19.02.2021 on the same terms and conditions of remuneration as were paid to her earlier, which are set out in the explanatory statement annexed to this Notice."

**"RESOLVED FURTHER THAT** pursuant to Sec 198 read with Schedule V and rules made thereunder other applicable provisions if any, of the Companies Act, 2013, consent of the members be and is hereby accorded for the payment of remuneration, perquisites and other benefits as mentioned below".

**"RESOLVED FURTHER THAT** any one of the Directors or Mr. S. Rangarajan - Vice President, Finance & Company Secretary be and is hereby severally authorized to file MR I with the Registrar of Companies and to take all such steps as may be necessary, proper or expedient to give effect to this resolution including Statutory and Compliance or any requirements under the provisions of Companies Act, 2013".

| S.No. | Particulars/Perquisites   | Amount/Value Allowed  |
|-------|---|---|
| 1.    | Remuneration  | Rs.80000/- per month with an annual increment of 10% to 40% as may be decided by the Board from time to time.           |
| 2.    | Contribution to Public Provident Fund                                 | Eligible as per the Rules of the company.   |
| 3.    | Rent Free Accommodation & reimbursement of rent paid by the directors | Eligible as per the company policies  |
| 4.    | Car   | Eligible to have one car. Brand, Model to be decided by the Board and should be used for performing office duties only. |
| 5.    | Driver  | Eligible to have one driver for office use only.  |
| 6.    | Gratuity  | Eligible as per the rules of the Company.   |
| 7.    | Insurance   | Eligible to have personal accident insurance up to a value of Rs.10 Crores  |
| 8.    | Tuition Fees  | Eligible up to Rs.5000/- each for 2 children per month.   |

|     |                                       |   |
|-----|---------------------------------------|---|
| 9.  | Travelling and Entertainment Expenses | Eligible to get reimbursement of actual expenditure incurred whenever travels in India and Overseas in connection with the company's business and also entertainment expenditure. |
| 10. | Superannuation Fund                   | Entitled up to Rs.1 Lac   |
| 11. | Medical Expenses                      | Eligible actual upto Rs.40,000 per annum  |

The above remuneration shall be the minimum remuneration payable in cases of inadequacy of profits.

**12. To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:**

**"RESOLVED THAT** pursuant to the provisions of Section 73 & Section 76 of the Companies Act, 2013 (the Act), read with the Companies (Acceptance of Deposits) Rules, 2014 (the Rules), and other applicable provisions if any, and subject to such conditions, approvals, permissions, as may be necessary, consent of the members be and is hereby accorded to the Company for inviting/ accepting/renewing/modifying the terms including modification of the rate of Interest from 10.5% to 9% of unsecured deposits from its members and public for an amount not exceeding the limits as specified by the Rules / Act from time to time.

**FURTHER RESOLVED THAT** Mr. S.B. Goenka / Mr. S.R. Goenka / Mr. SushilGoenka / Mr. O.P. Goenka, Directors of the Company, be and are hereby severally authorised to issue the circular / circular in the form of advertisement, which has been approved by the Board of Directors of the Company at their meeting held on various dates and which delineates the salient features of the Fixed Deposit Scheme of the Company and other relevant particulars as prescribed by the Act and Rules.

**FURTHER RESOLVED THAT** Mr. S.B. Goenka / Mr. S.R. Goenka / Mr. Sushil Goenka / Mr. O.P. Goenka, Directors of the Company, be and are hereby severally authorised to have the circular / circulars in the form of advertisement, which has been duly signed by a majority of the Company's Board of Directors, filed with the Registrar of Companies, Hyderabad, pursuant to the Rules, and to publish the same in an English newspaper (in English language) and in a vernacular newspaper (in vernacular language), having wide circulation in the State of Hyderabad wherein the Registered Office of the Company is situated.

**FURTHER RESOLVED THAT** for the purpose of giving effect to this Resolution, the any of the Directors be and is hereby severally authorised to do such acts, deeds, matters and things as may in their absolute discretion consider necessary, proper, expedient, desirable or appropriate and take all necessary and desirable steps for the aforesaid purpose and matters incidental thereto."

**13. To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:**

**"RESOLVED THAT** insupersession of all the earlier resolutions passed in this regard pursuant to the provisions of Section 186 and other applicable provisions if any, of the Companies Act, 2013 and subject to such other provisions as may be applicable from time to time, the Company be and is hereby authorized to grant loans/ make investments / provide corporate guarantees to any entity other than its wholly owned subsidiary upto any amount so that the total outstanding does not exceed Rs.500 Crores at any point of time over and above the limits as prescribed under Section 186 of the Companies Act, 2013.

**14. To consider and if thought fit, to pass with or without modifications, the following as a Special Resolution:**

**"RESOLVED THAT** the total managerial remuneration of all the Whole-time Directors including the commission payable, which exceeds the 10% of the eligible net profits of the company as computed under Section 197,198 read with Schedule V of the Companies Act, 2013 by Rs.14,35,41,872/- be and are hereby approved".

**"RESOLVED THAT** the total remuneration including commission payable to Whole-time Directors of the company as stated below be and is hereby approved"

| NAME OF THE DIRECTOR | SALARY FOR THE YEAR<br>(RS) | HOUSE RENT<br>(RS) | MEDICAL EXPENSES<br>(RS) | CLUB SUBSCRIPTION | COMMISSION   | PERFORMANCE BONUS<br>(RS) | PF<br>(RS) | TOTAL<br>(RS) |
|----------------------|-----------------------------|--------------------|--------------------------|-------------------|--------------|---------------------------|------------|---------------|
| SRI SB GOENKA        | 45,00,000                   | 0                  | 0                        |                   | 5,25,00,000  |                           |            | 5,70,00,000   |
| SRI BHARAT GOENKA    | 45,00,000                   | 0                  | 0                        | 0                 | 75,00,000    | 0                         | 0          | 1,20,00,000   |
| SRI S.R.GOENKA       | 45,00,000                   | 8,40,000           | 0                        |                   | 2,25,00,000  | 0                         | 0          | 2,78,40,000   |
| SRI SUSHIL GOENKA    | 62,40,000                   | 0                  | 0                        | 0                 | 3,00,00,000  | 0                         | 0          | 3,62,40,000   |
| SRI O P GOENKA       | 45,00,000                   | 0                  | 39,758                   | 0                 | 11,75,00,000 |                           | 0          | 12,20,39,758  |
| SRI JITENDRA GOENKA  | 39,00,000                   | 0                  | 40,000                   | 0                 | 2,00,00,000  | 0                         | 4,48,500   | 2,43,88,500   |
| SMT SEEMA GOENKA     | 9,60,000                    | 0                  | 36,914                   | 0                 | 0            | 0                         | 1,10,400   | 11,07,314     |
| TOTAL                | 2,91,00,000                 | 8,40,000           | 1,16,672                 | 0                 | 25,00,00,000 | 0                         | 5,58,900   | 28,06,15,572  |

**Corporate Office**

**By order of the Board**

**For 3F INDUSTRIES LIMITED**(Formerly Foods, Fats & Fertilisers Limited)

sd/-

**S. RANGARAJAN**

Vice President (Finance) & Company Secretary

Date: 01.10.2021

**NOTES:**

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING, IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE, INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER. THE PROXY FORM DULY STAMPED AND EXECUTED SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY AT LEAST 48 HOURS BEFORE THE TIME FIXED FOR THE COMMENCEMENT OF THE MEETING.**
2. The relative Explanatory Statement, pursuant to Section 102 of the Companies Act, 2013 in respect of items set out as Special Business is annexed hereto.
3. All communications and correspondence including change of address to be sent to the Registered office of the company.
4. Pursuant to the provisions of Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer books of the Company will remain closed from 19.10.2021 to 27.10.2021 (both days inclusive) for the Annual General Meeting of the Company to be held on 27.10.2021.



**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:****ITEM: 6 & 7**

Section 180 of the Companies Act, 2013 (notified on September 12, 2013) mandates that the aforementioned powers of the Board shall be exercised only through Special Resolution passed in the meeting of the shareholders as compared to the requirement of Ordinary Resolution under the previous Act.

Consequently, the Board recommends the shareholders to pass a Special Resolution under Section 180(1)(a) and Section 180(1)(c) of the Companies Act, 2013 that the monies to be borrowed together with the monies already borrowed by the Company (apart from the temporary loans obtained from the Company's bankers in the ordinary course of business) exceeding the aggregate of the paid-up capital of the Company and its free reserves (i.e., reserves not set apart for any specific purpose) by an increased total amount of not exceeding Rs. 2000 Crores.

None of the Directors, KMP or relatives of KMP is concerned or interested in this Resolution.

**ITEM 8 :**

The following transactions entered/to be entered into with the related parties for the financial year 2021-22 with the related party within the upper limit for each category as set out in the table below are placed before the shareholders for their approval.

| <b>PARTICULARS</b>             | <b>NAME OF THE RELATED PARTY</b> | <b>NATURE OF RELATIONSHIP</b>                     | <b>AMOUNT (RS.)</b> |
|--------------------------------|----------------------------------|---|---------------------|
| <b>Purchase of goods</b>       | 3F Oil Palm Pvt. Limited         | Subsidiary Co.                                    | 250 Crores          |
|                                | 3F Global Singapore Pte. Limited | Subsidiary Co.                                    | 100 Crores          |
|                                | 3F Ghana Limited                 | Subsidiary Co.                                    | 100 Crores          |
|                                | 3F Ghana Oils & Fats Limited     | Subsidiary Co.                                    | 200 Crores          |
|                                | Krishna Exports Limited          | Subsidiary Co.                                    | 200 Crores          |
| <b>Sale of goods /services</b> | 3F Ghana Limited, Ghana          | Subsidiary Co.                                    | 100 Crores          |
|                                | 3F Ghana Oils & Fats Limited     | Subsidiary Co.                                    | 100 Crores          |
|                                | 3F Global Singapore Pte Limited  | Subsidiary Co.                                    | 50 Crores           |
| <b>Rent paid</b>               | Fashion Handlooms & Handycrafts  | Enterprises controlled by KMP or relatives of KMP | 20 lakhs            |
|                                | Mr. S.B. Goenka                  | KMP   | 75 Lakhs            |
|                                | Mr. Sushil Goenka                | KMP   | 75 Lakhs            |
|                                | Ms. Seema Goenka                 | Relatives of KMP                                  | 65 lakhs            |

|                                    |   |   |  |
|------------------------------------|---|---|--|
|                                    | Ms. Sudha Goenka                          | Relatives of KMP  | 50 Lakhs   |
|                                    | Mr. Sudhir Goenka                         | Relatives of KMP  | 30 Lakhs   |
|                                    | Others                                    | Enterprises controlled by KMP or relatives of KMP                                 | 60 Lakhs   |
| <b>Loans &amp; advances issued</b> | Viaton Energy Private Limited             | Subsidiary Co.  | 130 Crores   |
|                                    | Chakranemi Infrastructure Private Limited | Subsidiary Co.  | 6 crores   |
| <b>Borrowings from</b>             | Specialty Rubbers Private Limited         | Enterprises controlled by KMP or relatives of KMP                                 | 80 Crores  |
| <b>Loans from Directors</b>        |   | "Related party" as per the definition of Section 2(76) of the Companies Act, 2013 | 200 Crores   |
| <b>Investments/Loans/ advances</b> | Any other Company                         |   | 75 Crores  |
| <b>Any other related party</b>     |   |   | *For a value not exceeding Rs. 100 Crores p.a. in any one financial year |

\*Note: All the values are for p.a.

None of the Directors are directly concerned or interested in this resolution except those who are also Directors in the respective companies.

**ITEM 9 :**

The Board, on recommendation of the Audit Committee, has approved the appointment of M/s. Narasimha Murthy & Co., Cost Accountants, Hyderabad as Cost Auditor to conduct the audit of the cost records of the Company for the Financial Year 2021-22 on a remuneration including reimbursement of reasonable out-of-pocket expenses actually incurred for the Financial Year ending March 31, 2022 as approved by the Board of Directors of the Company,.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit & Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out in Item No.9, of the Notice for ratification of the remuneration payable to the Cost Auditors for the Financial Year ending March 31, 2022.

None of the Directors and Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested in this Resolution.

**ITEM 10:**

In compliance with Section 185 and all other applicable provisions of the Companies Act, 2013 and Rules made there under as may be amended from time to time, Company may give loan to company/ies including subsidiaries but not wholly owned subsidiaries based on the following parameters.

- i) Purpose : For Working Capital requirements or purchase of fixed assets
- ii) Amount of loan : in Aggregate not exceeding 300 crores
- iii) Rate of Interest : As prevalent from time to time as may be decided by the Board.
- iv) Security : As may be decided by the Board of Directors from time to time.

Sanction of loan will be at the sole discretion of the management. The above mentioned policy is subject to review by the management from time to time. The Board of Directors recommend passing of the said Resolution.

No other Director and / or Key Managerial Personnel of the Company and their relatives are concerned or interested, financial or otherwise, in respect of the said resolution.

**ITEM 11:**

At the Board Meeting held on 19.02.2015, Mrs. Seema Goenka (DIN 07101857) was appointed as Whole-time Director of the Company and her appointment was subsequently approved by the shareholders vide the Annual General Meeting held dt 28.09.2015 for a period of 3 years w.e.f. 19.02.2015 and subsequently reappointed for further 3 years w.e.f. 19.02.2018. Since her tenure comes to a close at the end of the business hours on 18.02.2021, the Board hereby recommends the approval of the shareholders of the Company to reappoint Mrs. Seema Goenka as Whole-time director of the Company for a further period of 3 years w.e.f. 19.02.2021 on the same terms & conditions as stipulated in the resolution.

Her Directorship in other Companies is mentioned below:

| SI.No. | Names of the Companies/Bodies Corporate/<br>Firms/Association of Individuals | Nature of interest or concern/<br>Change in interest or concern |
|--------|--|---|
| 1.     | SPECIALITY RUBBERS PRIVATE LIMITED   | Director  |
| 2.     | SAMP CONSTRUCTIONS LLP   | Individual Partner  |

The Board recommends the Resolution for the consideration of the members.

Except Mr. Shiv Kumar Agarwal and Mr. R Mukundan, all the other directors are concerned and interested in the above resolution.

**ITEM 12:**

The members are informed that the Company has a Public Deposit scheme, pursuant to the provisions of Companies Act, 1956, read with the Companies (Acceptance of Deposits) Rules 1975, wherein it accepts/renews unsecured deposits from the members of the Company and public.

The members are further informed that vide notification dated 26<sup>th</sup> March 2014, the Ministry of Corporate Affairs (MCA) notified Sections 73, 74(1), and 76 of the Companies Act, 2013 (the Act), relating to acceptance of deposits from its members and public to take effect from 1st April 2014. The Companies (Acceptance of Deposits Rules), 2014 (the Rules) also came into force w.e.f. 1<sup>st</sup> April 2014., to apply to

public companies having net worth of not less than Rs.100 Crores or turnover of not less than Rs. 500 Crores. Since the Act and Rules would be applicable to the Company's existing Public Deposit scheme, it would necessitate the Company to comply with the requirements of the Act and also to ensure compliance with the Rules, before commencing acceptance / renewal of Deposits from the public.

Attention to the members is drawn to the provisions of the Act, which requires any company inviting / accepting/renewing deposits from the public to obtain credit rating from a recognized credit rating agency. The Company has obtained Credit Rating for its fixed deposit scheme from ICRA which has granted a rating of **MA- (Stable)**. Also, the Company shall be taking a deposit insurance towards the unsecured deposits as may be accepted by it.

The Board of Directors of the Company at its meetings held has subject to the approval of the members, approved the acceptance/renewal/modifying the terms including modification of rate of interest from 10.5% to 9% of unsecured deposits by the company from its members and from public. The Board has also approved the circular for acceptance/renewal of unsecured deposits from members of the company and from public and the same has been duly signed by a majority of Directors present at the Meeting.

Your Directors recommend the Special Resolution as set out in the Notice for the approval of the members of the Company.

No Director of the Company is concerned with or interested in the Resolution of the Notice, except to the extent of any deposit that they may have placed with the Company under its present Public Deposit scheme.

**ITEM 13:**

The increase in volume of business by these companies may necessitate increase in working capital requirements of companies. In order to explore new business avenues for expanding the volume of the business, it is inevitable to make investments in companies other than wholly owned subsidiary companies/other entities associated with the group.

In view of this, the Chairman suggested the Board to consider the proposal for granting loans (both short term & long term)/providing corporate guarantees/making investments to any other companies other than wholly owned subsidiaries/any firms/any other entities other than companies associated with the group up to any amount so that the total outstanding does not exceed Rs. 500 Crores at any point of time subject to the approval of the shareholders in the Annual General Meeting and accordingly the same is placed before the shareholders for their approval.

Except Mr. Shiv Kumar Agarwal and Mr. R Mukundan, all the other directors are concerned and interested in the above resolution.

**ITEM 14:**

The total managerial remuneration paid to all the Whole-time Directors including the commission payable to Whole-time Directors of the company which exceeds 10% of the eligible net profits of the company as computed under Section 197, 198 read with Schedule V of the Companies Act, 2013 read with Rule 7 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and the same is placed before the shareholders for their approval based on the recommendations of the Board.

Except Mr. Shiv Kumar Agarwal and Mr. R. Mukundan all the other directors are concerned and interested in the above resolution.

## DIRECTORS' REPORT

To,

The Shareholders

### **3F Industries Limited.**

Your Directors take pleasure in presenting the 61<sup>st</sup> Annual Report and Audited Accounts for the year ended March 31st 2021.

**Performance Highlights Of 2020-2021:** The Company's Net sales and other income have gone up to Rs. 2931.47 Crores as compared to Rs. 2318.86 Crores in the previous year registering a growth of 26% during the financial year 2020-21, The Bulk refined Oil, Exotic fats and Lauric fats divisions have done well during the year under review while Bakery fats and Oleo chemicals showed stable performance. In spite of the pandemic, the bulk refined oil segment of your company has done exceedingly well resulting in far better performance over all.

### **Financial Highlights**

**(Rs. In Lakhs)**

| <b>PARTICULARS</b>  | <b>2019-20</b>  | <b>2020-21</b>    |
|---|-----------------|-------------------|
| Net Sales & Other Income  | 2,31,886.05     | 2,93,147.32       |
| Profit before Interest , Depreciation Tax and Exceptional Items | 13,999.42       | 14,792.29         |
| Interest and Other Borrowing cost.                              | 6,571.95        | 4,306.04          |
| Depreciation  | 2,358.02        | 2,523.58          |
| Exceptional Item*   | -               | -                 |
| <b>Profit Before Tax</b>  | <b>5,069.46</b> | <b>7,962.67</b>   |
| Short/ (Excess) Provision of Tax                                | (199.42)        | 122.64            |
| Income Tax  | 1,290.00        | 2,837.00          |
| Deferred Tax  | <b>369.61</b>   | <b>(1,513.93)</b> |
| MAT Credit Entitlement available for set off                    | (57.29)         | 755.42            |
| <b>Profit after Tax</b>   | <b>3,666.55</b> | <b>5,761.53</b>   |
| Balance Brought Forward from Last Year                          | 24,225.95       | 27,894.92         |
| Balance Available for appropriation                             | -               | -                 |
| Appropriation   | -               | -                 |
| Transferred to General Reserve                                  | -               | -                 |
| Dividend Tax  |                 |                   |
| Balance Carried Forward   | 27,894.92       | 33,315.77         |

The Audited Statement of accounts for the year ended 31<sup>st</sup> March, 2021 is attached along with the Report.

### **Operational Performance :**

The total income of the company rose to Rs.2931.47 Crores from Rs. 2318.86 Crores. During the year under review, company had maintained its market share. The net profit before tax is Rs.79.62 Crores as against Rs.50.69 Crores in the previous year. The company's strategy of focusing on emerging markets across India has been continued. The market conditions for the bulk refined oil were very good resulting

in higher capacity utilization of the refineries, better output and better sales realization, resulting in the best performance in the history of the company.

**Ten Years Financial Performance :**

(Rs. In Crores)

| Particulars           | 2020-21 | 2019-20 | 2018-19  | 2017-18  | 2016-17  | 2015-16  | 2014-15  | 2013-14  | 2012-13 | 2011-12 |
|-----------------------|---------|---------|----------|----------|----------|----------|----------|----------|---------|---------|
| Sales                 | 2889.73 | 2294.77 | 2,255.17 | 1,781.93 | 1,706.78 | 1,576.24 | 1,535.40 | 1,130.34 | 901.62  | 597.26  |
| EBIDTA                | 147.92  | 139.99  | 136.4    | 95.56    | 84.3     | 92.34    | 71.81    | 70.91    | 54.56   | 39.78   |
| PBT                   | 79.62   | 50.69   | 46.51    | 40.62    | 23.27    | 44.65    | 32.56    | 27.61    | 24.08   | 18.91   |
| PAT                   | 57.61   | 36.67   | 34.64    | 28.31    | 15.94    | 32.61    | 20.31    | 15.74    | 16.21   | 12.43   |
| Equity Share Capital  | 10.45   | 10.45   | 10.45    | 10.45    | 10.45    | 10.45    | 10.45    | 9.65     | 10.62   | 10.62   |
| Reserves and Surplus  | 367.84  | 309.73  | 273.39   | 238.75   | 210.44   | 193.95   | 166.58   | 129.61   | 129.43  | 113.22  |
| Net worth             | 378.29  | 320.18  | 283.84   | 249.2    | 220.89   | 204.42   | 177.03   | 139.27   | 140.05  | 123.83  |
| Total Borrowings      | 325.48  | 362.27  | 329.49   | 782.34   | 607.89   | 491.63   | 214.93   | 192.72   | 154.42  | 160.2   |
| Gross Fixed Assets    | 381.52  | 356.56  | 494.63   | 453.05   | 432.69   | 411.85   | 399.3    | 351.15   | 315.59  | 168.57  |
| Export Turnover       | 327.10  | 348.45  | 291.62   | 215.64   | 234.87   | 284.28   | 267.41   | 197.63   | 241.49  | 175.08  |
| Debt Equity Ratio     | 0.86    | 1.13    | 1.21     | 3.14     | 2.75     | 2.4      | 1.21     | 1.38     | 1.1     | 1.29    |
| <b>Key Indicators</b> |         |         |          |          |          |          |          |          |         |         |
| % of EBIDTA           | 0.05    | 0.06    | 0.06     | 0.05     | 0.05     | 0.06     | 0.05     | 0.06     | 0.06    | 0.07    |
| % of PBT              | 0.03    | 0.02    | 0.02     | 0.02     | 0.03     | 0.03     | 0.02     | 0.02     | 0.03    | 0.03    |
| % of PAT              | 0.02    | 0.02    | 0.02     | 0.02     | 0.01     | 0.02     | 0.01     | 0.01     | 0.02    | 0.02    |
| Earning Per Share     | 55.10   | 35.06   | 33.13    | 27.07    | 15.25    | 31.19    | 19.42    | 16.03    | 15.27   | 11.71   |

**Business outlook**

The year 2021-22 too has started well though there is volatility in the CPO prices. Over all sentiment in the market also did not suffer as much as during the first wave of covid. While refined oil segment seems to be faring well, there are challenges in the export segment of exotic fats as the effect of the covid in certain countries is still impacting business and the cost of container freight is soaring impacting the margin on export segment of the business.

In the same way there are challenges in other verticals of the company though your company is taking all out efforts to meet these challenges. Competition in certain segment is another challenge your company has to manage in the present and future years though your Directors are confident of meeting those challenges.

Due to steep increase in CPO prices and increase in Demand, the working capital requirement for the company has increased substantially and your company is doing everything possible to tide over this difficulty and so far managed to arrange the working capital requirements of the company.

**3F Fuji Foods :**

The Company's stake in 3F Fuji foods was sold during the financial year under review as it was decided that it is uneconomical to continue to remain invested in this Joint venture.

**Dividend :**

The Board has recommended dividend of Rs.3 per share for the year 2020-21.

### **Extract of Annual Return :**

Pursuant to Section 134(3) of the Companies Act, 2013, the extract of the annual return as required in the Form MGT-9 is enclosed as Annexure-II.

### **Board's Comments for Qualification in Audit Report (Consolidated) :**

There is no activity in the companies namely 3F Benin Sarl, Tanzania, Mali Sarl, Burkina Faso Sarl, Vietnam Sarl, Senegal Sarl, Togo Sarl and Nigeria Impex Limited. The company is in the process of closure of such trading companies.

### **Directors & Key-Managerial Personnel :**

Mr. Shiv Bhagwan Goenka (DIN: 00350224) and Mr. Sitaram Goenka (DIN: 00552269) are the Directors liable to retire by rotation in the Sixty First Annual General Meeting and being eligible have offered themselves for re-appointment .

The Company has the following KMP as required u/s. 203 of the Companies Act 2013:

- Whole-time Directors
- Chief Financial Officer
- Company Secretary

### **Board Meeting :**

During the period under review the Board met 7 times viz. on 06.05.2020, 27.07.2020, 27.08.2020, 17.10.2020, 30.11.2020, 30.01.2021 and 31.03.2021.

### **Audit Committee :**

The Audit Committee has been formed to oversee the overall performance of the Company. Accordingly, the constituted Audit Committee consists of the following Directors.

1. Sri S.B.Goenka : Whole time Director- Chairman of the Committee
2. Sri R. Mukundan : Independent Director
3. Sri Shiv Kumar Agarwal : Independent Director

### **Remuneration Committee :**

The Remuneration Committee has been formed to recommend the appointment & re-appointment of Whole-time Directors and Key Managerial Personnel of the Company. Accordingly, the constituted Remuneration Committee consists of the following Directors.

1. Sri. Shiv Kumar Agarwal : Independent Director
2. Sri. S.B. Goenka : Whole-time Director
3. Sri. Sanjay Goenka : Director
4. Sri R. Mukundan : Independent Director

The said Committee laid down the Policy on Remuneration stating therein the positive attributes required for the Whole-time Directors, Independent Directors and Key Managerial Personnel. The said policy also states the modus operandi for determining the remuneration to the above said personnel.

### **Corporate Social Responsibility Committee :**

Pursuant to Section 135 of the Companies Act, 2013, a Corporate Social Responsibility has been formed with a main objective of giving preference to local areas around where it operates for its development by undertaking any of the activities as specified in Schedule VII of the Companies Act, 2013.

### **The Committee was originally constituted on 19.02.2015 with the following composition :**

1. Mr. S.B. Goenka - Chairman
2. Mr. SushilGoenka - Member
3. Mr. ShivKumar Agarwal - Member

As per Section 135(4) of the Companies Act ,2013, a CSR policy has been framed by the Board based on the recommendations of the CSR Committee and the same will be disclosed in the website of the company.

**The Committee was again re-constituted on 26.03.2015 with the following composition :**

- |    |  |          |
|----|--|----------|
| 1. | Mr. S.B. Goenka                              | Chairman |
| 2. | Mr. Om Prakash Goenka                        | Member   |
| 3. | Mr. SushilGoenka                             | Member   |
| 4. | Mrs. SeemaGoenka                             | Member   |
| 5. | Mr.Shiv Kumar Agarwal (Independent Director) | Member   |

An amount of Rs.84,96,856 was calculated as the amount to be expended for carrying out CSR activities and Rs. 1,15,65,630/- was spent on CSR activities through the RAMESHWAR BALKISHEN GOENKA TRUST and 3F Swabhimaan Foundation for the financial year 2020-21 and the same is approved by the CSR Committee & the Board of Directors vide meeting held dt. 01.10.2021.

**CSR Policy and related details**

- The company uses its CSR spend to develop the local area and also to uplift the social status of the local down trodden especially by developing an orphanage and an old age home
- Average net profit of the company for last three financial years Rs. 42,48,42,803/-
- Prescribed CSR Expenditure (two per cent. of the amount as in item 2 above): Rs.84,96,856/-
- Details of CSR spent during the financial year.
  - Total amount to be spent for the financial year : Rs. 1,15,65,630/-
  - Amount unspent, if any : NIL
  - Manner in which the amount spent during the financial year is detailed below:

| (1)   | (2)                                | (3)  | (4)  | (5)   | (6)   | (7)  | (8)   |
|-------|------------------------------------|--|--|---|---|--|---|
| Sl#   | CSR project or activity identified | Sector in which the Project is covered               | Projects or Programs<br>1) Local area or other area<br>2) Specify the State and District where projects or programs are undertaken | Amount outlay (Budget) project or programwise | Amount spent on the projects or programs<br>Sub-heads:<br>1) Direct expenditure on projects or programs<br>2) Overheads | Cumulative expenditure upto the reporting period | Amount spent: Direct or through implementing agency   |
| 1     | Orphanage and Old age home         | Item (i)<br>(ii) Schedule VII of Companies Act, 2013 | 1)Local Areas<br>2)Racherla Village, Pentapadu Mandal, West Godavari Dist, AP.   | 84.96 lakhs                                   | 115.65 lakhs  | 563.07 lakhs                                     | Through a Registered Trust. Rameswar Balakishen Trust, and 3F Swabhimaan Foundation, Racherla Village, Penatapadu Mandal, West Godavari Dist.AP |
| Total |                                    |  |  | 84.96 Lakhs                                   | 115.65 Lakhs  | 563.07 Lakhs                                     |   |



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

**Stakeholders Relationship Committee :**

Pursuant to Section 178 of the Companies Act, 2013, a Stakeholders Relationship Committee has been formed to take into consideration, the grievances, if any, of the deposit holders as there are more than 1000 deposit holders in the Company.

**The Committee was originally constituted on 08.01.2015 with the following composition :**

Sri. S.K. Agarwal : Chairman  
Sri. S.B. Goenka : Member  
Sri. S.R. Goenka : Member

The Committee met on 01.10.2021 to take on record, the receipt of grievances if any, from the deposit holders and the grievances/complaints received from the deposit holders were nil during the current year under review.

**Formal evaluation of the Board :**

The Board of Directors of the Company vide their meeting held dt. 01.10.2021 evaluated the performance of the Independent Directors on the Board of the Company and evaluated the same to be satisfactory.

**Independent Directors :**

As required under Section 149(7) all the Independent Directors on the Board of the Company have issued the annual declaration stating that they meet all the criteria of independence as required under the Act.

A separate meeting of Independent Directors was held on 01.10.2021 to evaluate the performance of the other Whole-time Directors on the Board of the Company and they evaluated the performance of the whole-time Directors of the company to be satisfactory and the Board shall continue to remain in the same composition after taking into consideration the turnover achieved by the Company & management of the company during the current financial year under review.

**Policies :**

The Company has framed the following policies:

1. Corporate Social Responsibility Policy
2. Policy on Vigil Mechanism
3. Policy on Risk Management
4. Policy on Sexual Harassment
5. Policy on Nomination & Remuneration payable to the Whole-time Directors of the Company.

**Auditors :**

The Company has recommended the appointment of M/s K.S Rao & Co., Chartered Accountants as the Statutory Auditors for the year 2021-22 and received confirmation from them that their appointment will be within the limits prescribed under Section 141(3)(g) of the Companies Act, 2013. The Audit Committee of the Board has recommended their appointment for the FY 2021-22. The necessary resolution is being placed before the shareholders for its ratification.

**Cost Auditors :**

The Applicable Rules make cost audit mandatory for the company that is to audit the Company's cost records in respect of edible oil seeds and oils (including Vanaspati). M/s. Narasimha Murthy & Co., Cost auditors have carried out the cost audit for the FY 2020-21. The Audit Committee of the Board has recommended their re-appointment for the FY 2021-22.

### **Secretarial Standards & Secretarial audit :**

The Company makes its best effort to comply with the compliance under Secretarial Standards and Mr. A S Narayanan (CP No. 8147), Practicing Company Secretary was appointed as secretarial auditor for conducting secretarial audit for the FY 2020-21 and the report as given by the secretarial auditor is enclosed as Annexure - III.

### **Related Party Transactions :**

Prior omnibus approval of the audit committee and subsequent approval of the Board has been obtained for all the related party transactions.

The transactions entered into with the related parties are on arm's length basis only.

A Nil return in the prescribed Form AOC-2 under Section 134(3)(h) of the Companies Act, 2013 is enclosed with this report as Annexure - IV.

The details of the transactions with Related Parties are provided in the accompanying financial statements.

### **Particulars of Loans, Investments & Guarantees :**

Loans, Investments & Guarantees provided by the Company are well within the limits as stipulated u/s. 186 of the Companies Act, 2013, the details of which are mentioned in Notes of the enclosed standalone financials of the Company for the FY 2020-21.

### **Risk Management Policy :**

The main objective of this policy is to ensure sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving/mitigating the risks which are material in nature and are associated with the business. In order to achieve the key objective, the policy establishes a structured and disciplined approach to Risk Management, in order to guide decisions on material risk related issues and shall extend to whole of the Company's operations.

### **Vigil Mechanism/ Whistle Blower Policy :**

Pursuant to Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Board of Directors had approved the Policy on Vigil Mechanism/ Whistle Blower and the same was hosted on the website of the Company. This Policy inter-alia provides a direct access to the Chairman of the Audit Committee. Your Company hereby affirms that no Director/ employee has been denied access to the Chairman of the Audit Committee and that no complaints were received during the year.

### **Internal Control Systems & Adequacy :**

The Company operates in an environment where internal controls are continuously evaluated by Management and by the internal auditors. The scope and coverage for Audits are drawn up based on detailed discussions including feedback on concerns from previous year. Findings from internal audits are reviewed regularly by the Management and by the Audit Committee of Directors and corrective actions and controls put in place wherever necessary.

The reviews by Internal Auditors are scheduled and cover the various manufacturing and office locations. The scope of their work includes review of controls on accounting, statutory and other compliances and operational areas in addition to reviews relating to efficiency and economy in operations.

### **Subsidiary Companies :**

#### **3F Oil Palm Private Limited (wholly owned subsidiary) :**

During the period ended 31<sup>st</sup> March 2021, the company has achieved a turnover & other income of Rs.318.28 crores (Previous Year - Rs.167.48 Crores) with a profit before tax of Rs.9.49 crores (Previous Year - Rs.4.43 Crores).

**Viaton Energy Private Limited :**

During the period ended 31st March 2021, the company has achieved a turnover & other income of Rs. 54.99 Crores (Previous Year - Rs.46.58 Crores) with a loss of Rs. 2.11 crores (Previous Year - Profit of Rs.3.32 Crores).

**Chakranemi Infrastructure Pvt. Ltd., (wholly owned subsidiary) :**

The company has not yet started its commercial activities and is still in the process of implementing the project of a Mega Food Park. Its activities are showing a Loss of Rs.0.14 Crores (Previous Year - Loss of Rs.0.12 Crores)

**3F Global (Singapore) Pte Ltd., (formerly known as Parker International Pte. Ltd.), (wholly owned subsidiary) :**

During the year ended 31<sup>st</sup> March, 2021, the company was not in operation and the company has incurred Loss of USD \$ 88471 (Previous Year Profit of USD \$ 1,447).

**3F Ghana Limited (Wholly owned Subsidiary) :**

During the year ended 31<sup>st</sup> March, 2021, the company has achieved a turnover of GHc 123,72,630 (Previous Year - GHc 78,600,431) with a profit before tax of GHc 3,27,049 (Previous Year - GHc 51,71,383)

**3F Ghana Trading Limited (Wholly owned Subsidiary) :**

During the year ended 31<sup>st</sup> March, 2021, the company was not in operation and the company, has incurred a loss of GHc 26,492 (Previous Year PBT - GHc 31,05,903).

**3F Ghana Oils and Fats Limited (Wholly owned Subsidiary) :**

During the year ended 31<sup>st</sup> March 2021, the company earned an income of GHc 18,85,63,093 (Previous Year GHc 731,47,197) with a profit before tax GHc 2,85,76,701 (Previous Year PBT - GHc 97,84,675).

**Krishna Exports Limited (Wholly owned Subsidiary) :**

During the year ended 31<sup>st</sup> March, 2021, the company earned an income of GHc 41,801,069 (Previous Year GHc 97,223,259) with a profit before tax GHc 2,27,134 (Previous Year PBT - GHc 2,755,986).

**Conversion of Energy, Technology Absorption, Foreign Exchange Earnings & Out Go :**

Information in accordance with the provisions of Sec 134 of the Companies Act, 2013, regarding the conservation of energy, technology absorption and foreign exchange earnings and outgo is given in the Annexure - I forming part of this report.

**Fixed Deposits :**

Deposits accepted by the Company for the purpose of its business amounted to Rs.30,09,34,000/- as at 31st March, 2021. Deposits of Rs.2,41,47,000/- due for repayment on or before 31st March, 2021 were not claimed by depositors. As on the date the total amount has since been repaid or renewed as per instructions from the depositors.

**Industrial Relations :**

Industrial relations continue to be harmonious and cordial .Your Directors wish to place on record their deep sense of appreciation for the co-operation extended and the valuable contribution made by the employees and workers at all levels.

**Policy on Prevention of Sexual Harassment of Employees :**

The Sexual Harassment of Women at Work place (Prevention, Prohibition and redressal) Act, 2013 was enacted by the Parliament for protection of women against sexual harassment at workplace. In accordance

with the provisions of the Act, the Company has formulated a policy on prevention of sexual harassment of women employees at workplace and is in the process of forming an Internal Complaints Committee to consider and redress complaints on sexual harassment, if any.

The Committee did not receive any complaint under the legislation during the year under review.

**Safety, Health and Environment :**

Your Company Continues to accord high priority for ensuring safety standards in operations at every level. Many employees have undergone safety training and your company has updated the safety procedure by conducting periodical audits.

**Responsibility statement of the Board of Directors :**

The Directors' Responsibility Statement setting out the compliance with the accounting and financial reporting requirements specified Section 134 of the Companies Act, 2013, in respect of the financial statements is annexed to this Report is enclosed as Annexure - V.

**Acknowledgements :**

Your directors wish to place on record their appreciation of the cooperation extended their bankers namely IDBI Bank Ltd., Axis Bank Ltd, EXIM Bank, IndusInd Bank, IDFC First Bank , Lakshmi Vilas Bank, Bank of Bahrain & Kuwait, Kotak Mahindra Bank, Bajaj Finance Limited, HDFC Bank, Siemens Financial Services and the state and central government departments during the period under review. Your Directors wish to also place on record their deep sense of appreciation for the patronage received from the company's esteemed customers and the support from the suppliers dealers and more importantly the employees of the company at all levels.

For and on behalf of the board

sd/-  
**S.B.GOENKA**  
Chairman

Place : Chennai  
Date : 01.10.2021

## ANNEXURE TO DIRECTORS REPORT

### ANNEXURE I

Annexure to information under Sec 134 of the Companies Act, 2013 and forming part of Director's Report.

#### A. Conservation of Energy :

During the previous year, your company took several measures to effect savings in the consumption of power, fuel, oil, water and other energy. Additional proposals have also been considered for energy conservation and improving efficiency.

| <b>Power &amp; Fuel Consumption</b> | <b>Unit</b> | <b>2020-21</b> | <b>2019-20</b> |
|-------------------------------------|-------------|----------------|----------------|
| <b>1. Electricity:</b>              |             |                |                |
| a) Purchased - Units                | KWh         | 24232547       | 23552125       |
| - Amount                            | Rs. Lacs    | 1678           | 1737           |
| - Rate /Unit                        | Rs.         | 6.93           | 7.37           |
| b) Own Generation through           |             |                |                |
| i) DG Sets - Units                  | KWh         | 291868         | 422068         |
| - Units/Litre of HSD or Kerosine    | KWh         | 3.41           | 3.55           |
| - Cost per Unit                     | Rs.         | 28.07          | 20.26          |
| ii) Power Plant - Units             | KWh         | 29986500       | 33137400       |
| - Units/Kg. of Fuels                | KWh         | 0.87           | 0.88           |
| - Cost per Unit                     | Rs.         | 1.61           | 2.63           |
| <b>2. Fuels:</b>                    |             |                |                |
| Agri Waste such as Paddy Husk       | MT          | 123517         | 84084          |
| Amount                              | Rs. Lacs    | 2201           | 2300           |
| Cost/MT                             | Rs.         | 1782           | 2735           |
| Steam Coal                          | MT          | 15413          | 44263          |
| Amount                              | Rs. Lacs    | 469            | 1570           |
| Cost/MT                             | Rs.         | 3042           | 3548           |
| Saw Dust, Charcoal etc.             | MT          | 15741          | 36529          |
| Amount                              | Rs. Lacs    | 280            | 849            |
| Cost/MT                             | Rs.         | 1779           | 2325           |
| <b>3. HSD Oil</b>                   | KL          | 86             | 120            |
| Amount                              | Rs. Lacs    | 72.40          | 86.28          |
| Cost per KL                         | Rs.         | 84654          | 71825          |

#### B. Technology Absorption - Research & Development :

Your Company believes in continuous improvement of technology, process development and quality control measures. The R & D division engages itself in constant development of value added products cost reduction and improvement process controls. During the year under review the solvent fractionation process has been further improved for getting higher yields and better quality.

#### C. Foreign Exchange Earnings & Out Go :

Foreign Exchange earned during the year amounted to Rs.327.59 crores and Outgo was Rs.1.96 crores.

**ANNEXURE-II**  
**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2021

Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Company  
(Management & Administration) Rules, 2014.

**I. REGISTRATION & OTHER DETAILS:**

|    |  |  |
|----|--|--|
| 1. | CIN  | U24120AP1960PLC000888  |
| 2. | Registration Date  | 10/05/1960   |
| 3. | Name of the Company  | 3F INDUSTRIES LIMITED  |
| 4. | Category/Sub-category of the Company                                       | COMPANY LIMITED BY SHARES  |
| 5. | Address of the Registered office & contact details                         | Tanuku Road, Tadepallegudem-5341012<br>W.G.Dist., Andhra Pradesh |
| 6. | Whether listed company   | Unlisted   |
| 7. | Name, Address & contact details of the Registrar & Transfer Agent, if any. | BTS Consultancy Services Pvt. Ltd, Chennai.                      |

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY** (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

| S. No. | Name and Description of main products / services  | NIC Code of the Product/service | % to total turnover of the company |
|--------|---|---------------------------------|------------------------------------|
| 1      | Manufacturing - Food, beverages and tobacco products  | C1                              | 60%                                |
| 2      | Manufacturing - Chemical and chemical products, pharmaceuticals, medicinal, chemical and botanical products | C6                              | 40%                                |

### III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

| S. No. | Name & Address of the Company                                    | CIN / GLN             | Holding / Subsidiary / Associate | % of shares held | Applicable Section |
|--------|--|-----------------------|----------------------------------|------------------|--------------------|
| 1.     | 3F OILPALM PRIVATE LIMITED                                       | U15400TG2010PTC069556 | Subsidiary                       | 100              | 2(87)              |
| 2.     | CHAKRANEMI INFRASTRUCTURE PRIVATE LIMITED                        | U45400TN2007PTC063767 | Subsidiary                       | 100              | 2(87)              |
| 3.     | VIATON ENERGY PRIVATE LIMITED                                    | U40109TG2009PTC062483 | Subsidiary                       | 62.81            | 2(87)              |
| 4.     | 3F FUJI FOODS PRIVATE LIMITED<br>(Disinvested Since August 2020) | U15411TG2014PTC092617 | Joint Venture                    | 45               | 2(87)              |
| 5.     | SIMHAPURI AGRO PRODUCTS PRIVATE LIMITED                          | U01122TG1993PTC090035 | Subsidiary                       | 0                | 2(87)              |
| 6.     | KOTTU OIL PRIVATE LIMITED  | U15400TG2011PTC077400 | Subsidiary                       | 0                | 2(87)              |
| 7.     | VIATON INFRASTRUCTURES PRIVATE LIMITED                           | U45209TG2008PTC062252 | Subsidiary                       | 0                | 2(87)              |
| 8.     | 3F GLOBAL SINGAPORE PTE LIMITED                                  | Foreign Company       | Subsidiary                       | 100              | 2(87)              |
| 9.     | 3F GHANA LIMITED   | Foreign Company       | Subsidiary                       | 100              | 2(87)              |
| 10.    | 3F GHANA TRADING LIMITED   | Foreign Company       | Subsidiary                       | 100              | 2(87)              |
| 11.    | 3F GHANA COMMODITIES LIMITED                                     | Foreign Company       | Subsidiary                       | 0                | 2(87)              |
| 12.    | 3F BENIN SARL  | Foreign Company       | Subsidiary                       | 0                | 2(87)              |
| 13.    | 3F BURKINA FASO  | Foreign Company       | Subsidiary                       | 0                | 2(87)              |
| 14.    | 3F SENEGAL SARL  | Foreign Company       | Subsidiary                       | 0                | 2(87)              |
| 15.    | 3F COTE D IVOIRE   | Foreign Company       | Subsidiary                       | 0                | 2(87)              |
| 16.    | 3F MALI  | Foreign Company       | Subsidiary                       | 0                | 2(87)              |
| 17.    | 3F NIGERIA IMPEX LIMITED   | Foreign Company       | Subsidiary                       | 0                | 2(87)              |
| 18.    | 3F VIETNAM COMPANY LIMITED                                       | Foreign Company       | Subsidiary                       | 0                | 2(87)              |
| 19.    | 3F GHANA OILS AND FATS LIMITED                                   | Foreign Company       | Subsidiary                       | 100              | 2(87)              |
| 20.    | KRISHNA EXPORTS LIMITED  | Foreign Company       | Subsidiary                       | 100              | 2(87)              |

#### IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

##### i) Category-wise Share Holding

| Category of Shareholders           | No. of Shares held at the beginning of the year<br>[As on 31-March-2020] |           |           |                   | No. of Shares held at the end of the year<br>[As on 31-March-2021] |           |           |                   | % Change during the year |
|------------------------------------|--|-----------|-----------|-------------------|--|-----------|-----------|-------------------|--------------------------|
|                                    | Demat  | Physical  | Total     | % of Total Shares | Demat  | Physical  | Total     | % of Total Shares |                          |
| A. Promoter s                      |  |           |           |                   |  |           |           |                   |                          |
| A. Promoter s                      |  |           |           |                   |  |           |           |                   |                          |
| (1) Indian                         |  |           |           |                   |  |           |           |                   |                          |
| a) Individual/<br>HUF              | 31,75,780  | 66,63,210 | 98,38,990 | 94.09             | 18,29,074  | 66,63,210 | 84,92,284 | 80.4              | 0                        |
| b) Central Govt                    |  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| c) State Govt(s)                   |  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| d) Bodies Corp.                    |  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| e) Banks / FI                      |  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| f) Any other                       | 0  | 0         | 0         | 0                 | 13,46,706  | 13,46,706 | 13.69     | 0                 | 0                        |
| Total shareholding of Promoter (A) | 31,75,780  | 66,63,210 | 98,38,990 | 94.09             | 31,75,780  | 6,663,210 | 98,38,990 | 94.09             | 0                        |
| B. Public Shareholding             |  |           |           |                   |  |           |           |                   |                          |
| 1. Institutions                    | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| a) Mutual Funds                    | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| b) Banks / FI                      | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| c) Central Govt                    | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| d) State Govt(s)                   | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| e) Venture Capital Funds           | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| f) Insurance Companies             | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| g) FIs                             | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| h) Foreign Venture Capital Funds   | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| i) Others (specify)                | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |
| Sub-total (B)(1):-                 | 0  | 0         | 0         | 0                 | 0  | 0         | 0         | 0                 | 0                        |



|  |           |           |            |       |           |           |            |       |      |
|--|-----------|-----------|------------|-------|-----------|-----------|------------|-------|------|
| 2. Non-Institutions  |           |           |            |       |           |           |            |       |      |
| a) Bodies Corp.  | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| i) Indian  |           |           |            |       |           |           |            |       |      |
| ii) Overseas   | 0         | 616725    | 616725     | 5.90% | 0         | 616725    | 616725     | 5.90% | 0    |
| b) Individuals   |           |           |            |       |           |           |            |       |      |
| i) Individual shareholders holding nominal share capital upto Rs. 1 lakh         | 0         | 933       | 933        | 0.01% | 0         | 933       | 933        | 0.01% | 0    |
| ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| c) Others (specify)  | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| Non Resident Indians   | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| Overseas Corporate Bodies  | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| Foreign Nationals  | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| Clearing Members   | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| Trusts   | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| Foreign Bodies - D R   | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| Sub-total (B)(2):-   | 0         | 617658    | 617658     | 5.91% | 0         | 617658    | 617658     | 5.91% | 0    |
| Total Public Shareholding (B)=(B)(1)+(B)(2)                                      | 0         | 617658    | 617658     | 5.91% | 0         | 617658    | 617658     | 5.91% | 0    |
| C. Shares held by Custodian for GDRs & ADRs                                      | 0         | 0         | 0          | 0     | 0         | 0         | 0          | 0     | 0    |
| Grand Total (A+B+C)  | 31,75,780 | 72,80,868 | 104,56,648 | 100%  | 31,75,780 | 72,80,868 | 104,56,648 | 100%  | 100% |

**ii) Shareholding of Promoters**

| SN | Shareholder's Name         | Shareholding at the beginning of the year |                                  |  | Shareholding at the end of the year |                                  |  | % change in shareholding during the year |
|----|----------------------------|---|----------------------------------|--|-------------------------------------|----------------------------------|--|--|
|    |                            | No. of Shares                             | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | No. of Shares                       | % of total Shares of the company | % of Shares Pledged / encumbered to total shares |  |
| 1  | Shiv Bhagwan Goenka (HUF)  | 316790                                    | 3.03%                            | NA   | 316790                              | 3.03%                            | NA   | 0.00%                                    |
| 2  | Om Prakash Goenka (HUF)    | 193517                                    | 1.85%                            | NA   | 193517                              | 1.85%                            | NA   | 0.00%                                    |
| 3  | Sushil Goenka (HUF)        | 281278                                    | 2.69%                            | NA   | 281278                              | 2.69%                            | NA   | 0.00%                                    |
| 4  | Sitaram Goenka (HUF)       | 491319                                    | 4.70%                            | NA   | 491319                              | 4.70%                            | NA   | 0.00%                                    |
| 5  | Bharat Kumar Goenka (HUF)  | 407455                                    | 3.90%                            | NA   | 407455                              | 3.90%                            | NA   | 0.00%                                    |
| 6  | Sudhir Goenka (Indl)       | 41600                                     | 0.40%                            | NA   | 41600                               | 0.40%                            | NA   | 0.00%                                    |
| 7  | Sudha Goenka               | 371490                                    | 3.55%                            | NA   | 371490                              | 3.55%                            | NA   | 0.00%                                    |
| 8  | Jitendra Goenka            | 214277                                    | 2.05%                            | NA   | 214277                              | 2.05%                            | NA   | 0.00%                                    |
| 9  | Sanjay Goenka (Indl)       | 254442                                    | 2.43%                            | NA   | 254442                              | 2.43%                            | NA   | 0.00%                                    |
| 10 | Bimla Devi Goenka          | 355398                                    | 3.40%                            | NA   | 0                                   | 0%                               | NA   | 3.40%                                    |
| 11 | Jivesh Goenka              | 272327                                    | 2.60%                            | NA   | 272327                              | 2.60%                            | NA   | 0.00%                                    |
| 12 | Tapesh Goenka              | 216040                                    | 2.07%                            | NA   | 0                                   | 0%                               | NA   | 2.07%                                    |
| 13 | Seema Goenka               | 281585                                    | 2.69%                            | NA   | 281585                              | 2.69%                            | NA   | 0.00%                                    |
| 14 | Om Prakash Goenka (Indl)   | 836964                                    | 8%                               | NA   | 836964                              | 8%                               | NA   | 0.00%                                    |
| 15 | Bharat Kumar Goenka (Indl) | 497155                                    | 4.75%                            | NA   | 0                                   | 0%                               | NA   | 4.75%                                    |
| 16 | Sushil Goenka ( Indl)      | 1204280                                   | 11.50%                           | NA   | 1204280                             | 11.50%                           | NA   | 0.00%                                    |
| 17 | Sitaram Goenka (Indl)      | 1010233                                   | 9.66%                            | NA   | 1010233                             | 9.66%                            | NA   | 0.00%                                    |

|    |                            |        |       |    |        |       |    |       |
|----|----------------------------|--------|-------|----|--------|-------|----|-------|
| 18 | Shiv Bhagwan Goenka (Indl) | 719184 | 6.88% | NA | 719184 | 6.88% | NA | 0.00% |
| 19 | Sudhir Goenka (HUF)        | 75619  | 0.72% | NA | 75619  | 0.72% | NA | 0.00% |
| 20 | Sangeetha Goenka           | 49794  | 0.48% | NA | 49794  | 0.48% | NA | 0.00% |
| 21 | Sanjay Goenka (HUF)        | 271047 | 2.59% | NA | 271047 | 2.59% | NA | 0.00% |
| 22 | Ashish Goenka (Minor)      | 286925 | 2.74% | NA | 286925 | 2.74% | NA | 0.00% |
| 23 | Pranav Goenka              | 113577 | 1.09% | NA | 113577 | 1.09% | NA | 0.00% |
| 24 | Ambika Goenka              | 195233 | 1.87% | NA | 0      | 0%    | NA | 1.87% |
| 25 | Manasi Goenka (minor)      | 47340  | 0.45% | NA | 47340  | 0.45% | NA | 0.00% |
| 26 | Tapesh Goenka (HUF)        | 149067 | 1.43% | NA | 149067 | 1.43% | NA | 0.00% |
| 27 | Jitendra Goenka (HUF)      | 118266 | 1.13% | NA | 118266 | 1.13% | NA | 0.00% |
| 28 | Kavitha Goenka             | 108324 | 1.04% | NA | 108324 | 1.04% | NA | 0.00% |
| 29 | Ashish Goenka (HUF)        | 29094  | 0.28% | NA | 29094  | 0.28% | NA | 0.00% |
| 30 | Pranav Goenka (HUF)        | 70000  | 0.67% | NA | 70000  | 0.67% | NA | 0.00% |
| 31 | Adithi Goenka              | 14825  | 0.14% | NA | 14825  | 0.14% | NA | 0.00% |
| 32 | Jivesh Goenka (HUF)        | 125632 | 1.20% | NA | 125632 | 1.20% | NA | 0.00% |
| 33 | Apurva Goenka (Minor)      | 78840  | 0.75% | NA | 70000  | 0.67% | NA | 0.08% |
| 34 | Kushrga Goenka             | 74040  | 0.71% | NA | 0      | 0%    | NA | 0.71% |
| 35 | Amrita Goenka              | 56808  | 0.54% | NA | 56808  | 0.54% | NA | 0.00% |
| 36 | Vinti Goenka               | 9225   | 0.09% | NA | 9225   | 0.09% | NA | 0.00% |
| 37 | Tapesh Goenka Trust        | 0      | 0%    | NA | 494153 | 4.73% | NA | 4.73% |
| 38 | Bharat Kumar Goenka Trust  | 0      | 0%    | NA | 852553 | 8.15% | NA | 8.15% |

**C) Change in Promoters' Shareholding (please specify, if there is no change)**

| SN | Particulars                  | Shareholding at the during of the year |                                  | Cumulative Shareholding during the year |                                  |
|----|------------------------------|--|----------------------------------|---|----------------------------------|
|    |                              | No. of shares                          | % of total shares of the company | No. of shares                           | % of total shares of the company |
|    | At the beginning of the year | 9838990                                | 94.09%                           | 9838990                                 | 94.09%                           |
|    | At the end of the year       | 9838990                                | 94.09%                           | 9838990                                 | 94.09%                           |

**D) Shareholding Pattern of top ten Shareholders:**

**(Other than Directors, Promoters and Holders of GDRs and ADRs):**

| SN | For Each of the Top 10 Shareholders | Shareholding at the beginning of the year |                                  | Cumulative Shareholding during the year |                                  |
|----|-------------------------------------|---|----------------------------------|---|----------------------------------|
|    |                                     | No. of shares                             | % of total shares of the company | No. of shares                           | % of total shares of the company |
|    | At the beginning of the year        |   |                                  |   |                                  |
| 1  | Best Investments PTE Ltd.,          | 616725                                    | 5.90%                            | 616725                                  | 5.90%                            |
| 2  | Jaya Sree Prabhakar                 | 133                                       | 0.00%                            | 133                                     | 0.00%                            |
| 3  | P R Prabhakar                       | 133                                       | 0.00%                            | 133                                     | 0.00%                            |
| 4  | R V S S S Prasada Rao               | 133                                       | 0.00%                            | 133                                     | 0.00%                            |
| 5  | P P Rustgi                          | 134                                       | 0.01%                            | 134                                     | 0.01%                            |
| 6  | Nirmal Rustgi                       | 133                                       | 0.00%                            | 133                                     | 0.00%                            |
| 7  | Sanjay Jhun Jhunwala                | 134                                       | 0.00%                            | 134                                     | 0.00%                            |
| 8  | Madhu Jhun Jhunwala                 | 133                                       | 0.00%                            | 133                                     | 0.00%                            |
|    | Datewise increase                   | 0   | 0                                | 0                                       | 0                                |

| SN | For Each of the Top 10 Shareholders | Shareholding at the end of the year |                                  | Cumulative Shareholding during the year |                                  |
|----|-------------------------------------|-------------------------------------|----------------------------------|---|----------------------------------|
|    |                                     | No. of shares                       | % of total shares of the company | No. of shares                           | % of total shares of the company |
|    | At the end of the year              |                                     |                                  |   |                                  |
| 1  | Best Investments PTE Ltd.,          | 616725                              | 5.90%                            | 616725                                  | 5.90%                            |
| 2  | Jaya Sree Prabhakar                 | 133                                 | 0.00%                            | 133                                     | 0.00%                            |
| 3  | P R Prabhakar                       | 133                                 | 0.00%                            | 133                                     | 0.00%                            |
| 4  | R V S S S Prasada Rao               | 133                                 | 0.00%                            | 133                                     | 0.00%                            |
| 5  | P P Rustgi                          | 134                                 | 0.01%                            | 134                                     | 0.01%                            |
| 6  | Nirmal Rustgi                       | 133                                 | 0.00%                            | 133                                     | 0.00%                            |
| 7  | Sanjay Jhun Jhunwala                | 134                                 | 0.00%                            | 134                                     | 0.00%                            |
| 8  | Madhu Jhun Jhunwala                 | 133                                 | 0.00%                            | 133                                     | 0.00%                            |

**E) Shareholding of Directors and Key Managerial Personnel:**

| SN | Shareholding of each Directors and each Key Managerial Personnel | Shareholding at the beginning of the year |                                  | Cumulative Shareholding during the year |                                  |
|----|--|---|----------------------------------|---|----------------------------------|
|    |  | No. of shares                             | % of total shares of the company | No. of shares                           | % of total shares of the company |
|    | At the beginning of the year                                     |   |                                  |   |                                  |
| 1. | Om Prakash Goenka (Indl)   | 836964                                    | 8.00%                            | 836964                                  | 8.00%                            |
| 2  | Bharat Kumar Goenka (Indl)                                       | 497155                                    | 4.75%                            | 0%                                      | 0%                               |
| 3  | Sushil Goenka ( Indl)  | 1204280                                   | 11.5%                            | 1204280                                 | 11.5%                            |
| 4  | Sitaram Goenka (Indl)  | 1010233                                   | 9.66%                            | 1010233                                 | 9.66%                            |
| 5  | Shiv Bhagwan Goenka (Indl)                                       | 719184                                    | 6.88%                            | 719184                                  | 6.88%                            |
| 6  | Jitendra Goenka  | 214277                                    | 2%                               | 214277                                  | 2%                               |
| 7  | Seema Goenka   | 281585                                    | 3%                               | 281585                                  | 3%                               |
| 8  | Sanjay Goenka (Indl)   | 254442                                    | 2%                               | 254442                                  | 2%                               |
| 9  | Shiva Kumar Agarwal  | 0%  | 0%                               | 0%                                      | 0%                               |
| 10 | R.Mukundan   | 0%  | 0%                               | 0%                                      | 0%                               |

| SN | Shareholding of each Directors and each Key Managerial Personnel | Shareholding at the beginning of the year |                                  | Cumulative Shareholding during the year |                                  |
|----|--|---|----------------------------------|---|----------------------------------|
|    |  | No. of shares                             | % of total shares of the company | No. of shares                           | % of total shares of the company |
| 1. | RVSSS Prasada Rao  | 133                                       | 0.00                             | 133                                     | 0.00                             |
| 2. | S. Rangarajan  | 0   | 0                                | 0                                       | 0                                |

**V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/ accrued but not due for payment.**

|  | Secured Loans excluding deposits | Unsecured Loans     | Deposits            | Total Indebtedness    |
|--|----------------------------------|---------------------|---------------------|-----------------------|
| <b>Indebtedness at the beginning of the financial year</b> |                                  |                     |                     |                       |
| i) Principal Amount  | 2,73,51,95,276                   | 51,44,12,755        | 73,00,68,000        | 3,97,96,76,031        |
| ii) Interest due but not paid                              | 15,72,900                        | 5,21,60,953         | -                   | 5,37,33,853           |
| iii) Interest accrued but not due                          | -                                | 2,83,53,299         | 6,92,84,844         | 9,76,38,143           |
| <b>Total (i+ii+iii)</b>                                    | <b>2,73,67,68,176</b>            | <b>59,49,27,007</b> | <b>79,93,52,844</b> | <b>4,13,10,48,027</b> |
| Change in Indebtedness during the financial year           |                                  |                     |                     |                       |
| * Addition   | 3,40,10,62,592                   | 34,26,27,785        | 30,53,97,081        | 4,04,90,87,458        |
| * Reduction  | 3,79,75,67,544                   | 33,65,76,986        | 28,97,19,000        | 4,42,38,63,530        |
| Net Change   | (39,65,04,951)                   | 60,50,799           | 1,56,78,081         | (37,47,76,071)        |
| <b>Indebtedness at the end of the financial year</b>       |                                  |                     |                     |                       |
| i) Principal Amount  | 2,33,95,33,697                   | 53,61,10,788        | 74,12,83,000        | 3,61,69,27,485        |
| ii) Interest due but not paid                              | 7,29,528                         | 5,31,76,826         | -                   | 5,39,06,354           |
| iii) Interest accrued but not due                          | -                                | 1,16,90,192         | 7,37,47,925         | 8,54,38,117           |
| <b>Total (i+ii+iii)</b>                                    | <b>2,34,02,63,225</b>            | <b>60,09,77,806</b> | <b>81,50,30,925</b> | <b>3,75,62,71,956</b> |

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

| Name of the Director | Salary for the Year<br>Rs | House Rent<br>Rs. | Medical Expenses<br>Rs. | Club Subscription<br>Rs. | Commission<br>Rs.   | Performance Bonus | PF<br>Rs.       | Total<br>Rs.        |
|----------------------|---------------------------|-------------------|-------------------------|--------------------------|---------------------|-------------------|-----------------|---------------------|
| SRI SB GOENKA        | 45,00,000                 | 0                 | 0                       | 0                        | 5,25,00,000         | 0                 | 0               | 5,70,00,000         |
| SRI BHARAT GOENKA    | 45,00,000                 | 0                 | 0                       | 0                        | 75,00,000           | 0                 | 0               | 1,20,00,000         |
| SRI S.R.GOENKA       | 45,00,000                 | 8,40,000          | 0                       | 0                        | 2,25,00,000         | 0                 | 0               | 2,78,40,000         |
| SRI SUSHIL GOENKA    | 62,40,000                 | 0                 | 0                       | 0                        | 3,00,00,000         | 0                 | 0               | 3,62,40,000         |
| SRI O P GOENKA       | 45,00,000                 | 0                 | 39,758                  | 0                        | 11,75,00,000        | 0                 | 0               | 12,20,39,758        |
| SRI JITENDRA GOENKA  | 39,00,000                 | 0                 | 40,000                  | 0                        | 2,00,00,000         | 0                 | 4,48,500        | 2,43,88,500         |
| SMT SEEMA GOENKA     | 9,60,000                  | 0                 | 36,914                  | 0                        | 0                   | 0                 | 1,10,400        | 11,07,314           |
| <b>TOTAL</b>         | <b>2,91,00,000</b>        | <b>8,40,000</b>   | <b>1,16,672</b>         | <b>0</b>                 | <b>25,00,00,000</b> | <b>0</b>          | <b>5,58,900</b> | <b>28,06,15,572</b> |

### B. Remuneration to other directors

| SN. | Particulars of Remuneration                | Name of Directors |                |     |     | Total Amount |
|-----|--|-------------------|----------------|-----|-----|--------------|
|     |  | Sri SK Agarwal    | Sri R Mukundan |     |     |              |
| 1   | Independent Directors                      | Nil               | Nil            | Nil | Nil | Nil          |
|     | Fee for attending board committee meetings | 1,50,000          | 1,20,000       | Nil | Nil | 2,70,000     |
|     | Commission                                 | Nil               | Nil            | Nil | Nil | Nil          |
|     | Others, please specify                     | Nil               | Nil            | Nil | Nil | Nil          |
|     | Total (1)                                  | 1,50,000          | 1,20,000       | Nil | Nil | 2,70,000     |
| 2   | Other Non-Executive Directors              | Nil               | Nil            | Nil | Nil | Nil          |
|     | Fee for attending board committee meetings | Nil               | Nil            | Nil | Nil | Nil          |
|     | Commission                                 | Nil               | Nil            | Nil | Nil | Nil          |
|     | Others, please specify                     | Nil               | Nil            | Nil | Nil | Nil          |
|     | Total (2)                                  | Nil               | Nil            | Nil | Nil | Nil          |
|     | Total (B)=(1+2)                            | 1,50,000          | 1,20,000       | Nil | Nil | 2,70,000     |
|     | Total Managerial Remuneration              | 1,50,000          | 1,20,000       | Nil | Nil | 2,70,000     |
|     | Overall Ceiling as per the Act             | Nil               | Nil            | Nil | Nil | Nil          |

### C. Remuneration to key Managerial Personnel other than MD/Manager/Wtd

| SN | Particulars of Remuneration   | Key Managerial Personnel |                    |                    |                     |
|----|---|--------------------------|--------------------|--------------------|---------------------|
|    |   | CEO                      | CS                 | CFO                | Total               |
| 1  | Gross salary  |                          |                    |                    |                     |
|    | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | -                        | 47,10,050/-<br>PA  | 63,19,686/-<br>PA  | 110,29,736/-        |
|    | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961                             | -                        | -                  | -                  | -                   |
|    | (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961              | -                        | -                  | -                  | -                   |
| 2  | Stock Option  | -                        | -                  | 133 shares         | 133 shares          |
| 3  | Sweat Equity  | -                        | -                  | -                  | -                   |
| 4  | Commission  | -                        | -                  | -                  | -                   |
|    | as % of profit  | -                        | -                  | -                  | -                   |
|    | Others, specify...  | -                        | -                  | -                  | -                   |
| 5  | Others, please specify  | -                        | -                  | -                  | -                   |
|    | <b>Total</b>  |                          | <b>47,10,050/-</b> | <b>63,19,686/-</b> | <b>110,29,736/-</b> |

### VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

| Type                                | Section of the Companies Act | Brief Description | Details of Penalty / Punishment/ Compounding fees imposed | Authority [RD / NCLT/ COURT] | Appeal made, if any (give Details) |
|-------------------------------------|------------------------------|-------------------|---|------------------------------|------------------------------------|
| <b>A. COMPANY</b>                   |                              |                   |   |                              |                                    |
| Penalty                             |                              |                   |   |                              |                                    |
| Punishment                          |                              |                   | NIL   |                              |                                    |
| Compounding                         |                              |                   |   |                              |                                    |
| <b>B. DIRECTORS</b>                 |                              |                   |   |                              |                                    |
| Penalty                             |                              |                   |   |                              |                                    |
| Punishment                          |                              |                   | NIL   |                              |                                    |
| Compounding                         |                              |                   |   |                              |                                    |
| <b>C. OTHER OFFICERS IN DEFAULT</b> |                              |                   |   |                              |                                    |
| Penalty                             |                              |                   |   |                              |                                    |
| Punishment                          |                              |                   | NIL   |                              |                                    |
| Compounding                         |                              |                   |   |                              |                                    |



### **ANNEXURE-III**

**A S NARAYANAN**  
**COMPANY SECRETARY IN PRACTICE**  
**ACS M. NO. 6972 CP NO.8147**

**WARD NO VI/331, AISHWARYAM**  
**KOTTAI CRUSHER ROAD,**  
**NEDUMBASSERY P O,**  
**ALUVA – 683 585.**

#### **Annexure to Directors' Report for the year ended March 31, 2021**

The Members  
3F Industries Limited,  
CIN U24120AP1960PLC000888,  
Tanuku Road, Tadepallegudem,  
West Godavari District,  
Andhra Pradesh - 534102.

My Secretarial Audit 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. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes 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. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, I 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, standards are the responsibility of the management. My 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.
7. I had conducted online verification and examination of records, as facilitated by the company due to Covid 19 and subsequent lockdown situation for the purpose of issuing this Report.

Date: 31.08.2021.

Place: Aluva

**A S NARAYANAN**  
**COMPANY SECRETARY IN PRACTICE**  
**ACS M. NO. 6972 CP NO.8147**

**WARD NO VI/331, AISHWARYAM**  
**KOTTAI CRUSHER ROAD**  
**NEDUMBASSERY P O**  
**ALUVA – 683 585**

**FORM NO. MR -3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED ON 31<sup>st</sup> MARCH 2021**

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

To  
The Members  
3F Industries Limited,  
CIN U24120AP1960PLC000888,  
TanukuRoad ,Tadepallegudem,  
West Godavari District,  
Andhra Pradesh 534102.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by 3F Industries Limited (herein after called the company). Secretarial Audit was conducted for the financial year ended on 31.03.2021 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 31.03.2021 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 maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2021, according to the provisions of:

- i. The Companies Act, 1956 and the rules made there under to the extent applicable;
- ii. The Companies Act, 2013 (the Act) and the rules made there under;
- iii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under; Not applicable
- iv. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under to the extent applicable.
- v. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- vi. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): Not applicable as this is an unlisted company
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992
  - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009

- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008
- f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client to the extent as applicable - Applicable
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998
- vii. The following laws, regulations, directions, orders are applicable specifically to the company:-
  - 1. Environmental Protection Act, 1986
  - 2. Food Safety and Standards Act, 2006
  - 3. Sale of Goods Act, 1930
  - 4. Factories Act, 1948

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

### **Secretarial Standards**

The company has generally complied with Secretarial Standards 1 & 2 (pertaining to conduct of Meetings of Board, its Committees and General Meetings), during the period under review.

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

I further report that:-

The Board of Directors of the Company is 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 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. In some cases, Board meetings have been held at shorter notice in compliance with the provisions of the Act, Rules and Standards issued in this regard.

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

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

I further report that during the audit period the company has made the following specific actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines:-

- a. The members at the Annual General Meeting held on 24th December 2020 have authorized the Company under Section 180 (1)(a) of the Act for selling, mortgaging and/or charging the whole or substantially the whole of the immovable and movable properties of the Company where so ever situate, present and future and whole or the substantially the whole of the undertaking or undertakings of the company and/or conferring power to enter upon and take possession of the assets of the Company in certain event to or in favour of financial institutions/banks or any other person(s) for securing any loan obtained/ to be obtained, together with interest, costs, charges, expenses and any other money payable by the Company to them.
- b. The members at the above said Annual General Meeting have authorized the Company under Section 180(1)(c) of the Act, to borrow money from time to time either from the Company's bankers or from any other banks, financial institution or any other lending institution or persons on such terms and conditions as may be considered suitable by the Board of directors for the business of the Company notwithstanding that the monies to be borrowed together with the monies already

borrowed by the Company (apart from temporary loans obtained from the Company's bankers in the ordinary course of business) exceeds the aggregate of the paid up capital of the Company and its free reserves (i.e. reserves not set apart for any specific purpose) by an increased total amount not exceeding Rs.1500 Crores.

- c. The members at the above said Annual General Meeting have accorded approval for giving loans to any company/ies including subsidiaries but not wholly owned subsidiary upto Rs.200 Crores, under Section 185 of the Companies Act, 2013.
- d. The members at the above said Annual General Meeting have accorded approval for granting loans/providing corporate guarantees/making investments to any entity other than its wholly owned subsidiary up to any amount so that the total outstanding does not exceed Rs.500 crores at any point of time over and above the limits as prescribed under Section 186 of the Companies Act, 2013.
- e. The members at the above said Annual General Meeting have ratified the related party transactions entered into by the Company during the year 2019-20 upto an aggregate value not exceeding Rs.1889 crores. Similarly, the members have authorised the Company to enter into transactions with the related parties for an aggregate value of not exceeding Rs.1695 crores in any financial year from 2020-21 within an upper limit for each category as set out in table A of the resolution irrespective of whether they are on arm's length pricing or not.
- f. The members at the above said Annual General Meeting have approved/ratified the remuneration including reimbursement of reasonable out of pocket expenses actually incurred for the Financial Year ended March 31, 2020 to be paid to M/s. Narasimha Murthy & Co., Cost Accountants, Hyderabad, for the conduct of cost audit of the cost records of the company.
- g. The members at the above said Annual General Meeting have approved the total managerial remuneration of all the Whole Time Directors including the commission payable, which exceeds 10% of the eligible net profits of the company as computed under Sections 197, 198 read with Schedule V of the Companies Act, 2013 by Rs. 17,46,51,418/- (Rupees Seventeen Crores Forty Six Lakhs Fifty One Thousand Four Hundred Eighteen only).
- h. The members at the above said Annual General Meeting have approved for inviting/accepting/ renewing unsecured deposits from its members and public for an amount not exceeding the limits as specified under Section 73 and 76 of the Companies Act, 2013 read with the rules thereunder.
- i. The members at the above said Annual General Meeting have approved the payment of one time performance bonus amounting to Rs. 75 lakhs paid to Shri. Bharat Kumar Goenka, Wholetime Director of the Company, despite the total managerial remuneration exceeding the limits as stipulated in the Companies Act, 2013.

Date: 31.08.2021

Place: Aluva

**ANNEXURE-IV**  
**3F INDUSTRIES LIMITED**  
**FORM No. AOC-2**

Pursuant to Clause(h) of sub-section(3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

**A. DETAILS OF CONTRACTS OR ARRANGEMENTS OR TRANSACTIONS NOT AT ARM'S LENGTH BASIS:**

|    |   |     |
|----|---|-----|
| a) | Name(s) of the related party and nature of relationship   | NIL |
| b) | Nature of contracts / arrangements / transactions   |     |
| c) | Duration of the contracts / arrangements / transactions   |     |
| d) | Salient terms of the contracts or arrangements or transactions including the value, if any                        |     |
| e) | Justification for entering into such contracts or arrangements or transactions                                    |     |
| f) | Date (s) of approval by the Board   |     |
| g) | Amount paid as advances, if any:  |     |
| h) | Date on which the special resolution was passed in general meeting as required under first proviso to Section 188 |     |

**B. DETAILS OF MATERIAL CONTRACTS OR ARRANGEMENTS OR TRANSACTIONS AT ARM'S LENGTH BASIS:**

|    |   |                      |
|----|---|----------------------|
| a) | Name(s) of the related party and nature of relationship                                     | Rs. 1,81,14,97,223/- |
| b) | Nature of contracts/arrangements/transactions   |                      |
| c) | Duration of the contracts/arrangements/transactions   |                      |
| d) | Salient terms of the contracts or arrangements or transactions including the value, if any: |                      |
| e) | Date(s) of approval by the Board, if any:   |                      |
| f) | Amount paid as advances, if any:  |                      |

**ANNEXURE - V**

**Directors' Responsibility Statements as per Section 134 of the Companies Act, 2013.**

- (a) In the preparation of the annual accounts for the financial year ended March 31, 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 at the end of the financial year and of the profit and 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 this Act 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; and
- (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.

For & on behalf of the board

Place: Chennai  
Date: 01.10.2021

Sd/-  
S.B.GOENKA  
Chairman

## **Independent Auditor's Report**

To the Members of **3F INDUSTRIES LIMITED, TADEPALLIGUDEM.**

### **Report on the Audit of Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying Ind AS Standalone financial statements of **3F INDUSTRIES LIMITED.,** Tadepalligudem, ("the Company"), which comprises the Balance sheet as at 31<sup>st</sup> March, 2021, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Ind AS Standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Standalone financial statements give the information required by the Companies Act, 2013 ("the Act ") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

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 independence 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Information Other than the Standalone 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 Report, but does not include the standalone 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.

#### **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.

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 the

frauds and other irregularities; selection and application of appropriate 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 Standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS Standalone 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.

The Board of Directors are responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibility for the Audit of Standalone Ind AS Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone 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 Ind As Standalone 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 material misstatement of the Ind As Standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under sec 143(3)(i) of the Act, we also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 entity'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 entity 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.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in -

- (i) planning the scope of our audit work and in evaluating the results of our work; and
- (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

- 1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Companies Act, 2013 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) 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 including Other comprehensive income, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (IND AS) specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B", Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls with reference to financial statements.
  - g) With respect to the other matters to be included in the Auditor's report under Section 197(16). In our opinion and according to the information and explanations given to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of Section 197 of the Act, except for Rs.14,35,41,872/- (refer Note No. 55 of Standalone Financial Statements) which has been provided in excess of the limits prescribed in Section 197 read with Schedule V to the Companies Act, 2013, which is subject to approval of members.
  - h) With respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i) The Company has disclosed the impact of pending litigations on its financial position in its Standalone financial statements - Refer Note 43 to the Standalone financial statements;
    - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;and
    - iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

Place : Vijayawada  
Date : 1<sup>st</sup> October 2021

For K.S. Rao & Co.  
Chartered Accountants  
Firm Regn. No. 003109S

Sd/-  
(K VAMSI KRISHNA)  
Partner  
(ICAI Memb. No. 238809)  
UDIN:21238809AAAACA3713

### **Annexure 'A' to the Independent Auditor's Report:**

The Annexure referred to in Paragraph 1 under the heading "Report on other Legal and Regulatory Requirements" of our report of even date, to the members of **3F INDUSTRIES LIMITED** for the year ended 31<sup>st</sup> March 2021.

We report that:

- (i)
  - a) The company has maintained proper records showing full particulars including quantitative details and situation of its property, plant and equipment.
  - b) The Property, Plant and Equipment are physically verified by the management according to a phased program designed to cover all the items over a period of three years which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Pursuant to program, during the year the Property, Plant and Equipment situated at Krishnapatnam have been physically verified by the management and no material discrepancies have been noticed on such verification.
  - c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of the immovable property are held in the name of the company. However, in respect of certain immovable properties, we were informed that the title deeds have been deposited with the bankers for availing loans. The Immoveable Properties (Land) in the name of Amalgamated company (Asia Pacific Commodities Limited) titles are required to be transferred in the name of the company. As per information and explanations given to us, the process of transfer of title deeds is initiated.
- (ii) According to the information and explanations given to us the inventory has been physically verified by the management at reasonable intervals during the year under report and the discrepancies noticed during such physical verification of inventories as compared to book records have been properly dealt with in the books of account.
- (iii) The company has granted loans to its three subsidiaries and a joint venture (ceased to be joint venture on 31<sup>st</sup> August, 2020) covered in the register maintained under Section 189 of the Companies Act, 2013 whose aggregate outstanding balances as at reporting date is Rs.68,87,04,600/- (Maximum balance Rs.109,14,63,600/-), and these loans are in the nature of working capital except long term interest free loan given to Viaton Energy Private Limited. The Company has granted guarantee to its two subsidiaries covered in the register maintained under Section 189 of the Companies Act, 2013, whose aggregate outstanding balances as at reporting date is Rs.49,18,35,977/-.
  - a) According to the information and explanation given to us, the terms and conditions of the grant of such loan to its subsidiaries and joint venture, are covered by the register maintained under section 189 of the Companies Act, 2013 and not prima facie prejudicial to the interest of the company.
  - b) According to the information and explanation given to us, repayment of principal and interest are regular in respect of working capital /term loans given to its subsidiaries and joint venture (ceased to be joint venture on 31<sup>st</sup> August, 2020) except interest receivable from Viaton Energy Private Limited and an amount of Rs. 3,01,59,319 receivable from joint venture was written off during the year.
  - c) The loans/advances given to its subsidiaries and joint venture are in the nature of working capital except long term loan given to Viaton Energy Private Limited, hence, the para No. 3(iii) (c) of CARO, 2016 with regard to overdue amounts for more than ninety days in respect of working capital loans granted does not arise, and in respect of term loan granted to Viaton Energy Private Limited, in the absence of stipulations for repayment, the amount overdue for a period of more than 90 days is not ascertainable.
- iv) In our opinion and according to the information and explanations given to us, the company has not granted any loans, guarantee and security in accordance with the provisions of section 185 of the Companies Act, 2013. The company has complied with the provisions of Section 186 of the

Companies Act, 2013, in respect of loans/investments, guarantees and securities made by the company in respect of loans and investments made by the company.

- v) In our Opinion the company has complied with the provisions of Section 73 to 76 or any other relevant provisions of the Act and Companies (Acceptance of Deposits) Rules, 2014 with regard to the deposits accepted from the public. According to information furnished to us, no Order has been passed on the company by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any other Court or any other Tribunal for non-compliance with provisions of Section 73 to 76 Companies Act, 2013.
- vi) We have broadly reviewed the books of account and records 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. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii) (a) According to the information and explanations given to us and the basis of our examination of the records of the company, in our opinion, the company is generally regular in depositing with the appropriate authorities, the undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, duty of Customs, Cess and other material statutory dues applicable to it; and

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Income Tax, Goods and Service Tax, duty of customs, Cess and other material statutory dues were in arrears as at 31<sup>st</sup> March, 2021 for a period of more than six months from the date they became payable;

- (b) According to the information and explanations given to us, there were no amounts of duty of Customs, Goods and Service Tax, Cess, Income Tax, that have been disputed by the company, and hence, were not remitted to the concerned authorities at the date of the Balance Sheet under report, except

| Name of the statute | Nature of the dues | Amount Rupees | Period to which the amount relates | Amount Paid Under Protest | Forum where the dispute is pending                    |
|---------------------|--------------------|---------------|------------------------------------|---------------------------|---|
| Sales tax laws      | Sales tax          | 15,21,276     | 1991-92                            | 15,21,276                 | High Court of Andhra Pradesh                          |
|                     |                    | 2,14,271      | 2003-04                            | 56,000                    | Addl. Commissioner of Sales Tax, Berhampur            |
|                     |                    | 6,51,117      | 2005-06                            | 1,88,943                  | AP Sales tax Tribunal, Vishakhapatnam                 |
|                     |                    | 5,83,489      | 2011-12                            | 5,83,489                  | Sales Tax Appellate Tribunal, Lucknow.                |
|                     |                    | 11,12,705     | 2011-12                            | 6,17,954                  | UP Sales tax Tribunal                                 |
|                     |                    | 2,01,56,826   | 2012-13                            | 30,54,064                 | Deputy Commissioner of Sales Tax (Appeals), Ernakulam |
|                     |                    | 84,99,915     | 2013-14                            | 14,40,664                 | Deputy Commissioner of Sales Tax (Appeals), Ernakulam |
|                     |                    | 87,65,123     | 2014-15                            | 23,52,040                 | VAT Appellate Tribunal, Bangalore                     |

|                          |              |             |                   |             |  |
|--------------------------|--------------|-------------|-------------------|-------------|--|
|                          |              | 79,57,737   | 2015-16           | 23,87,321   | Joint Commissioner of Sales Tax, Bangalore |
|                          |              | 1,50,000    | 2016-17           | 1,50,000    | JC Appeals Lucknow                         |
|                          |              | 7,81,678    | 2018-19           | 7,81,678    | Deputy Commissioner of CT, Lucknow         |
|                          |              | 13,30,867   | 2019-20           | 13,30,867   | Deputy Commissioner of CT, Lucknow         |
| Customs Act, 1962        | Customs Duty | 3,34,92,491 | 2011              | 37,94,063   | CESTAT                                     |
|                          |              | 73,08,454   | 2000              | Nil         | CESTAT                                     |
|                          |              | 39,57,778   | 2011              | 3,95,799    | CESTAT                                     |
|                          |              | 23,32,170   | 2011              | 1,26,61,106 | CESTAT                                     |
|                          |              | 85,74,110   | 2017              | 6,39,310    | CESTAT                                     |
|                          |              | 31,14,052   | 2017              | 3,15,466    | CESTAT                                     |
| Central Excise Act, 1944 | Excise Duty  | 4,38,536    | 2013              | Nil         | CESTAT                                     |
|                          |              | 4,37,796    | 2013              | Nil         | CESTAT                                     |
|                          |              | 3,21,74,772 | Different Periods | Nil         | CESTAT                                     |

- viii) According to the records of the company examined by us, and the information and explanations given to us, there were no defaults in repayment of loans or borrowings to banks during the year under report;
- ix) In our opinion and according to the information and explanations given to us, the term loans taken by the Company have been applied for the purpose for which they were raised. The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) except term loans from banks during the year; and the same were applied for the purposes for which those were raised;
- x) During the course of our examination of the books and records of the company, carried out in accordance with the Generally Accepted Auditing Practices in India, and according to the information and explanations given to us, we have neither come across any instances of material fraud by the company or any fraud on the company by its officers or employees, noticed or reported during the year, nor we have been informed of any such case by the management;
- 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 the managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V of the Companies Act, 2013, except for Rs. 14,35,41,872/- (refer Note no. 55 of Standalone Financial Statements) which has been provided in excess of the limits prescribed in Section 197 read with Schedule V to the Companies Act, 2013, which is subject to approval of the members.
- xii) The company is not a chit fund or a Nidhi/mutual benefit fund/society and hence, the requirement of clause 3(xii) of the Order is not applicable to the company during the year under report;
- xiii) According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS Financial Statements as required by the applicable accounting standards;

- xiv) According to the information and explanations given to us, and based on our examination of the records of the company, the company has not made private placement or preferential allotment of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanations given to us, and based on our examinations of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them under the provisions of Section 192 of Companies Act, 2013. Therefore, the provision of clause 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 and accordingly, the provisions of clause 3(xvi) of the order are not applicable to the company and hence not commented upon.

Place: Vijayawada  
Date: 1<sup>st</sup> October, 2021.

For M/s K.S RAO & Co.,  
Chartered Accountants  
Firm Registration No.003109S  
sd/-  
K. VAMSI KRISHNA  
Partner  
ICAI Membership No:238809  
UDIN:21238809AAAACA3713

### **Annexure - B to the Independent Auditors' Report**

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

We have audited the internal financial controls with reference to financial statements of 3F Industries Limited ("the Company") as of 31st March 2021 in conjunction with our audit of the Ind AS standalone 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 with reference to financial statements 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 with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 with reference to financial statements.

#### **Meaning of Internal Financial Controls with reference to Financial Statements**

A company's internal financial control with reference to financial statements 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 with reference to financial statements includes those policies and procedures that

- 1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- 2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- 3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls with reference to Financial Statements**

Because of the inherent limitations of internal financial controls with reference to Financial Statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements 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 with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31<sup>st</sup> March, 2021, based on the internal control with reference to financial statements 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 K S Rao & Co.  
Chartered Accountants  
Firm Registration No: 003109S

Place : Vijayawada  
Date : 1<sup>st</sup> October 2021

Sd/-  
(K VAMSI KRISHNA)  
Partner  
Membership No.238809  
UDIN:21238809AAAACA3713

BALANCE SHEET As At 31<sup>st</sup> MARCH 2021 - TADEPALLIGUDEM

(Rs.)

| PARTICULARS   | Notes  | TOTAL   |                                      |
|---|--|---|--------------------------------------|
|   |  | As At 31 <sup>st</sup><br>MARCH 2021  | As At 31 <sup>st</sup><br>March 2020 |
| <b>ASSETS</b>   |  |   |                                      |
| <b>Non-current assets</b>   |  |   |                                      |
| (a) Property, Plant and Equipment   | 2  | 3,186,609,340   | 3,165,505,028                        |
| (b) Right of Use Asset  | 3  | 34,943,993  | 35,003,708                           |
| (c) Capital Work-in-progress  |  | 62,095,385  | 186,157,381                          |
| (d) Investment Property   | 4  | 58,280,185  | 58,280,185                           |
| (e) Other Intangible Assets   | 5  | 6,305,308   | 8,542,549                            |
| (f) Financial Assets  |  |   |                                      |
| (i) Investments   | 6  | 757,871,454   | 1,027,881,454                        |
| (ii) Trade Receivables  |  | -   |                                      |
| (iii) Loans   | 7  | 1,053,976,617   | 1,030,872,578                        |
| (iv) Others (to be specified)   | 8  | 11,925,850  | 57,100,000                           |
| (g) Deferred Tax Assets (Net)   | 24   |   |                                      |
| (h) Other Non-current Assets  | 9  | 209,502,959   | 109,809,006                          |
| <b>Current assets</b>   |  |   |                                      |
| (a) Inventories   | 10   | 4,440,101,277   | 3,092,343,585                        |
| (b) Financial Assets  |  |   |                                      |
| (i) Investments   | 11   | 57,725  | 284,207,745                          |
| (ii) Trade Receivables  | 12   | 835,143,133   | 773,380,760                          |
| (iii) Cash and cash equivalents   | 13   | 252,311,702   | 232,953,824                          |
| (iv) Bank balances other than (iii) above   | 13   | 4,044,241,685   | 2,090,507,194                        |
| (v) Loans   | 14   | 11,765,259  | 11,723,461                           |
| (vi) Others (to be specified)   | 15   | 145,975,472   | 146,708,425                          |
| (c) Current Tax Assets (Net)  | 16   | -   | 10,651,497                           |
| (d) Other Current assets  | 17   | 388,134,148   | 738,568,468                          |
| (e) Non Current Assets Classified as Held For Sale                                    |  | 9,154,045   | -                                    |
| <b>Total Assets</b>   |  | <b>15,508,395,536</b>   | <b>13,060,196,848</b>                |
| For and on behalf of the Board  |  | As per report of even date<br>For K.S. Rao & Co.<br>Chartered Accountants<br>(Firm Regn.No.003109S) |                                      |
| Sd/-<br>S.B.Goenka<br>Director  | Sd/-<br>O.P.Goenka<br>Director                         | Sd/-<br>K.Vamsi Krishna<br>Partner<br>Membership No. 238809   |                                      |
| Sd/-<br>S.Rangarajan<br>VP-Finance & Company Secretary<br>Chennai<br>Date: 01.10.2021 | Sd/-<br>R.V.S.S.Prasada Rao<br>Chief Financial Officer | Vijayawada<br>Date: 01.10.2021<br>UDIN:21238809AAAACA3713   |                                      |

BALANCE SHEET As At 31<sup>st</sup> MARCH 2021

(Rs. )

| PARTICULARS   | Notes  | TOTAL   |                                      |
|---|--|---|--------------------------------------|
|   |  | As At 31 <sup>st</sup><br>MARCH 2021                                  | As At 31 <sup>st</sup><br>March 2020 |
| <b>EQUITY AND LIABILITIES</b>                             |  |   |                                      |
| <b>Equity</b>   |  |   |                                      |
| (a) Equity Share Capital                                  | 18   | 104,566,480   | 104,566,480                          |
| (b) Other Equity  | 19   | 3,678,441,970   | 3,097,315,926                        |
| Deferred Government Grant                                 |  | 56,453,577  | 70,751,291                           |
| <b>LIABILITIES</b>  |  |   |                                      |
| <b>Non-current liabilities</b>                            |  |   |                                      |
| (a) Financial Liabilities                                 |  |   |                                      |
| (i) Borrowings  | 20   | 1,258,211,103   | 1,140,185,156                        |
| (ii) Trade Payables                                       |  |   |                                      |
| Due to Micro & Small enterprises                          |  |   |                                      |
| Due to Others   | 21   | 163,427   | 7,251,133                            |
| (iii) Other financial liabilities                         | 22   | 25,862,711  | 29,985,479                           |
| (Other than those specified in item (b), to be specified) |  |   |                                      |
| (b) Provisions  | 23   | 41,301,082  | 19,091,720                           |
| (c) Deferred Tax Liabilities (Net)                        | 24   | 388,241,586   | 439,356,959                          |
| (d) Other non-current liabilities                         |  |   |                                      |
| <b>Current liabilities</b>                                |  |   |                                      |
| (a) Financial Liabilities                                 |  |   |                                      |
| (i) Borrowings  | 25   | 1,996,640,201   | 2,483,560,395                        |
| (ii) Trade payables                                       | 26   |   |                                      |
| Due to Micro & Small enterprises                          |  | 34,226,818  | 16,704,182                           |
| Due to Others   |  | 6,769,379,496   | 4,667,471,841                        |
| (iii) Other financial liabilities                         | 27   | 922,761,376   | 850,952,720                          |
| (other than those specified in item (c))                  |  |   |                                      |
| (b) Other current liabilities                             | 28   | 98,483,135  | 117,108,168                          |
| (c) Provisions  | 29   | 11,432,215  | 15,895,397                           |
| (d) Current tax Liabilities (Net)                         | 16   | 122,230,360   | -                                    |
| <b>Total Equity and Liabilities</b>                       |  | <b>15,508,395,536</b>   | <b>13,060,196,848</b>                |
| For and on behalf of the Board                            |  | As per report of even date  |                                      |
| Sd/-<br>S.B.Goenka<br>Director                            | Sd/-<br>O.P.Goenka<br>Director                         | For K.S. Rao & Co.<br>Chartered Accountants<br>(Firm Regn.No.003109S) |                                      |
| Sd/-<br>S.Rangarajan<br>VP-Finance & Company Secretary    | Sd/-<br>R.V.S.S.Prasada Rao<br>Chief Financial Officer | Sd/-<br>K.Vamsi Krishna<br>Partner<br>Membership No. 238809           |                                      |
| Chennai<br>Date: 01.10.2021                               |  | Vijayawada<br>Date: 01.10.2021<br>UDIN:21238809AAAACA3713             |                                      |



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2021

(Rs.)

| PARTICULARS   | TOTAL  |  |                           |
|---|--|--|---------------------------|
|   | Notes  | Current Reporting Period   | Previous Reporting Period |
| <b>Income</b>   |  |  |                           |
| I. Revenue from Operations  | 30   | 28,897,367,737   | 22,947,678,078            |
| II. Other Income  | 31   | 417,364,632  | 240,927,248               |
| <b>III. Total Revenue (I+II)</b>  |  | <b>29,314,732,369</b>  | <b>23,188,605,326</b>     |
| <b>IV. Expenses</b>   |  |  |                           |
| Cost of Raw Materials and Components consumed   | 32   | 23,253,404,155   | 18,242,229,309            |
| Purchase of Traded Goods  |  | 1,639,388,713  | 210,342,540               |
| [Increase]/Decrease in Inventories of finished goods, Work-in-progress and traded goods   | 33   | (814,889,472)  | (583,488)                 |
| Employee Benefits expense   | 34   | 913,262,834  | 850,787,216               |
| Finance Costs   | 35   | 430,604,964  | 657,194,706               |
| Depreciation and amortization expense   | 36   | 252,358,834  | 235,801,772               |
| Power and fuel  |  | 492,192,413  | 718,891,656               |
| Other expenses  | 37   | 2,352,142,072  | 1,766,996,029             |
| <b>Total Expenses (IV)</b>  |  | <b>28,518,464,513</b>  | <b>22,681,659,741</b>     |
| <b>V. Profit/(Loss) before Exceptional and tax (III-IV)</b>   |  | <b>796,267,856</b>   | <b>506,945,585</b>        |
| <b>VI. Exceptional Items</b>  |  | -  | -                         |
| <b>VII. Profit/(Loss) before tax (V-VI)</b>   |  | <b>796,267,856</b>   | <b>506,945,585</b>        |
| Add : Income Tax Refund   |  |  |                           |
| <b>VIII. Tax expenses</b>   |  |  |                           |
| Short /Excess provision of Income Tax of Eariler Years  |  | 12,264,524   | (19,941,953)              |
| Current tax   |  | 283,700,000  | 129,000,000               |
| Deferred tax  |  | (151,393,181)  | 36,961,056                |
| MAT Credit Written off  |  | 70,528,370   | -                         |
| Differential MAT of Earlier Years   |  | 5,014,289  | (5,728,523)               |
| <b>Total tax expense</b>  |  | <b>220,114,002</b>   | <b>140,290,580</b>        |
| <b>IX. Profit/(Loss) for the year from continuing operations (VII-VIII)</b>   |  | <b>576,153,854</b>   | <b>366,655,004</b>        |
| <b>X. Other Comprehensive Income</b>  | 38   |  |                           |
| A. (i) Items that will not be reclassified to profit or loss  |  | (17,580,710)   | (2,336,442)               |
| (ii) Income tax relating to items that will not be reclassified to profit or loss   |  | 4,424,713  | (110,927)                 |
| B. (i) Items that will be reclassified to profit or loss  |  | 52,172,177   | (55,675,470)              |
| (ii) Income tax relating to items that will be reclassified to profit or loss   |  | (13,130,694)   | 19,455,236                |
| <b>XI. Total Comprehensive Income for the period (IX+X) (Comprising (Profit/(Loss) and Other Comprehensive Income for the period)</b> |  | <b>602,039,340</b>   | <b>327,987,402</b>        |
| <b>Earnings per equity share</b>  |  |  |                           |
| Basic and diluted:  |  | 55.10  | 35.06                     |
| Computed on the basis of total profit for the year  |  |  |                           |
| Statement of Significant Accounting Policies  | 1  |  |                           |
| For and on behalf of the Board  |  | As per report of even date   |                           |
| Sd/-<br>S.B.Goenka<br>Director  | Sd/-<br>O.P.Goenka<br>Director                         | For K.S. Rao & Co.<br>Chartered Accountants<br>(Firm Regn.No.003109S)<br>K.Vamsi Krishna<br>Partner<br>Membership No. 238809 |                           |
| Sd/-<br>S.Rangarajan<br>VP-Finance & Company Secretary<br>Chennai<br>Date: 01.10.2021   | Sd/-<br>R.V.S.S.Prasada Rao<br>Chief Financial Officer | Vijayawada<br>Date: 01.10.2021<br>UDIN:21238809AAAACA3713  |                           |

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2021**

(Rs.)

| <b>PARTICULARS</b>   | <b>31<sup>st</sup> March 2021</b> | <b>31<sup>st</sup> March 2020</b> |
|--|-----------------------------------|-----------------------------------|
| Profit before tax from continuing operations                                     | 796,267,856                       | 506,945,585                       |
| <b>Adjustments for</b>   |                                   |                                   |
| Interest expense   | 377,571,644                       | 614,304,388                       |
| Interest income  | (175,374,673)                     | (128,741,957)                     |
| Dividend income  | (131,241)                         | (3,125,076)                       |
| Loss/(Profit) on Sale of Investments - Current                                   | (14,016,203)                      | (70,142,688)                      |
| Profit/Loss on sale of Investments   | 221,893,803                       | -                                 |
| Interest Income on Retention Creditors   | (312,573)                         | (1,444,649)                       |
| Excess Provision Written Back  | (121,458)                         | (887,549)                         |
| Amortisation of government grants  | (14,297,714)                      | (15,381,258)                      |
| Depreciation/amortization  | 252,358,834                       | 235,801,772                       |
| Loss/[profit] on sale of fixed assets  | 71,694                            | (840,398)                         |
| Assets Written off   | -                                 | 3,996,504                         |
| Bad Debts Written Off  | 460,399,218                       | 956,434                           |
| Remeasurement of defined benefit plans   | (17,580,710)                      | 371,934                           |
| Net gain/loss on financial assets  | 87,357,421                        | (103,789,110)                     |
| <b>Operating profit before working capital changes</b>                           | <b>1,974,085,899</b>              | <b>1,038,023,932</b>              |
| <b>Movements in working capital:</b>   |                                   |                                   |
| Increase/[decrease] in trade payables  | 2,112,655,159                     | 456,302,417                       |
| Increase/[decrease] in provisions  | 17,867,638                        | 4,197,572                         |
| Increase/[decrease] in other liabilities (current)                               | (18,625,033)                      | (9,782,139)                       |
| Increase/[decrease] in other financial liabilities                               | 63,925,312                        | 142,480,359                       |
| Decrease/[increase] in trade receivables   | (166,593,692)                     | 456,406,835                       |
| Decrease/[increase] in inventories   | (1,347,757,692)                   | 157,265,917                       |
| Decrease/[increase] in loans and advances  | (53,305,185)                      | (249,937,489)                     |
| Decrease/[increase] in other assets  | (74,668,184)                      | 250,717,332                       |
| Decrease/[increase] in other financial assets                                    | 45,753,430                        | 1,000,000                         |
| Decrease/[increase] in other Bank Balances                                       | (1,953,734,491)                   | (1,718,188,586)                   |
| <b>Cash generated from/[used in] operations</b>                                  | <b>599,603,160</b>                | <b>528,486,150</b>                |
| Direct taxes paid [net of refunds]   | (147,053,499)                     | (117,142,048)                     |
| <b>Net cash flow from/[used in] operating activities (A)</b>                     | <b>452,549,660</b>                | <b>411,344,102</b>                |
| <b>Cash flows from Investing activities :</b>                                    |                                   |                                   |
| Purchase of fixed assets, including intangible assets, CWIP and capital advances | (158,449,301)                     | (381,759,691)                     |
| Proceeds from sale of fixed assets   | 2,119,367                         | 1,222,321                         |
| Investment made during year (Non-current)  | (236,690,650)                     | (93,435,400)                      |
| Proceeds from sale of Investments (Non-Current)                                  | 284,806,847                       | -                                 |
| Proceeds from sale of Investments (Current)                                      | 298,166,223                       | 151,533,149                       |
| Dividend received  | 131,241                           | 3,125,076                         |
| Interest received  | 155,058,641                       | 43,351,079                        |
| <b>Net cash flow from/[used in] investing activities (B)</b>                     | <b>345,142,368</b>                | <b>(275,963,465)</b>              |

|   |                      |                      |
|---|----------------------|----------------------|
| <b>Cash flows from Financing activities :</b>                   |                      |                      |
| Term Loans received   |                      |                      |
| Repayment of Term Loans   | (1,250,941,015)      | (1,064,049,665)      |
| Proceeds from borrowings  | 903,518,611          | 1,552,413,840        |
| Principal repayment of lease liabilities                        | (20,685,527)         | (18,374,812)         |
| Interest repayment of lease liabilities                         | (4,318,452)          | (4,583,169)          |
| Dividend Paid   | (19,840,733)         | -                    |
| Interest paid   | (386,067,034)        | (588,570,414)        |
| <b>Net cash flow from/[used in] in financing activities [C]</b> | <b>(778,334,150)</b> | <b>(123,164,220)</b> |
| Net increase/[decrease] in cash and cash equivalents (A+B+C)    | 19,357,878           | 12,216,387           |
| Cash and cash equivalents at the beginning of the year          | 232,953,824          | 220,737,437          |
| <b>Cash and cash equivalents at the end of the year</b>         | <b>252,311,702</b>   | <b>232,953,824</b>   |
| <b>Components of cash and cash equivalents</b>                  |                      |                      |
| Balances with Banks:  |                      |                      |
| On current accounts   | 178,303,793          | 224,723,499          |
| Deposits with original maturity of less than 3 months           | 700,000              | 1,800,000            |
| Cash Credits with Debit Balance                                 | 70,142,268           | 4,156,039            |
| Cash on hand  | 3,165,641            | 2,274,286            |
| <b>Total cash and cash equivalent</b>                           | <b>252,311,702</b>   | <b>232,953,824</b>   |

For and on behalf of the Board

As per report of even date

Sd/-  
S.B.Goenka  
Director

Sd/-  
O.P.Goenka  
Director

For K.S. Rao & Co.  
Chartered Accountants  
(Firm Regn.No.003109S)

Sd/-  
K.Vamsi Krishna  
Partner  
Membership No. 238809

Sd/-  
S.Rangarajan  
VP-Finance & Company Secretary  
Chennai  
Date: 01.10.2021

Sd/-  
R.V.S.S.S.Prasada Rao  
Chief Financial Officer

Vijayawada  
Date: 01.10.2021  
UDIN:21238809AAAACA3713

## **Notes Forming Part of Accounts**

### **1. CORPORATE INFORMATION**

#### **1.1 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies mentioned herein are relating to the standalone financial statements of the Company.

##### **a) Basis of preparation of financial statements**

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015.

The financial statements have been prepared on the historical cost convention under accrual basis of accounting except for certain financial assets and liabilities (as per the accounting policy below), which have been measured at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

##### **b) Use of estimates**

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. The management believes that these estimates and assumptions are reasonable and prudent. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

This note provides an overview of the areas that involved a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in the relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

##### **c) Significant Estimates and judgements**

The areas involving critical estimates or judgments are:

- i) Estimation of fair value of unlisted securities
- ii) Defined benefit obligation
- iii) Estimation of useful life of Property, Plant and Equipment
- iv) Estimation and evaluation of provisions and contingencies relating to tax litigations.

##### **d) Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable and net of returns, trade allowances rebates and amounts collected on behalf of third parties. It includes Excise Duty but excludes Value Added Tax, Sales Tax and Goods and Services Tax.

##### **Sale of products:**

Effective April 1, 2018, Company adopted Ind AS 115, "Revenue from contracts with customers". Revenue from sale of products is recognized, when the performance obligation is satisfied, by transferring promised goods to the customer. An asset is transferred when (or as) the customer obtains control to the Asset, as per the terms of contract and it is probable that the economic benefits associated with the transaction will flow to the Company.

Internal Transfers from one unit to the other unit are recognized at Market value of the Product/Service at the Time of Transfer.

**Interest Income:**

Interest income from debt instruments is recognized using the effective interest rate method and is accrued on a time basis. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying value of a financial asset. While calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options), but does not consider the expected credit losses.

**Dividends:****e) Property, Plant and Equipment**

Freehold Land is carried at historical cost. All other items of Property Plant and Equipment are stated at cost of acquisition or construction less accumulated depreciation / amortization and impairment, if any. The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use.

Items such as spare parts, stand-by equipment and servicing equipment are recognised in accordance with this Ind AS when they meet the definition of property, plant and equipment. Otherwise, such items are classified as inventory

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as separate asset is de-recognized when replaced. All other repairs and maintenance are charged to Profit or Loss during the reporting period in which they are incurred.

Property, Plant and Equipment acquired and put to use for project purpose are capitalised and depreciation thereon is included in the project cost till the project is ready for its intended use.

Items of Property, Plant and Equipment which are acquired in full or part exchange for another asset are recorded at fair value of the asset given up. If the exchange lacks commercial substance or where the fair market value of the asset given up or asset acquired cannot be measured reliably, the cost is measured at the carrying amount of asset given up.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/ (losses).

**Depreciation and amortization**

- i) Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on Tangible fixed assets is provided as per useful life prescribed and in the manner laid down under Schedule II to the Companies Act, 2013, as follows:
  - In respect of Plant & Machinery
  - In respect of Wind Mill
  - In respect of Ships
  - In respect of all Other Assets
- ii) Goodwill arising in the course of acquisition/demerger will be amortized over period of five years.
- iii) Advances paid towards the acquisition of Property, Plant and Equipment outstanding at each Balance Sheet date is classified as Capital advances under other Non-current assets and the cost of assets not put to use before such date are disclosed under Capital Work-in-Progress.
- iv) Assets to be disposed off are reported at the lower of carrying value or fair value less cost to sell.

**f) Intangible assets**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. In respect of approved Research and Development programme, expenditure of capital nature is included in the fixed assets and other expenditure is charged off to revenue in the year in which such expenditure is incurred.

**g) Impairment**

**i. Financial Assets:**

The company recognizes loss allowances using Expected Credit Loss (ECL) model for the financial assets which are not fair valued through Profit and Loss. Loss allowance for trade receivables are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in profit or loss.

**ii. Non-Financial assets:**

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are compared at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash-generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

**h) Foreign currency translation**

(i) Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). i.e in Indian rupee (INR).

**(ii) Transactions and balances**

- At each Balance Sheet date foreign currency monetary items are reported using the rate of exchange on that date. Foreign currency non-monetary items are reported using the exchange rate at which they were initially recognized.

i) Investment in Subsidiaries and Associates:

Investments in subsidiaries are measured at cost as per Ind AS 27 - Separate Financial statements.

**j) Inventories**

Cost of inventories comprises of cost of purchase, cost of conversion and other cost incurred in bringing the inventories to their present location and Condition.

- Finished goods are valued at lower of cost or net realisable value.
- Raw-materials (under FIFO method), Stores, Spares and Packing material (under Weighted average method), Work -in- process, and Materials in transit are valued at cost except where net realisable value of the finished goods they are used in is less than the cost of finished goods and in such an event, if the replacement cost of such materials etc., is less than their book values, they are valued at replacement cost.
- By-products and scrap are valued at net realisable value and it is reduced from cost of the main product.
- Machinery spares which can be used only in connection with an item of fixed assets and whose use is expected to be irregular are amortised over the life of the principal assets.

**k) Employee benefits**

**i) Short term obligations:**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services upto the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled on an undiscounted basis. The liabilities are presented as current employee benefit obligations in the balance sheet.

**ii) Other long-term employee benefit:**

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of the expected future payments to be made in respect of services provided by employee upto the end of reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognized in profit or loss. The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

**iii) Post-employment obligation:**

The Company operates the following post-employment schemes:

- a) Defined benefit plans such as gratuity for its eligible employees,
- b) Defined contribution plans such as provident fund and
- c) Superannuation

**Gratuity obligation:**

The liability or asset recognized in the balance sheet in respect of defined benefit pension and gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by Actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in INR is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on the Government Bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income (net-off deferred tax). They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in profit or loss as past service cost.

Contributions to Gratuity are made periodically to the Trust duly approved by the Income Tax authorities and such contributions paid/payable are debited to Profit and Loss Account on accrual. Provision is made in the accounts for liability towards uncashed leave wages of eligible employees, on the basis as if all such employees retire on the Balance Sheet date.

### **Provident Fund and Employees' state Insurance Scheme:**

Eligible employees of the company receive benefits from a provident fund and Employees' State Insurance scheme which is a defined benefit plan. Both the eligible employee and the company make monthly contributions to the Provident Fund and Employees' State Insurance equal to a specified percentage of the covered employee's salary. The Company has no further obligations for future provident fund benefits other than monthly contributions.

#### **l) Taxes on income:**

Tax expense comprises of current and deferred taxes. The income tax expense (income) for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax is the amount of income taxes payable in respect of the taxable profit (tax loss) for a period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

MAT Credit Entitlement is nothing but a future tax credit. Hence it is included in Deferred Tax Asset.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

#### **m) Government Grants**

Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Grants related to revenue items are presented as part of profit or loss under general heading such as other income or they are deducted in reporting the related expenses.

Government grants relating to the purchase of property, plant and equipment are included in noncurrent liabilities as deferred income and are credited to profit or loss on a straight-line basis over the expected lives of the related assets and presented within other income or the grant amount shall be reduced from the cost of asset.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the company with no future related costs are recognized in profit or loss in the period in which they become receivable.



The benefit of a government loan at a below-market rate of interest is treated as a government grant, measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates.

**n) Provisions and contingent liabilities**

**i) Provision:**

A provision is recorded when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated. The estimated liability for product warranties is recorded when products are sold based on technical evaluation.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. Provisions are discounted when time value of money is material. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

**ii) Contingent liabilities:**

Wherever there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because (a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or (b) the amount of the obligation cannot be measured with sufficient reliability. Show-cause notices are not considered as Contingent Liabilities unless converted into demand.

**iii) Contingent assets:**

Wherever there is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. A contingent asset is disclosed when the inflow of economic benefit is probable.

**o) Leases**

The Company has adopted Ind AS 116-Leases with effect from 1st April, 2018. The Company's lease asset consists of lease for Building. The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- i) the contract involves the use of an identified asset
- ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognises a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and leases of low value assets.

The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at costless accumulated depreciation and impairment losses, if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and use fullife of the underlying asset.

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

A lease liability is remeasured upon the occurrence of certain events such as a change in the lease term. The remeasurement normally also adjusts the leased assets.

Lease liability and ROU asset have been presented as a separate line item in the Balance Sheet and lease payments have been classified as financing cash flows.

**q) Cash and Cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions/banks, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

**r) Cash flow statement:**

Cash flows are reported using the indirect method, whereby the profit for the period is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

**s) Financial instruments**

Financial assets and financial liabilities are recognized when company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

**t) Financial assets**

All regular way purchases or sales of financial assets are recognized and de-recognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets

For the impairment policy on financial assets - refer Para No. g (i).

**1) Classification of financial assets**

Debt instruments that meet the following conditions are subsequently measured at amortized cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognized in profit or loss for FVTOCI debt instruments. For the purposes of recognizing foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortized cost. Thus, the exchange differences on the amortized cost are recognized in profit or loss and other changes in the fair value of FVTOCI financial assets are recognized in other comprehensive income and accumulated under the heading of 'investment Revaluation reserve' through other comprehensive income'. When the investment is disposed of the cumulative gain or loss previously accumulated in this reserve is reclassified to profit or loss.

All other financial assets are subsequently measured at fair value through Profit and loss.

## **2) Effective interest method**

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognized in profit or loss and is included in the "Other income" line item.

## **3) Investments in equity instruments at FVTOCI**

On initial recognition, the company can make an irrevocable election (on an instrument-by-instrument basis) to present the subsequent changes in fair value in other comprehensive income pertaining to investments in equity instruments. This election is not permitted if the equity investment is held for trading. These elected investments are initially measured at fair value plus transaction costs.

Subsequently, they are measured at fair value with gains and losses arising from changes in fairvalue recognized in other comprehensive income and accumulated in the 'investment Revaluation Reserve' through other comprehensive income'. The cumulative gain or loss is not reclassified to profit or loss on disposal of the investments.

### **A financial asset is held for trading if:**

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the company manages together and has a recent actual pattern of short-term profit-making; or
- it is a derivative that is not designated and effective as a hedging instrument or a financial guarantee.

The company has equity investments which are not held for trading. The company has elected the FVTOCI irrevocable option for both of these investments. Fair value is determined in the manner\ described in Para No. aa.

Dividends on these investments in equity instruments are recognized in profit or loss when the company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of

part of cost of the investment and the amount of dividend can be measured reliably. Dividends recognized in profit or loss are included in the 'Other income' line item.

#### **4) Financial assets at fair value through profit or Loss (FVTPL)**

Investments in equity instruments are classified as at FVTPL, unless the company irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income for investments in equity instruments which are not held for trading (see note T.3 above).

Debt instruments that do not meet the amortized cost criteria or FVTOCI criteria (see above) are measured at FVTPL. In addition, debt instruments that meet the amortized cost criteria or the FVTOCI criteria but are designated as at FVTPL are measured at FVTPL.

A financial asset that meets the amortized cost criteria or debt instruments that meet the FVTOCI criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognizing the gains and losses on them on different bases. The company has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'Other income' line item. Dividend on financial assets at FVTPL is recognized when the company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

#### **5) De-recognition of financial assets**

The Company de-recognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

#### **6) Foreign exchange gain and losses**

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

- For foreign currency denominated financial assets measured at amortized cost and FVTPL, the exchange differences are recognized in profit or loss except for those which are designated as hedging instruments in a hedging relationship.
- Changes in the carrying amount of investments in equity instruments at FVTOCI relating to changes in foreign currency rates are recognized in other comprehensive income.
- For the purposes of recognizing foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortized cost. Thus, the exchange differences on the amortized cost are recognized in profit or loss and other changes in the fair value of FVTOCI financial assets are recognized in other comprehensive income.

### **Financial liabilities and equity instrument**

#### **1) Classification as debt or equity**

Debt and equity instruments issued by a company entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument

## 2) Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a company entity are recognized at the proceeds received, net of direct issue costs.

Re-purchase of the Company's own equity instruments is recognized and deducted directly in equity. No gain or loss is recognized in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

## 3) Financial liabilities

All financial liabilities are subsequently measured at amortized cost using the effective interest method or at FVTPL.

### (i) Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either contingent consideration recognized by the Company as an acquirer in a business combination to which IndAS 103 applies or is held for trading or it is designated as at FVTPL.

#### **A financial liability is classified as held for trading if:**

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading or contingent consideration recognized by the Company as an acquirer in a business combination to which Ind AS 103 applies, may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of a company of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the company is being provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on re-measurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any interest paid on the financial liability and is included in the 'Other income' line item.

However, for non-held-for-trading financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognized in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss, in which case these effects of changes in credit risk are recognized in profit or loss. The remaining amount of change in the fair value of liability is always recognized in profit or loss. Changes in fair value attributable to a financial liability's credit risk that are recognized in other comprehensive income are reflected immediately in retained earnings and are not subsequently reclassified to profit or loss.

Gains or losses on financial guarantee contracts and loan commitments issued by the Company that are designated by the Company as at fair value through profit or loss are recognized in profit or loss.

Fair value is determined in the manner described in Para - aa.

**(ii) Financial liabilities subsequently measured at amortized cost**

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

**De-recognition of financial liabilities**

The Company de-recognizes financial liabilities when and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability de-recognized and the consideration paid and payable is recognized in profit or loss.

**Hedge Accounting**

Derivatives are initially recognized at fair value on the date when a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. The accounting for subsequent changes in fair value depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged. The Company designates certain derivatives as either:

- hedges of the fair value of recognized assets or liabilities or a firm commitment (fair value hedges), or
- hedges of a particular risk associated with the cash flows of recognized assets and liabilities and highly probable forecast transactions (cash flow hedges).

The Company documents at the inception of the hedging transaction the relationship between hedging instruments and hedged items, as well as its risk management objective and strategy for undertaking various hedge transactions. The Company also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions have been and will continue to be highly effective in offsetting changes in fair values or cash flows of hedged items.

The fair values of various derivative financial instruments used for hedging purposes are disclosed. The full fair value of a hedging derivative is classified as a non-current asset or liability when the remaining maturity of the hedged item is more than 12 months; it is classified as a current asset or liability when the remaining maturity of the hedged item is less than 12 months.

The effective portion of changes in the fair value of derivatives that are designated and qualify as cashflow hedges is recognized in the other comprehensive income in cash flow hedging reserve within equity, limited to the cumulative change in fair value of the hedged item on a present value basis from the inception of the hedge. The gain or loss relating to the ineffective portion is recognized immediately in profit or loss, within other gains/(losses).

When forward contracts are used to hedge forecast transactions, the company generally designates only the change in fair value of the forward contract related to the spot component as the hedging instrument. Gains or losses relating to the effective portion of the change in the spot component of the

forward contracts are recognized in other comprehensive income in cash flow hedging reserve within equity. In some cases, the entity may designate the full change in fair value of the forward contract (including forward points) as the hedging instrument. In such cases, the gains and losses relating to the effective portion of the change in fair value of the entire forward contract are recognized in the cash flow hedging reserve within equity.

Amounts accumulated in equity are reclassified to profit or loss in the periods when the hedged item affects profit or loss (for example, when the forecast sale that is hedged takes place).

When a hedging instrument expires, or is sold or terminated, or when a hedge no longer meets the criteria for hedge accounting, any cumulative deferred gain or loss and deferred costs of hedging in equity at that time remains in equity until the forecast transaction occurs. When the forecast transaction is no longer expected to occur, the cumulative gain or loss and deferred costs of hedging that were reported in equity are immediately reclassified to profit or loss within other gains/ (losses).

#### **u) Borrowing Cost**

Borrowing cost incurred in connection with the funds borrowed for acquisition/erection of assets that necessarily take substantial period of time to get ready for intended use, are capitalized as part of such assets. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing cost eligible for capitalization. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs. All other borrowing costs are charged to revenue.

#### **v) Current and Non-current classification**

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

Cash or cash equivalent is treated as current, unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. In respect of other assets, it is treated as current when it is:

- expected to be realized or intended to be sold or consumed in the normal operating cycle
- held primarily for the purpose of trading
- expected to be realized within twelve months after the reporting period.

All other assets are classified as non-current.

#### **A liability is treated as current when:**

- it is expected to be settled in the normal operating cycle
- it is held primarily for the purpose of trading
- it is due to be settled within twelve months after the reporting period, or
- there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

#### **w) Dividend:**

Final dividends on shares are recorded as liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the company's board of directors.

**x) Accounting for Derivatives:**

The company uses derivative instruments to hedge its exposure to movements in foreign exchange rates, interest rates and currency risks. The objective of these derivative instruments is only to reduce the risk or cost to the company and is not intended for trading or speculation.

**y) Earnings per share:**

The company's Basic EPS is calculated by dividing profit or loss from continuing operations attributable to ordinary equity holders by the weighted average number of ordinary shares outstanding during the period as per IND AS-33, Earnings per Share.

The diluted EPS of an entity is calculated on the same basis as basic EPS, after adjusting for the effects of dilutive potential ordinary shares unless the effect of the potential dilutive equity shares is anti-dilutive.

**z) Fair value measurement:**

In determining the fair value of its financial instruments, the company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis, available quoted market prices and dealer quotes. All methods of assessing fair value resulting in a general approximation of value, and such value may never actually be realized.



Statement of Changes in Equity for the year ended 31<sup>st</sup> March 2021

A. Equity share capital

Amount in Rs.

| Particulars                                    | No of Shares | Amount      |
|--|--------------|-------------|
| Balance as at 31 <sup>st</sup> March, 2020     | 10,456,648   | 104,566,480 |
| Changes in equity share capital during 2020-21 | -            | -           |
| Balance as at 31 <sup>st</sup> March, 2021     | 10,456,648   | 104,566,480 |

B. Other Equity

Amount in Rs.

| Particulars   | Capital Reserve | Reserves and Surplus |                 |                   | Other Comprehensive Income                           |                         |                                |                           | Total         |
|---|-----------------|----------------------|-----------------|-------------------|--|-------------------------|--------------------------------|---------------------------|---------------|
|   |                 | Securities Premium   | General Reserve | Retained Earnings | Equity instruments through Cash Comprehensive Income | Cash Flow Hedge Reserve | Actuarial Gains/losses reserve | Deferred tax on OCI items |               |
| Balance at the beginning of reporting period - 01-04-2019 | 29,600,000      | 91,991,145           | 217,978,249     | 2,422,595,297     | 2,708,376  | 6,877,917               | -                              | (2,422,461)               | 2,769,328,524 |
| Profit for the period for the year                        | -               | -                    | -               | 366,655,004       | -  | -                       | -                              | -                         | 366,655,004   |
| Other Comprehensive Income for the year                   | -               | -                    | -               | -                 | (2,708,376)  | (55,675,470)            | 371,934                        | 19,344,309                | (38,667,603)  |
| Total Comprehensive Income for the year                   | -               | -                    | -               | 366,655,004       | (2,708,376)  | (55,675,470)            | 371,934                        | 19,344,309                | 327,987,402   |
| Add/Less: Transfer from Other Comprehensive income        | -               | -                    | -               | 241,965           | -  | -                       | (371,934)                      | 129,969                   | -             |
| Transfer to General Reserve                               | -               | -                    | -               | -                 | -  | -                       | -                              | -                         | -             |
| Final Equity Dividend                                     | -               | -                    | -               | -                 | -  | -                       | -                              | -                         | -             |
| Balance at the end of reporting period - 31-03-2020       | 29,600,000      | 91,991,145           | 217,978,249     | 2,789,492,267     | -  | (48,797,553)            | -                              | 17,051,817                | 3,097,315,925 |
| Profit for the period for the year                        | -               | -                    | -               | 576,153,854       | -  | -                       | -                              | -                         | 576,153,854   |
| Other Comprehensive Income for the year                   | -               | -                    | -               | -                 | -  | 52,172,177              | (17,580,710)                   | (8,705,980)               | 25,885,487    |
| Total Comprehensive Income for the year                   | -               | -                    | -               | 576,153,854       | -  | 52,172,177              | (17,580,710)                   | (8,705,980)               | 602,039,340   |
| Add/Less: Transfer from Other Comprehensive income        | -               | -                    | -               | (13,155,997)      | -  | -                       | 17,580,710                     | (4,424,713)               | -             |
| Transfer to General Reserve                               | -               | -                    | -               | -                 | -  | -                       | -                              | -                         | -             |
| Final Equity Dividend                                     | -               | -                    | -               | (20,913,296)      | -  | -                       | -                              | -                         | (20,913,296)  |
| Balance at the end of reporting period - 31-03-2021       | 29,600,000      | 91,991,145           | 217,978,249     | 3,331,576,828     | -  | 3,374,624               | -                              | 3,921,123                 | 3,678,441,970 |

For and on behalf of the Board

(As per our report of even date)

Sd/-  
S.B.Goenka  
Director

Sd/-  
O.P.Goenka  
Director

For K.S. Rao & Co.  
Chartered Accountants  
(Firm Regn.No.003109S)

Sd/-  
K.Vamsi Krishna  
Partner  
Membership No. 238809

Sd/-  
S.Rangarajan  
VP-Finance & Company Secretary  
Chennai  
Date: 01.10.2022

Sd/-  
R.V.S.S.S.Prasada Rao  
Chief Financial Officer

Vijayawada  
Date: 01.10.2021  
UDIN:21238809AAAACA3713

Ind AS 16 - "Property, Plant and Equipment"

**Note - 2**

Amount in Rs.

**a. TANGIBLE ASSES**

| Asset Name                     | Cost as on 01.04.2020 | Addition           | Deletions         | Cost as on 31.03.2021 | Depreciation upto 31.03.2020 | Depreciation For the Year | Depreciation on Dedicitions | Depreciation upto 31.03.2021 | WDV as on 31.03.2021 | WDV as on 31.03.2020 |
|--------------------------------|-----------------------|--------------------|-------------------|-----------------------|------------------------------|---------------------------|-----------------------------|------------------------------|----------------------|----------------------|
| Land                           | 180,574,988           | -                  | -                 | 180,574,988           | -                            | -                         | -                           | -                            | 180,574,988          | 180,574,988          |
| Buildings - Factory            | 99,949,693            | 49,341,868         | -                 | 149,291,560           | 19,078,384                   | 13,631,252                | -                           | 32,709,635                   | 116,581,925          | 80,871,309           |
| Buildings - Non Factory        | 82,351,895            | 5,254,115          | -                 | 87,606,010            | 13,395,529                   | 6,622,557                 | -                           | 20,018,086                   | 67,587,924           | 68,956,366           |
| Roads                          | 6,996,574             | 10,805,347         | -                 | 17,791,921            | 4,381,375                    | 3,889,645                 | -                           | 8,271,021                    | 9,520,900            | 2,605,199            |
| Plant & Machinery              | 3,135,466,214         | 184,662,725        | 13,795,338        | 3,306,333,600         | 334,938,758                  | 192,162,423               | 2,465,387                   | 524,635,794                  | 2,781,697,806        | 2,800,527,456        |
| Furniture and fittings         | 5,277,634             | 714,667            | -                 | 5,992,301             | 2,661,528                    | 853,569                   | -                           | 3,515,097                    | 2,477,204            | 2,616,106            |
| Computers and Data Peripherals | 9,530,676             | 2,198,978          | -                 | 11,729,653            | 6,584,680                    | 2,319,027                 | -                           | 8,903,707                    | 2,825,946            | 2,945,995            |
| Electrical Installations       | 2,701,101             | 14,751             | 19,352            | 2,696,500             | 1,725,690                    | 368,593                   | 12,525                      | 2,081,758                    | 614,742              | 975,411              |
| Office Equipment               | 7,182,062             | 2,926,394          | 21,650            | 10,086,806            | 3,682,706                    | 2,009,590                 | 16,629                      | 5,675,667                    | 4,411,139            | 3,499,356            |
| Vehicles                       | 35,675,842            | 7,456,405          | 3,308             | 43,128,940            | 13,743,002                   | 9,069,173                 | -                           | 22,812,175                   | 20,316,765           | 21,932,841           |
| Ships/Barges                   | 0.05                  | -                  | -                 | 0.05                  | -                            | -                         | -                           | -                            | 0.05                 | 0.05                 |
| <b>Total</b>                   | <b>3,565,696,680</b>  | <b>263,375,249</b> | <b>13,839,648</b> | <b>3,815,232,280</b>  | <b>400,191,651</b>           | <b>230,925,930</b>        | <b>2,494,541</b>            | <b>628,622,940</b>           | <b>3,186,609,340</b> | <b>3,165,505,028</b> |
| <b>Previous Year</b>           | <b>3,268,589,701</b>  | <b>302,663,182</b> | <b>5,556,204</b>  | <b>3,565,696,680</b>  | <b>190,183,233</b>           | <b>211,186,163</b>        | <b>1,177,777</b>            | <b>400,191,620</b>           | <b>3,165,505,060</b> | <b>3,078,406,468</b> |

**Right of Use Assets**

**Note 3**

| Asset Name           | Cost as on 01.04.2020 | Addition          | Deletions         | Cost as on 31.03.2021 | Depreciation upto 31.03.2020 | Depreciation For the Year | Depreciation on Dedicitions | Depreciation upto 31.03.2021 | WDV as on 31.03.2021 | WDV as on 31.03.2020 |
|----------------------|-----------------------|-------------------|-------------------|-----------------------|------------------------------|---------------------------|-----------------------------|------------------------------|----------------------|----------------------|
| Buildings            | 67,153,555            | 21,251,550        | 28,920,901        | 59,484,204            | 32,149,845                   | 18,584,817                | 26,194,451                  | 24,540,211                   | 34,943,993           | 35,003,708           |
| <b>Total</b>         | <b>67,153,555</b>     | <b>21,251,550</b> | <b>28,920,901</b> | <b>59,484,204</b>     | <b>32,149,845</b>            | <b>18,584,817</b>         | <b>26,194,451</b>           | <b>24,540,211</b>            | <b>34,943,993</b>    | <b>35,003,708</b>    |
| <b>Previous Year</b> | <b>61,324,853</b>     | <b>10,396,569</b> | <b>4,567,869</b>  | <b>67,153,553</b>     | <b>14,489,940</b>            | <b>20,423,015</b>         | <b>2,763,109</b>            | <b>32,149,846</b>            | <b>35,003,707</b>    | <b>46,834,913</b>    |

## Investment Property

## Note 4

| Asset Name           | Cost as on 01.04.2020 | Addition | Deletions | Cost as on 31.03.2021 | Depreciation upto 31.03.2020 | Depreciation For the Year | Depreciation on Dedicitions | Depreciation upto 31.03.2021 | WDV as on 31.03.2021 | WDV as on 31.03.2020 |
|----------------------|-----------------------|----------|-----------|-----------------------|------------------------------|---------------------------|-----------------------------|------------------------------|----------------------|----------------------|
| Land                 | 58,280,185            | -        | -         | 58,280,185            | -                            | -                         | -                           | -                            | 58,280,185           | 58,280,185           |
| <b>Total</b>         | <b>58,280,185</b>     | <b>-</b> | <b>-</b>  | <b>58,280,185</b>     | <b>-</b>                     | <b>-</b>                  | <b>-</b>                    | <b>-</b>                     | <b>58,280,185</b>    | <b>58,280,185</b>    |
| <b>Previous Year</b> | <b>58,280,185</b>     | <b>-</b> | <b>-</b>  | <b>58,280,185</b>     | <b>-</b>                     | <b>-</b>                  | <b>-</b>                    | <b>-</b>                     | <b>58,280,185</b>    | <b>58,280,185</b>    |

## Intangible Assets

## Note 5

| Asset Name           | Cost as on 01.04.2020 | Addition       | Deletions | Cost as on 31.03.2021 | Depreciation upto 31.03.2020 | Depreciation For the Year | Depreciation on Dedicitions | Depreciation upto 31.03.2021 | WDV as on 31.03.2021 | WDV as on 31.03.2020 |
|----------------------|-----------------------|----------------|-----------|-----------------------|------------------------------|---------------------------|-----------------------------|------------------------------|----------------------|----------------------|
| Software             | 17,822,475            | 610,946        | -         | 18,433,421            | 9,279,926                    | 2,848,187                 | -                           | 12,128,113                   | 6,305,308            | 8,542,549            |
| <b>Total</b>         | <b>17,822,475</b>     | <b>610,946</b> | <b>-</b>  | <b>18,433,421</b>     | <b>9,279,926</b>             | <b>2,848,187</b>          | <b>-</b>                    | <b>12,128,113</b>            | <b>6,305,308</b>     | <b>8,542,549</b>     |
| <b>Previous Year</b> | <b>17,792,775</b>     | <b>29,700</b>  | <b>-</b>  | <b>17,822,475</b>     | <b>5,087,331</b>             | <b>4,192,595</b>          | <b>-</b>                    | <b>9,279,926</b>             | <b>8,542,549</b>     | <b>12,705,443</b>    |

a) The company has adopted Ind AS 116 leases effective from 1<sup>st</sup> April, 2018. In the statement of profit and loss for the current year, operating lease expenses which were recognised as other expenses in previous periods is now recognised as depreciation expense for the right-of-use asset and finance cost for interest accrued on lease liability. The adoption of this standard did not have any significant impact on the profit for the year and earnings per share. The weighted average incremental borrowing rate of 10% has been applied to lease liabilities recognised in the balance sheet at the date of initial application.

b) The total cash outflow for leases is Rs.4,05,92,382/- for the year ended 31<sup>st</sup> March, 2020, including cash outflow of short-term leases and leases of low-value assets. Interest on lease liabilities is Rs.43,18,452/- for the year.

**3F INDUSTRIES LIMITED**  
**TADEPALLIGUDEM**

Amount in Rs.

| 6. Non-current Investments  | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|---|--------------------------------------|--------------------------------------|
| <b>Unquoted Equity Instruments -<br/>Investments measured at cost</b>   |                                      |                                      |
| <b>Investment in Subsidiary companies</b>   |                                      |                                      |
| i) 6,93,607 Ordinary shares (Previous Year 6,93,607) of Singapore \$ 1/- each fully paid up in 3F Global Singapore  | 4,869,220                            | 4,869,220                            |
| ii) 23,31,088 Ordinary shares (Previous year 23,31,088) of Ghana Ciede 1/- each in 3F Ghana Ltd., Ghana   | 93,469,384                           | 93,469,384                           |
| iii) 7,30,000 Ordinary shares (Previous Year 7,30,000) of Ghana Ceide 1/- each in 3F Ghana Trading Limited  | 23,951,650                           | 23,951,650                           |
| iv) 1,00,10,000 Ordinary Shares (Previous Year 1,00,10,000) of Rs. 10 /- each in 3F Oil Plam Agro Tech Pvt Ltd.   | 100,100,000                          | 100,100,000                          |
| v) 53,65,100 Shares (Previous Year 53,65,100) of Rs 10/- in Chakranemi Infrastructure Private Limited   | 53,651,000                           | 53,651,000                           |
| vi) 2,60,65,000 Shares (Previous year 2,60,65,000) of Rs. 10 /- each in Viaton Energy Private Ltd.  | 260,650,000                          | 260,650,000                          |
| vii) 1,57,49,240 Shares (Previous Year 1,57,49,240) of Srilankan Rs. 10 /- each in Ceylone Specility Fats<br>Less: Provision for Diminution in value of Investment      | 68,224,591<br>(68,224,591)           | 68,224,591<br>(68,224,591)           |
| viii) 2,35,000 No's Ordinary shares (Previous Year 2,35,000) of Ghana Cedi 1/- each in Krishna Exports ltd.,  | 3,491,000                            | 3,491,000                            |
| ix) 1,53,16,910 Ordinary shares (Previous Year 1,53,16,910) of Ghana Cedi 1/- each in 3F Ghana Oils and Fats Ltd.,  | 217,438,500                          | 217,438,500                          |
| <b>Investment in Joint Venture</b>  |                                      |                                      |
| i) 2,70,00,000 Shares (Previous Year 2,70,00,000) of Rs. 10/- each in 3F Fuji Foods Pvt Ltd., (Sold during the year)  | -                                    | 270,000,000                          |
| <b>Investment in Equity shares (unquoted) :</b>   |                                      |                                      |
| i) 1,25,000 Shares (Previous Year 1,25,000) of Rs. 10/- each in Federation of Oil Processors at Krishnapatnam<br>Less: Provision for dimunition in value of investments | 1,250,000<br>(1,250,000)             | 1,250,000<br>(1,250,000)             |
| <b>Investment in Government or trust Securities</b>   |                                      |                                      |
| i) National Saving Certificates   | 250,700                              | 260,700                              |
|   | <b>757,871,454</b>                   | <b>1,027,881,454</b>                 |
|   |                                      |                                      |

|  |             |               |
|--|-------------|---------------|
| Aggregate amount of quoted Investments - Market Value      | -           | -             |
| Aggregate amount of quoted Investments - Book Value        | -           | -             |
| Aggregate amount of unquoted investments                   | 827,346,045 | 1,097,356,045 |
| Aggregate provision for diminution in value of investments | 69,474,591  | 69,474,591    |

#### Category Wise Financial Assets - as per Ind AS 107 classification

| Particulars   | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|---|--------------------------------------|--------------------------------------|
| <b>Financial assets carried at fair value through profit or loss (FVTPL)</b><br>Mandatorily measured at FVTPL | 57,725                               | 284,207,745                          |
| <b>Financial assets carried at amortised cost</b><br>Debt/equity instrument                                   | 6,355,590,417                        | 4,343,506,943                        |
| <b>Financial assets measured at Fair Value Through Other Comprehensive Income</b><br>Debt/equity instrument   | 757,620,754                          | 1,027,620,754                        |
| <b>Total</b>  | <b>7,113,268,896</b>                 | <b>5,655,335,442</b>                 |

#### Details of Subsidiaries

| Name of the Company                   | Principal Activity  | Place of Domicile | Proportion of Ownership interest/voting rights |                   |
|---------------------------------------|---|-------------------|--|-------------------|
|                                       |   |                   | As at 31-Mar-2021                              | As at 31-Mar-2020 |
| 1. 3F Oil Palm Agrotech Pvt. Ltd      | Manufacturer of Palm oil, Palm Kernal Oil & Crude Palm Oil              | India             | 100.00%  | 100.00%           |
| 2. Chakranemi Infrastructure Pvt. Ltd | Provider of Infrastructure facilities                                   | India             | 100.00%  | 100.00%           |
| 3. Viaton Energy Pvt. Ltd             | Generation of Power   | India             | 62.81%   | 62.81%            |
| 4. 3F Global Singapore PTE Ltd        | Trading in Cashew Kernels, Sheanuts, Sesame seeds                       | Singapore         | 100.00%  | 100.00%           |
| 5. 3F Ghana Limited                   | Processing of Shea Nuts into Shea Butter                                | Ghana             | 100.00%  | 100.00%           |
| 6. 3F Ghana Trading Limited           | Wholesaler of General goods   | Ghana             | 100.00%  | 100.00%           |
| 7. 3F Ghana Oils & Fats Ltd           | Manufacturers of Oil fats and Processing of Oil seeds, Kennels and Nuts | Ghana             | 100.00%  | 100.00%           |
| 8. Krishna Exports Limited            | Export of Shea nuts, cashew nuts and Sesame seeds                       | Ghana             | 100.00%  | 100.00%           |

#### Details of Joint Venture

| Name of the Company              | Principal Activity  | Place of Domicile | Proportion of Ownership interest/voting rights |                   |
|----------------------------------|---|-------------------|--|-------------------|
|                                  |   |                   | As at 31-Mar-2021                              | As at 31-Mar-2020 |
| 1. 3F Fuji Foods Private Limited | Manufacturer of non-Dairy whipping cream and Soft mix cream | India             | Nil  | 45.00%            |

Amount in Rs.

| 7. | Loans (Non-current)   | As at 31 <sup>st</sup><br>March 2021    | As at 31 <sup>st</sup><br>March 2020    |
|----|---|---|---|
|    | <b>Considered good - Secured</b>  |   |   |
|    | Considered good - Unsecured<br>which have significant increase in credit risk<br>credit impaired                              | 688,704,600<br>1,223,340<br>(1,223,340) | 568,513,579<br>1,223,340<br>(1,223,340) |
|    | <b>Security Deposit</b>   |   |   |
|    | Considered good - Secured<br>Considered good - Unsecured<br>which have significant increase in credit risk<br>credit impaired | 3,441,252                               | 4,405,822                               |
|    | <b>Intercompany Deposits</b>  |   |   |
|    | Considered good - Secured<br>Considered good - Unsecured<br>which have significant increase in credit risk<br>credit impaired | 361,830,765                             | 457,953,178                             |
|    | <b>Total</b>  | <b>1,053,976,617</b>                    | <b>1,030,872,578</b>                    |

Amount in Rs.

| 8. | Other Financial Assets (Non-Current) | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|----|--------------------------------------|--------------------------------------|--------------------------------------|
|    | Fixed deposits with scheduled banks  | -                                    | 57,100,000                           |
|    | Margin Money Deposits                | 11,925,850                           | -                                    |
|    | <b>Total</b>                         | <b>11,925,850</b>                    | <b>57,100,000</b>                    |

Amount in Rs.

| 9. | Other Non-current Assets   | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|----|----------------------------|--------------------------------------|--------------------------------------|
|    | <b>Capital advances</b>    |                                      |                                      |
|    | Unsecured, considered good | 33,451,391                           | 33,451,391                           |
|    | <b>Security Deposit</b>    |                                      |                                      |
|    | Unsecured, considered good | 176,051,568                          | 76,357,615                           |
|    | <b>Total</b>               | <b>209,502,959</b>                   | <b>109,809,006</b>                   |

Amount in Rs.

| 10. | Inventories  | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|-----|--|--------------------------------------|--------------------------------------|
|     | <b>Raw Materials</b> (Includes Intransit of<br>Rs. 1,33,98,01,280) (Previous year Rs. 71,58,79,588)<br>At cost | 2,327,472,622                        | 1,803,580,386                        |
|     | <b>Work in Process</b>   |                                      |                                      |
|     | At cost  | 856,931,670                          | 662,222,305                          |
|     | At Market Value  | 4,344,054                            | 30,319,282                           |
|     | <b>Finished Goods</b>  |                                      |                                      |
|     | At cost  | 484,358,503                          | 437,923,546                          |
|     | At Market value  | 31,415,875                           | 10,194,966                           |
|     | Stock in Trade (includes Stock in Transit of Rs.71,45,612/-)   | 578,876,724                          | 377,255                              |
|     | Stores and spares at cost (includes Stock in<br>Transit of Rs. 19,98,872/-)                                    | 156,701,829                          | 147,725,845                          |
|     | <b>Total</b>   | <b>4,440,101,277</b>                 | <b>3,092,343,585</b>                 |

**Note:**

The cost of inventories recognized as an expense during the year in respect of continuing operations was Rs. 24,59,23,64,071/- for the year ended 31<sup>st</sup> March 2021 and Rs.18,95,62,57,525/- for the year ended 31<sup>st</sup> March 2020.

The amount of write-down of inventories to net realisable value recognised as an expense was Rs. 92,82,105 for the year ended 31<sup>st</sup> March 2021 and Rs.75,49,119 for the year end 31<sup>st</sup> March 2020.

The mode of valuation of inventories has been stated in note "j" in significant accounting policies.

**Amount in Rs.**

| 11. Current Investments                       | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|---|--------------------------------------|--------------------------------------|
| <b>Other Investments -Non Quoted</b>          |                                      |                                      |
| Investment in                                 |                                      |                                      |
| Kotak Low duration fund standard Growth       | -                                    | 206,498,339                          |
| Reliance liquid fund- Treasury Plan Growth    | 6,147                                | 5,932                                |
| Adity Birla Sun Life Low duration Fund-Growth | 51,578                               | 76,693,905                           |
| SBI Savings Fund - Regular Plan Growth        | -                                    | 1,009,569                            |
| <b>Total</b>                                  | <b>57,725</b>                        | <b>284,207,745</b>                   |

## Units 2,42,354.611 Units lien with Lakshmi Vilas Bank and Limited against Suppliers Credit facility.

**Amount in Rs.**

| 12. Trade receivables (Current)                         | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|---|--------------------------------------|--------------------------------------|
| Considered good - Secured                               | -                                    | -                                    |
| Considered good - Unsecured                             | 835,502,947                          | 774,152,021                          |
| which have significant increase in credit risk          | 615,828                              | 76,278,109                           |
| credit impaired   |                                      |                                      |
| Less: Provision for doubtful debts                      | (615,828)                            | (76,278,109)                         |
| Less: Provision for Loss Allowance/Expected Credit Loss | (359,814)                            | (771,261)                            |
| Total   | 835,143,133                          | 773,380,760                          |

| Ageing                     | Expected Credit<br>Loss % | Expected Credit Loss % |
|----------------------------|---------------------------|------------------------|
| Within the Credit period   | Nil                       | Nil                    |
| Upto 30 days past due      | 0.25%                     | 0.25%                  |
| 31-60 days past due        | 0.50%                     | 0.50%                  |
| 61-90 days past due        | 0.75%                     | 0.75%                  |
| More than 90 days past due | 1.00%                     | 1.00%                  |

Credit risk is the risk that the counter party will not meet its obligation under a Financial Instrument or Customer contract leading to Financial loss.

**Amount in Rs.**

| 13. Cash and Bank balances  | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|---|--------------------------------------|--------------------------------------|
| <b>Cash and Cash Equivalents :</b>                                      |                                      |                                      |
| Balances with Banks:  |                                      |                                      |
| On current accounts   | 178,303,793                          | 224,723,499                          |
| Deposits with original maturity of less than 3 months                   | 700,000                              | 1,800,000                            |
| Cash Credits with Debit Balance   | 70,142,268                           | 4,156,039                            |
| Cash on hand  | 3,165,641                            | 2,274,286                            |
| Others( MIES licenses on hand)  |                                      |                                      |
| <b>(A)</b>  | <b>252,311,702</b>                   | <b>232,953,824</b>                   |
| <b>Other Bank Balances :</b>  |                                      |                                      |
| Unclaimed Dividend  | 9,877,036                            | 8,704,588                            |
| Fixed deposits with maturity more than 3 months but less than 12 months | 1,079,046,822                        | 414,504,718                          |
| Margin money deposit  | 2,955,317,827                        | 1,667,297,888                        |
| Deposits Repayment Reserve  | -                                    | -                                    |
| <b>(B)</b>  | <b>4,044,241,685</b>                 | <b>2,090,507,194</b>                 |
| <b>Total</b>  | <b>4,296,553,386</b>                 | <b>2,323,461,018</b>                 |

Amount in Rs.

| 14. | Loans (Current)  | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|-----|--|--------------------------------------|--------------------------------------|
|     | <b>Security Deposit</b>  |                                      |                                      |
|     | Considered good - Secured  |                                      |                                      |
|     | Considered good - Unsecured<br>which have significant increase in credit risk<br>credit impaired | 11,765,259                           | 11,723,461                           |
|     | <b>Total</b>   | <b>11,765,259</b>                    | <b>11,723,461</b>                    |

Amount in Rs.

| 15. | Other Financial Assets (Current)                  | As at 31 <sup>st</sup><br>March 2019 | As at 1 <sup>st</sup><br>March 2020 |
|-----|---|--------------------------------------|-------------------------------------|
|     | Claims receivable                                 | -                                    | -                                   |
|     | Int. accrued on Fixed Deposits                    | 50,056,217                           | 48,878,086                          |
|     | Interest accrued on others                        | 63,083,782                           | 34,813,773                          |
|     | Interest accrued on loans to subsidiary companies | 33,302,284                           | 43,013,671                          |
|     | Less: Provision for Bad and Doubtful Assets       | (25,957,741)                         | (25,957,741)                        |
|     | Derivative Asset                                  | 25,490,930                           | 45,960,636                          |
|     | <b>Total</b>                                      | <b>145,975,472</b>                   | <b>146,708,425</b>                  |

Amount in Rs.

| 16. | Current Tax Liability (Net)    | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|-----|--------------------------------|--------------------------------------|--------------------------------------|
|     | <b>Advance tax</b>             |                                      |                                      |
|     | Income tax paid under protest  | 4,273,445                            | 4,273,445                            |
|     | Dividend tax refund receivable | 8,606,415                            | 8,606,415                            |
|     | Income tax refund receivable   | 3,204,525                            | -                                    |
|     | Withholding Tax                | 1,509,767                            | 12,367,464                           |
|     | Income Tax Deducted at Source  | 31,197,608                           | 24,463,681                           |
|     | Income Tax Collected at Source | 5,774,061                            |                                      |
|     | Advance payment of tax         | 372,020,429                          | 352,174,749                          |
|     |                                | 426,586,249                          | 401,885,754                          |
|     | <b>Provision for Tax</b>       |                                      |                                      |
|     | Provision for Income tax       | 548,816,609                          | 391,234,257                          |
|     |                                | <b>548,816,609</b>                   | <b>391,234,257</b>                   |
|     | <b>Total</b>                   | <b>122,230,360</b>                   | <b>(10,651,497)</b>                  |



Amount in Rs.

| 17. | Other Assets (Current)  | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|-----|---|--------------------------------------|--------------------------------------|
|     | <b>Loans and advances to related parties</b>  |                                      |                                      |
|     | Unsecured, considered good<br>which have significant increase in credit risk<br>credit impaired | 38,979,584                           | -                                    |
|     | <b>Advances recoverable</b>   |                                      |                                      |
|     | Secured, Considered good  |                                      |                                      |
|     | Unsecured, Considered good  | 130,286,875                          | 126,054,294                          |
|     | which have significant increase in credit risk  | 2,500,000                            | 2,500,000                            |
|     | Less: Provision for bad & doubtful debts  | (2,500,000)                          | (2,500,000)                          |
|     | Prepaid expenses  | 20,427,993                           | 25,998,942                           |
|     | Balances with Statutory/Government authorities  | 198,439,696                          | 586,515,232                          |
|     | <b>Total</b>  | <b>388,134,148</b>                   | <b>738,568,468</b>                   |

Amount in Rs.

| 18. | Share Capital   | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|-----|---|--------------------------------------|--------------------------------------|
|     | <b>Authorised Share Capital:</b>  |                                      |                                      |
|     | 1,80,00,000 Equity Shares of Rs.10 each   | 180,000,000                          | 180,000,000                          |
|     |   | <b>180,000,000</b>                   | <b>180,000,000</b>                   |
|     | <b>Issued Share Capital:</b>  |                                      |                                      |
|     | 1,04,56,725 Equity Shares of Rs.10/- each   | 104,567,250                          | 104,567,250                          |
|     |   | <b>104,567,250</b>                   | <b>104,567,250</b>                   |
|     | <b>Subscribed and fully paid-up shares :</b>  |                                      |                                      |
|     | 1,04,56,648 ( 31st March 2020 - 1,04,56,648)<br>Equity shares of Rs.10/- each fully paid up | 104,566,480                          | 104,566,480                          |
|     |   | <b>104,566,480</b>                   | <b>104,566,480</b>                   |

**a) Rights, Preferences and restrictions attached to Equity shares**

The Company has only class Equity shares having a face value of Rs.10/- each. Each holder of equity share is entitled to one vote per share held. The dividend proposed by the Board of Directors is subject to approval of share holders in the Annual General Meeting, except in the case of interim dividend. In the event of liquidation of Company, the holders of equity share will be entitled to receive the remaining Assets of the company after distribution of all preferential amounts, in proportion to the share held by the shareholders equity.

| b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period | As at 31 <sup>st</sup> March 2021 |                    | As at 31 <sup>st</sup> March 2020 |                    |
|---|-----------------------------------|--------------------|-----------------------------------|--------------------|
|   | No.                               | Rs.                | No.                               | Rs.                |
| Equity Shares<br>at the beginning of the period   | 10,456,648                        | 104,566,480.00     | 10,456,648                        | 104,566,480        |
| <b>Outstanding at the end of the period</b>   | <b>10,456,648</b>                 | <b>104,566,480</b> | <b>10,456,648</b>                 | <b>104,566,480</b> |

  

| c) Shareholders holding more than 5% of equity shares reporting period | As at 31 <sup>st</sup> March 2021 |               | As at 31 <sup>st</sup> March 2020 |               |
|--|-----------------------------------|---------------|-----------------------------------|---------------|
|  | % of holding                      | No. of Shares | % of holding                      | No. of Shares |
| a) Shri Sushil Goenka  | 11.52%                            | 1,204,280     | 11.52%                            | 1,204,280     |
| b) Shri Sitaram Goenka   | 9.66%                             | 1,010,233     | 9.66%                             | 1,010,233     |
| c) Bharath Kumar Goenka Trust  | 8.15%                             | 852,553       | 8.15%                             | 852,553       |
| d) Shri Om Prakash Goenka  | 8.00%                             | 836,964       | 8.00%                             | 836,964       |
| e) Shri Shiv Bhagavan Goenka   | 6.88%                             | 719,184       | 6.88%                             | 719,184       |
| f) Best Investments Pte Ltd.,  | 5.90%                             | 616,725       | 5.90%                             | 616,725       |
|  | 50.11%                            | 5,239,939     | 50.11%                            | 5,239,939     |

**Amount in Rs.**

| 19. Other Equity   | As at 31 <sup>st</sup> March 2021 | As at 31 <sup>st</sup> March 2020 |
|--|-----------------------------------|-----------------------------------|
| <b>Capital Reserves</b>  |                                   |                                   |
| <b>Capital Redemption Reserve</b>                                    |                                   |                                   |
| Opening balance  | 29,600,000                        | 29,600,000                        |
| Add: Amount transferred during the year                              | 29,600,000                        | 29,600,000                        |
| <b>Securities Premium</b>  |                                   |                                   |
| Opening Balance  | 91,991,145                        | 91,991,145                        |
| Add: Issued during the year-Right Issue                              |                                   |                                   |
| <b>Closing Balance</b>   | <b>91,991,145</b>                 | <b>91,991,145</b>                 |
| <b>Other Comprehensive Income-FVTOCI reserve</b>                     |                                   |                                   |
| Opening Balance  | (31,745,735)                      | 7,163,832                         |
| Add: Income for the year   | 25,885,487                        | (38,667,603)                      |
| (Less): Transfer to Statement of Profit & Loss (Net of Deferred Tax) | 13,155,997                        | (241,965)                         |
| Deferred tax thereon   | -                                 | -                                 |
| <b>Closing Balance</b>   | <b>7,295,748</b>                  | <b>(31,745,736)</b>               |
| <b>General Reserve</b>   |                                   |                                   |
| Balance as per the last Financial Statements                         | 217,978,249                       | 217,978,249                       |
| Add: Transfer from Profit & Loss Account                             | -                                 | -                                 |
| Add/(Less): Ind AS Adjustments                                       | -                                 | -                                 |
| <b>Closing Balance</b>   | <b>217,978,249</b>                | <b>217,978,249</b>                |
| <b>Surplus/(Deficit) in the Statement of Profit and Loss</b>         |                                   |                                   |
| Balance as per the last Financial Statements                         | 2,789,492,267                     | 2,422,595,298                     |
| <b>Add:</b>  |                                   |                                   |
| Profit for the year  | 576,153,854                       | 366,655,004                       |
| Transfer from Other Comprehensive Income                             |                                   | 241,965                           |
|  | <b>3,365,646,121</b>              | <b>2,789,492,268</b>              |
| <b>Less: Deductions</b>  |                                   |                                   |
| Transfer to General Reserve  | -                                 | -                                 |
| Transfer from Other Comprehensive Income (Net of Deferred Tax)       | 13,155,997                        | -                                 |
| Final Equity Dividend paid   | 20,913,296                        | -                                 |
| Total Appropriations   | 34,069,293                        | -                                 |
| <b>Net Surplus in Statement of Profit and Loss</b>                   | <b>3,331,576,828</b>              | <b>2,789,492,268</b>              |
| <b>Total Reserves and Surplus taken to Balance Sheet</b>             | <b>3,678,441,970</b>              | <b>3,097,315,926</b>              |

**Capital redemption reserve:**

The Company had recognised capital redemption reserve on redemption of preference shares and Buy-back of Equity shares from its retained earnings as per the then applicable provisions of Companies Act, 1956. This can be utilised for issuing fully paid bonus shares in accordance with the provisions of Companies Act, 2013

**Securities premium:**

The amount received in excess of face value of the equity shares at the time of issue is recognised in Securities Premium Reserve.

**General reserve:**

The Company has transferred a portion of the net profit of the Company before declaring dividend to general reserve pursuant to the earlier provisions of Companies Act 1956. Mandatory transfer to general reserve is not required under the Companies Act 2013.

**Retained earnings**

Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

|     |  | <b>Amount in Rs.</b>                        |   |
|-----|--|---|---|
| 20. | <b>Borrowings (Non-current)</b>  | <b>As at 31<sup>st</sup><br/>March 2021</b> | <b>As at 31<sup>st</sup><br/>March 2020</b> |
|     | <b>Term Loans</b>  |   |   |
|     | <b>Indian rupee loan from banks (secured)</b>  |   |   |
|     | : Kotak Mahindra Bank  | -   | 88,555,141                                  |
|     | : IDFC Bank  | 348,203,412                                 | 381,190,500                                 |
|     | : Siemens Financial Services (WM)  | 47,860,396                                  | -   |
|     | : Bajaj Fiance Limited   | 186,830,357                                 | -   |
|     | <b>Foreign Currency loan from Banks (Secured)</b>                                      |   |   |
|     | : IDFC Bank (USD 1422879.81)   | 73,831,366                                  | 102,599,196                                 |
|     | <b>Other Term Loans</b>  |   |   |
|     | : Vehicle Loans  | 937,269                                     | 174,189                                     |
|     |  | <b>657,662,801</b>                          | <b>572,519,026</b>                          |
|     | <b>Others</b>  |   |   |
|     | Deferred sales tax loan (Unsecured)  |   |   |
|     | Deferred Sales Tax - I (Repayable with effect from<br>Financial Year 2014 - 15)        | 4,127,230                                   | 13,352,341                                  |
|     | Deferred Sales Tax - I (APCL) (Repayable with effect from<br>Financial Year 2019 - 20) | 17,534,051                                  | 28,535,308                                  |
|     | Deferred Sales Tax - II (Repayable with effect from<br>Financial Year 2022 - 23)       | 84,186,746                                  | 76,569,854                                  |
|     | Deposits (unsecured)   |   |   |
|     | : from Public & Shareholders   | 471,916,000                                 | 427,322,000                                 |
|     |  | <b>577,764,027</b>                          | <b>545,779,503</b>                          |
|     | <b>Lease Liabilities</b>   | <b>22,784,275</b>                           | <b>21,886,626</b>                           |
|     |  | <b>1,258,211,103</b>                        | <b>1,140,185,156</b>                        |
|     | <b>The above amount includes</b>   |   |   |
|     | Secured borrowings   | 657,662,801                                 | 572,519,026                                 |
|     | Unsecured borrowings   | 600,548,302                                 | 567,666,130                                 |
|     | Term loans from Banks Comprises of:  |   |   |

| NAME OF THE BANK                       | KOTAK BANK  | IDFC        | SIEMENS     | BAJAJ       | IDFC (FC)   |
|--|-------------|-------------|-------------|-------------|-------------|
| a) Loan Availed                        | 400,000,000 | 400,000,000 | 114,600,000 | 200,000,000 | 100,000,000 |
| b) No. of Instalments                  | 54          | 20          | 30          | 16.00       | 16          |
| c) Instalment commencing from          | 10/23/2017  | 9/30/2020   | 10/29/2020  | 1/31/2022   | 8/31/2020   |
| d) Rate of interest per annum          | 9.70%       | 12.30%      | 10.30%      | 9.75%       | 7.45%       |
| e) Instalment amount per Month/Quarter | 7,407,407   | 20,000,000  | 3,820,000   | 12,500,000  | 6,250,000   |

- A) Term loans from Kotak Bank is secured by first and exclusive hypothecation charge on all existing and future immovable fixed Assets and first and exclusive equitable mortgage charge on immovable properties being 42.215 acres of land and building situated at Tadepalligudem, Andhra Pradesh.
- B) Term loans from IDFC First Bank is secured by Paripassu first charge overnite fixed assets at Krishnapatnam, Andhrapradesh and Personal Guarantee of the Promoters/Directors.
- C) Term Loan from Bajaj Finance Limited is secured by paripassu First Charge, along with other lenders, on the Fixed Assets of the company both at Krishnapatnam and Tadepalligudem, including Land , Building and Plant and Machinery with minimum 1.5x coverage and Personal Guarantee of the Promoters/Directors.
- D) Term Loan from Siemens Financial Services Pvt. Ltd., is secured by exclusive charge by way of hypothecation of assets (v82/1650KW Vest as make Wind electric generator) and Personal guarantee of the Promoters/Directors.

#### Other Term Loans

| NAME OF THE BANK                        | Honda City | Hyundai        |
|---|------------|----------------|
| Name of the Institution                 | KOTAK      | BANK OF BARODA |
| a) Loan Availed                         | 1,078,000  | 1,196,000      |
| b) No. of Instalments                   | 60         | 60             |
| c) Instalment commencing from 12/5/2016 | 1/16/2021  |                |
| d) Rate of interest per annum 8.95%     |            |                |
| e) Instalment amount per Month/Quarter  | 22,560     | 23,937         |

# Vehicle loans are secured by exclusive charge on Assets purchased against further guaranteed by two directors of the company in their personal capacity.

Amount in Rs.

| 21. Trade payables (Non-current)       | As at 31st March 2021 | As at 31st March 2020 |
|--|-----------------------|-----------------------|
| i) Due to small and medium enterprises |                       |                       |
| i) Due to Others                       | 163,427               | 7,251,133             |
| <b>Total</b>                           | <b>163,427</b>        | <b>7,251,133</b>      |

Amount in Rs.

| 22. OTHER FINANCIAL LIABILITIES (Non-Current) | As at 31st March 2021 | As at 1st March 2020 |
|---|-----------------------|----------------------|
| Trade Deposits                                | 25,862,711            | 29,985,479           |
| <b>Total</b>                                  | <b>25,862,711</b>     | <b>29,985,479</b>    |

Amount in Rs.

| 23. | PROVISIONS (Non-current)                                   | As at 31st<br>March 2021 | As at 31st<br>March 2020 |
|-----|--|--------------------------|--------------------------|
|     | Provision for employee benefits:<br>Provision for Gratuity | 41,301,082               | -<br>19,091,720          |
|     | <b>Total</b>   | <b>41,301,082</b>        | <b>19,091,720</b>        |

Amount in Rs.

| 24. | Deferred Tax Liability (Net)   | As at 31st<br>March 2021 | As at 31st<br>March 2020 |
|-----|--|--------------------------|--------------------------|
|     | <b>Deferred Tax Liability</b>  |                          |                          |
|     | Fixed assets: Difference between<br>Tax depreciation and depreciation/amortisation<br>charged for the financial reporting                | 418,870,718              | 594,905,837              |
|     | Financial Assets & Liabilities   | 2,704,391                | 4,584,205                |
|     | Unamortised Transaction Charges  | 1,981,718                | 1,946,421                |
|     | <b>Gross Deferred Tax Liability</b>  | <b>423,556,828</b>       | <b>601,436,463</b>       |
|     | <b>Deferred Tax Asset</b>  |                          |                          |
|     | MAT Credit   | -                        | 91,571,828               |
|     | On Investments - Current   | 1,278                    | 1,574,315                |
|     | Impact of expenditure charged to the statement<br>of profit and loss in the current year but allowed<br>for tax purpose on payment basis | 17,738,464               | 18,279,333               |
|     | Provision for doubtful debts and advances  | 7,625,126                | 37,026,379               |
|     | Provision for Loss Allowance   | 90,558                   | 269,509                  |
|     | On Lease Liabilities   | 9,859,816                | 13,358,140               |
|     | <b>Gross Deferred tax asset</b>  | <b>35,315,242</b>        | <b>162,079,504</b>       |
|     | <b>Net Deferred Tax Liability/(Asset)</b>  | <b>388,241,586</b>       | <b>439,356,959</b>       |

Details of Deferred tax for the year 2020-21

Amount in Rs.

| Deferred tax Liabilities/(Assets)<br>in relation to:  | Opening<br>balance | Recognised in<br>profit/loss | Recognised<br>in OCI | Closing<br>Balance |
|---|--------------------|------------------------------|----------------------|--------------------|
| Investments   | (1,574,315)        | 1,573,037                    |                      | (1,278)            |
| On financial Assets and Liabilities   | 4,584,205          | (1,879,815)                  |                      | 2,704,391          |
| Property, Plant and Equipment   | 594,905,837        | (176,035,118)                |                      | 418,870,720        |
| Expenditure charged to statement of profit and<br>loss in the current year but allowed for tax<br>purposes on payment basis | (18,279,333)       | (8,165,112)                  | 8,705,980            | (17,738,464)       |
| MAT Credit  | (91,571,828)       | 91,571,828                   |                      | (0)                |
| On Lease Liabilities  | (13,358,140)       | 3,498,324                    |                      | (9,859,816)        |
| Provision for doubtful debts and Expected<br>Credit Loss  | (37,295,889)       | 29,580,205                   |                      | (7,715,684)        |
| Others  | 1,946,421          | 35,297                       |                      | 1,981,718          |
| <b>Total</b>  | <b>439,356,959</b> | <b>(59,821,354)</b>          | <b>8,705,980</b>     | <b>388,241,586</b> |

Amount in Rs.

| 25. | <b>BORROWINGS (Current)</b>                  | <b>As at 31st<br/>March 2021</b> | <b>As at 31st<br/>March 2020</b> |
|-----|--|----------------------------------|----------------------------------|
|     | <b>Secured</b>                               |                                  |                                  |
|     | Cash Credit from Banks                       | 137,609,921                      | 156,574,731                      |
|     | Packing Credit from Banks                    | 200,500,290                      | 555,886,344                      |
|     | Working Capital Loan from Banks              | 168,775,059                      | 166,040,883                      |
|     | Foreign Bills payable against Buyer's Credit | 971,205,306                      | 1,026,038,037                    |
|     | From Others                                  | -                                | 149,460,000                      |
|     | <b>Unsecured Loans</b>                       |                                  |                                  |
|     | from related parties ##                      | 44,880,204                       | 48,555,204                       |
|     | <b>Deposits</b>                              |                                  |                                  |
|     | from Public & Share holders                  | 151,878,000                      | 96,753,000                       |
|     | <b>Loans</b>                                 |                                  |                                  |
|     | from Directors                               | 321,791,421                      | 284,252,195                      |
|     | <b>Total</b>                                 | <b>1,996,640,201</b>             | <b>2,483,560,395</b>             |
|     | <b>The above amount includes</b>             |                                  |                                  |
|     | Secured borrowings                           | 1,478,090,576                    | 2,053,999,996                    |
|     | Unsecured borrowings                         | 518,549,625                      | 429,560,399                      |

@Cash credits, Packing credits, Foreign letter of Credits, Buyers Credits and from others are secured by first charge on current assets present and future on paripassu basis with other consortium banks, second charge on fixed Assets (excluding Assets specifically charged to banks/FI's) on paripassu basis with other consortium banks and are further guaranteed by some of the directors in their personal capacity.

## Intercorporate deposit obtained from related party " Speciality Rubber Pvt Ltd" and Carries Interest @11% per annum.

Amount in Rs.

| 26. | <b>Trade Payables</b>                  | <b>As at 31st<br/>March 2021</b> | <b>As at 31st<br/>March 2020</b> |
|-----|--|----------------------------------|----------------------------------|
|     | i) Due to small and medium enterprises | 34,226,818                       | 16,704,182                       |
|     | i) Due to Others                       | 6,769,379,496                    | 4,667,471,841                    |
|     | <b>Total</b>                           | <b>6,803,606,314</b>             | <b>4,684,176,023</b>             |

Amount in Rs.

| 27. | Other Financial Liabilities (Current)          | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|-----|--|--------------------------------------|--------------------------------------|
|     | Current Maturities of long term borrowings     | 321,537,453                          | 333,115,829                          |
|     | Current Maturities of finance lease obligation | 16,391,727                           | 16,340,651                           |
|     | Interest accrued and due on borrowings         | 53,906,354                           | 53,733,853                           |
|     | Interest accrued but not due on borrowings     | 85,438,117                           | 97,638,143                           |
|     | Accrued Salaries and benefits                  | 344,468,164                          | 269,367,945                          |
|     | Staff Security deposits                        | 47,500                               | 47,500                               |
|     | Unclaimed Dividend                             | 9,778,483                            | 8,705,920                            |
|     | Unclaimed Matured Deposits                     | 24,147,000                           | 6,474,000                            |
|     | Others   | 8,842,066                            | 22,039,904                           |
|     | Derivative Liabilities                         | 58,204,513                           | 43,488,975                           |
|     | <b>Total</b>                                   | <b>922,761,376</b>                   | <b>850,952,720</b>                   |

Amount in Rs.

| 28. | Other Current Liabilities       | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|-----|---------------------------------|--------------------------------------|--------------------------------------|
|     | Advance received from customers | 67,060,259                           | 70,946,296                           |
|     | Statutory Dues                  | 31,422,876                           | 46,075,922                           |
|     | Others                          | -                                    | 85,950                               |
|     | <b>Total</b>                    | <b>98,483,135</b>                    | <b>117,108,168</b>                   |

Amount in Rs.

| 29. | PROVISIONS (Current)                    | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|-----|---|--------------------------------------|--------------------------------------|
|     | <b>Provision for employee benefits:</b> |                                      |                                      |
|     | Provision for Gratuity                  | 4,994,197                            | 3,334,735                            |
|     | Provision for Leave benefits            | 6,438,018                            | 12,560,662                           |
|     | <b>Total</b>                            | <b>11,432,215</b>                    | <b>15,895,397</b>                    |

**Statement of Additions, write off and payments closing as per Ind AS 37 - para 84 a-e**

Amount in Rs.

| Provisions  | Gratuity          | Leave Benefits   | Income Tax         |
|---|-------------------|------------------|--------------------|
| Balance as at 1st April, 2020                                     | 22,426,455        | 12,560,662       | 391,234,257        |
| Provision recognised during the year                              |                   |                  |                    |
| - in statement of Profit and Loss                                 | 10,237,113        |                  | 295,964,524        |
| - in statement of Other Comprehensive Income                      | 17,580,710        |                  |                    |
| Amounts incurred and charged against the provision                | 699,992           | (3,378,240)      | (138,382,172)      |
| Reductions arising from payments                                  | (4,639,214)       | (2,744,404)      | -                  |
| Reduction resulting from remeasurement or settlement without cost | (9,777)           |                  |                    |
| <b>Balance as at 31st March, 2021</b>                             | <b>46,295,279</b> | <b>6,438,018</b> | <b>548,816,609</b> |

| Amount in Rs.                          |                              |                               |
|--|------------------------------|-------------------------------|
| 30. Revenue from operations            | For current reporting period | For previous reporting period |
| <b>Revenue from operations</b>         |                              |                               |
| Sale of Products                       |                              |                               |
| Finished Goods                         | 27,691,463,723               | 22,699,803,318                |
| Traded Goods                           | 1,182,591,736                | 218,058,771                   |
|  | -                            |                               |
|  | <b>28,874,055,460</b>        | <b>22,917,862,089</b>         |
| <b>Other Operating revenue</b>         |                              |                               |
| Incentive (Exports)                    | 3,178,030.00                 | 10,480,665.00                 |
| GST Claims (Cess)                      | 3,358,695.00                 | 45,878.00                     |
| Insurance Claims Received              | 2,477,838.00                 | 3,908,188.49                  |
| Amortisation of Government Grant       | 14,297,714                   | 15,381,258                    |
|  | <b>23,312,277</b>            | <b>29,815,989</b>             |
|  |                              |                               |
| <b>Revenue from operations (gross)</b> | <b>28,897,367,737</b>        | <b>22,947,678,078</b>         |
| <b>Revenue from operations (net)</b>   | <b>28,897,367,737</b>        | <b>22,947,678,078</b>         |

| Amount in Rs.                                 |                              |                               |
|---|------------------------------|-------------------------------|
| Details of Products Sold                      | For current reporting period | For previous reporting period |
| <b>Finished Goods Sold</b>                    |                              |                               |
| Refined Oils                                  | 18,989,323,133               | 15,270,796,629                |
| Vanaspati                                     | 3,333,743,770                | 2,866,678,077                 |
| Fatty Acids, Glycerine, Soap & Oleo Chemicals | 4,772,042,631                | 3,987,664,545                 |
| Extractions                                   | 247,899,527                  | 180,132,952                   |
| Power   | 108,926,866                  | 113,536,624                   |
| Chocolate                                     | 104,909,780                  | 181,969,271                   |
| Others  | 134,618,015                  | 99,025,220                    |
|   | <b>27,691,463,723</b>        | <b>22,699,803,318</b>         |
| <b>Traded Goods Sold</b>                      |                              |                               |
| Maize   | 1,025,142,781                | -                             |
| Rice  | 99,140,323                   | -                             |
| Dry Yeast                                     | 22,182,753                   | -                             |
| Fatty Acids & Oleo Chemicals                  | 15,804,549                   | -                             |
| Capital Goods                                 | 6,526,073                    | 62,589,140                    |
| Chocolate                                     | 7,070,321                    | -                             |
| Bakery Fats                                   | 3,003,775                    | -                             |
| Refined Oils                                  | 2,831,825                    | 2,796,265                     |
| Raw Oils                                      | -                            | 152,527,392                   |
| Others  | 889,337                      | 145,973                       |
|   | <b>1,182,591,736</b>         | <b>218,058,771</b>            |



Amount in Rs.

| 31. | <b>Other Income</b>                             | <b>For current reporting period</b> | <b>For previous reporting period</b> |
|-----|---|-------------------------------------|--------------------------------------|
|     | Interest Income on                              |                                     |                                      |
|     | Bank Deposits                                   | 122,129,282                         | 70,256,685                           |
|     | Others  | 53,245,391                          | 58,411,963                           |
|     | Retention Money                                 | 312,573                             | 1,444,649                            |
|     | Dividend Income on                              |                                     |                                      |
|     | Current Investments                             | 131,241                             | 3,125,076                            |
|     | Profit on sale of current investments           | 14,016,203                          | 70,142,688                           |
|     | Gain on Fair Valuation of Investments - Current | 3,424                               | 9,010,331                            |
|     | Rent Received                                   | 192,500                             | 175,450                              |
|     | Profit on cancellation of Leases                | 282,109                             | 73,309                               |
|     | Net Gain/Loss on fair valuation of Forwards     | 18,425,632                          | -                                    |
|     | Other non-Operating Income#                     | 208,626,277                         | 28,287,096                           |
|     |   | <b>417,364,632</b>                  | <b>240,927,248</b>                   |

Amount in Rs.

| <b>#Other Non-Operating Income</b>                      | <b>For current reporting period</b> | <b>For previous reporting period</b> |
|---|-------------------------------------|--------------------------------------|
| Unclaimed Balances Credited Back                        | 121,458                             | 887,549                              |
| Insurance Claims Received                               | 10,850,265                          | 2,747,206                            |
| Storage and Handling Charges<br>(Rent on Storage Tanks) | 740,500                             | -                                    |
| Income from Agriculture (Net)                           | 288,700                             | 290,160                              |
| Misc. Scrap Sale Receipts                               | 50,546,009                          | 22,357,481                           |
| Profit on Sale of Fixed Assets                          | 43,133                              | 989,367                              |
| Foreign Exchange Gain/Loss                              | 66,634,692                          | -                                    |
| Provision no longer require Credited back               | 75,662,281                          | -                                    |
| Excess Provision of Leave encashment<br>credited back   | 3,327,792                           | -                                    |
| Reversal of provision for loss allowance                | 411,447                             | 1,015,333                            |
|   | <b>208,626,277</b>                  | <b>28,287,096</b>                    |

Amount in Rs.

| 32. | <b>Cost of raw material and components consumed</b> | <b>For current reporting period</b> | <b>For previous reporting period</b> |
|-----|---|-------------------------------------|--------------------------------------|
|     | Inventory at the beginning of the year              | 1,803,580,386                       | 1,976,045,837                        |
|     | Add: Purchases                                      | 23,788,756,725                      | 18,219,240,325                       |
|     | Add: Cost of Materials Produced                     | 5,710,275                           | 6,707,163                            |
|     |   | 25,598,047,386                      | 20,201,993,325                       |
|     | Less: Transferred to Traded Goods                   | 17,170,609                          | 156,183,630                          |
|     | Less: Inventory at the end of the year              | 2,327,472,622                       | 1,803,580,386                        |
|     |   | <b>23,253,404,155</b>               | <b>18,242,229,309</b>                |

Amount in Rs.

| Details of Raw Materials Consumed | For current reporting period | For previous reporting period |
|-----------------------------------|------------------------------|-------------------------------|
| Oils Seeds & Cakes                | 1,343,885,149                | 1,856,044,021                 |
| Raw Oils                          | 16,085,906,595               | 12,196,853,847                |
| Refined Oils                      | 4,404,937,806                | 3,117,220,912                 |
| Fatty Acid and Acid Oils          | 1,228,982,257                | 938,281,978                   |
| Others                            | 189,692,348                  | 133,828,552                   |
|                                   | <b>23,253,404,155</b>        | <b>18,242,229,309</b>         |

Amount in Rs.

| Details of Inventory             | For current reporting period | For previous reporting period |
|----------------------------------|------------------------------|-------------------------------|
| Oils Seeds & Cakes               | 316,997,801                  | 1,228,394,129                 |
| Raw Oils                         | 1,760,746,741                | 337,861,219                   |
| Refined Oils                     | 85,798,931                   | 114,714,171                   |
| Fatty Acids & Acid Oils & Others | 148,896,366                  | 110,802,116                   |
| Others                           | 15,032,783                   | 11,808,750                    |
|                                  | <b>2,327,472,622</b>         | <b>1,803,580,386</b>          |

Amount in Rs.

| Details of Purchase of Traded Goods | For current reporting period | For previous reporting period |
|-------------------------------------|------------------------------|-------------------------------|
| Maize                               | 1,464,244,934                | -                             |
| Rice                                | 81,120,000                   | -                             |
| Dry Yeast                           | 58,164,153                   | -                             |
| Oleo Chemicals                      | 13,779,715                   | -                             |
| Capital Goods                       | 5,478,464                    | 53,994,015                    |
| Chocolate                           | 8,602,480                    | -                             |
| Bakery Fats                         | 2,560,000                    | -                             |
| Refined Oils                        | 2,847,774                    | 2,830,090                     |
| Raw Oils                            | -                            | 152,264,712                   |
| Others                              | 2,591,195                    | 1,253,724                     |
| <b>Total</b>                        | <b>1,639,388,713</b>         | <b>210,342,540</b>            |

Amount in Rs.

| 33. [Increase]/Decrease in Inventories of finished goods | For current reporting period | For previous reporting period |
|--|------------------------------|-------------------------------|
| <b>a ) Opening Stock of finished goods</b>               |                              |                               |
| Work in Progress   | 692,541,587                  | 737,676,938                   |
| Finished Goods   | 448,118,512                  | 402,776,928                   |
| Traded Goods   | 377,255                      | -                             |
| <b>TOTAL</b>   | <b>1,141,037,354</b>         | <b>1,140,453,866</b>          |
| <b>b ) Closing Stock of Finished Goods</b>               |                              |                               |
| Work in Progress   | 861,275,724                  | 692,541,587                   |
| Finished Goods   | 515,774,377                  | 448,118,512                   |
| Traded Goods   | 578,876,724                  | 377,255                       |
| <b>TOTAL</b>   | <b>1,955,926,826</b>         | <b>1,141,037,354</b>          |
| <b>Increase/(Decrease) in Stock ( a - b)</b>             | <b>(814,889,472)</b>         | <b>(583,488)</b>              |

| Amount in Rs.          |                              |                               |
|------------------------|------------------------------|-------------------------------|
| Details of Inventory   | For current reporting period | For previous reporting period |
| <b>Work in Process</b> |                              |                               |
| Refined Oils           | -                            | 511,950,605                   |
| Fatty Acids            | 655,205,480                  | 179,758,002                   |
| Others                 | 206,070,244                  | 832,980                       |
|                        | <b>861,275,724</b>           | <b>692,541,587</b>            |
| <b>Finished Goods</b>  |                              |                               |
| Refined Oils           | 52,311,415                   | 110,403,282                   |
| Vanaspati              | 330,263,673                  | 205,653,034                   |
| Fatty Acids            | 64,573,247                   | 75,168,564                    |
| Chocolate              | 44,897,304                   | 32,268,215                    |
| Others                 | 23,728,738                   | 24,625,417                    |
|                        | 515,774,377                  | 448,118,512                   |
| Traded Goods           |                              |                               |
| Maize                  | 539,093,962                  | -                             |
| Others                 | 39,782,762                   | 377,255                       |
|                        | <b>578,876,724</b>           | <b>377,255</b>                |
| <b>Total</b>           | <b>1,955,926,826</b>         | <b>1,141,037,354</b>          |

Amount in Rs.

| 34. | Employee benefit expenses  | For current reporting period | For previous reporting period |
|-----|--|------------------------------|-------------------------------|
|     | Salaries , Wages and Bonus<br>(Includes Managerial Remuneration of<br>Rs.28,06,15,572/-)<br>(Previous Year Rs.23,86,08,065 /-) | 852,061,615                  | 790,947,352                   |
|     | Contribution to Provident and other Funds  | 27,143,668                   | 28,843,341                    |
|     | Gratuity Expenses  | 10,237,113                   | 6,933,125                     |
|     | Staff Welfare Expenses   | 23,820,438                   | 24,063,398                    |
|     |  | <b>913,262,834</b>           | <b>850,787,216</b>            |

Amount in Rs.

| 35. | Finance Costs        | For current reporting period | For previous reporting period |
|-----|----------------------|------------------------------|-------------------------------|
|     | Interest             | 377,571,644                  | 614,304,388                   |
|     | Other Borrowing Cost | 53,033,320                   | 42,890,318                    |
|     |                      | <b>430,604,964</b>           | <b>657,194,706</b>            |

Amount in Rs.

| 36. | Depreciation and amortization expense | For current reporting period | For previous reporting period |
|-----|---------------------------------------|------------------------------|-------------------------------|
|     | Depreciation on Tangible assets       | 230,925,830                  | 211,186,163                   |
|     | Depreciation on ROU Asset             | 18,584,817                   | 20,423,015                    |
|     | Amortization of Intangible assets     | 2,848,187                    | 4,192,595                     |
|     |                                       | <b>252,358,834</b>           | <b>235,801,772</b>            |

Amount in Rs.

| 37. Other expenses                               | For current reporting period | For previous reporting period |
|--|------------------------------|-------------------------------|
| Consumption of Stores and Spares                 | 514,460,674                  | 504,269,163                   |
| Rent   | 15,588,403                   | 19,522,376                    |
| <b>Repairs and Maintenance</b>                   | -                            |                               |
| Plant and Machinery                              | 115,536,223                  | 88,419,805                    |
| Buildings  | 5,220,118                    | 3,393,315                     |
| Others   | 9,790,782                    | 10,275,883                    |
| Insurance  | 21,276,543                   | 14,308,631                    |
| Rates & Taxes                                    | 50,530,458                   | 51,543,262                    |
| Periodicals and Subscriptions                    | 1,095,088                    | 1,253,464                     |
| Processing Charges                               | 7,103,535                    | 96,034                        |
| Maintenance Expenses                             | 9,613,885                    | 7,887,397                     |
| Vehicle Maintenance                              | 9,598,724                    | 27,157,585                    |
| Advertising and Sales Promotion                  | 11,810,403                   | 21,509,561                    |
| Freight & Handling Expenses                      | 592,942,534                  | 578,735,233                   |
| Discount allowed                                 | 2,052,269                    | 1,685,397                     |
| Sales Commission                                 | 43,129,224                   | 26,476,406                    |
| Directors Sitting Fee                            | 270,000                      | 170,000                       |
| Sales & Purchase Commitments & Settlements (Net) | 95,661,261                   | 43,195,098                    |
| Net(Gain)/Loss on Foreign Currency Transactions  | 52,428,015                   | 137,491,194                   |
| Net(Gain)/Loss on fair valuation of Forwards     | -                            | 20,947,022                    |
| Travelling & Conveyance                          | 26,553,143                   | 59,868,380                    |
| Communication Cost                               | 4,662,059                    | 5,264,063                     |
| Security Charges                                 | 15,632,514                   | 13,952,955                    |
| Donations  | 2,859,611                    | 764,449                       |
| CSR Expenditure                                  | 11,565,630                   | 7,200,000                     |
| Legal and Professional Charges                   | 32,273,301                   | 36,478,528                    |
| Payment to Auditors (Refer details below)        | 2,034,839                    | 2,253,731                     |
| Printing & Stationery                            | 2,152,573                    | 2,522,167                     |
| Recruitment Expenses 186,074                     | 364,573                      |                               |
| Bad debts/advances written off                   | 460,399,218                  | 956,434                       |
| Provision for doubtful debts                     | -                            | 62,959,190                    |
| Provision for Loss Allowance                     | -                            | -                             |
| Loss on Sale of Asset                            | 114,827                      | 148,969                       |
| Bank charges                                     | 8,026,706                    | 5,950,470                     |
| Assets Written off                               | -                            | 3,996,504                     |
| Loss on Sale of Investments-Fuji                 | 221,893,803                  | -                             |
| Miscellaneous Expenses                           | 5,679,637                    | 5,978,792                     |
|  | <b>2,352,142,072</b>         | <b>1,766,996,029</b>          |

Amount in Rs.

| Payment to Auditors        | For current reporting period | For previous reporting period |
|----------------------------|------------------------------|-------------------------------|
| <b>As Auditor:</b>         |                              |                               |
| Audit Fee                  | 1,400,000                    | 1,400,000                     |
| Tax Audit Fee -            | -                            |                               |
| Certification & Other fees | 102,000                      | 152,500                       |
| <b>In other capacity:</b>  | -                            |                               |
| Fees for Cost Auditor      | 460,000                      | 617,500                       |
| Reimbursement of expenses  | 72,839                       | 83,731                        |
| <b>Total</b>               | <b>2,034,839</b>             | <b>2,253,731</b>              |

Amount in Rs.

| 38. Other comprehensive Income  | For current reporting period | For previous reporting period |
|---|------------------------------|-------------------------------|
| (i) Items that will not be reclassified to profit or loss                         | (17,580,710)                 | (2,336,442)                   |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | 4,424,713                    | (110,927)                     |
| (i) Items that will be reclassified to profit or loss                             | 52,172,177                   | (55,675,470)                  |
| (ii) Income tax relating to items that will be reclassified to profit or loss     | (13,130,694)                 | 19,455,236                    |

Amount in Rs.

| Items that will not be reclassified to P&L                                 | For current reporting period | For previous reporting period |
|--|------------------------------|-------------------------------|
| Remeasurement of Defined Benefit Plan (Loss)/ Gain - Gratuity (17,580,710) | 371,934                      |                               |
| Increase/(Decrease) in Fair Value of Investments - Non Current             | -                            | (2,708,376)                   |
| Deferred tax impact due to   |                              |                               |
| - Remeasurement of Defined Benefit Plan (Loss)/Gain - Gratuity             | 4,424,713                    | (129,969)                     |
| - Increase/(Decrease) in Fair Value of Investments - Non Current           | -                            | 19,042                        |
| <b>Total</b>   | <b>(13,155,997)</b>          | <b>(2,447,369)</b>            |

Amount in Rs.

| Items that will be reclassified to P&L                            | For current reporting period | For previous reporting period |
|---|------------------------------|-------------------------------|
| Fair value of cash flow hedges through other comprehensive income | 52,172,177                   | (55,675,470)                  |
| Deferred tax impact due to  |                              |                               |
| - Increase/(Decrease) in Fair Value of Derivatives                | (2,266,853)                  | (777,269)                     |
| - Transfer of effective portion of hedge to P&L                   | (10,863,840)                 | 20,232,505                    |
| <b>Total</b>  | <b>39,041,484</b>            | <b>(36,220,234)</b>           |

### 39 Measurement of financial instrument

The following tables show the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual fund units that have a quoted price. The fair value of all equity instruments which are traded on Stock Exchanges is valued using the closing price as at the reporting period. The mutual fund units are valued using the closing net asset value (NAV).

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. These instruments are collectively not material and hence disclosures regarding significant unobservable inputs used in level 3 fair values have not been made.

Reasons for classification of financial assets as per Ind AS 107:

- (a) The company has classified all the current investments under fair value through profit or loss as they are held for trading.
- (b) For Non current investments which are not held primarily for trading, the company has elected an irrevocable option of classifying them as fair value through other comprehensive income.
- (c) Classification of financial liabilities are done in accordance with note "t" of accounting policies.

As at 31st March, 2021

(Amount in Rs.)

| Particulars  | Note    | Financial assets - FVTOCI | Financial assets - FVTPL | Financial assets - Amortised cost | Financial Liabilities - Amortised cost | Total          | Level 1 | Level 2 | Level 3 | Total  |
|--|---------|---------------------------|--------------------------|-----------------------------------|--|----------------|---------|---------|---------|--------|
| <b>Financial instruments measured at fair value</b>                            |         |                           |                          |                                   |  |                |         |         |         |        |
| Current investments  | 11      |                           | 57,725                   |                                   |  | 57,725         | 57,725  |         |         | 57,725 |
| <b>Financial assets not measured at fair value</b>                             |         |                           |                          |                                   |  |                |         |         |         |        |
| Non Current investments  | 6       | 757,620,754               |                          | 250,700                           |  | 757,871,454    |         |         |         |        |
| Trade Receivables  | 12      |                           |                          | 835,143,133                       |  | 835,143,133    |         |         |         |        |
| Cash and cash equivalents  | 13      |                           |                          | 252,311,702                       |  | 252,311,702    |         |         |         |        |
| Bank balances other than above   | 13      |                           |                          | 4,044,241,685                     |  | 4,044,241,685  |         |         |         |        |
| Loans  | 7 & 14  |                           |                          | 1,065,741,876                     |  | 1,065,741,876  |         |         |         |        |
| <b>Other Financial assets</b>  | 8 & 15  |                           |                          |                                   |  | -              |         |         |         |        |
| Fixed Deposit with maturity more than 12 months from the date of balance sheet |         |                           |                          | 11,925,850                        |  | 11,925,850     |         |         |         |        |
| Interest accrued on Bank Deposits  |         |                           |                          | 50,056,217                        |  | 50,056,217     |         |         |         |        |
| Interest accrued on others   |         |                           |                          | 63,083,782                        |  | 63,083,782     |         |         |         |        |
| Interest accrued on loans to subsidiary companies                              |         |                           |                          | 7,344,543                         |  | 7,344,543      |         |         |         |        |
| Derivative Asset   |         |                           |                          | 25,490,930                        |  | 25,490,930     |         |         |         |        |
|  |         | 757,620,754               | 57,725                   | 6,355,590,417                     | -                                      | 7,113,268,896  | 57,725  | -       | -       | 57,725 |
| <b>Financial liabilities not measured at fair value</b>                        |         |                           |                          |                                   |  |                |         |         |         |        |
| Borrowings   | 20 & 25 |                           |                          |                                   |  |                |         |         |         |        |
| Trade payables   | 21 & 26 |                           |                          |                                   | 3,254,851,304                          | 3,254,851,304  |         |         |         |        |
| Other financial liabilities  | 22 & 27 |                           |                          |                                   | 6,803,769,741                          | 6,803,769,741  |         |         |         |        |
| Current Maturities of long term borrowings                                     |         |                           |                          |                                   | 321,537,453                            | 321,537,453    |         |         |         |        |
| Current Maturities of finance lease obligation                                 |         |                           |                          |                                   | 16,391,727                             | 16,391,727     |         |         |         |        |
| Trade Deposits   |         |                           |                          |                                   | 25,862,711                             | 25,862,711     |         |         |         |        |
| Interest accrued but not due on borrowings                                     |         |                           |                          |                                   | 85,438,117                             | 85,438,117     |         |         |         |        |
| Interest accrued and due on borrowings   |         |                           |                          |                                   | 53,906,354                             | 53,906,354     |         |         |         |        |
| Salaries & Other Benefits Payable  |         |                           |                          |                                   | 344,515,664                            | 344,515,664    |         |         |         |        |
| Unclaimed Dividend   |         |                           |                          |                                   | 9,778,483                              | 9,778,483      |         |         |         |        |
| Unclaimed Matured Deposits   |         |                           |                          |                                   | 24,147,000                             | 24,147,000     |         |         |         |        |
| Derivative Liability   |         |                           |                          |                                   | 58,204,513                             | 58,204,513     |         |         |         |        |
| Others   |         |                           |                          |                                   | 8,842,066                              | 8,842,066      |         |         |         |        |
|  |         |                           |                          |                                   | 11,007,245,132                         | 11,007,245,132 |         |         |         |        |

As at 31st March,2020

(Amount in Rs.)

| Particulars  | Note    | Financial assets - FVTOCI | Financial assets - FVTPL | Financial assets- Amortised cost | Financial Liabilities- Amortised cost | Total         | Level 1     | Level 2 | Level 3 | Total       |
|--|---------|---------------------------|--------------------------|----------------------------------|---------------------------------------|---------------|-------------|---------|---------|-------------|
| <b>Financial instruments measured at fair value</b>                            |         |                           | 284,207,745              |                                  |                                       | 284,207,745   | 284,207,745 |         |         | 284,207,745 |
| Current investments  | 11      |                           |                          |                                  |                                       |               |             |         |         |             |
| <b>Financial assets not measured at fair value</b>                             |         | 1,027,620,754             |                          |                                  |                                       | 1,027,620,754 |             |         |         |             |
| Non Current investments  | 6       |                           |                          | 260,700                          |                                       | 260,700       |             |         |         |             |
| Trade Receivables  | 12      |                           |                          | 773,380,760                      |                                       | 773,380,760   |             |         |         |             |
| Cash and cash equivalents  | 13      |                           |                          | 232,953,824                      |                                       | 232,953,824   |             |         |         |             |
| Bank balances other than above   | 13      |                           |                          | 2,090,507,194                    |                                       | 2,090,507,194 |             |         |         |             |
| Loans  | 7 & 14  |                           |                          | 1,042,596,039                    |                                       | 1,042,596,039 |             |         |         |             |
| Other Financial assets   | 8 & 15  |                           |                          |                                  |                                       |               |             |         |         |             |
| Fixed Deposit with maturity more than 12 months from the date of balance sheet |         |                           |                          | 57,100,000                       |                                       | 57,100,000    |             |         |         |             |
| Interest accrued on Bank Deposits  |         |                           |                          | 48,878,086                       |                                       | 48,878,086    |             |         |         |             |
| Interest accrued on others   |         |                           |                          | 34,813,773                       |                                       | 34,813,773    |             |         |         |             |
| Interest accrued on loans to subsidiary companies                              |         |                           |                          | 17,055,930                       |                                       | 17,055,930    |             |         |         |             |
| Derivative Asset   |         | 1,027,620,754             | 284,207,745              | 4,343,506,943                    | -                                     | 5,655,335,442 | 284,207,745 | -       | -       | 284,207,745 |
| <b>Financial liabilities not measured at fair value</b>                        |         |                           |                          |                                  |                                       |               |             |         |         |             |
| Borrowings   | 20 & 25 |                           |                          |                                  | 3,623,745,551                         | 3,623,745,551 |             |         |         |             |
| Trade payables   | 21 & 26 |                           |                          |                                  | 4,691,427,156                         | 4,691,427,156 |             |         |         |             |
| Other financial liabilities  | 22 & 27 |                           |                          |                                  |                                       |               |             |         |         |             |
| Current Maturities of long term borrowings                                     |         |                           |                          |                                  | 333,115,829                           | 333,115,829   |             |         |         |             |
| Current Maturities of finance lease obligation                                 |         |                           |                          |                                  | 16,340,651                            | 16,340,651    |             |         |         |             |
| Trade Deposits   |         |                           |                          |                                  | 29,985,479                            | 29,985,479    |             |         |         |             |
| Interest accrued but not due on borrowings                                     |         |                           |                          |                                  | 97,638,143                            | 97,638,143    |             |         |         |             |
| Interest accrued and due on borrowings   |         |                           |                          |                                  | 53,733,853                            | 53,733,853    |             |         |         |             |
| Salaries & Other Benefits Payable  |         |                           |                          |                                  | 269,415,445                           | 269,415,445   |             |         |         |             |
| Unclaimed Dividend   |         |                           |                          |                                  | 8,705,920                             | 8,705,920     |             |         |         |             |
| Unclaimed Matured Deposits   |         |                           |                          |                                  | 6,474,000                             | 6,474,000     |             |         |         |             |
| Derivative Liability   |         |                           |                          |                                  | 43,488,975                            | 43,488,975    |             |         |         |             |
| Others   |         |                           |                          |                                  | 22,039,904                            | 22,039,904    |             |         |         |             |
|  |         | -                         | -                        | -                                | 9,196,110,907                         | 9,196,110,907 | -           | -       | -       | -           |



#### 40. Earnings Per Share

Amount in Rs.

| Particulars  | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|--|--------------------------------------|--------------------------------------|
| <b>Earnings per share has been computed as under</b>                   |                                      |                                      |
| Profit for the year attributable to equity shareholders to the company | 576,153,854                          | 366,655,004                          |
| Weighted Average Number of Equity Shares outstanding                   | 10,456,648                           | 10,456,648                           |
| "Basic and Diluted Earnings per share (Rs)                             |                                      |                                      |
| "Face Value Rs. Per share"   | 55.10                                | 35.06                                |

#### 41 Financial Instruments

##### a) Management of Credit Risk

Credit risk is the risk that the counterparty will not meet its obligation under a financial instrument or customer contract, leading to financial loss. The credit risk arises principally from its operating activities (primary trade receivables) and from its investing activities, including deposits with banks and other financial instruments. Credit risk is controlled by analysing credit limits and creditworthiness of customers on a continuous basis to whom credit has been granted after obtaining necessary approvals for credit. The collection from the trade receivables are monitored on a continuous basis by the receivables team.

Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on a detailed study of credit worthiness and accordingly individual credit limits are defined/modified.

The company's credit risk for trade receivables is as follows

Amount in Rs.

| Particulars       | As at 31 <sup>st</sup><br>March 21, 2021 | As at 31 <sup>st</sup><br>March 21, 2020 |
|-------------------|--|--|
| Trade Receivables | 835,143,133                              | 773,380,760                              |

The movement in allowance for credit loss in respect of trade receivables during the year is as follows

Amount in Rs.

| Particulars               | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|---------------------------|--------------------------------------|--------------------------------------|
| Balance at the beginning  | 771,261                              | 1,786,594                            |
| Loss Allowance recognised | (411,447)                            | (1,015,333)                          |
| Balance at the end        | 359,814                              | 771,261                              |

##### b) Management of market risk

- i) Commercial risk
- ii) Fair value risk
- iii) Foreign Exchange risk

The above risks may affect income and expenses, or the value of its financial instruments of the Company. The objective of the Management of the Company for market risk is to maintain this risk within acceptable parameters, while optimising returns. The Company exposure to, and the Management of, these risks is explained below:

I) Commercial risk  
(a) Sale price risk

Amt. in Rs.

| Particulars                                   | Impact on profit |                |                |                |
|---|------------------|----------------|----------------|----------------|
|   | 2020-21          |                | 2019-20        |                |
|   | Increase by 5%   | Decrease by 5% | Increase by 5% | Decrease by 5% |
| <b>Finished Goods Sold</b>                    |                  |                |                |                |
| Refined Oils                                  | 949,466,157      | (949,466,157)  | 763,539,831    | (763,539,831)  |
| Vanaspati                                     | 166,687,189      | (166,687,189)  | 143,333,904    | (143,333,904)  |
| Fatty Acids, Glycerine, Soap & Oleo Chemicals | 238,602,132      | (238,602,132)  | 199,383,227    | (199,383,227)  |
| Extractions                                   | 12,394,976       | (12,394,976)   | 9,006,648      | (9,006,648)    |
| Power   | 5,446,343        | (5,446,343)    | 5,676,831      | (5,676,831)    |
| Chocolate                                     | 5,245,489        | (5,245,489)    | 9,098,464      | (9,098,464)    |
| Others  | 6,730,901        | (6,730,901)    | 4,951,261      | (4,951,261)    |
| <b>Traded Goods Sold</b>                      |                  |                |                |                |
| Maize   | 51,257,139       | (51,257,139)   | -              | -              |
| Rice  | 4,957,016        | (4,957,016)    | -              | -              |
| Dry Yeast                                     | 1,109,138        | (1,109,138)    | -              | -              |
| Fatty Acids & Oleo Chemicals                  | 790,227          | (790,227)      | -              | -              |
| Capital Goods                                 | 326,304          | (326,304)      | 3,129,457      | (3,129,457)    |
| Chocolate                                     | 353,516          | (353,516)      | -              | -              |
| Bakery Fats                                   | 150,189          | (150,189)      | -              | -              |
| Refined Oils                                  | 141,591          | (141,591)      | 139,813        | -              |
| Raw Oils                                      | -                | -              | 7,626,370      | (7,626,370)    |
| Others  | 44,467           | (44,467)       | 7,299          | (7,299)        |

(b) Raw material price risk

Amt. in Rs.

| Particulars              | Impact on profit |                |                |                |
|--------------------------|------------------|----------------|----------------|----------------|
|                          | 2020-21          |                | 2020-21        |                |
|                          | Increase by 5%   | Decrease by 5% | Increase by 5% | Decrease by 5% |
| <b>Products Names</b>    |                  |                |                |                |
| Oils Seeds & Cakes       | 67,194,257       | (67,194,257)   | 92,802,201     | (92,802,201)   |
| Raw Oils                 | 804,295,330      | (804,295,330)  | 609,842,692    | (609,842,692)  |
| Refined Oils             | 220,246,890      | (220,246,890)  | 155,861,046    | (155,861,046)  |
| Fatty Acid and Acid Oils | 61,449,113       | (61,449,113)   | 46,914,099     | (46,914,099)   |
| Others                   | 9,484,617        | (9,484,617)    | 6,691,428      | (6,691,428)    |

ii) Fair value risk

| Potential impact of risk  | Management policy  | Sensitivity to risk   |
|---|--|---|
| "The Company is mainly exposed to the Fair value risk due to its investments in mutual funds. The Fair value risk arises due to uncertainties about the future market. "In general, these securities are not held for trading purposes. There is no Investment in equity instruments (Mutual funds) as at 31.03.2021" | "In order to manage its Fair value risk arising from investments in equity instruments, the Company maintains its portfolio in accordance with the framework set by the Risk Management policies. "Any new investment or divestment must be approved by the Board of Directors, Chief Financial Officer and Risk Management Committee. " | As an estimation of the approximate impact of Fair value risk, with respect to investments in equity instruments, the Company has calculated the impact as follows. |

### iii) Foreign Exchange Risk

The company has international operations and is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risks arises from future commercial transactions and recognised financial assets and liabilities denominated in currency that is not the functional currency (INR) of the Company. The company has exposure arising out of export and import transactions other than functional risks

| Potential impact of risk  | Management policy   | Sensitivity to risk  |
|---|---|--|
| The Company has international operations and is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risk arises from future commercial transactions and recognised Financial assets and liabilities denominated in a currency that is not the functional currency (INR) of the Company. The risk also includes highly probable foreign currency cash flows. The objective of the cash flow hedges is to minimise the volatility of the cash flows of highly probable forecast transactions. | The Company has exposure arising out of export, import and other transactions other than functional risks. The Company hedges its foreign exchange risk using foreign exchange forward contracts and currency options after considering the natural hedge. The same is within the guidelines laid down by Risk Management policy of the Company | As an estimation of the approximate impact of Foreign exchange risk, with respect to Financial Statements, the Company has calculated the impact as follows. |

### c) Management of Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its obligations associated with its financial liabilities that are settled by delivering cash or another financial asset as they fall due. The Company is expected to this risk from its operating activities and financial activities. The Company's approach to managing liability is to ensure as far as possible that it will have sufficient liquidity to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Liquidity requirements are maintained within the credit facilities established and are available to the Company to meet its obligations. The table now provides details regarding the contractual maturities of significant financial liabilities as of the reporting date.

As at 31st March 2021

Amt. in Rs.

| Particulars                 | Carrying value        | Contractual cash flows |                    |                    |
|-----------------------------|-----------------------|------------------------|--------------------|--------------------|
|                             |                       | Less than 1 year       | 1-2 years          | More than 2 years  |
| Borrowings                  | 3,254,851,304         | 1,996,640,201          | 598,951,408        | 659,259,695        |
| Trade payables              | 6,803,769,741         | 6,803,606,314          | 163,427            | -                  |
| Other financial liabilities | 948,624,087           | 922,761,376            | 2,556,500          | 23,306,211         |
|                             | <b>11,007,245,132</b> | <b>9,723,007,891</b>   | <b>601,671,335</b> | <b>682,565,906</b> |

As at 31st March 2020

Amt. in Rs.

| Particulars                 | Carrying value       | Contractual cash flows |                    |                    |
|-----------------------------|----------------------|------------------------|--------------------|--------------------|
|                             |                      | Less than 1 year       | 1-2 years          | More than 2 years  |
| Borrowings                  | 3,623,745,551        | 2,483,560,395          | 280,543,884        | 859,641,272        |
| Trade payables              | 4,691,427,156        | 4,684,708,067          | 125,009            | 6,594,080          |
| Other financial liabilities | 880,938,199          | 854,952,720            | 779,268            | 25,206,211         |
|                             | <b>9,196,110,907</b> | <b>8,023,221,182</b>   | <b>281,448,162</b> | <b>891,441,562</b> |

**42. Defined benefit plans :**

The following table set out the amount of liability recognized in the Company's financial statements as at 31<sup>st</sup> March 2021 & 31<sup>st</sup> March 2020

**Amount in Rs.**

| Particulars                                 | Gratuity                             |                                      |
|---|--------------------------------------|--------------------------------------|
|   | As at<br>31 <sup>st</sup> March 2021 | As at<br>31 <sup>st</sup> March 2020 |
| <b>Change in benefit obligations</b>        |                                      |                                      |
| Defined benefit Obligation at the beginning | 55,282,303                           | 51,428,570                           |
| Current Service Cost                        | 8,888,599                            | 5,623,909                            |
| Interest expense                            | 3,563,204                            | 3,772,765                            |
| Benefit payments from Plan Assets           | (4,358,824)                          | (4,863,235)                          |
| Remeasurements - Actuarial (gains)/losses   | 19,228,170                           | (679,706)                            |
| <b>Benefit obligations at the end</b>       | <b>82,603,451</b>                    | <b>55,282,303</b>                    |

| Particulars                                       | Gratuity                             |                                      |
|---|--------------------------------------|--------------------------------------|
|   | As at<br>31 <sup>st</sup> March 2021 | As at<br>31 <sup>st</sup> March 2020 |
| <b>Fair Value of Plan Assets at the beginning</b> | <b>32,865,625</b>                    | <b>30,878,882</b>                    |
| Interest income                                   | 2,214,690                            | 2,463,549                            |
| Employer contributions                            | 4,639,214                            | 4,694,200                            |
| Benefit payments from Plan Assets                 | (4,358,824)                          | (4,863,235)                          |
| Remeasurements - Return on plan assets excluding  |                                      |                                      |
| Interest income                                   | 1,647,459                            | (307,772)                            |
| Others  | (699,992)                            | -                                    |
| <b>Fair Value of Plan Assets at the end</b>       | <b>36,308,172</b>                    | <b>32,865,624</b>                    |

| Particulars   | Gratuity                             |                                      |
|---|--------------------------------------|--------------------------------------|
|   | As at<br>31 <sup>st</sup> March 2021 | As at<br>31 <sup>st</sup> March 2020 |
| Present value of Obligations at the end of the period     | 82,603,451                           | 55,282,303                           |
| Fair Value of Plan Assets at the end of the period        | 36,308,172                           | 32,865,624                           |
| <b>Net (liability )/asset recognised in Balance Sheet</b> | <b>46,295,280</b>                    | <b>22,416,679</b>                    |

**Amount recognized in the statement of Profit and Loss under employee benefit expenses**

**Amt. in Rs.**

| Particulars   | Gratuity                             |                                      |
|---|--------------------------------------|--------------------------------------|
|   | For the year ended                   |                                      |
|   | As at<br>31 <sup>st</sup> March 2021 | As at<br>31 <sup>st</sup> March 2020 |
| Current Service Cost  | 8,888,599                            | 5,623,909                            |
| Past Service Cost   | -                                    | -                                    |
| Net Interest on the net denefit benefit liability/asset               | 1,348,514                            | 1,309,216                            |
| <b>Expense to be recognised in the Statement of Profit &amp; Loss</b> | <b>10,237,113</b>                    | <b>6,933,125</b>                     |

**Amount for the year ended March 31, 2021 and March 31, 2020 recognized in the statement of other comprehensive income: Amt. in Rs.**

| Particulars  | Gratuity                             |                                      |
|--|--------------------------------------|--------------------------------------|
|  | For the year ended                   |                                      |
|  | As at<br>31 <sup>st</sup> March 2021 | As at<br>31 <sup>st</sup> March 2020 |
| Actuarial (gain)/losses on obligations for the period                              | 19,228,170                           | (679,706)                            |
| Return on plan assets, excluding Interest Income                                   | (1,647,459)                          | 307,772                              |
| <b>Net (income)/expenses for the year recognised in Other Comprehensive Income</b> | <b>17,580,710</b>                    | <b>(371,934)</b>                     |

**Actuarial Assumptions Amt. in Rs.**

| Particulars                | Gratuity                             |                                      |
|----------------------------|--------------------------------------|--------------------------------------|
|                            | For the year ended                   |                                      |
|                            | As at<br>31 <sup>st</sup> March 2021 | As at<br>31 <sup>st</sup> March 2020 |
| Assumptions as at 31 March |                                      |                                      |
| Discount Rate              | 6.88%                                | 6.71%                                |
| Salary Escalation          | 8.00%                                | 4.50%                                |

**Summary of Demographic Assumptions Amt. in Rs.**

| Particulars  | Gratuity                    |                             |
|--|-----------------------------|-----------------------------|
|  | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| Mortality Rate (as % of IALM (2012-14) Ult. Mortality Table) | 100%                        | 100%                        |
| Withdrawal Rate  | 1%                          | 1%                          |
| Normal Retirement Age  | 58 Years                    | 58 Years                    |
| Adjusted Average Future Service                              | 17.56                       | 18.02                       |

**Maturity Profile of Defined Benefit Obligations: Amt. in Rs.**

| Particulars | Gratuity                    |                             |
|-------------|-----------------------------|-----------------------------|
|             | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| Year 1      | 4,994,197                   | 3,334,735                   |
| Year 2      | 5,021,811                   | 4,503,774                   |
| Year 3      | 7,605,750                   | 4,004,522                   |
| Year 4      | 7,487,726                   | 6,530,312                   |
| Year 5      | 5,647,715                   | 6,892,855                   |
| Year 6      | 7,799,842                   | 4,950,518                   |
| Year 7      | 8,303,954                   | 5,551,540                   |
| Year 8      | 7,086,335                   | 5,820,250                   |
| Year 9      | 6,949,473                   | 5,530,799                   |
| Year 10     | 4,127,891                   | 4,733,606                   |

### Significant estimates: Sensitivity analysis

Discount rate, Salary escalation rate and Withdrawal rate are significant actuarial assumptions. The change in Present value of defined benefit obligation for a change of 100 basis points from the assumed assumption is given below:

| Particulars  | Defined benefit obligation  |                             |
|--|-----------------------------|-----------------------------|
|  | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| <b>Impact on Present value of Defined obligation</b> |                             |                             |
| Under Base Scenario                                  | 82,603,451                  | 55,282,303                  |
| Salary Escalation - Up by 1%                         | 91,395,071                  | 60,433,182                  |
| Salary Escalation - Down by 1%                       | 74,986,834                  | 50,755,123                  |
| Withdrawal Rates - Up by 1%                          | 81,838,341                  | 55,919,684                  |
| Withdrawal Rates - Down by 1%                        | 83,470,242                  | 54,555,389                  |
| Discount Rates - Up by 1%                            | 75,339,034                  | 51,093,600                  |
| Discount Rates - Down by 1%                          | 91,133,236                  | 60,109,485                  |

### Effect on Gratuity valuation

| Particulars  | Defined benefit obligation (% change) |                             |
|--|---------------------------------------|-----------------------------|
|  | 31 <sup>st</sup> March 2021           | 31 <sup>st</sup> March 2020 |
| <b>Impact on Present value of Defined obligation</b> |                                       |                             |
| Under Base Scenario                                  | 0.00%                                 | 0.00%                       |
| Salary Escalation - Up by 1%                         | 10.60%                                | 9.30%                       |
| Salary Escalation - Down by 1%                       | -9.20%                                | -8.20%                      |
| Withdrawal Rates - Up by 1%                          | -0.90%                                | 1.20%                       |
| Withdrawal Rates - Down by 1%                        | 1.00%                                 | -1.30%                      |
| Discount Rates - Up by 1%                            | -8.80%                                | -7.60%                      |
| Discount Rates - Down by 1%                          | 10.30%                                | 8.70%                       |

### Risk exposure

Provision of a defined benefit scheme poses certain risks, some of which are detailed hereunder, as companies take on uncertain long term obligations to make future benefit payments.

#### Liability risks

##### a) Discount rate risk

Variations in the discount rate used to compute the present value of the liabilities may seem small, but in practice can have a significant impact on the defined benefit liabilities.

##### b) Future salary escalation and inflation risk

Since price inflation and salary growth are linked economically, they are combined for disclosure purposes. Rising salaries will often result in higher future defined benefit payments resulting in a higher present value of liabilities especially unexpected salary increases provided at management's discretion may lead to uncertainties in estimating this increasing risk.

### 43 CONTINGENT LIABILITIES AND COMMITMENTS

#### i) Contingent Liabilities

##### a) Claims against the company not acknowledged as debts relating to the following areas

Amount in Rs.

| Particulars   | As at 31st<br>March 2021 in INR | As at 31st<br>March 2020 in INR |
|---|---------------------------------|---------------------------------|
| 1. Disputed demands for Income Tax  | -                               | 184,540                         |
| 2. Disputed demands for Customs 58,779,055<br>(Rs.1,78,05,744 /- (Rs.1,74,90,278/-)<br>Paid under Protest )   | 55,665,003                      |                                 |
| 3. Disputed demands for Central Excise<br>(Rs.Nil /- (Rs.Nil/-) Paid under Protest )  | 33,051,104                      | 33,051,104                      |
| 4. Disputed demands for Sales Tax 51,725,003<br>(Rs.8,96,63,747 /- (Rs.8,96,63,747/-)<br>Paid under Protest )   | 51,725,003                      |                                 |
| 5. Others-APEPDCL & APSPDCL 12,778,447  | 12,831,088                      |                                 |
| 6. Amount of Guarantee given to   |                                 |                                 |
| a. M/s. Viaton Energy Private Ltd.,(Subsidiary)*<br>(Outstanding as on 31/03/2021)<br>For Guarantee issued on various dates for<br>Rs. 60,00,00,000/- (Refer Note 54) | 120,585,136                     | 439,487,502                     |
| b. M/s. 3F Ghana Ltd.,(a wholly owned subsidiary) -<br>in USD (USD 69,27,954)   | -                               | 523,354,932                     |
| c. M/s. 3F Ghana Oils & Fats Ltd.,(a wholly<br>owned subsidiary) - in USD 50,77,803<br>(USD 75,71,896)  | 371,250,842                     | 571,999,927                     |

##### b) Pending Litigations with the Government Authorities:-

The Company manufacturing the Dutiable products like Stearic Acid, Fatty Acid, Fatty Acid Pitch, etc., and manufacturing exempted products like Vanaspati, Bakery Shortening, Interestified Fat, Margarine, Refined Oils etc.. The company used the common inputs like Crude Oils, Hydrogen gas and Nickel catalyst and claimed the 'CENVAT' credit on Pro-rata basis. The revenue proceeded against the appellants on the ground the appellants were required (Under Rule 6(3)(b) of the Cenvat credit rules, 2002/2004) to maintain separate accounts for both the dutiable and exempted products and take the Cenvat credit on that quantity input which is intended for use in the manufacture of dutiable products. The CESTAT decided the case in favor of the company and held that the availment of pro-rata credit is perfectly in order and therefore Rule 6(3)(b) cannot be applied. The Central Excise department filed a Tax revision case before the Hon'bel High Court of Andhra Pradesh. The Tax litigation amount was Rs. 41,53,39,870/-including interest and penalty. Judgment is awaited.

##### c) Pending Litigations with Others:-

#### NATIONAL SPOT EXCHANGE LIMITED (NSEL)

The Company has entered into contracts for Trading of Commodities with National Spot Exchange Limited (NSEL) in the year 2013-2014. The Company has commodity trade receivables amounting to Rs. 5,18,75,841/- pertaining to various commodities contracts executed through brokers on the National Spot Exchange Limited (NSEL). Over past few months, NSEL is unable to fulfill its scheduled payment obligations as agreed by them. The asset of the NSEL was attached under the Maharashtra Protection of Interest of Depositors (MPID) Act and a case was filed in the Bombay High court. Consequently, the Company has pursued a legal action against NSEL through NSEL investor Forum, which has also filed complaint in Economic offences Wing of Mumbai (EOW). Considering the recent development and action taken by EOW against various borrowers of NSEL.

## ICICI BANK

The Company entered into an agreement with ICICI Bank for purchase of 14612 Sq. ft. of residential property in Chennai and paid an amount of Rs. 1,22,00,000/- as advance. The Bank has failed to execute the contract on their part. The Company filed a civil suit in the High Court of Madras Vide C.S.No. 2164/2010. Judgment is awaited.

## TICEL BIO-PARK

The company has purchased two modules in Tichel Bio Park, Tara Mani, Chennai to carry out the scientific research activities. The total sale consideration was Rs. 1,51,20,000/-. The company paid an advance of Rs. 1,10,00,000/-, Tichel Bio Park has suddenly increased the sale price. The company challenged the price revision in the High Court of Madras by way of Writ Petition vide W.P No. 25884/2007. Judgment is awaited.

## II) COMMITMENTS

Amount in Rs.

| Particulars  | As at 31st<br>March 2021 in INR | As at 31st<br>March 2020 in INR |
|--|---------------------------------|---------------------------------|
| Estimated amount of contracts remaining to be executed on Capital Account, and not provided for.,<br>Other commitments (sale contracts to be executed) | 35,202,191<br>2,622,027,641     | 59,601,005<br>1,334,995,316     |
| Purchase commitments<br>(Purchase contracts to be executed)  | 2,984,515,883                   | 1,719,155,510                   |

## 44 FOREIGN EXCHANGE TRANSACTIONS

### a) FINANCIAL AND DERIVATIVE INSTRUMENTS

Derivative Contracts entered into by the company and outstanding as on 31st March 2021

For hedging currency and interest risks:

| Nature of Transacting  | Value in USD  | Value in INR  |
|--|---------------|---------------|
| Forward contracts (against FLC's) (PY \$2,93,71,458.43<br>Rs.2,21,98,94,828/-) | 62,349,861.40 | 4,559,021,866 |

Forex Currency Exposures Rs.1,51,91,83,805/- (Rs. 1,41,14,00,000/-) that are not hedged by derivative instruments as on 31st March 2021

b) Finance cost includes exchange differences arising from foreign currency borrowings (FLC's) to the extent that they are regarded as an adjustment to interest costs is Rs.4,64,55,541/- (Rs. 19,22,71,0021/-) (Ind AS -23) and Net gain or loss on foreign currency transaction (other than considered as finance cost) is Rs.42,22,657/- (Rs. 17,02,95,681/-).



**45 Disclosures on payments and due to "Suppliers" as defined in Micro, Small, and Medium enterprises Development Act 2006 (The Act)**

Amount in Rs.

| Particulars  | As at 31 <sup>st</sup><br>March 2021 in INR | As at 31 <sup>st</sup><br>March 2020 in INR |
|--|---|---|
| Principal amount due to suppliers under MSMED Act., as at the end of the year                          | 34,226,818                                  | 16,704,182                                  |
| "Interest accrued and due to suppliers under MSMED Act on the above amount "as at the end of the year" | -   | -   |
| "Payments made to suppliers (other than interest) beyond the appointed day "during the year"           | -   | -   |
| Interest paid to suppliers under MSMED Act., (Other than section 16)                                   | -   | -   |
| Interest paid to suppliers under MSMED Act., ( section 16)   | -   | -   |
| "Interest due and payable to suppliers under MSMED Act., for payment already "made"                    | -   | -   |
| "Interest accrued and remaining unpaid at the end of the year to suppliers under" MSMED Act., (ii+iv)" | -   | -   |

Dues to Micro, Small and Medium enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. This has been relied upon by the auditors.

**46 Earnings in foreign exchange - Export of goods calculated on FOB basis**

Amount in Rs.

| Particulars                | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|----------------------------|--------------------------------------|--------------------------------------|
| FOB Value of Exports       | 3,271,011,900                        | 3,484,569,387                        |
| Interest from Subsidiaries | 4,879,216                            | 13,590,900                           |
|                            | <b>3,275,891,115</b>                 | <b>3,498,160,287</b>                 |

**47 Expenditure in foreign currency**

Amount in Rs.

| Particulars                                       | As at 31 <sup>st</sup><br>March 2021 | As at 31 <sup>st</sup><br>March 2020 |
|---|--------------------------------------|--------------------------------------|
| Travelling (Excluding Tickets purchased in India) | -                                    | 41,462                               |
| Subscriptions                                     | 91,865                               | 89,040                               |
| Consultancy Charges                               | 261,561                              | 69,700                               |
| Demurrage Charges                                 | 66,155                               | 6,288,513                            |
| Interest  | 11,208,426                           | 5,889,585                            |
| Certification fee                                 | -                                    | 218,339                              |
| Hotel stay  | -                                    | 252,431                              |
| Ocean Freight                                     | -                                    | 119,032                              |
| Commission  | 1,965,387                            | 52,037                               |
| Courier charges                                   | -                                    | 4,760                                |
| Membership Fees                                   | 446,808                              | 172,539                              |
| Dividend  | 1,048,430                            | -                                    |
| Reprocessing charges                              | 3,536,885                            | -                                    |
| Exhibition charges                                | 590,727                              | -                                    |
| Others  | 374,455                              | -                                    |
|   | <b>19,590,700</b>                    | <b>13,197,437</b>                    |

**48 Comparison Between Consumption of Imported and Indigenous Raw Material during the Year:**

| Particulars | This Year             |                | Previous year         |                |
|-------------|-----------------------|----------------|-----------------------|----------------|
|             | Value                 | %              | Value                 | %              |
| Imported    | 14,422,021,627        | 62.02%         | 12,597,862,758        | 69.06%         |
| Indigenous  | 8,831,382,528         | 37.98%         | 5,644,366,551         | 30.94%         |
|             | <b>23,253,404,155</b> | <b>100.00%</b> | <b>18,242,229,310</b> | <b>100.00%</b> |

**49 Comparison Between Consumption of Imported and Indigenous Spare Parts and Components during the Year:**

| Particulars | This Year          |                | Previous year      |                |
|-------------|--------------------|----------------|--------------------|----------------|
|             | Value              | %              | Value              | %              |
| Imported    | 1,207,283          | 0.23%          | 561,422            | 0.11%          |
| Indigenous  | 513,253,391        | 99.77%         | 503,707,741        | 99.89%         |
|             | <b>514,460,674</b> | <b>100.00%</b> | <b>504,269,163</b> | <b>100.00%</b> |

**50 Value of imports made during the year calculated on CIF basis:**

| Particulars          | This Year             | Previous Year        |
|----------------------|-----------------------|----------------------|
| Oils, Seeds & Others | 11,124,573,896        | 9,158,224,536        |
|                      | <b>11,124,573,896</b> | <b>9,158,224,536</b> |

**51** The Government of Andhra Pradesh has sanctioned the Sales Tax Holiday to the company vide sanction letter No.20/01/2003/679/FD dated 28/06/2002 for a period of 7 years from 30/03/2003 to 29/03/2009. After introduction of APVAT vide rule 67 r.w.s 69 the sales tax holiday was converted into sales tax deferment and altered the repayment period. The company has challenged the above amendment before the Supreme court of India by way of Special Leave petition No.24837/2013 (FY2005-06), 20451/2014(FY 2006-07), 13645/2015(FY2007-08) the Apex court granted the stay for the above three years.

**52 Corporate Social Responsibility**

In terms of section 135 of the Companies Act 2013, the CSR committee has been formed by the company. The areas of CSR activities are eradication of hunger and malnutrition promoting education, Art and Culture, Health care, destitute care and rehabilitation and Rural development projects.

| Particulars  | 2020-21<br>Value Rs. | 2019-20<br>Value Rs. |
|--|----------------------|----------------------|
| Gross amount required to be spent by the company during the year | 8,496,856            | 7,181,993            |
| (-) Amount spent by the company during the year towards CSR      | 11,565,630           | 7,200,000            |
| Amount yet to be spent by the company/(Excess Spent)             | (3,068,774)          | (18,007)             |

**53** a) During the year 2014-15, Asia Pacific Commodities Ltd.,(APCL) was amalgamated with the Company (3F Industries Limited) under the scheme of amalgamation approved by the Hon'ble High court of Hyderabad for state of Telengana and Andhra Pradesh W.e.f. 01.04.2014.  
b) Pending completion of the relevant formalities for transfer of some of the assets and liabilities acquired pursuant to the scheme in the name of the Company, such assets and liabilities continue to be in the name of the erstwhile Asia Pacific Commodities Limited.

54 Loans and advances include an amount of Rs. 1,05,05,35,365/- (Rs.1,02,64,66,756/-) Lakhs being amount given as inter corporate deposit u/s.186 of the Companies Act, 2013 to the following persons and body corporates:

| Name of the Company                       | Viaton Energy Pvt Ltd., | Chakranemi Infrastructure Pvt Ltd | Krishna Exports Limited | 3F Fuji Foods Private Limited |
|---|-------------------------|-----------------------------------|-------------------------|-------------------------------|
| Amount of Advance as on 31/03/2021        | 678,771,348             | 9,933,252                         | -                       | -                             |
| Maximum Balance during the year           | 678,771,348             | 9,933,252                         | 135,909,000             | 266,850,000                   |
| % of shares held by 3FIL as on 31/03/2021 | 51%                     | 100%                              | 100%                    | Nil                           |
| Date of Advance                           | Various Dates           | Various Dates                     | Various Dates           | Various Dates                 |
| Interest per annum                        | 11%**                   | 11%                               | 10%                     | 10%                           |
| Security                                  | NA                      | NA                                | NA                      | NA                            |
| Purpose of Advance                        | To meet WC              | To meet WC                        | To meet WC              | To meet WC                    |
| Tenor                                     | NA                      | NA                                | NA                      | NA                            |

| Name of the Company                       | Reliance Cellulose Products Limited | Shashwat Eco Waste Trading Pvt. Ltd., | Anil Rajesh Caps Mpg Pvt Ltd |
|---|-------------------------------------|---------------------------------------|------------------------------|
| Amount of Advance as on 31/03/2021        | 25,000,000                          | 241,830,765                           | 95,000,000                   |
| Maximum Balance during the year           | 25,000,000                          | 337,953,178                           | 95,000,000                   |
| % of shares held by 3FIL as on 31/03/2021 | NA                                  | NA                                    | NA                           |
| Date of Advance                           | Various Dates                       | Various Dates                         | Various Dates                |
| Interest per annum                        | 11%**                               |                                       | 9% 9%                        |
| Security                                  | NA                                  | NA                                    | NA                           |
| Purpose of Advance                        | To meet WC                          | To meet WC                            | To meet WC                   |
| Tenor                                     | NA                                  | NA                                    | ONE YEAR                     |

(\*\*) As the ability to access the ultimate collection with reasonable certainty is lacking, the recognition of interest is postponed.

List of Corporate Guarantee which are covered U/s.186 of the Companies Act, 2013

| Name of the Company  | Viaton Energy Pvt ltd., | Viaton Energy Pvt ltd., | Viaton Energy Pvt ltd., | 3F Ghana Oils & Fats Ltd |
|--|-------------------------|-------------------------|-------------------------|--------------------------|
| Amount of Corporate Guarantee                              | Rs. 430,000,000         | Rs. 90,000,000          | Rs. 80,000,000          | USD 80,00,000            |
| Corporate Guarantee given to                               | Axis Bank               | Axis Bank               | Axis Bank               | Fidelity Bank            |
| Loan outstanding against Corporate Guarantee on 31/03/2021 | 101,988,392             | 16,200,000              | 2,396,744               | 371,250,842              |
| Date of Corporate Guarantee                                | Various dates           | Various dates           | Various dates           | 29th April, 2019         |
| Security   | Unsecured               | Unsecured               | Unsecured               | Unsecured                |
| Purpose of Guarantee                                       | To meet WC              | To meet WC              | To meet WC              | To meet WC               |
| Tenor of Corporate Guarantee                               | Closer of Loan          | Closer of Loan          | Closer of Loan          | Closer of Loan           |

55 Remuneration payable to the managerial persons as per the provisions of section 197 of the companies Act., 2013, exceeds, the limits specified thereon. The excess amount of Rs.14,35,41,872/- (Previous year Rs.17,46,51,418 /-) payable to the Managerial persons as at 31st March 2021 which is pending approval from the members of the company, at its ensuing Annual General Meeting.

#### 56 General

- Previous year figures have been regrouped/reclassified wherever necessary, to conform to current year's classification.
- Paise have been rounded off to the nearest rupee.

57 Taxation

a) Profit and loss section

Rs. in INR

| Particulars  | For the year ended          |                             |
|--|-----------------------------|-----------------------------|
|  | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| <b>Current Income tax</b>  |                             |                             |
| Current tax charges  | 283,700,000                 | 129,000,000                 |
| MAT Credit Entitlement for the year/Differential MAT of earlier years          | 5,014,289                   | (5,728,523)                 |
| MAT credit written off (Excess)/Short Provision of Income tax of earlier years | 70,528,370                  | -                           |
|  | 12,264,524                  | (19,941,953)                |
|  | <b>371,507,183</b>          | <b>103,329,524</b>          |
| <b>Deferred Tax</b>  |                             |                             |
| Relating to origination and reversal of temporary differences                  | (151,393,181)               | 36,961,056                  |
| <b>Tax Expense reported in the Statement of Profit and Loss</b>                | <b>220,114,002</b>          | <b>140,290,580</b>          |

Other Comprehensive Income ('OCI') Section

Rs. in INR

| Particulars  | For the year ended          |                             |
|--|-----------------------------|-----------------------------|
|  | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| <b>Deferred tax related to items recognised in OCI during the year</b> |                             |                             |
| - Remeasurement of Defined Benefit Plan (Loss)/ Gain - Gratuity        | 4,424,713                   | (129,969)                   |
| - Increase/(Decrease) in Fair Value of Investments - Non Current       | -                           | 19,042                      |
| - Increase/(Decrease) in Fair Value of Derivatives                     | (2,266,853)                 | (777,269)                   |
| - Transfer of effective portion of hedge to P&L                        | (10,863,840)                | 20,232,505                  |
| <b>Tax Expense in the OCI Section</b>                                  | <b>(8,705,980)</b>          | <b>19,344,309</b>           |

b) Balance sheet section

Rs. in INR

| Particulars                    | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
|--------------------------------|-----------------------------|-----------------------------|
| Provision for Income Tax       | 548,816,609                 | 391,234,257                 |
| Tax recoverable                | 426,586,249                 | 401,885,754                 |
| Net of advance tax recoverable | (122,230,360)               | 10,651,497                  |

**Reconciliation of tax expenses and the accounting profit multiplied by India's domestic tax rate for March 31, 2021 and March 31, 2020**

| Particulars  | 31 <sup>st</sup> March 2021 |                    | 31 <sup>st</sup> March 2020 |                     |
|--|-----------------------------|--------------------|-----------------------------|---------------------|
|  | %                           | Rs. in INR         | %                           | Rs. in INR          |
| <b>Accounting profit/(loss) before Income tax</b>                                    |                             | <b>796,267,856</b> |                             | <b>506,945,585</b>  |
| At India's Statutory income tax rate (25.168%)                                       | 25.168%                     | 200,404,694        | 34.944%                     | 177,147,065         |
| <b>Increase/(Decrease) of tax expense on account of</b>                              |                             |                    |                             |                     |
| Reduction in depreciation/(accelerated depreciation)                                 | 1.05%                       | 8,369,244          | -4.16%                      | (21,095,898)        |
| Expenses not allowed under income tax act  | 7.66%                       | 60,956,677         | 11.12%                      | 56,389,450          |
| Unabsorbed capital losses carried forward  | 7.01%                       | 55,846,232         | 0.00%                       | -                   |
| Expenses that are allowed under payment basis  | -0.81%                      | (6,455,702)        | -0.92%                      | (4,665,858)         |
| Non-taxable income/Exempt income   | -0.01%                      | (72,660)           | -0.24%                      | (1,193,420)         |
| Expenses that are allowed/Income not allowed under Income Tax Act, 1961              | -6.80%                      | (54,133,744)       | -17.52%                     | (88,827,759)        |
| Adjustment for current tax of previous years   | 1.54%                       | 12,264,524         | -3.93%                      | (19,941,953)        |
| Income taxable at Special rates  | 0.00%                       | -                  | 2.43%                       | 12,322,910          |
| Deferred tax asset recognised  | -0.03%                      | (242,808)          | 7.29%                       | 36,961,056          |
| Impact on Deferred tax due to change in rate of tax                                  | -18.98%                     | (151,150,373)      | 0.00%                       | -                   |
| Deductions allowed as per Income tax Act, 1961                                       | 0.00%                       | -                  | -0.24%                      | (1,196,832)         |
| Impact due to MAT credit entitlement and Utilisation                                 | 0.63%                       | 5,014,289          | 0.00%                       | -                   |
| Impact due to write off of MAT credit on account of adoption of New rate of taxation | 8.86%                       | 70,528,370         | -1.13%                      | (5,728,523)         |
| Other adjustments  | 2.36%                       | 18,785,259         | 0.02%                       | 120,343             |
| <b>Total</b>   |                             | <b>19,709,308</b>  |                             | <b>(36,856,485)</b> |
| <b>Income tax reported in Statement of profit and Loss</b>                           | <b>27.643%</b>              | <b>220,114,002</b> | <b>27.674%</b>              | <b>140,290,580</b>  |

**Impact of tax rate change:**

The Company elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 for the year ended 31st March 2021. Accordingly, the Company has re-measured its Deferred Tax (Assets)/Liabilities basis the rate prescribed in the said section. The full impact of this change has been recognised in the statement of Profit & Loss for the year.

**Reconciliation of Deferred tax liabilities (net)**

**Rs. in INR**

| Particulars   | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
|---|-----------------------------|-----------------------------|
| Deferred Tax (income)/expenses during the period recognised in Statement of Profit and Loss | (151,393,181)               | 36,961,056                  |
| Deferred Tax (income) /expenses during the period recognised in OCI                         | 8,705,980                   | (19,344,309)                |
| MAT credit  | 91,571,828                  | 22,296,684                  |
|   | <b>(51,115,372)</b>         | <b>39,913,430</b>           |

## Income tax expense

Rs. in INR

| Particulars   | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
|---|-----------------------------|-----------------------------|
| <b>Current tax expense</b>                              |                             |                             |
| Current tax charges                                     | 283,700,000                 | 129,000,000                 |
| (Excess)/Short Provision of Income tax of earlier years | 12,264,524                  | (19,941,953)                |
| MAT Credit Entitlement for the year/Differential        |                             |                             |
| MAT of earlier years                                    | 5,014,289                   | (5,728,523)                 |
| MAT credit written off                                  | 70,528,370                  | -                           |
| <b>(A)</b>  | <b>371,507,183</b>          | <b>103,329,524</b>          |
| <b>Deferred tax expense</b>                             |                             |                             |
| Decrease/(Increase) in deferred tax asset               | 39,617,148                  | (10,483,143)                |
| Increase/(Decrease) in deferred tax liability           | (191,010,328)               | 47,444,200                  |
| <b>(B)</b>  | <b>(151,393,181)</b>        | <b>36,961,056</b>           |
|   | <b>220,114,002</b>          | <b>140,290,580</b>          |

**58 INFORMATION ABOUT RELATED PARTY RELATIONSHIPS AND TRANSACTIONS FOR THE PERIOD 01.04.2019 TO 31.03.2021 PARTICULARS DISCLOSED PURSUANT TO "IND AS-24 - RELATED PARTY DISCLOSURES"**

| S.No.             | NATURE OF RELATIONSHIP                       | NAME  |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
|-------------------|--|---|---------------|-----------------|--------------|-----------------|-------------------|--------------------------|---------------|--------------------------|------------------|--------------------------|---------------|--------------------|
| 1                 | <b>Subsidiaries</b>                          | 3F Oil Palm Agrotech Pvt.Ltd<br>Viaton Energy Pvt.Ltd.<br>Chakranemi Infrastructure Pvt Ltd.,<br>3F Advanced Systems Pvt. Ltd<br>Ceylone Speciality Fats Pvt., Ltd.,<br>Ceylone Edible Oils Pvt .Ltd.,<br>3F Oil Palm International PTE Limited<br>3F Global Singapore Pte Ltd.,<br>3F Ghana Limited, Ghana.<br>Krishna Exports limited.<br>3F Ghana Commodities Limited, Ghana.<br>3F Ghana Trading Limited.<br>3F Ghana Oils & Fats Ltd.,<br>3F Benin Sarl.<br>3F Mali Sarl.<br>3F Burkina Faso Sarl.<br>3F Nigeria Impex Ltd.,<br>3F Senegal Sarl.<br>3F Tanzania<br>3F Togo<br>3F Vietnam Company Ltd.,<br>3F IVC |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
| 2                 | <b>Joint Venture Companies</b>               | 3F Fuji Foods Pvt Ltd., (Till 31st August 2020)   |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
| 3                 | <b>Key Management Personnel</b>              | <b>Executive Directors</b><br>S.B.Goenka<br>O.P.Goenka<br>Bharat Kumar Goenka<br>S.R.Goenka<br>Sushil Goenka<br>Jitendra Goenka<br>Sanjay Goenka<br>Seema Goenka<br><br><b>Independent Directors</b><br>Shiv Kumar Agarwal<br>Ranganathan Mukundan<br><br>RVSSS Prasada Rao -- CFO<br>S.Ranga Rajan -- CS   |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
| 4                 | <b>Relatives of Key Management Personnel</b> | <table border="0"> <tr> <td>Sudhir Goenka</td> <td>S/o. S.B.Goenka</td> </tr> <tr> <td>Sudha Goenka</td> <td>W/o. S.B.Goenka</td> </tr> <tr> <td>Bimla Devi Goenka</td> <td>W/o. Bharat Kumar Goenka</td> </tr> <tr> <td>Tapesh Goenka</td> <td>S/o. Bharat Kumar Goenka</td> </tr> <tr> <td>Deependra Goenka</td> <td>S/o. Bharat Kumar Goenka</td> </tr> <tr> <td>Pranav Goenka</td> <td>S/o. Sushil Goenka</td> </tr> </table>   | Sudhir Goenka | S/o. S.B.Goenka | Sudha Goenka | W/o. S.B.Goenka | Bimla Devi Goenka | W/o. Bharat Kumar Goenka | Tapesh Goenka | S/o. Bharat Kumar Goenka | Deependra Goenka | S/o. Bharat Kumar Goenka | Pranav Goenka | S/o. Sushil Goenka |
| Sudhir Goenka     | S/o. S.B.Goenka                              |   |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
| Sudha Goenka      | W/o. S.B.Goenka                              |   |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
| Bimla Devi Goenka | W/o. Bharat Kumar Goenka                     |   |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
| Tapesh Goenka     | S/o. Bharat Kumar Goenka                     |   |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
| Deependra Goenka  | S/o. Bharat Kumar Goenka                     |   |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |
| Pranav Goenka     | S/o. Sushil Goenka                           |   |               |                 |              |                 |                   |                          |               |                          |                  |                          |               |                    |

|  |  |   |
|--|--|---|
|  |  | <p>Adithi Goenka D/o. Sushil Goenka<br/> Ashiis Goenka S/o. Sanjay Goenka<br/> Sangeeta Goenka W/o. Sanjay Goenka<br/> Manasi Goenka D/o. Sanjay Goenka<br/> Kavita Goenka W/o. Jitendra Goenka<br/> Mannan Goenka S/o. Jitendra Goenka<br/> Chaitanya Goenka S/o. Jitendra Goenka<br/> Prabha Agarwal D/o. S.B.Goenka<br/> Sushmita Dalmia D/o. O.P.Goenka<br/> Vintee Agarwal D/o. S.R.Goenka<br/> Pragya D/o. S.R.Goenka<br/> Jivesh Goenka S/o. S.R.Goenka<br/> Ambika Goenka W/o. Tapeshe Goenka<br/> Apurva Goenka S/o. Tapeshe Goenka<br/> Kusharga Goenka S/o. Tapeshe Goenka<br/> Geeta Chowdary Sister of Directors</p>   |
| 5  | <b>Enterprises/Entities controlled by KMP/Relatives of KMP</b> | <p>Bharat Export Corporation<br/> Speciality Rubbers Pvt.Ltd.,<br/> Best Investments Pte. Ltd.<br/> Mikachi Electronics<br/> Fashion Handloom &amp; Handycrafts<br/> 3F Investments<br/> Golden Needle Apparels<br/> Goenka Blom Infrastructure Pvt.Ltd.,<br/> Andhra Chamber of Commerce<br/> Hyderabad Bycycling Club<br/> IP Pins &amp; Liners Limited<br/> The Solvent Extractors Association of India<br/> Raj Syntax Pvt.Ltd.,<br/> Genetwister Biotech Pvt.Ltd.,<br/> Forever New Apparels Pvt Ltd.,<br/> Apostle Trading Consultants Pvt.Ltd.,<br/> D.R.Goenka Womens Degree College<br/> Goenka Infotech Limited<br/> Viaton Infrastructure Private Limited<br/> Essgee Management Holding Private Limited<br/> Rameshwar Balakrishna Goenka Trust<br/> 3F Swabhimana Foundation<br/> Bharat Kumar Goenka Trust<br/> Tapeshe Goenka Trust<br/> Suhsil Goenka (HUF)<br/> S.R.Goenka (HUF)<br/> O.P.Goenka (HUF)<br/> S.B.Goenka (HUF)<br/> B.K.Goenka (HUF)<br/> Jivesh Goenka (HUF)<br/> Jitendra Goenka (HUF)<br/> Sanjay Goenka (HUF)<br/> ASHIIS Goenka (HUF)<br/> Tapeshe Goenka (HUF)<br/> Pranav Goenka (HUF)<br/> Sudhir Goenka (HUF)</p> |
| <p>Note: Related party relationship is as identified and borne out by the records maintained by the company and relied upon by the auditors accordingly.</p> |  |   |



| S.No | Particulars                       | Subsidiary Company | KMP           | Relatives of KMP | Enterprises/Entities controlled by KMP/Relatives of KMP | Joint Venture Companies | Total           |
|------|-----------------------------------|--------------------|---------------|------------------|---|-------------------------|-----------------|
| 1    | <b>Purchase of Goods/Services</b> |                    |               |                  |   |                         |                 |
|      | <b>a) Goods</b>                   |                    |               |                  |   |                         |                 |
|      | 3F Oil Palm Agrotech Pvt.Ltd      | 774,117,292        |               |                  |   |                         | 774,117,292     |
|      |                                   | (346,641,135)      |               |                  |   |                         | (346,641,135)   |
|      | 3F Ghana Limited                  | -                  |               |                  |   |                         | -               |
|      |                                   | (83,235,553)       |               |                  |   |                         | (83,235,553)    |
|      | 3F Ghana Oils & Fats Limited      | -                  |               |                  |   |                         | -               |
|      |                                   | (8,815,219)        |               |                  |   |                         | (8,815,219)     |
|      | Krishna Exports Limited.,         | 539,000,186        |               |                  |   |                         | 539,000,186     |
|      |                                   | (1,310,426,087)    |               |                  |   |                         | (1,310,426,087) |
|      | 3F Fuji Foods Pvt Ltd.,           |                    |               |                  |   | 3,637                   | 3,637           |
|      |                                   |                    |               |                  |   | (5,995)                 | (5,995)         |
|      | <b>b) Services</b>                |                    |               |                  |   |                         |                 |
|      | 3F Oil Palm Agrotech Pvt.Ltd      | 14,058             |               |                  |   |                         | 14,058          |
|      |                                   | -                  |               |                  |   |                         | -               |
|      |                                   | 1,313,131,536      | -             | -                | -   | 3,637                   | 1,313,135,173   |
|      |                                   | (1,749,117,993)    | -             | -                | -   | (5,995)                 | (1,749,123,988) |
| 2    | <b>Sale of goods/Services to</b>  |                    |               |                  |   |                         |                 |
|      | <b>a) Goods</b>                   |                    |               |                  |   |                         |                 |
|      | 3F Ghana Limited                  | 938,557            |               |                  |   |                         | 938,557         |
|      |                                   | (5,200,492)        |               |                  |   |                         | (5,200,492)     |
|      | 3F Ghana Oils & Fats Ltd.,        | 5,587,516          |               |                  |   |                         | 5,587,516       |
|      |                                   | (58,346,750)       |               |                  |   |                         | (58,346,750)    |
|      |                                   | 6,526,073          | -             | -                | -   | -                       | 6,526,073       |
|      |                                   | (63,547,242)       | -             | -                | -   | -                       | (63,547,242)    |
| 3    | <b>Rent paid to</b>               |                    |               |                  |   |                         |                 |
|      | Seema Goenka                      |                    | 2,100,000     |                  |   |                         | 2,100,000       |
|      |                                   |                    | (2,100,000)   |                  |   |                         | (2,100,000)     |
|      |                                   | -                  | 2,100,000     | -                | -   | -                       | 2,100,000       |
|      |                                   | -                  | (2,100,000)   | -                | -   | -                       | (2,100,000)     |
| 4    | <b>Remuneration Paid to</b>       |                    |               |                  |   |                         |                 |
|      | S.B.Goenka                        |                    | 57,000,000    |                  |   |                         | 57,000,000      |
|      |                                   |                    | (54,505,995)  |                  |   |                         | (54,505,995)    |
|      | O.P.Goenka                        |                    | 122,039,758   |                  |   |                         | 122,039,758     |
|      |                                   |                    | (154,512,829) |                  |   |                         | (154,512,829)   |
|      | B.K.Goenka                        |                    | 12,000,000    |                  |   |                         | 12,000,000      |
|      |                                   |                    | (12,000,000)  |                  |   |                         | (12,000,000)    |
|      | S.R.Goenka                        |                    | 27,840,000    |                  |   |                         | 27,840,000      |
|      |                                   |                    | (5,380,000)   |                  |   |                         | (5,380,000)     |
|      | Sushil Goenka                     |                    | 36,240,000    |                  |   |                         | 36,240,000      |
|      |                                   |                    | (6,244,000)   |                  |   |                         | (6,244,000)     |
|      | Jitendra Goenka                   |                    | 24,388,500    |                  |   |                         | 24,388,500      |
|      |                                   |                    | (4,408,000)   |                  |   |                         | (4,408,000)     |
|      | Jivesh Goenka                     |                    | -             |                  |   |                         | -               |
|      |                                   |                    | (469,677)     |                  |   |                         | (469,677)       |
|      | Seema Goenka                      |                    | 1,107,314     |                  |   |                         | 1,107,314       |
|      |                                   |                    | (1,087,564)   |                  |   |                         | (1,087,564)     |
|      | Pranav Goenka                     |                    |               | 2,056,000        |   |                         | 2,056,000       |
|      |                                   |                    |               | (2,056,000)      |   |                         | (2,056,000)     |
|      | Aditi Goenka                      |                    |               | 500,000          |   |                         | 500,000         |

|   |                                |   |                            |                          |                          |   |                            |
|---|--------------------------------|---|----------------------------|--------------------------|--------------------------|---|----------------------------|
|   |                                |   |                            | (600,000)                |                          |   | (600,000)                  |
|   |                                | - | 280,615,572                | 2,556,000                | -                        | - | 283,171,572                |
|   |                                | - | (238,608,065)              | (2,656,000)              | -                        | - | (241,264,065)              |
| 5 | <b>Interest Paid to</b>        |   |                            |                          |                          |   |                            |
|   | <b>A) On Loan Out-Standing</b> |   |                            |                          |                          |   |                            |
|   | Speciality Rubbers Pvt.Ltd.,   |   |                            |                          | 5,315,350<br>(5,703,321) |   | 5,315,350<br>(5,703,321)   |
|   | Sushil Goenka                  |   | 2,035,843<br>(1,368,124)   |                          |                          |   | 2,035,843<br>(1,368,124)   |
|   | B.K.Goenka                     |   | 278,977<br>(253,846)       |                          |                          |   | 278,977<br>(253,846)       |
|   | Jitendra Goenka                |   | 12,439<br>(11,319)         |                          |                          |   | 12,439<br>(11,319)         |
|   | O.P.Goenka                     |   | 2,373,743<br>(7,294,907)   |                          |                          |   | 2,373,743<br>(7,294,907)   |
|   | S.B.Goenka                     |   | 1,186,321<br>(858,282)     |                          |                          |   | 1,186,321<br>(858,282)     |
|   | S.R.Goenka                     |   | 1,479,652<br>(1,201,545)   |                          |                          |   | 1,479,652<br>(1,201,545)   |
|   | Sanjay Goenka                  |   | 64,482<br>(53,972)         |                          |                          |   | 64,482<br>(53,972)         |
|   | Seema Goenka                   |   | 29,695,582<br>(22,397,272) |                          |                          |   | 29,695,582<br>(22,397,272) |
|   | <b>Total (A)</b>               | - | <b>37,127,039</b>          | -                        | <b>5,315,350</b>         | - | <b>42,442,389</b>          |
|   | <b>Total (A)</b>               | - | <b>(33,439,267)</b>        | -                        | <b>(5,703,321)</b>       | - | <b>(39,142,588)</b>        |
|   | <b>B) On Deposits</b>          |   |                            |                          |                          |   |                            |
|   | ADITHI GOENKA                  |   |                            | 1,468,004<br>(1,209,210) |                          |   | 1,468,004<br>(1,209,210)   |
|   | AMBIKA GOENKA                  |   |                            | 26,133<br>(203,589)      |                          |   | 26,133<br>(203,589)        |
|   | AMRITA GOENKA                  |   |                            | -                        |                          |   | -                          |
|   | APURVA GOENKA                  |   |                            | 2,723<br>(28,191)        |                          |   | 2,723<br>(28,191)          |
|   | ASHIIS GOENKA                  |   |                            | 259,469<br>(259,782)     |                          |   | 259,469<br>(259,782)       |
|   | BHARAT GOENKA (HUF)            |   |                            |                          | 27,888<br>(99,846)       |   | 27,888<br>(99,846)         |
|   | BIMLA DEVI GOENKA              |   |                            | 199,339<br>(304,226)     |                          |   | 199,339<br>(304,226)       |
|   | JITENDRA GOENKA (HUF)          |   |                            |                          | -<br>(9,177)             |   | -<br>(9,177)               |
|   | JIVESH GOENKA (HUF)            |   |                            |                          | -                        |   | -                          |
|   | KAVITHA GOENKA                 |   |                            | -                        |                          |   | -                          |
|   | KUSHARGA GOENKA                |   |                            | 1,235<br>(12,789)        |                          |   | 1,235<br>(12,789)          |
|   | OM PRAKASH GOENKA (HUF)        |   |                            |                          | 24,180<br>(25,062)       |   | 24,180<br>(25,062)         |
|   | PRANAV GOENKA                  |   |                            | 1,520,963<br>(1,514,385) |                          |   | 1,520,963<br>(1,514,385)   |
|   | PRANAV GOENKA (HUF)            |   |                            |                          | -                        |   | -                          |

|   |                                     |              |                     |                    |                    |             |                     |
|---|-------------------------------------|--------------|---------------------|--------------------|--------------------|-------------|---------------------|
|   | SANJAY GOENKA (HUF)                 |              |                     |                    |                    | -           | -                   |
|   |                                     |              |                     |                    |                    | 14,942      | 14,942              |
|   |                                     |              |                     |                    |                    | (10,687)    | (10,687)            |
|   | SHIV BHAGWAN GOENKA (HUF)           |              |                     |                    |                    | 7,057       | 7,057               |
|   |                                     |              |                     |                    |                    | (40,085)    | (40,085)            |
|   | SITARAM GOENKA (HUF)                |              |                     |                    |                    | -           | -                   |
|   |                                     |              |                     |                    |                    | -           | -                   |
|   | SUDHA GOENKA                        |              |                     |                    | 46,734             |             | 46,734              |
|   |                                     |              |                     |                    | (532,919)          |             | (532,919)           |
|   | SUDHIR GOENKA                       |              |                     |                    | -                  |             | -                   |
|   |                                     |              |                     |                    | (4,967)            |             | (4,967)             |
|   | SUSHIL GOENKA (HUF)                 |              |                     |                    |                    | 301,046     | 301,046             |
|   |                                     |              |                     |                    |                    | (306,640)   | (306,640)           |
|   | TAPESH GOENKA                       |              |                     |                    | 3,214              |             | 3,214               |
|   |                                     |              |                     |                    | (82,071)           |             | (82,071)            |
|   | TAPESH GOENKA (HUF)                 |              |                     |                    |                    | 19,290      | 19,290              |
|   |                                     |              |                     |                    |                    | (416,846)   | (416,846)           |
|   | <b>Total (B)</b>                    | -            | -                   | <b>3,527,814</b>   | <b>394,403</b>     | -           | <b>3,922,217</b>    |
|   | <b>Total (B)</b>                    | -            | -                   | <b>(4,152,129)</b> | <b>(908,343)</b>   | -           | <b>(5,060,472)</b>  |
|   | <b>Total (A+B)</b>                  | -            | <b>37,127,039</b>   | <b>3,527,814</b>   | <b>5,709,753</b>   | -           | <b>46,364,606</b>   |
|   | <b>Total (A+B)</b>                  | -            | <b>(33,439,267)</b> | <b>(4,152,129)</b> | <b>(6,611,664)</b> | -           | <b>(44,203,060)</b> |
| 6 | <b>Interest Received from</b>       |              |                     |                    |                    |             |                     |
|   | 3F Ghana Oils & Fats Ltd.,          | 1,247,792    |                     |                    |                    |             | 1,247,792           |
|   |                                     | -            |                     |                    |                    |             | -                   |
|   | Krishna Exports Limited.,           | 3,631,424    |                     |                    |                    |             | 3,631,424           |
|   |                                     | (13,590,900) |                     |                    |                    |             | (13,590,900)        |
|   | Chakranemi Infrastructure Pvt Ltd., | 1,310,041    |                     |                    |                    |             | 1,310,041           |
|   |                                     | (1,175,764)  |                     |                    |                    |             | (1,175,764)         |
|   | Viaton Energy Pvt. Ltd              | 2,560,548    |                     |                    |                    |             | 2,560,548           |
|   |                                     | -            |                     |                    |                    |             | -                   |
|   | 3F Fuji Foods Pvt Ltd.,             |              |                     |                    |                    | 6,436,260   | 6,436,260           |
|   |                                     |              |                     |                    |                    | (7,311,479) | (7,311,479)         |
|   |                                     | 8,749,805    | -                   | -                  | -                  | 6,436,260   | 15,186,064          |
|   |                                     | (14,766,664) | -                   | -                  | -                  | (7,311,479) | (22,078,143)        |
| 7 | <b>Dividend Paid to</b>             |              |                     |                    |                    |             |                     |
|   | Sushil Goenka                       |              | 2,408,560           |                    |                    |             | 2,408,560           |
|   |                                     |              | -                   |                    |                    |             | -                   |
|   | Sushil Goenka (HUF)                 |              |                     |                    | 562,556            |             | 562,556             |
|   |                                     |              |                     |                    | -                  |             | -                   |
|   | S.R.Goenka                          |              | 2,020,466           |                    |                    |             | 2,020,466           |
|   |                                     |              | -                   |                    |                    |             | -                   |
|   | S.R.Goenka (HUF)                    |              |                     |                    | 982,638            |             | 982,638             |
|   |                                     |              |                     |                    | -                  |             | -                   |
|   | O.P.Goenka                          |              | 1,673,928           |                    |                    |             | 1,673,928           |
|   |                                     |              | -                   |                    |                    |             | -                   |
|   | O.P.Goenka (HUF)                    |              |                     |                    | 387,034            |             | 387,034             |
|   |                                     |              |                     |                    | -                  |             | -                   |
|   | S.B.Goenka                          |              | 1,438,368           |                    |                    |             | 1,438,368           |
|   |                                     |              | -                   |                    |                    |             | -                   |
|   | S.B.Goenka (HUF)                    |              |                     |                    | 633,580            |             | 633,580             |
|   |                                     |              |                     |                    | -                  |             | -                   |
|   | B.K.Goenka (HUF)                    |              |                     |                    | 814,910            |             | 814,910             |
|   |                                     |              |                     |                    | -                  |             | -                   |
|   | Bharat Kumar Goenka Trust           |              |                     |                    | 1,705,106          |             | 1,705,106           |
|   |                                     |              |                     |                    | -                  |             | -                   |

|   |                                     |              |           |           |           |   |              |
|---|-------------------------------------|--------------|-----------|-----------|-----------|---|--------------|
|   | Jivesh Goenka                       |              | 544,654   |           |           |   | 544,654      |
|   | Jivesh Goenka (HUF)                 |              | -         |           | 251,264   |   | 251,264      |
|   | Jitendra Goenka                     |              | 428,554   |           | -         |   | 428,554      |
|   | Jitendra Goenka(HUF)                |              | -         |           | 236,532   |   | 236,532      |
|   | Seema Goenka                        |              | 563,170   |           | -         |   | 563,170      |
|   | Sanjay Goenka                       |              | -         | 508,884   |           |   | 508,884      |
|   | Sanjay Goenka(HUF)                  |              | -         |           | 542,094   |   | 542,094      |
|   | Sudha Goenka                        |              | -         | 742,980   |           |   | 742,980      |
|   | ASHIIS Goenka                       |              | -         | 573,850   |           |   | 573,850      |
|   | ASHIIS Goenka(HUF)                  |              | -         |           | 58,188    |   | 58,188       |
|   | Tapesh Goenka(HUF)                  |              | -         |           | 298,134   |   | 298,134      |
|   | Tapesh Goenka Trust                 |              | -         |           | 988,306   |   | 988,306      |
|   | Pranav Goenka                       |              | -         | 227,154   |           |   | 227,154      |
|   | Pranav Goenka(HUF)                  |              | -         |           | 140,000   |   | 140,000      |
|   | Kavitha Goenka                      |              | -         | 216,648   |           |   | 216,648      |
|   | Sudhir Goenka                       |              | -         | 83,200    |           |   | 83,200       |
|   | Sudhir Goenka (HUF)                 |              | -         |           | 151,238   |   | 151,238      |
|   | Adithi Goenka                       |              | -         | 29,650    |           |   | 29,650       |
|   | Amrita Goenka                       |              | -         | 113,616   |           |   | 113,616      |
|   | Apurva Goenka                       |              | -         | 140,000   |           |   | 140,000      |
|   | Manasi Goenka                       |              | -         | 94,680    |           |   | 94,680       |
|   | Sangeeta Goenka                     |              | -         | 99,588    |           |   | 99,588       |
|   | Vinti Agarwal                       |              | -         | 18,450    |           |   | 18,450       |
|   | R V S S S Prasada Rao               |              | -         | 266       |           |   | 266          |
|   | Best Investments PTE Ltd.,          |              | -         |           | 1,233,450 |   | 1,233,450    |
|   |                                     | -            | 9,077,700 | 2,848,966 | 8,985,030 | - | 20,911,696   |
|   |                                     | -            | -         | -         | -         | - | -            |
| 8 | <b>Loans/Advances Issued</b>        |              |           |           |           |   |              |
|   | Chakranemi Infrastructure Pvt Ltd., | 150,021      |           |           |           |   | 150,021      |
|   |                                     | (155,774)    |           |           |           |   | (155,774)    |
|   | Krishna Exports Limited.,           | -            |           |           |           |   | -            |
|   |                                     | (69,179,750) |           |           |           |   | (69,179,750) |

|           |  |                              |                             |   |                            |                              |                              |
|-----------|--|------------------------------|-----------------------------|---|----------------------------|------------------------------|------------------------------|
|           | Viaton Energy Pvt Ltd.,                | 385,900,000<br>(186,844,000) |                             |   |                            |                              | 385,900,000<br>(186,844,000) |
|           | 3F Fuji Foods Pvt Ltd.,                |                              |                             |   |                            | 136,900,000<br>(118,050,000) | 136,900,000<br>(118,050,000) |
|           |  | 386,050,021                  | -                           | - | -                          | 136,900,000                  | 522,950,021                  |
|           |  | (256,179,524)                | -                           | - | -                          | (118,050,000)                | (374,229,524)                |
| <b>9</b>  | <b>Loans/Advances Returns Received</b> |                              |                             |   |                            |                              |                              |
|           | 3F Global Singapore Pte Ltd.,          | -<br>(249,126,720)           |                             |   |                            |                              | -<br>(249,126,720)           |
|           | 3F Ghana Oils & Fats Limited           | -<br>(48,186,250)            |                             |   |                            |                              | -<br>(48,186,250)            |
|           | Krishna Exports Limited                | -<br>(70,979,000)            |                             |   |                            |                              | -<br>(70,979,000)            |
|           | Viaton Energy Pvt Ltd.,                | -<br>(102,500,000)           |                             |   |                            |                              | -<br>(102,500,000)           |
|           |  | -                            | -                           | - | -                          | -                            | -                            |
|           |  | (470,791,970)                | -                           | - | -                          | -                            | (470,791,970)                |
| <b>10</b> | <b>Loans/Advances Received</b>         |                              |                             |   |                            |                              |                              |
|           | Speciality Rubbers Pvt.Ltd.,           |                              |                             |   | 9,600,000<br>(22,650,000)  |                              | 9,600,000<br>(22,650,000)    |
|           | Jitendra Goenka                        |                              | 10,187                      |   |                            |                              | 10,187                       |
|           | Bharat Kumar Goeka                     |                              | 228,461                     |   |                            |                              | 228,461                      |
|           | Sanjay Goenka                          |                              | 48,575                      |   |                            |                              | 48,575                       |
|           | O.P.Goenka                             |                              | 103,630,816<br>(1,000,000)  |   |                            |                              | 103,630,816<br>(1,000,000)   |
|           | Sushil Goenka                          |                              | 17,479,685<br>(2,850,000)   |   |                            |                              | 17,479,685<br>(2,850,000)    |
|           | S.B.Goenka                             |                              | 41,412,844<br>(20,372,836)  |   |                            |                              | 41,412,844<br>(20,372,836)   |
|           | S.R.Goenka                             |                              | 5,281,390<br>(1,500,000)    |   |                            |                              | 5,281,390<br>(1,500,000)     |
|           | Seema Goenka                           |                              | 119,892,653<br>(41,700,082) |   |                            |                              | 119,892,653<br>(41,700,082)  |
|           |  | -                            | 287,984,611                 | - | 9,600,000                  | -                            | 297,584,611                  |
|           |  | -                            | (67,422,918)                | - | (22,650,000)               | -                            | (90,072,918)                 |
| <b>11</b> | <b>Loans/Advances Re-paid</b>          |                              |                             |   |                            |                              |                              |
|           | Speciality Rubbers Pvt.Ltd.,           |                              |                             |   | 18,890,293<br>(25,392,893) |                              | 18,890,293<br>(25,392,893)   |
|           | Seema Goenka                           |                              | 100,525,000<br>(12,600,000) |   |                            |                              | 100,525,000<br>(12,600,000)  |
|           | S.B.Goenka                             |                              | 19,514,369<br>(43,265,136)  |   |                            |                              | 19,514,369<br>(43,265,136)   |
|           | S.R.Goenka                             |                              | -<br>(630,447)              |   |                            |                              | -<br>(630,447)               |
|           | Sushil Goenka                          |                              | 27,340,000<br>(950,000)     |   |                            |                              | 27,340,000<br>(950,000)      |
|           | O.P.Goenka                             |                              | 103,108,342<br>(54,154,100) |   |                            |                              | 103,108,342<br>(54,154,100)  |
|           |  | -                            | 250,487,711                 | - | 18,890,293                 | -                            | 269,378,004                  |
|           |  | -                            | (111,599,683)               | - | (25,392,893)               | -                            | (136,992,576)                |

|    |                                |   |   |              |             |   |              |
|----|--------------------------------|---|---|--------------|-------------|---|--------------|
| 12 | <b>Fixed Deposits Received</b> |   |   |              |             |   |              |
|    | ADITHI GOENKA                  |   |   | 15,094,000   |             |   | 15,094,000   |
|    |                                |   |   | (110,000)    |             |   | (110,000)    |
|    | AMBIKA GOENKA                  |   |   | -            |             |   | -            |
|    |                                |   |   | (1,961,000)  |             |   | (1,961,000)  |
|    | AMRITA GOENKA                  |   |   | -            |             |   | -            |
|    |                                |   |   | -            |             |   | -            |
|    | APURVA GOENKA                  |   |   | -            |             |   | -            |
|    |                                |   |   | (258,000)    |             |   | (258,000)    |
|    | ASHIIS GOENKA                  |   |   | 372,000      |             |   | 372,000      |
|    |                                |   |   | (2,094,000)  |             |   | (2,094,000)  |
|    | BHARAT GOENKA (HUF)            |   |   | -            |             |   | -            |
|    |                                |   |   |              | (876,000)   |   | (876,000)    |
|    | BIMLA GOENKA                   |   |   | -            |             |   | -            |
|    |                                |   |   | (2,870,000)  |             |   | (2,870,000)  |
|    | JITENDRA GOENKA (HUF)          |   |   | -            |             |   | -            |
|    |                                |   |   | -            |             |   | -            |
|    | JIVESH GOENKA (HUF)            |   |   | -            |             |   | -            |
|    |                                |   |   | -            |             |   | -            |
|    | KUSHARGA GOENKA                |   |   | -            |             |   | -            |
|    |                                |   |   | (117,000)    |             |   | (117,000)    |
|    | OM PRAKASH GOENKA (HUF)        |   |   |              | 252,000     |   | 252,000      |
|    |                                |   |   |              | (230,000)   |   | (230,000)    |
|    | PRANAV GOENKA                  |   |   | 17,005,000   |             |   | 17,005,000   |
|    |                                |   |   | (2,536,000)  |             |   | (2,536,000)  |
|    | PRANAV GOENKA (HUF)            |   |   |              | 163,000     |   | 163,000      |
|    |                                |   |   |              | -           |   | -            |
|    | SANJAY GOENKA (HUF)            |   |   |              | 107,000     |   | 107,000      |
|    |                                |   |   |              | (98,000)    |   | (98,000)     |
|    | SHIV BHAGWAN GOENKA (HUF)      |   |   |              | -           |   | -            |
|    |                                |   |   |              | (368,000)   |   | (368,000)    |
|    | SITARAM GOENKA (HUF)           |   |   |              | -           |   | -            |
|    |                                |   |   |              | -           |   | -            |
|    | SUDHA GOENKA                   |   |   | -            |             |   | -            |
|    |                                |   |   | (4,853,000)  |             |   | (4,853,000)  |
|    | SUDHIR GOENKA                  |   |   | -            |             |   | -            |
|    |                                |   |   | (1,255,000)  |             |   | (1,255,000)  |
|    | SUSHIL GOENKA (HUF)            |   |   |              | 3,616,000   |   | 3,616,000    |
|    |                                |   |   |              | (2,791,000) |   | (2,791,000)  |
|    | TAPESH GOENKA                  |   |   | -            |             |   | -            |
|    |                                |   |   | (739,000)    |             |   | (739,000)    |
|    | TAPESH GOENKA (HUF)            |   |   |              | -           |   | -            |
|    |                                |   |   |              | (3,796,000) |   | (3,796,000)  |
|    |                                | - | - | 32,471,000   | 4,138,000   | - | 36,609,000   |
|    |                                | - | - | (16,793,000) | (8,159,000) | - | (24,952,000) |
| 13 | <b>Fixed Deposit Repaid</b>    |   |   |              |             |   |              |
|    | ADITHI GOENKA                  |   |   | 7,788,000    |             |   | 7,788,000    |
|    |                                |   |   | (552,000)    |             |   | (552,000)    |
|    | AMBIKA GOENKA                  |   |   | 1,747,000    |             |   | 1,747,000    |
|    |                                |   |   | (1,785,000)  |             |   | (1,785,000)  |
|    | AMRITA GOENKA                  |   |   | -            |             |   | -            |
|    |                                |   |   | -            |             |   | -            |
|    | APURVA GOENKA                  |   |   | 258,000      |             |   | 258,000      |
|    |                                |   |   | (235,000)    |             |   | (235,000)    |

|    |   |                            |   |                          |  |   |  |
|----|---|----------------------------|---|--------------------------|--|---|--|
|    | ASHIIS GOENKA   |                            |   | 308,000<br>(1,906,000)   |  |   | 308,000<br>(1,906,000)                       |
|    | BHARAT GOENKA (HUF)   |                            |   |                          | 876,000<br>(798,000)                         |   | 876,000<br>(798,000)                         |
|    | BIMLA GOENKA  |                            |   | 2,467,000<br>(2,612,000) |  |   | 2,467,000<br>(2,612,000)                     |
|    | JITENDRA GOENKA (HUF)   |                            |   |                          | -<br>(644,000)                               |   | -<br>(644,000)                               |
|    | JIVESH GOENKA (HUF)   |                            |   |                          | -<br>-                                       |   | -<br>-                                       |
|    | KAVITHA GOENKA  |                            |   | -<br>(304,000)           |  |   | -<br>(304,000)                               |
|    | KUSHARGA GOENKA   |                            |   | 117,000<br>(107,000)     |  |   | 117,000<br>(107,000)                         |
|    | OM PRAKASH GOENKA (HUF)   |                            |   |                          | 230,000<br>(210,000)                         |   | 230,000<br>(210,000)                         |
|    | PRANAV GOENKA   |                            |   | 9,632,000<br>(2,748,000) |  |   | 9,632,000<br>(2,748,000)                     |
|    | SANJAY GOENKA (HUF)   |                            |   |                          | 98,000<br>(90,000)                           |   | 98,000<br>(90,000)                           |
|    | SHIV BHAGWAN GOENKA (HUF)   |                            |   |                          | -<br>(335,000)                               |   | -<br>(335,000)                               |
|    | SITARAM GOENKA (HUF)  |                            |   |                          | -<br>-                                       |   | -<br>-                                       |
|    | SUDHA GOENKA  |                            |   | -<br>(4,416,000)         |  |   | -<br>(4,416,000)                             |
|    | SUDHIR GOENKA   |                            |   | -<br>(2,397,000)         |  |   | -<br>(2,397,000)                             |
|    | SUSHIL GOENKA (HUF)   |                            |   |                          | 2,791,000<br>(2,540,000)                     |   | 2,791,000<br>(2,540,000)                     |
|    | TAPESH GOENKA   |                            |   | 739,000<br>(884,000)     |  |   | 739,000<br>(884,000)                         |
|    | TAPESH GOENKA (HUF)   |                            |   |                          | 3,796,000<br>(3,454,000)                     |   | 3,796,000<br>(3,454,000)                     |
|    |   | -                          | - | 23,056,000               | 7,791,000                                    | - | 30,847,000                                   |
|    |   | -                          | - | (17,946,000)             | (8,071,000)                                  | - | (26,017,000)                                 |
| 14 | <b>Advances paid for Raw Materials</b><br>3F Oil Palm Agrotech Pvt.Ltd.     | 40,000,000<br>(15,000,000) |   |                          |  |   | 40,000,000<br>(15,000,000)                   |
|    |   | 40,000,000                 | - | -                        | -  | - | 40,000,000                                   |
|    |   | (15,000,000)               | - | -                        | -  | - | (15,000,000)                                 |
| 15 | <b>Advances adjusted for Raw Materials</b><br>3F Oil Palm Agrotech Pvt.Ltd. | 1,303,314<br>(5,636,402)   |   |                          |  |   | 1,303,314<br>(5,636,402)                     |
|    |   | 1,303,314                  | - | -                        | -  | - | 1,303,314                                    |
|    |   | (5,636,402)                | - | -                        | -  | - | (5,636,402)                                  |
| 16 | <b>Donation Given</b><br>Rameshwar Balakrishna Goenka Trust                 |                            |   |                          |  |   |  |
|    | 3F Swabhiman Foundation   |                            |   |                          | -<br>(3,100,000)<br>9,300,000<br>(3,750,000) |   | -<br>(3,100,000)<br>9,300,000<br>(3,750,000) |
|    |   | -                          | - | -                        | 9,300,000                                    | - | 9,300,000                                    |
|    |   | -                          | - | -                        | (6,850,000)                                  | - | (6,850,000)                                  |

|    |   |               |   |   |               |               |                 |
|----|---|---------------|---|---|---------------|---------------|-----------------|
| 17 | <b>Investment made during the year</b>                      |               |   |   |               |               |                 |
|    | Viaton Energy Pvt Ltd.,                                     | -             |   |   |               |               | -               |
|    | Loan converted into Equity Investment                       | (100,000,000) |   |   |               |               | (100,000,000)   |
|    | 3F Fuji Foods Pvt Ltd.,                                     |               |   |   | 236,690,650   |               | 236,690,650     |
|    |   |               |   |   |               |               | -               |
|    |   | -             | - | - | -             | 236,690,650   | 236,690,650     |
|    |   | (100,000,000) | - | - | -             | -             | (100,000,000)   |
| 18 | <b>Balances as on 31st March 2021</b>                       |               |   |   |               |               |                 |
|    | <b>Investment in Equity Shares</b>                          |               |   |   |               |               |                 |
|    | 3F Oil Palm Agro Tech Private Ltd                           | 100,100,000   |   |   |               |               | 100,100,000     |
|    |   | (100,100,000) |   |   |               |               | (100,100,000)   |
|    | 3F Ghana Limited.,  | 93,469,384    |   |   |               |               | 93,469,384      |
|    |   | (93,469,384)  |   |   |               |               | (93,469,384)    |
|    | Chakranemi Infrastructure Pvt Ltd                           | 53,651,000    |   |   |               |               | 53,651,000      |
|    |   | (53,651,000)  |   |   |               |               | (53,651,000)    |
|    | Viaton Energy Pvt Ltd.,                                     | 260,650,000   |   |   |               |               | 260,650,000     |
|    |   | (260,650,000) |   |   |               |               | (260,650,000)   |
|    | 3F Global Singapore Pte Ltd.,                               | 4,869,220     |   |   |               |               | 4,869,220       |
|    |   | (4,869,220)   |   |   |               |               | (4,869,220)     |
|    | 3F Ghana Trading Limited.                                   | 23,951,650    |   |   |               |               | 23,951,650      |
|    |   | (23,951,650)  |   |   |               |               | (23,951,650)    |
|    | Ceylone Speciality Fats Pvt Ltd.,                           | 68,224,591    |   |   |               |               | 68,224,591      |
|    |   | (68,224,591)  |   |   |               |               | (68,224,591)    |
|    | 3F Ghana Oils & Fats Ltd.,                                  | 217,438,500   |   |   |               |               | 217,438,500     |
|    |   | (217,438,500) |   |   |               |               | (217,438,500)   |
|    | Krishna Exports Limited.,                                   | 3,491,000     |   |   |               |               | 3,491,000       |
|    |   | (3,491,000)   |   |   |               |               | (3,491,000)     |
|    | 3F Fuji Foods Pvt Ltd.,                                     |               |   |   |               |               | -               |
|    |   |               |   |   | (270,000,000) |               | (270,000,000)   |
|    |   | 825,845,345   | - | - | -             | -             | 825,845,345     |
|    |   | (825,845,345) | - | - | -             | (270,000,000) | (1,095,845,345) |
| 19 | <b>Provision for Diminution in the Value of Investments</b> |               |   |   |               |               |                 |
|    | Ceylone Speciality Fats Pvt Ltd.,                           | 68,224,591    |   |   |               |               | 68,224,591      |
|    |   | (68,224,591)  |   |   |               |               | (68,224,591)    |
|    |   | 68,224,591    | - | - | -             | -             | 68,224,591      |
|    |   | (68,224,591)  | - | - | -             | -             | (68,224,591)    |
| 20 | <b>Loans and Advances-Closing Balances</b>                  |               |   |   |               |               |                 |
|    | 3F Global Singapore Pte Ltd.,                               | -             |   |   |               |               | -               |
|    |   | (25,957,741)  |   |   |               |               | (25,957,741)    |
|    | Viaton Energy Pvt Ltd.,                                     | 678,771,348   |   |   |               |               | 678,771,348     |
|    |   | (292,871,348) |   |   |               |               | (292,871,348)   |
|    | Chakranemi Infrastructure Pvt Ltd                           | 9,933,252     |   |   |               |               | 9,933,252       |
|    |   | (9,783,231)   |   |   |               |               | (9,783,231)     |
|    | Krishna Exports Limited.,                                   | -             |   |   |               |               | -               |
|    |   | (135,909,000) |   |   |               |               | (135,909,000)   |
|    | 3F Fuji Foods Pvt Ltd.,                                     |               |   |   |               |               | -               |
|    |   |               |   |   | (129,950,000) |               | (129,950,000)   |
|    |   | 688,704,600   | - | - | -             | -             | 688,704,600     |
|    |   | (464,521,320) | - | - | -             | (129,950,000) | (594,471,319)   |



|    |  |                              |                      |   |                            |               |                              |
|----|--|------------------------------|----------------------|---|----------------------------|---------------|------------------------------|
|    | <b>Provision for Doubtful Debts</b><br>3F Global Singapore PTE Ltd.,       | 25,957,741<br>(25,957,741)   |                      |   |                            |               | 25,957,741<br>(25,957,741)   |
|    |  | 25,957,741                   | -                    | - | -                          | -             | 25,957,741                   |
|    |  | (25,957,741)                 | -                    | - | -                          | -             | (25,957,741)                 |
| 21 | <b>Loans and Advances -Closing balances</b><br>Speciality Rubbers Pvt.Ltd. |                              |                      |   | 44,880,204<br>(48,555,204) |               | 44,880,204<br>(48,555,204)   |
|    | B.K.Goenka   | 2,536,150<br>(2,307,689)     |                      |   |                            |               | 2,536,150<br>(2,307,689)     |
|    | Jitendra Goenka  | 113,084<br>(102,897)         |                      |   |                            |               | 113,084<br>(102,897)         |
|    | O.P.Goenka   | 31,743,130<br>(31,220,656)   |                      |   |                            |               | 31,743,130<br>(31,220,656)   |
|    | Sushil Goenka  | 3,450,133<br>(13,310,448)    |                      |   |                            |               | 3,450,133<br>(13,310,448)    |
|    | S.B.Goenka   | 23,583,832<br>(1,685,357)    |                      |   |                            |               | 23,583,832<br>(1,685,357)    |
|    | S.R.Goenka   | 16,372,204<br>(11,090,814)   |                      |   |                            |               | 16,372,204<br>(11,090,814)   |
|    | Sanjay Goenka  | 587,806<br>(539,231)         |                      |   |                            |               | 587,806<br>(539,231)         |
|    | Seema Goenka   | 243,362,756<br>(223,995,103) |                      |   |                            |               | 243,362,756<br>(223,995,103) |
|    |  | -                            | 321,749,095          | - | 44,880,204                 | -             | 366,629,299                  |
|    |  | -                            | (284,252,195)        | - | (48,555,204)               | -             | (332,807,399)                |
| 22 | <b>Receivables from</b><br>Viaton Infrastructure Pvt Ltd.,                 |                              |                      |   | 125,000<br>(125,000)       |               | 125,000<br>(125,000)         |
|    | 3F Oil Palm Agro Tech Private Ltd  | 38,979,584<br>(9,660,554)    |                      |   |                            |               | 38,979,584<br>(9,660,554)    |
|    | 3F Ghana Oils & Fats Ltd.,   | -<br>(1,945,395)             |                      |   |                            |               | -<br>(1,945,395)             |
|    | 3F Ghana Ltd.,   | -<br>(819,560)               |                      |   |                            |               | -<br>(819,560)               |
|    |  | 38,979,584                   | -                    | - | 125,000                    | -             | 39,104,584                   |
|    |  | (12,425,510)                 | -                    | - | (125,000)                  | -             | (12,550,510)                 |
| 23 | <b>Payable to</b><br>3F Ghana Ltd.,  | -<br>(194,619)               |                      |   |                            |               | -<br>(194,619)               |
|    | Seema Goenka (Rent)  |                              | 161,875<br>(157,500) |   |                            |               | 161,875<br>(157,500)         |
|    | Best Investments (Dividend)  |                              |                      |   | 8,634,151<br>(8,634,151)   |               | 8,634,151<br>(8,634,151)     |
|    | 3F Ghana Oils & Fats Limited   | -<br>(9,160,022)             |                      |   |                            |               | -<br>(9,160,022)             |
|    | Krishna Exports Limited.,  | 107,136,737<br>(685,138,304) |                      |   |                            |               | 107,136,737<br>(685,138,304) |
|    | 3F Fuji Foods Pvt Ltd.,  |                              |                      |   |                            | -<br>(13,445) | -<br>(13,445)                |
|    |  | 107,136,737                  | 161,875              | - | 8,634,151                  | -             | 115,932,762                  |
|    |  | (694,492,944)                | (157,500)            | - | (8,634,151)                | (13,445)      | (703,298,040)                |

|    |  |                              |   |                            |                          |             |                              |
|----|--|------------------------------|---|----------------------------|--------------------------|-------------|------------------------------|
| 24 | <b>Corporate Guarantee Given to</b>          |                              |   |                            |                          |             |                              |
|    | Viaton Energy Pvt Ltd.,                      | 120,585,136<br>(439,487,502) |   |                            |                          |             | 120,585,136<br>(439,487,502) |
|    | 3F Ghana Ltd.,                               | -                            |   |                            |                          |             | -                            |
|    |  | (523,354,932)                |   |                            |                          |             | (523,354,932)                |
|    | 3F Ghana Oils & Fats Ltd.,                   | 371,250,842<br>(571,999,927) |   |                            |                          |             | 371,250,842<br>(571,999,927) |
|    |  | 491,835,977                  | - | -                          | -                        | -           | 491,835,977                  |
|    |  | (1,534,842,362)              | - | -                          | -                        | -           | (1,534,842,362)              |
| 25 | <b>Deposits held by</b>                      |                              |   |                            |                          |             |                              |
|    | ADITHI GOENKA                                |                              |   | 15,144,000<br>(7,838,000)  |                          |             | 15,144,000<br>(7,838,000)    |
|    | AMBIKA GOENKA                                |                              |   | -                          |                          |             | -                            |
|    |  |                              |   | (1,747,000)                |                          |             | (1,747,000)                  |
|    | APURVA GOENKA                                |                              |   | -                          |                          |             | -                            |
|    |  |                              |   | (258,000)                  |                          |             | (258,000)                    |
|    | ASHIIS GOENKA                                |                              |   | 2,158,000<br>(2,094,000)   |                          |             | 2,158,000<br>(2,094,000)     |
|    | BHARAT GOENKA (HUF)                          |                              |   | -                          | -                        |             | -                            |
|    |  |                              |   |                            | (876,000)                |             | (876,000)                    |
|    | BIMLA DEVI GOENKA                            |                              |   | -                          |                          |             | -                            |
|    |  |                              |   | (2,467,000)                |                          |             | (2,467,000)                  |
|    | KUSHARGA GOENKA                              |                              |   | -                          |                          |             | -                            |
|    |  |                              |   | (117,000)                  |                          |             | (117,000)                    |
|    | OM PRAKASH GOENKA (HUF)                      |                              |   |                            | 252,000<br>(230,000)     |             | 252,000<br>(230,000)         |
|    | PRANAV GOENKA                                |                              |   | 17,831,000<br>(10,458,000) |                          |             | 17,831,000<br>(10,458,000)   |
|    | PRANAV GOENKA (HUF)                          |                              |   |                            | 163,000                  |             | 163,000                      |
|    | SANJAY GOENKA (HUF)                          |                              |   |                            | -                        |             | -                            |
|    |  |                              |   |                            | 107,000<br>(98,000)      |             | 107,000<br>(98,000)          |
|    | SHIV BHAGWAN GOENKA (HUF)                    |                              |   |                            | 368,000<br>(368,000)     |             | 368,000<br>(368,000)         |
|    | SUDHA GOENKA                                 |                              |   | 4,853,000<br>(4,853,000)   |                          |             | 4,853,000<br>(4,853,000)     |
|    | SUSHIL GOENKA (HUF)                          |                              |   |                            | 3,616,000<br>(2,791,000) |             | 3,616,000<br>(2,791,000)     |
|    | TAPESH GOENKA                                |                              |   | -                          |                          |             | -                            |
|    |  |                              |   | (739,000)                  |                          |             | (739,000)                    |
|    | TAPESH GOENKA (HUF)                          |                              |   |                            | -                        |             | -                            |
|    |  |                              |   |                            | (3,796,000)              |             | (3,796,000)                  |
|    |  | -                            | - | 39,986,000                 | 4,506,000                | -           | 44,492,000                   |
|    |  | -                            | - | (30,571,000)               | (8,159,000)              | -           | (38,730,000)                 |
| 26 | <b>Interest Receivable from Subsidiaries</b> |                              |   |                            |                          |             |                              |
|    | Chakranemi Infrastructure Pvt Ltd            | 3,219,109<br>(2,007,321)     |   |                            |                          |             | 3,219,109<br>(2,007,321)     |
|    | 3F Ghana Oils & Fats Ltd.,                   | 2,414,817<br>(1,167,025)     |   |                            |                          |             | 2,414,817<br>(1,167,025)     |
|    | Krishna Exports Limited.,                    | -                            |   |                            |                          |             | -                            |
|    |  | (13,881,584)                 |   |                            |                          |             | (13,881,584)                 |
|    | Viaton Energy Pvt Ltd.,                      | 1,710,617                    |   |                            |                          |             | 1,710,617                    |
|    | 3F Fuji Foods Pvt Ltd.,                      | -                            |   |                            |                          |             | -                            |
|    |  |                              |   |                            |                          | (2,416,919) | (2,416,919)                  |
|    |  | 7,344,543                    | - | -                          | -                        | -           | 7,344,543                    |
|    |  | (17,055,930)                 | - | -                          | -                        | (2,416,919) | (19,472,849)                 |

|    |   |                            |                     |                          |                      |                          |                            |
|----|---|----------------------------|---------------------|--------------------------|----------------------|--------------------------|----------------------------|
| 27 | <b>Interest Payable to</b><br>A)On Loan Out-Standing<br>Specaility Rubber Pvt Ltd., |                            |                     |                          |                      | 5,315,350<br>(5,615,293) | 5,315,350<br>(5,615,293)   |
|    | B.K.Goenka  | 258,054<br>(228,461)       |                     |                          |                      |                          | 258,054<br>(228,461)       |
|    | Jitendra Goenka   | 11,506<br>(10,187)         |                     |                          |                      |                          | 11,506<br>(10,187)         |
|    | O.P.Goenka  | 2,195,712<br>(6,565,416)   |                     |                          |                      |                          | 2,195,712<br>(6,565,416)   |
|    | S.R.Goenka  | 1,368,678<br>(1,081,390)   |                     |                          |                      |                          | 1,368,678<br>(1,081,390)   |
|    | Sanjay Goenka   | 59,646<br>(48,575)         |                     |                          |                      |                          | 59,646<br>(48,575)         |
|    | Seema Goenka  | 27,471,439<br>(20,217,653) |                     |                          |                      |                          | 27,471,439<br>(20,217,653) |
|    | S.B.Goenka  | 1,097,347<br>(772,454)     |                     |                          |                      |                          | 1,097,347<br>(772,454)     |
|    | Sushil Goenka   | 1,883,302<br>(1,234,685)   |                     |                          |                      |                          | 1,883,302<br>(1,234,685)   |
|    | <b>Total (A)</b>  | -                          | <b>34,345,684</b>   | -                        |                      | <b>5,315,350</b>         | - <b>39,661,034</b>        |
|    | <b>Total (A)</b>  | -                          | <b>(30,158,821)</b> | -                        |                      | <b>(5,615,293)</b>       | - <b>(35,774,114)</b>      |
|    | On Fixed Deposits   |                            |                     |                          |                      |                          |                            |
|    | ADITHI GOENKA   |                            |                     | 1,231,761<br>(1,042,238) |                      |                          | 1,231,761<br>(1,042,238)   |
|    | AMBIKA GOENKA   |                            |                     | -<br>(149,755)           |                      |                          | -<br>(149,755)             |
|    | APURVA GOENKA   |                            |                     | -<br>(23,139)            |                      |                          | -<br>(23,139)              |
|    | ASHIIS GOENKA   |                            |                     | 224,853<br>(232,599)     |                      |                          | 224,853<br>(232,599)       |
|    | BHARAT GOENKA (HUF)   |                            |                     | -<br>(87,438)            |                      |                          | -<br>(87,438)              |
|    | BIMLA GOENKA  |                            |                     | -<br>(227,368)           |                      |                          | -<br>(227,368)             |
|    | KUSHARGA GOENKA   |                            |                     | -<br>(10,493)            |                      |                          | -<br>(10,493)              |
|    | OM PRAKASH GOENKA (HUF)   |                            |                     |                          | 22,366<br>(19,862)   |                          | 22,366<br>(19,862)         |
|    | PRANAV GOENKA   |                            |                     | 1,285,311<br>(1,274,202) |                      |                          | 1,285,311<br>(1,274,202)   |
|    | SANJAY GOENKA (HUF)   |                            |                     |                          | 9,497<br>(8,464)     |                          | 9,497<br>(8,464)           |
|    | SHIV BHAGWAN GOENKA (HUF)   |                            |                     |                          | 6,528<br>(31,780)    |                          | 6,528<br>(31,780)          |
|    | SUDHA GOENKA  |                            |                     | 43,230<br>(462,339)      |                      |                          | 43,230<br>(462,339)        |
|    | SUSHIL GOENKA (HUF)   |                            |                     |                          | 310,341<br>(272,707) |                          | 310,341<br>(272,707)       |
|    | TAPESH GOENKA   |                            |                     | -<br>(70,403)            |                      |                          | -<br>(70,403)              |
|    | TAPESH GOENKA (HUF)   |                            |                     |                          | -<br>(361,641)       |                          | -<br>(361,641)             |
|    | <b>Total (B)</b>  | -                          | -                   | <b>2,785,156</b>         | <b>348,732</b>       |                          | - <b>3,133,888</b>         |
|    | <b>Total (B)</b>  | -                          | -                   | <b>(3,492,535)</b>       | <b>(781,892)</b>     |                          | - <b>(4,274,427)</b>       |
|    | <b>Total (A+B)</b>  | -                          | <b>34,345,684</b>   | <b>2,785,156</b>         | <b>5,664,082</b>     |                          | - <b>42,794,922</b>        |
|    | <b>Total (A+B)</b>  | -                          | <b>(30,158,821)</b> | <b>(3,492,535)</b>       | <b>(6,397,185)</b>   |                          | - <b>(40,048,541)</b>      |

|    |                              |   |               |             |   |   |               |
|----|------------------------------|---|---------------|-------------|---|---|---------------|
| 28 | Remuneration Payable         |   |               |             |   |   |               |
|    | S.B.Goenka                   |   | 52,500,000    |             |   |   | 52,500,000    |
|    |                              |   | (51,783,744)  |             |   |   | (51,783,744)  |
|    | O.P.Goenka                   |   | 117,500,000   |             |   |   | 117,500,000   |
|    |                              |   | (154,283,000) |             |   |   | (154,283,000) |
|    | B.K.Goenka                   |   | 7,726,090     |             |   |   | 7,726,090     |
|    |                              |   | (6,881,654)   |             |   |   | (6,881,654)   |
|    | S.R.Goenka                   |   | 24,402,627    |             |   |   | 24,402,627    |
|    |                              |   | (2,617,820)   |             |   |   | (2,617,820)   |
|    | Sushil Goenka                |   | 30,364,110    |             |   |   | 30,364,110    |
|    |                              |   | (1,928,640)   |             |   |   | (1,928,640)   |
|    | Jitendra Goenka              |   | 20,220,802    |             |   |   | 20,220,802    |
|    |                              |   | (210,308)     |             |   |   | (210,308)     |
|    | Seema Goenka                 |   | 54,316        |             |   |   | 54,316        |
|    |                              |   | (67,557)      |             |   |   | (67,557)      |
|    | Pranav Goenka                |   |               | 53,148      |   |   | 53,148        |
|    |                              |   |               | (66,288)    |   |   | (66,288)      |
|    |                              | - | 252,767,946   | 53,148      | - | - | 252,821,094   |
|    |                              | - | (217,772,723) | (66,288)    | - | - | (217,839,011) |
| 29 | <b>Share Capital held by</b> |   |               |             |   |   |               |
|    | Sushil Goenka                |   | 12,042,800    |             |   |   | 12,042,800    |
|    |                              |   | (12,042,800)  |             |   |   | (12,042,800)  |
|    | Sushil Goenka (HUF)          |   |               | 2,812,780   |   |   | 2,812,780     |
|    |                              |   |               | (2,812,780) |   |   | (2,812,780)   |
|    | S.R.Goenka                   |   | 10,102,330    |             |   |   | 10,102,330    |
|    |                              |   | (10,102,330)  |             |   |   | (10,102,330)  |
|    | S.R.Goenka (HUF)             |   |               | 4,913,190   |   |   | 4,913,190     |
|    |                              |   |               | (4,913,190) |   |   | (4,913,190)   |
|    | O.P.Goenka                   |   | 8,369,640     |             |   |   | 8,369,640     |
|    |                              |   | (8,369,640)   |             |   |   | (8,369,640)   |
|    | O.P.Goenka (HUF)             |   |               | 1,935,170   |   |   | 1,935,170     |
|    |                              |   |               | (1,935,170) |   |   | (1,935,170)   |
|    | S.B.Goenka                   |   | 7,191,840     |             |   |   | 7,191,840     |
|    |                              |   | (7,191,840)   |             |   |   | (7,191,840)   |
|    | S.B.Goenka (HUF)             |   |               | 3,167,900   |   |   | 3,167,900     |
|    |                              |   |               | (3,167,900) |   |   | (3,167,900)   |
|    | B.K.Goenka (HUF)             |   |               | 4,074,550   |   |   | 4,074,550     |
|    |                              |   |               | (4,074,550) |   |   | (4,074,550)   |
|    | Bharat Kumar Goenka Trust    |   |               | 8,525,530   |   |   | 8,525,530     |
|    |                              |   |               | (8,525,530) |   |   | (8,525,530)   |
|    | Jivesh Goenka                |   | 2,723,270     |             |   |   | 2,723,270     |
|    |                              |   | (2,723,270)   |             |   |   | (2,723,270)   |
|    | Jivesh Goenka (HUF)          |   |               | 1,256,320   |   |   | 1,256,320     |
|    |                              |   |               | (1,256,320) |   |   | (1,256,320)   |
|    | Jitendra Goenka              |   | 2,142,770     |             |   |   | 2,142,770     |
|    |                              |   | (2,142,770)   |             |   |   | (2,142,770)   |
|    | Jitendra Goenka(HUF)         |   |               | 1,182,660   |   |   | 1,182,660     |
|    |                              |   |               | (1,182,660) |   |   | (1,182,660)   |
|    | Seema Goenka                 |   | 2,815,850     |             |   |   | 2,815,850     |
|    |                              |   | (2,815,850)   |             |   |   | (2,815,850)   |
|    | Sanjay Goenka                |   |               | 2,544,420   |   |   | 2,544,420     |
|    |                              |   |               | (2,544,420) |   |   | (2,544,420)   |
|    | Sanjay Goenka(HUF)           |   |               | 2,710,470   |   |   | 2,710,470     |
|    |                              |   |               | (2,710,470) |   |   | (2,710,470)   |
|    | Sudha Goenka                 |   |               | 3,714,900   |   |   | 3,714,900     |
|    |                              |   |               | (3,714,900) |   |   | (3,714,900)   |
|    | ASHIIS Goenka                |   |               | 2,869,250   |   |   | 2,869,250     |
|    |                              |   |               | (2,869,250) |   |   | (2,869,250)   |

|                            |  |   |              |              |              |             |
|----------------------------|--|---|--------------|--------------|--------------|-------------|
| ASHIIS Goenka(HUF)         |  |   |              | 290,940      |              | 290,940     |
|                            |  |   |              | (290,940)    |              | (290,940)   |
| Tapesh Goenka(HUF)         |  |   |              | 1,490,670    |              | 1,490,670   |
|                            |  |   |              | (1,490,670)  |              | (1,490,670) |
| Tapesh Goenka Trust        |  |   |              | 4,941,530    |              | 4,941,530   |
|                            |  |   |              | (4,941,530)  |              | (4,941,530) |
| Pranav Goenka              |  |   | 1,135,770    |              |              | 1,135,770   |
|                            |  |   | (1,135,770)  |              |              | (1,135,770) |
| Pranav Goenka(HUF)         |  |   |              | 700,000      |              | 700,000     |
|                            |  |   |              | (700,000)    |              | (700,000)   |
| Kavitha Goenka             |  |   | 1,083,240    |              |              | 1,083,240   |
|                            |  |   | (1,083,240)  |              |              | (1,083,240) |
| Sudhir Goenka              |  |   | 416,000      |              |              | 416,000     |
|                            |  |   | (416,000)    |              |              | (416,000)   |
| Sudhir Goenka (HUF)        |  |   |              | 756,190      |              | 756,190     |
|                            |  |   |              | (756,190)    |              | (756,190)   |
| Adithi Goenka              |  |   | 148,250      |              |              | 148,250     |
|                            |  |   | (148,250)    |              |              | (148,250)   |
| Amrita Goenka              |  |   | 568,080      |              |              | 568,080     |
|                            |  |   | (568,080)    |              |              | (568,080)   |
| Apurva Goenka              |  |   | 700,000      |              |              | 700,000     |
|                            |  |   | (700,000)    |              |              | (700,000)   |
| Manasi Goenka              |  |   | 473,400      |              |              | 473,400     |
|                            |  |   | (473,400)    |              |              | (473,400)   |
| SANGEETA Goenka            |  |   | 497,940      |              |              | 497,940     |
|                            |  |   | (497,940)    |              |              | (497,940)   |
| Vinti Agarwal              |  |   | 92,250       |              |              | 92,250      |
|                            |  |   | (92,250)     |              |              | (92,250)    |
| R V S S S Prasada Rao      |  |   | 1,330        |              |              | 1,330       |
|                            |  |   | (1,330)      |              |              | (1,330)     |
| Best Investments PTE Ltd., |  |   |              | 6,167,250    |              | 6,167,250   |
|                            |  |   |              | (6,167,250)  |              | (6,167,250) |
|                            |  | - | 45,388,500   | 14,244,830   | 44,925,150   | -           |
|                            |  | - | (45,388,500) | (14,244,830) | (44,925,150) | -           |

## **Independent Auditor's Report**

To the members of **3F INDUSTRIES LIMITED, TADEPALLIGUDEM**

### **Report on the Consolidated Ind AS financial Statements:**

#### **Qualified Opinion**

We have audited the accompanying consolidated Ind AS financial statements of **3F INDUSTRIES LIMITED**, Tadepalligudem ("the Holding Company") and its domestic and overseas subsidiaries and its Joint Venture (ceased to be joint venture on 31<sup>st</sup> August, 2020) (together referred to as "the Group"), comprising the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit and Loss, Consolidated statement of changes in equity and the Consolidated Statement of Cash Flows for the year ended on that date, and notes to the consolidated Ind AS financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters and inadequate disclosure of "Material Uncertainty Related to Going Concern" referred to in the Basis for Qualified Opinion section of our report, the aforesaid consolidated Ind AS financial statements give the information required by the Companies Act, 2013 (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 consolidated state of affairs of the Group as at March 31, 2021, the consolidated profit, Other Comprehensive Income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

#### **Basis for Qualified Opinion**

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

#### **Material Uncertainty Relating to Going Concern**

In view of suspension of the main trading activity of the Companies -3F Tanzania, 3F Benin Sarl, 3F Mali Sarl, 3F Burkina Faso Sarl, 3F Vietnam Sarl, 3F Senegal Sarl, 3F Togo Sarl, 3F Nigeria Impex Limited, which has been terminated during earlier year and other administrative issues, which indicates that a material uncertainty exists that may cast significant doubt on those Companies ability to continue as a going concern and their Ind AS financial statements do not adequately disclose this matter. Their opinion is not modified in respect of this matter.

As per the information and explanation given to us, the company 3F Ghana Commodities Limited has applied for private liquidation pursuant to section 276(3) of Companies Act, 2013 and the same is published in the Commercial and Industrial Bulletin, Republic of Ghana on 6th April 2021.

As per the respective audit report of 3F Global Singapore Pte Ltd., the auditors' want to draw attention to Note 55 which indicates that as at 31<sup>st</sup> March, 2021, the Company's current liabilities exceeded the current assets by Rs.10,17,64,192/- (US\$ 13,91,885) and Rs. 10,51,46,473/- (2020: US\$ 13,91,885) and the total liabilities exceeded the total assets by Rs. 10,66,08,041/- (US\$ 14,58,137) and Rs. 10,35,23,140/- (2020: US\$: 13,70,396). This indicate that a material uncertainty exists that may cast significant doubt on the ability of the Company to continue as a going concern; The Ind AS financial statements of the Company have been prepared on a going concern basis as the holding company has undertaken to provide continuing support until such time as the Company is able to operate on its own Ind AS financial resources. Their opinion is not qualified in respect of this matter.

### **Information Other than the Consolidated Ind AS financial Statements and Auditor's Report Thereon**

The Holding Company's Management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Holding Company's Annual report, but does not include the consolidated Ind AS financial statements and our auditor's report thereon.

Our opinion on the consolidated Ind AS 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 consolidated Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated Ind AS 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.

### **Responsibilities of Management and Those Charged with Governance for the Consolidated Ind AS financial Statements**

The Holding Company's Board of Directors is responsible for preparation and presentation of these consolidated Ind AS financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated Ind AS financial position, consolidated Ind AS financial performance including consolidated other comprehensive income and consolidated cash flows of the Group and of its jointly controlled entity with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of the adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; 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 consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated Ind AS financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the Group'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 Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the Ind AS financial reporting process of the Group.

### **Auditor's Responsibilities for the Audit of the Consolidated Ind AS financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated Ind AS 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 consolidated Ind AS 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 material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and

obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of Internal 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 Act, we are also responsible for expressing our opinion on whether the Company and its subsidiary companies which are companies incorporated outside India and its jointly controlled entity, has adequate Internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 ability of the Group 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 consolidated Ind AS 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated Ind AS financial statements, including the disclosures, and whether the consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Ind AS financial information of the entities or business activities within the Group to express an opinion on the consolidated Ind AS financial statements. We are responsible for the direction, supervision and performance of the audit of the Ind AS financial statements of such entities included in the consolidated Ind AS financial statements

Materiality is the magnitude of misstatements in the consolidated Ind AS financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Ind AS financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Ind AS financial statements.

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.

#### **Other Matters**

- (a) We did not audit the Ind AS financial statements of the three Indian subsidiaries, five foreign subsidiaries whose Ind AS financial statements reflect total assets of Rs.5,06,59,18,891/- as at 31st March 2021, total revenues of Rs.6,87,61,33,693/- and net cash inflows amounting to Rs.5,17,12,957/- for the year ended on that date, as considered in the consolidated Ind AS financial statements. These Ind AS financial statements have been audited by other auditors whose report has been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub-section (3) and (11) of section 143 of the Act, insofar as it relates to the aforesaid subsidiary, is based solely on the report of the other auditors.



- (b) We have relied on the unaudited Ind AS financial statements of one Indian subsidiary and nine foreign subsidiaries whose Ind AS financial statements reflect total assets of Rs.52,65,01,440/- as at 31<sup>st</sup> March 2021, total revenues of Rs.40,000 and net cash outflows amounting to Rs.20,88,598 for the year ended on that date, as considered in the consolidated Ind AS financial statements. We have also relied on the unaudited Ind AS financial statements of one joint venture (ceased to be joint venture on 31<sup>st</sup> August 2020). The consolidated Ind AS financial statements include the Group's share of net loss (including one joint venture) of Rs.2,55,44,074/- and total comprehensive income of Rs.2,50,42,860/- till the date of sale i.e. 31<sup>st</sup> August, 2020, as considered in the consolidated Ind AS financial statements. These Ind AS financial statements are unaudited and have been furnished to us by the management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of one Indian subsidiary and nine foreign subsidiaries, and our report in terms of sub-sections (3) and (11) of section 143 of the Act in so far as it relates to the aforesaid one Indian subsidiary and two foreign subsidiaries, are based solely on such unaudited Ind AS financial statements.

Our opinion on the consolidated Ind AS financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor and the Ind AS financial statements certified by the Management.

### **Report on Other Legal and Regulatory Requirements**

1. As required by section 143(3) of the Act, based on our audit and on the consideration of report of other auditors on Separate Ind AS financial Statements of subsidiaries and its joint venture (ceased to be joint venture on 31<sup>st</sup> August 2020) which were audited by other auditors, as noted in the "Other Matters" paragraph we report, to the extent applicable, that

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated Ind AS financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and the report of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Consolidated Other Comprehensive income), the Consolidated Statement of changes in Equity and Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements.
- d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Indian Accounting Standards specified under Section 133 of the Companies Act, read with relevant rules issued there under and other accounting principles generally accepted in India.
- e) On the basis of the written representations received from the directors of the Holding Company as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors of the Holding Company and the report of Statutory auditor of subsidiary companies and jointly controlled entity incorporated in India, none of the directors of the Group companies incorporated in India are disqualified as on 31<sup>st</sup> 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 with reference to Ind AS financial statements of the Holding company and its Subsidiary companies incorporated in India including its Joint Venture (ceased to be joint venture on 31<sup>st</sup> August 2020) incorporated in India and the operating effectiveness of such controls; refer to our separate Report in Annexure.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

- (i) The consolidated Ind AS financial statements disclose impact of pending litigations on the consolidated Ind AS financial position of the Group - Refer to Note 43 in the consolidated Ind AS financial statements.
- (ii) The Group and its jointly controlled entity, wherever applicable has made provision, as required under the applicable law and accounting standards, for any material foreseeable losses, if any, on long term contracts including derivative contracts.
- (iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its Subsidiaries and its jointly controlled entity incorporated in India.
- h) With respect to the matter to be included in the auditor's report under section 197(16):

In our opinion and according to the information and explanations given to us the remuneration paid during the current year by the Holding company and its subsidiary companies including its joint venture company (ceased to be joint venture on 31st August 2020), where applicable, to its directors is in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, except an amount of Rs.14,35,41,872/- (refer Note no. 56 of Consolidated Ind AS financial Statements) has been provided by the Holding company in excess of the limits prescribed in Section 197 read with Schedule V to the Companies Act, which is subject to approval of members.

For **K.S.Rao & Co,**  
Chartered Accountants  
Firm Registration No:003109S

Place: Vijayawada,  
Date:1<sup>st</sup> October, 2021.

sd/-  
**(K.Vamsi Krishna)**  
Partner  
Membership No:238809  
UDIN: 21238809AAAACD3508

## **Annexure to the Independent Auditors' Report**

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

#### **Opinion**

In conjunction with our audit of the Consolidated Ind AS financial Statements of 3F INDUSTRIES LIMITED (hereinafter referred to as "The Holding Company") as of and for the year ended 31<sup>st</sup> March, 2021, we have audited the Internal financial controls with reference to consolidated Ind AS financial statements of the Holding Company and such companies incorporated in India under the Companies Act, 2013 which are its subsidiary companies and its joint venture (ceased to be joint venture on 31<sup>st</sup> August 2020) as of that date.

In our opinion, the Holding company and such companies incorporated in India which are its subsidiary companies and its joint venture (ceased to be joint venture on 31<sup>st</sup> August 2020) have, in all material respects, adequate Internal financial controls with reference to consolidated Ind AS financial statements and such Internal financial controls were operating effectively as at 31<sup>st</sup> March, 2021, based on the Internal financial controls with reference to consolidated Ind AS financial statements criteria established by such companies considering the essential components of such internal controls stated in the guidance note on audit of Internal financial controls over Ind AS financial reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note")

#### **Management's Responsibility for Internal financial Controls**

The respective company's management and the Board of Directors are responsible for establishing and maintaining Internal financial controls based on the internal control with reference to consolidated Ind AS financial statements based on the criteria established by the respective company considering the essential components of internal control stated in the Guidance Note. 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 respective 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 Ind AS financial information, as required under the Companies Act, 2013 (hereinafter referred to as "the Act").

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Internal financial controls with reference to consolidated Ind AS financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, 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 with reference to consolidated Ind AS financial statements. 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 with reference to consolidated Ind AS financial statements 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 with reference to consolidated Ind AS financial statements and their operating effectiveness. Our audit of Internal financial controls with reference to consolidated Ind AS financial statements included obtaining an understanding of Internal financial controls with reference to consolidated Ind AS financial statements, 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 consolidated Ind AS 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 Internal financial controls system with reference to consolidated Ind AS financial statements.

#### **Meaning of Internal financial Controls with reference to Consolidated Ind AS financial Statements**

A company's Internal financial control with reference to consolidated Ind AS financial statements is a process designed to provide reasonable assurance regarding the reliability of Ind AS financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's Internal financial control with reference to consolidated Ind AS financial statements 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 Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS financial statements.

#### **Inherent Limitations of Internal financial Controls with reference to Consolidated Ind AS financial Statements**

Because of the inherent limitations of Internal financial controls with reference to Consolidated Ind AS financial Statements, 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 with reference to consolidated Ind AS financial statements to future periods are subject to the risk that the Internal financial control with reference to consolidated Ind AS financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Place: Vijayawada,  
Date: 1<sup>st</sup> October, 2021.

For **K.S.Rao & Co**,  
Chartered Accountants  
Firm Registration No:003109S

sd/-

**(K.Vamsi Krishna)**

Partner

Membership No:238809

UDIN: 21238809AAAACD3508

**3F INDUSTRIES LIMITED  
TADEPALLIGUDEM**

**CONSOLIDATED BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2021**

| Particulars  | Note No. | As at 31.03.2021      | As at 31.03.2020      |
|--|----------|-----------------------|-----------------------|
| <b>ASSETS</b>                                      |          |                       |                       |
| <b>Non-current assets</b>                          |          |                       |                       |
| (a) Property, Plant and Equipment                  | 2        | 5,855,149,705         | 5,972,087,362         |
| (b) Right of Use Asset                             | 3        | 37,680,934            | 39,005,940            |
| (c) Capital Work-in-progress                       |          | 153,214,944           | 208,723,246           |
| (d) Investment Property                            | 4        | 58,280,185            | 58,280,185            |
| (e) Other Intangible Assets                        | 5        | 107,587,500           | 111,729,818           |
| (f) Financial Assets                               |          |                       |                       |
| (i) Investments                                    | 6        | 378,900               | 388,900               |
| (ii) Trade Receivables                             |          |                       |                       |
| (iii) Loans  | 7        | 365,272,017           | 462,359,000           |
| (iv) Others (to be specified)                      | 8        | 27,902,172            | 73,351,792            |
| (g) Deferred Tax Assets (Net)                      |          |                       |                       |
| (h) Other Non-current Assets                       | 9        | 243,733,038           | 142,976,583           |
| <b>Current assets</b>                              |          |                       |                       |
| (a) Inventories                                    | 10       | 4,972,510,622         | 3,755,427,731         |
| (b) Financial Assets                               |          |                       |                       |
| (i) Investments                                    | 11       | 57,725                | 284,207,745           |
| (ii) Trade Receivables                             | 12       | 1,330,760,096         | 1,264,671,444         |
| (iii) Cash and cash equivalents                    | 13       | 371,634,601           | 303,163,031           |
| (iv) Bank balances other than (iii) above          | 13       | 4,045,895,976         | 2,091,650,819         |
| (v) Loans  | 14       | 27,055,116            | 80,457,802            |
| (vi) Others (to be specified)                      | 15       | 138,875,598           | 129,932,326           |
| (c) Current Tax Assets (Net)                       | 16       | -                     | -                     |
| (d) Other Current assets                           | 17       | 537,606,355           | 1,026,649,319         |
| (e) Non Current Assets Classified as Held For Sale |          | 9,154,045             | -                     |
| <b>Total Assets</b>                                |          | <b>18,282,749,529</b> | <b>16,005,063,043</b> |
| <b>EQUITY AND LIABILITIES</b>                      |          |                       |                       |
| <b>Equity</b>                                      |          |                       |                       |
| (a) Equity Share Capital                           | 18       | 104,566,480           | 104,566,480           |
| (b) Other Equity                                   | 19       | 4,690,830,904         | 3,457,337,560         |
| Non-Controlling Interest                           | 19.1     | 11,366,432            | 19,240,810            |
| Deferred Government Grant                          |          | 56,453,577            | 70,751,291            |
| <b>LIABILITIES</b>                                 |          |                       |                       |
| <b>Non-current liabilities</b>                     |          |                       |                       |
| (a) Financial Liabilities                          |          |                       |                       |
| (i) Borrowings                                     | 20       | 2,124,199,595         | 2,370,047,385         |
| (ii) Trade Payables                                | 21       |                       |                       |
| Due to Micro & Small enterprises                   |          | -                     | -                     |
| Due to Others                                      |          | 163,427               | 7,251,133             |

|   |    |                       |                       |
|---|----|-----------------------|-----------------------|
| (iii) Other financial liabilities<br>(Other than those specified in<br>item (b), to be specified) | 22 | 115,331,005           | 30,549,541            |
| (b) Provisions  | 23 | 50,013,924            | 27,202,493            |
| (c) Deferred Tax Liabilities (Net)  | 24 | 267,989,352           | 332,913,311           |
| (d) Other non-current liabilities   |    |                       |                       |
| <b>Current liabilities</b>  |    |                       |                       |
| (a) Financial Liabilities   |    |                       |                       |
| (i) Borrowings  | 25 | 2,240,769,546         | 3,499,500,041         |
| (ii) Trade payables   | 26 |                       |                       |
| Due to Micro & Small enterprises  |    | 34,334,087            | 17,180,856            |
| Due to Others   |    | 7,190,208,500         | 4,658,024,342         |
| (iii) Other financial liabilities<br>(other than those specified in<br>item (c))                  | 27 | 1,143,338,686         | 1,182,050,475         |
| (b) Other current liabilities   | 28 | 118,609,138           | 207,711,209           |
| (c) Provisions  | 29 | 13,103,507            | 17,028,860            |
| (d) Current tax Liabilities (Net)   | 16 | 121,471,369           | 3,707,257             |
| <b>Total Equity and Liabilities</b>   |    | <b>18,282,749,529</b> | <b>16,005,063,043</b> |

**For and on behalf of the Board**

Sd/-  
S.B.Goenka  
Director

Sd/-  
S.Rangarajan  
VP-Finance & Company Secretary

Place : Chennai  
Date : 01-10-2022

**As per our report of even date**

For K.S.Rao & Co.,  
Chartered Accountants  
(Firm Regn.No.003109S)

Sd/-  
O.P.Goenka  
Director

Sd/-  
R.V.S.S.Prasada Rao  
Chief Financial Officer

Sd/-  
K.Vamsi Krishna  
Partner  
Membership No. 238809  
UDIN: 21238809AAAACD3508

Vijayawada  
Date: 01-10-2021

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

| PARTICULARS  | Notes | 2019-20               | 2018-19               |
|--|-------|-----------------------|-----------------------|
| <b>Income</b>  |       |                       |                       |
| I. Revenue from Operations   | 30    | 34,443,758,597        | 26,617,737,057        |
| II. Other Income   | 31    | 508,475,621           | 254,931,297           |
| <b>III. Total Revenue (I+II)</b>   |       | <b>34,952,234,218</b> | <b>26,872,668,354</b> |
| <b>IV. Expenses</b>  |       |                       |                       |
| Cost of Raw Materials and Components consumed  | 32    | 26,765,174,931        | 19,648,259,293        |
| Purchase of Traded Goods   |       | 2,154,140,154         | 1,417,687,410         |
| [Increase]/Decrease in Inventories of finished goods,<br>Work-in-progress and traded goods | 33    | (670,627,252)         | (113,972,166)         |
| Employee Benefits expense  | 34    | 1,157,869,446         | 1,089,294,284         |
| Finance Costs  | 35    | 605,966,854           | 878,429,291           |
| Depreciation and amortization expense  | 36    | 389,968,602           | 356,104,438           |
| Power and fuel   |       | 546,855,659           | 780,897,772           |
| Other expenses   | 37    | 2,478,155,387         | 2,124,086,823         |
| <b>Total Expenses (IV)</b>   |       | <b>33,427,503,782</b> | <b>26,180,787,145</b> |
| <b>V. Profit/(Loss) before Exceptional and tax (III-IV)</b>                                |       | 1,524,730,436         | 691,881,209           |
| <b>VI. Exceptional Items</b>   |       | -                     | 37,621,488            |
| <b>VII. Profit/(Loss) before tax (V-VI)</b>  |       | 1,524,730,436         | 654,259,721           |
| Add : Income Tax Refund  |       |                       |                       |
| <b>VIII. Tax expenses</b>  |       |                       |                       |
| Short /Excess provision of Income Tax of Eariler Years                                     |       | 14,781,757            | (19,941,953)          |
| Current tax  |       | 300,537,984           | 143,770,274           |
| Deferred tax   |       | (147,494,221)         | (84,676,828)          |
| Differential MAT of earlier years  |       | 5,014,289             | (5,728,523)           |
| MAT Credit Written off   |       | 70,528,370            | -                     |
| MAT credit entitlement   |       | (18,078,541)          | (19,191,644)          |
| <b>Total tax expense</b>   |       | <b>225,289,638</b>    | <b>14,231,326</b>     |
| <b>IX. Profit/(Loss) for the year from continuing operations (VII-VIII)</b>                |       | 1,299,440,798         | 640,028,395           |
| Profit / (Loss) from discontinued operations   |       | -                     | -                     |
| Less : Tax expense of discontinued operations  |       | -                     | -                     |
| <b>X. Profit / (Loss) from discontinued operations (after tax)</b>                         |       | <b>1,299,440,798</b>  | <b>640,028,395</b>    |
| <b>XI. Profit / (Loss) for the year (IX+X)</b>   |       | 1,299,440,798         | 640,028,395           |
| Share of profit from joint venture   |       | (25,544,074)          | (69,025,842)          |
| Less: Non-Controlling share of Profit  |       | (7,770,950)           | 15,871,209            |
| <b>XII. Profit / (Loss) after Non-controlling interest</b>                                 |       | <b>1,281,667,674</b>  | <b>555,131,344</b>    |
| <b>XIII. Other Comprehensive Income</b>  |       |                       |                       |
| A. (i) Items that will not be reclassified to profit or loss                               | 38    | (70,960,880)          | (14,943,444)          |
| (ii) Income tax relating to items that will not be reclassified to profit or loss          |       | 4,053,720             | 496,277               |
| B. (i) Items that will be reclassified to profit or loss                                   |       | 52,172,177            | (55,675,470)          |
| (ii) Income tax relating to items that will be reclassified to profit or loss              |       | (13,130,694)          | 19,455,236            |
| Share of OCI from Joint Venture  |       | 501,214               | (403,371)             |
| Less: Non-controlling share of OCI   |       | (103,427)             | 8,790                 |
| <b>XIV. OCI after Non controlling share</b>  |       | <b>(27,261,036)</b>   | <b>(51,079,562)</b>   |
| <b>XV. Total Comprehensive Income for the period (IX+X) (Comprising P&amp;L + OCI)</b>     |       | 1,246,532,262         | 519,931,781           |
| Less: Minority share of Total Comprehensive income   |       | (7,874,377)           | 15,879,999            |
| <b>XVI. Total Comprehensive income after non-controlling interest</b>                      |       | <b>1,254,406,639</b>  | <b>504,051,783</b>    |
| <b>Earnings per equity share</b>   |       |                       |                       |
| <b>Basic and diluted:</b>  |       |                       |                       |
| Computed on the basis of total profit for the year   |       | 119.96                | 48.20                 |
| Statement of Significant Accounting Policies   | 1     |                       |                       |

For and on behalf of the Board

As per our report of even date

For K.S.Rao & Co.,  
Chartered Accountants  
(Firm Regn.No.003109S)

Sd/-  
S.B.Goenka  
Director

Sd/-  
O.P.Goenka  
Director

Sd/-  
K.Vamsi Krishna  
Partner  
Membership No. 238809  
UDIN: 21238809AAAACD3508

Sd/-  
S.Rangarajan  
VP-Finance & Company Secretary  
Place : Chennai  
Date : 01-10-2021

Sd/-  
R.V.S.S.Prasada Rao  
Chief Financial Officer

Vijayawada  
Date: 01-10-2021

### Consolidated Cash Flow Statement for the year ended 31<sup>st</sup> March 2021

| PARTICULARS  | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
|--|-----------------------------|-----------------------------|
| <b>Profit before tax from continuing operations</b>                              | <b>1,524,730,436</b>        | <b>654,259,721</b>          |
| <b>Add: Share of Profit from Joint Venture</b>                                   | <b>(25,544,074)</b>         | <b>(69,025,842)</b>         |
| <b>Adjustments for</b>   |                             |                             |
| Interest expense   | 545,433,548                 | 832,932,217                 |
| Interest income  | (168,367,449)               | (127,314,327)               |
| Dividend income  | (131,241)                   | (3,125,076)                 |
| Loss/(Profit) on Sale of Investments - Current                                   | (14,016,203)                | (70,142,688)                |
| Profit/Loss on sale of Investments   | (73,149,057)                | -                           |
| Provision for Loss Allowance   | -                           | 600,773                     |
| Interest Income on Retention Creditors   | (312,573)                   | (1,444,649)                 |
| Excess Provision Written Back  | (269,424)                   | (887,549)                   |
| Amortisation of government grants  | (14,297,714)                | (15,381,258)                |
| Depreciation/amortization  | 389,968,602                 | 356,104,438                 |
| Loss/[profit] on sale of fixed assets  | (628,191)                   | (3,329,354)                 |
| Assets Written off   | -                           | 3,996,504                   |
| Bad Debts Written Off  | 460,399,218                 | 22,179,695                  |
| Share of OCI from Joint Venture  | 501,214                     | (403,371)                   |
| Increase/Decrease in Foreign Currency Translation Reserve                        | (54,435,635)                | (10,442,783)                |
| Remeasurement of defined benefit plans   | (16,525,245)                | (1,792,285)                 |
| Net gain/loss on financial assets  | 87,357,421                  | (103,789,110)               |
| <b>Operating profit before working capital changes</b>                           | <b>2,640,713,632</b>        | <b>1,462,995,056</b>        |
| <b>Movements in working capital:</b>   |                             |                             |
| Increase/[decrease] in trade payables  | 2,542,562,257               | (200,904,389)               |
| Increase/[decrease] in provisions  | 19,155,502                  | 8,136,233                   |
| Increase/[decrease] in other liabilities   | (89,102,072)                | 7,001,750                   |
| Increase/[decrease] in other financial liabilities                               | 73,525,473                  | 101,281,174                 |
| Decrease/[increase] in trade receivables   | (170,919,969)               | 266,011,154                 |
| Decrease/[increase] in inventories   | (1,217,082,891)             | 76,555,876                  |
| Decrease/[increase] in loans and advances  | 120,330,320                 | 96,190,959                  |
| Decrease/[increase] in other assets  | 62,877,959                  | (56,553,938)                |
| Decrease/[increase] in other financial assets                                    | 46,009,245                  | 17,642,507                  |
| Decrease/[increase] in other Bank Balances                                       | (1,954,245,157)             | (1,718,260,625)             |
| <b>Cash generated from/[used in] operations</b>                                  | <b>2,073,824,300</b>        | <b>60,095,758</b>           |
| Direct taxes paid [net of refunds]   | (181,526,459)               | (133,381,779)               |
| <b>Net cash flow from/[used in] operating activities (A)</b>                     | <b>1,892,297,842</b>        | <b>(73,286,021)</b>         |
| <b>Cash flows from Investing activities</b>                                      |                             |                             |
| Purchase of fixed assets, including intangible assets, CWIP and capital advances | (223,769,162)               | (681,873,697)               |
| Proceeds from sale of fixed assets   | 3,187,988                   | 4,469,405                   |
| Investment made during year (Non-current)  | (236,690,650)               | (91,742,957)                |
| Proceeds from sale of Investments (Non-Current)                                  | 284,806,847                 | -                           |



|   |                        |                      |
|---|------------------------|----------------------|
| (Increase)/Decrease of value of investment in Joint Venture     | 25,042,860             | 69,429,213           |
| Proceeds from sale of Investments (Current)                     | 298,166,223            | 151,533,149          |
| Dividend received   | 131,241                | 3,125,076            |
| Interest received   | 138,394,846            | 41,923,448           |
| <b>Net cash flow from/[used in] investing activities (B)</b>    | <b>289,270,193</b>     | <b>(503,136,363)</b> |
| <b>Cash flows from Financing activities</b>                     |                        |                      |
| Term Loans received   |                        |                      |
| Repayment of Term Loans   | (2,301,930,432)        | (1,752,910,571)      |
| Proceeds from borrowings  | 818,823,991            | 3,101,653,896        |
| Principal repayment of lease liabilities                        | (20,685,527)           | (18,374,812)         |
| Interest repayment of lease liabilities                         | (4,318,452)            | (4,583,169)          |
| Dividend Paid   | (19,840,733)           | -                    |
| Interest paid   | (585,145,311)          | (788,341,558)        |
| <b>Net cash flow from/[used in] in financing activities [C]</b> | <b>(2,113,096,464)</b> | <b>537,443,786</b>   |
| Net increase/[decrease] in cash and cash equivalents (A+B+C)    | 68,471,570             | (38,978,598)         |
| Cash and cash equivalents at the beginning of the year          | 303,163,031            | 342,141,629          |
| <b>Cash and cash equivalents at the end of the year</b>         | <b>371,634,601</b>     | <b>303,163,031</b>   |
| <b>Components of cash and cash equivalents</b>                  |                        |                      |
| Balances with Banks:  |                        |                      |
| On current accounts   | 291,740,927            | 284,878,363          |
| Deposits with original maturity of less than 3 months           | 700,000                | 1,800,000            |
| Cash Credits with Debit Balance                                 | 70,142,268             | 4,156,039            |
| Cash on hand  | 9,051,406              | 12,328,628           |
| <b>Total cash and cash equivalent</b>                           | <b>371,634,601</b>     | <b>303,163,031</b>   |

For and on behalf of the Board

As per our report of even date

For K.S.Rao & Co.,  
Chartered Accountants  
(Firm Regn.No.003109S)

Sd/-  
S.B.Goenka  
Director

Sd/-  
O.P.Goenka  
Director

Sd/-  
K.Vamsi Krishna  
Partner  
Membership No. 238809  
UDIN: 21238809AAAACD3508

Sd/-  
S.Rangarajan  
VP-Finance & Company Secretary

Sd/-  
R.V.S.S.Prasada Rao  
Chief Financial Officer

Place : Chennai  
Date : 01-10-2021

Vijayawada  
Date: 01-10-2021

## CONSOLIDATED NOTES FORMING PART OF ACCOUNTS

### 1. CORPORATE INFORMATION

#### 1.1 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies mentioned herein are relating to the consolidated financial statements of the Company.

##### a) Basis of preparation of financial statements

These financial statements are prepared in accordance with Indian Accounting Standards (IndAS) notified under Section 133 of the Companies Act, 2013 (the Act) read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015.

The financial statements have been prepared on the historical cost convention under accrual basis of accounting except for certain financial assets and liabilities (as per the accounting policy below), which have been measured at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

##### b) Principles of consolidation and equity accounting

###### (i) Subsidiaries

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

The acquisition method of accounting is used to account for business combinations by the group.

The group combines the financial statements of its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, consolidated statement of changes in equity and balance sheet respectively.

###### (ii) Joint Venture

Investment in Joint Venture has been accounted under the Equity Method (see (iii) below), as per Ind AS 28 - Investments in Associates and Joint Ventures, after initially being recognised at cost.

###### (iii) Equity method

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the group's share of the post-acquisition profits or losses of the investee in profit and loss, and the group's share of other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associates are recognised as a reduction in the carrying amount of the investment.

When the group's share of losses in an equity-accounted investment equals or exceeds its interesting the entity, including any other unsecured long-term receivables, the group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the group and its associates are eliminated to the extent of the group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the group.

###### (iv) Changes in ownership interests

The group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the group. A change in ownership interest results in an adjustment between the carrying amounts of the controlling and non-controlling interests to reflect their relative interests in the subsidiary. Any difference between the amount of the adjustment to non-controlling interests and any consideration paid or received is recognised within equity.

When the group ceases to consolidate or equity account for an investment because of a loss of control, joint control or significant influence, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognised in profit or loss. This fair value becomes the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss. If the ownership interest in a joint venture or an associate is reduced but joint control or significant influence is retained, only a proportionate share of the amounts previously recognised in other comprehensive income are reclassified to profit or loss where appropriate.

**c) Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable and net of returns, trade allowances rebates and amounts collected on behalf of third parties. It includes Excise Duty but excludes Value Added Tax, Sales Tax and Goods and Services Tax.

**Sale of products:**

Effective April 1, 2018, Company adopted Ind AS 115, "Revenue from contracts with customers". Revenue from sale of products is recognized, when the performance obligation is satisfied, by transferring promised goods to the customer. An asset is transferred when (or as) the customer obtains control to the Asset, as per the terms of contract and it is probable that the economic benefits associated with the transaction will flow to the Company.

Internal Transfers from one unit to the other unit are recognized at Market value of the Product/Service at the Time of Transfer.

**Interest Income:**

Interest income from debt instruments is recognized using the effective interest rate method and is accrued on a time basis. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying value of a financial asset. While calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options), but does not consider the expected credit losses.

**Dividends:**

Dividends are recognized in profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of dividend can be reliably measured.

**d) Property, Plant and Equipment**

Freehold Land is carried at historical cost. All other items of Property Plant and Equipment are stated at cost of acquisition or construction less accumulated depreciation / amortization and impairment, if any. The cost of property plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use.

Items such as spare parts, stand-by equipment and servicing equipment are recognised in accordance with this Ind AS when they meet the definition of property, plant and equipment. Otherwise, such items are classified as inventory

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as separate asset is de-recognized when replaced. All other repairs and maintenance are charged to Profit or Loss during the reporting period in which they are incurred.

Property Plant and Equipment acquired and put to use for project purpose are capitalised and depreciation thereon is included in the project cost till the project is ready for its intended use.

Items of Property Plant and Equipment which are acquired in full or part exchange for another asset are recorded at fair value of the asset given up. If the exchange lacks commercial substance or where the fair market value of the asset given up or asset acquired cannot be measured reliably, the cost is measured at the carrying amount of asset given up.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/ (losses).

**e) Depreciation and amortization**

- i) Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on Tangible fixed assets is provided as per useful life prescribed and in the manner laid down under Schedule II to the Companies Act, 2013, as follows:
- In respect of Plant & Machinery - Straight line Method.
  - In respect of Wind Mill - Straight line Method.
  - In respect of Ships - Straight line Method.
  - In respect of all Other Assets - Written down value Method.
- ii) Goodwill arising in the course of acquisition/demerger will be amortized over period of five years.
- iii) Advances paid towards the acquisition of Property, Plant and Equipment outstanding at each Balance Sheet date is classified as Capital advances under other Non-current assets and the cost of assets not put to use before such date are disclosed under Capital Work-in-Progress.
- iv) Assets to be disposed off are reported at the lower of carrying value or fair value less cost to sell.

**f) Intangible assets**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. In respect of approved Research and Development programme, expenditure of capital nature is included in the fixed assets and other expenditure is charged off to revenue in the year in which such expenditure is incurred.

**g) Impairment**

**i. Financial Assets:**

The company recognizes loss allowances using Expected Credit Loss (ECL) model for the financial assets which are not fair valued through Profit and Loss. Loss allowance for trade receivables are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in profit or loss.

**ii. Non-financial assets:**

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are compared at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash-generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

**h) Foreign currency translation**

- Functional Currency of the group is Indian Rupee. The financial statements of the subsidiaries and joint venture are translated and presented in Indian Rupees. Transactions and Translations: Transactions in foreign currency are initially accounted at the exchange rate prevailing on the date of the transaction and adjusted appropriately with the difference in rate of exchange arising on actual receipt/payment during the year in determining the net profit for the period.

- Exchange differences arising on monetary items that, in substance, form part of the Group's net investment in a foreign operation (having a functional currency other than Indian Rupee) are accumulated in foreign currency translation reserve.
- For the preparation of the consolidated financial statements:
  - (a) assets and liabilities of foreign operations, together with goodwill and fair value adjustments assumed on acquisition thereof, are translated to Indian Rupees at exchange rates prevailing at the reporting period end;
  - (b) income and expense items are translated at the average exchange rates prevailing during the period; when exchange rates fluctuate significantly the rates prevailing on the transaction date are used instead.

Differences arising on such translation are accumulated in foreign currency translation reserve and attributed to non controlling interests proportionately.

On the disposal of a foreign operation, all of the exchange differences accumulated in equity in respect of that operation attributable to the owners of the Group is reclassified to the Statement of Profit and Loss. In relation to a partial disposal, that does not result in losing control over the subsidiary, the proportionate exchange differences accumulated in equity is reclassified to the Statement of Profit and Loss.

**i) Inventories**

Cost of inventories comprises of cost of purchase, cost of conversion and other cost incurred in bringing the inventories to their present location and Condition.

- Finished goods are valued at lower of cost or net realisable value.
- Raw-materials (under FIFO method), Stores, Spares and Packing material (under Weighted average method), Work -in- process, and Materials in transit are valued at cost except where net realisable value of the finished goods they are used in is less than the cost of finished goods and in such an event, if the replacement cost of such materials etc., is less than their book values, they are valued at replacement cost.
- By-products and scrap are valued at net realisable value and it is reduced from cost of the main product.
- Machinery spares which can be used only in connection with an item of fixed assets and whose use is expected to be irregular are amortised over the life of the principal assets.

**j) Employee benefits**

**i) Short term obligations:**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services upto the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled on an undiscounted basis. The liabilities are presented as current employee benefit obligations in the balance sheet.

**ii) Other long-term employee benefit:**

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of the expected future payments to be made in respect of services provided by employee upto the end of reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognized in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

**iii Post-employment obligation:**

The Company operates the following post-employment schemes:

- a) Defined benefit plans such as gratuity for its eligible employees,

- b) Defined contribution plans such as provident fund and
- c) Superannuation

**Gratuity obligation:**

The liability or asset recognized in the balance sheet in respect of defined benefit pension and gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by Actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in INR is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on the Government Bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income (net-off deferred tax). They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in profit or loss as past service cost.

Contributions to Gratuity are made periodically to the Trust duly approved by the Income Tax authorities and such contributions paid/payable are debited to Profit and Loss Account on accrual. Provision is made in the accounts for liability towards uncashed leave wages of eligible employees, on the basis as if all such employees retire on the Balance Sheet date.

Provident Fund and Employees' state Insurance Scheme:

Eligible employees of the company receive benefits from a provident fund and Employees' State Insurance scheme which is a defined benefit plan. Both the eligible employee and the company make monthly contributions to the Provident Fund and Employees' State Insurance equal to a specified percentage of the covered employee's salary. The Company has no further obligations for future provident fund benefits other than monthly contributions.

**k) Taxes on income:**

Tax expense comprises of current and deferred taxes. The income tax expense (income) for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax is the amount of income taxes payable in respect of the taxable profit (tax loss) for a period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

MAT Credit Entitlement is nothing but a future tax credit. Hence it is included in Deferred Tax Asset.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

**l) Government Grants**

Grants from the government are recognized at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Grants related to revenue items are presented as part of profit or loss under general heading such as other income or they are deducted in reporting the related expenses.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit or loss on a straightline basis over the expected lives of the related assets and presented within other income or the grant amount shall be reduced from the cost of asset.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the company with no future related costs are recognized in profit or loss in the period in which they become receivable.

The benefit of a government loan at a below-market rate of interest is treated as a government grant, measured as the difference between proceeds received and the fair value of the loan based on prevailing market interest rates.

**m) Provisions and contingent liabilities**

**i) Provision:**

A provision is recorded when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated. The estimated liability for product warranties is recorded when products are sold based on technical evaluation.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. Provisions are discounted when time value of money is material. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

**ii) Contingent liabilities:**

Wherever there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because (a) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or (b) the amount of the obligation cannot be measured with sufficient reliability. Show-cause notices are not considered as Contingent Liabilities unless converted into demand.

**iii) Contingent assets:**

Wherever there is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. A contingent asset is disclosed when the inflow of economic benefit is probable.

**n) Leases**

The Company has adopted Ind AS 116-Leases with effect from 1st April, 2018. The Company's lease asset consists of lease for Building. The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognises a right-of-use asset("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee,except for leases with a term of twelve months or less (short-term leases) and leases of lowvalue assets.

The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement dateof the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses, if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

A lease liability is remeasured upon the occurrence of certain events such as a change in the lease term. The remeasurement normally also adjusts the leased assets.

Lease liability and ROU asset have been presented as a separate line item in the BalanceSheet and lease payments have been classified as financing cash flows.

**o) Cash and Cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions/banks, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bankoverdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

**p) Cash flow statement:**

Cash flows are reported using the indirect method, whereby the profit for the period is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

**q) Financial instruments**

Financial assets and financial liabilities are recognized when company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

**r) Financial assets**

All regular way purchases or sales of financial assets are recognized and de-recognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets with in the time frame established by regulation or convention in the market place.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets



For the impairment policy on financial assets - refer Para No. g (i).

### 1) **Classification of financial assets**

Debt instruments that meet the following conditions are subsequently measured at amortized cost (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognized in profit or loss for FVTOCI debt instruments. For the purposes of recognizing foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortized cost. Thus, the exchange differences on the amortized cost are recognized in profit or loss and other changes in the fair value of FVTOCI financial assets are recognized in other comprehensive income and accumulated under the heading of 'investment Revaluation reserve' through other comprehensive income'. When the investment is disposed of the cumulative gain or loss previously accumulated in this reserve is reclassified to profit or loss.

All other financial assets are subsequently measured at fair value through Profit and loss.

### 2) **Effective interest method**

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognized in profit or loss and is included in the "Other income" line item.

### 3) **Investments in equity instruments at FVTOCI**

On initial recognition, the company can make an irrevocable election (on an instrument-by instrument basis) to present the subsequent changes in fair value in other comprehensive income pertaining to investments in equity instruments. This election is not permitted if the equity investment is held for trading. These elected investments are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the 'investment Revaluation Reserve' through other comprehensive income'. The cumulative gain or loss is not reclassified to profit or loss on disposal of the investments.

A financial asset is held for trading if:

- it has been acquired principally for the purpose of selling it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the company manages together and has a recent actual pattern of short-term profit-making; or
- it is a derivative that is not designated and effective as a hedging instrument or a financial guarantee.

The company has equity investments which are not held for trading. The company has elected the FVTOCI irrevocable option for both of these investments. Fair value is determined in the manner described in Para No. aa.

Dividends on these investments in equity instruments are recognized in profit or loss when the company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably. Dividends recognized in profit or loss are included in the 'Other income' line item.

#### **4) Financial assets at fair value through profit or Loss (FVTPL)**

Investments in equity instruments are classified as at FVTPL, unless the company irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income for investments in equity instruments which are not held for trading (see note R.3above).

Debt instruments that do not meet the amortized cost criteria or FVTOCI criteria (see above) are measured at FVTPL. In addition, debt instruments that meet the amortized cost criteria or the FVTOCI criteria but are designated as at FVTPL are measured at FVTPL.

A financial asset that meets the amortized cost criteria or debt instruments that meet the FVTOCI criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognizing the gains and losses on them on different bases. The company has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the 'Other income' line item. Dividend on financial assets at FVTPL is recognized when the company's right to receive the dividends is established, it is probable that the economic benefits associated with the dividend will flow to the entity, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

#### **5) De-recognition of financial assets**

The Company de-recognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

#### **6) Foreign exchange gain and losses**

The fair value of financial assets denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of each reporting period.

For foreign currency denominated financial assets measured at amortized cost and FVTPL, the exchange differences are recognized in profit or loss except for those which are designated as hedging instruments in a hedging relationship.

Changes in the carrying amount of investments in equity instruments at FVTOCI relating to changes in foreign currency rates are recognized in other comprehensive income.

For the purposes of recognizing foreign exchange gains and losses, FVTOCI debt instruments are treated as financial assets measured at amortized cost. Thus, the exchange differences on the amortized cost are recognized in profit or loss and other changes in the fair value of FVTOCI financial assets are recognized in other comprehensive income.

#### **Financial liabilities and equity instrument**

##### **1) Classification as debt or equity**

Debt and equity instruments issued by a company entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument

## 2) Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a company entity are recognized at the proceeds received, net of direct issue costs.

Re-purchase of the Company's own equity instruments is recognized and deducted directly in equity. No gain or loss is recognized in profit or loss on the purchase, sale, issue or cancellation of the Company's own equity instruments.

## 3) Financial liabilities

All financial liabilities are subsequently measured at amortized cost using the effective interest method or at FVTPL.

### (i) Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either contingent consideration recognized by the Company as an acquirer in a business combination to which Ind AS 103 applies or is held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading or contingent consideration recognized by the Company as an acquirer in a business combination to which Ind AS 103 applies, may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise;
- the financial liability forms part of a company of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the company is being provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognized in profit or loss. The net gain or loss recognized in profit or loss incorporates any interest paid on the financial liability and is included in the 'Other income' line item.

However, for non-held-for-trading financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognized in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in profit or loss, in which case these effects of changes in credit risk are recognized in profit or loss. The remaining amount of change in the fair value of liability is always recognized in profit or loss. Changes in fair value attributable to a financial liability's credit risk that are recognized in other comprehensive income are reflected immediately in retained earnings and are not subsequently reclassified to profit or loss.

Gains or losses on financial guarantee contracts and loan commitments issued by the Company that are designated by the Company as at fair value through profit or loss are recognized in profit or loss.

Fair value is determined in the manner described in Para - aa.

### (ii) Financial liabilities subsequently measured at amortized cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

#### **De-recognition of financial liabilities**

The Company de-recognizes financial liabilities when and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability de-recognized and the consideration paid and payable is recognized in profit or loss.

#### **Hedge Accounting**

Derivatives are initially recognized at fair value on the date when a derivative contract is entered into and are subsequently re-measured to their fair value at the end of each reporting period. The accounting for subsequent changes in fair value depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged. The Company designates certain derivatives as either:

- hedges of the fair value of recognized assets or liabilities or a firm commitment (fair value hedges), or
- hedges of a particular risk associated with the cash flows of recognized assets and liabilities and highly probable forecast transactions (cash flow hedges).

The Company documents at the inception of the hedging transaction the relationship between hedging instruments and hedged items, as well as its risk management objective and strategy for undertaking various hedge transactions. The Company also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions have been and will continue to be highly effective in off setting changes in fair values or cash flows of hedged items.

The fair values of various derivative financial instruments used for hedging purposes are disclosed. The full fair value of a hedging derivative is classified as a non-current asset or liability when the remaining maturity of the hedged item is more than 12 months; it is classified as a current asset or liability when the remaining maturity of the hedged item is less than 12 months.

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognized in the other comprehensive income in cash flow hedging reserve within equity, limited to the cumulative change in fair value of the hedged item on a present value basis from the inception of the hedge. The gain or loss relating to the in effective portion is recognized immediately in profit or loss, within other gains/ (losses).

When forward contracts are used to hedge forecast transactions, the company generally designates only the change in fair value of the forward contract related to the spot component as the hedging instrument. Gains or losses relating to the effective portion of the change in the spot component of the forward contracts are recognized in other comprehensive income in cash flow hedging reserve within equity. In some cases, the entity may designate the full change in fair value of the forward contract (including forward points) as the hedging instrument. In such cases, the gains and losses relating to the effective portion of the change in fair value of the entire forward contract are recognized in the cash flow hedging reserve within equity.

Amounts accumulated in equity are reclassified to profit or loss in the periods when the hedged item affects profit or loss (for example, when the forecast sale that is hedged takes place). When a hedging instrument expires, or is sold or terminated, or when a hedge no longer meets the criteria for hedge accounting, any cumulative deferred gain or loss and deferred costs of hedging in equity at that time remains in equity until the forecast transaction occurs. When the forecast transaction is no longer expected to occur, the cumulative gain or loss and deferred costs of hedging that were reported in equity are immediately reclassified to profit or loss within other gains/(losses).

**s) Borrowing Cost**

Borrowing cost incurred in connection with the funds borrowed for acquisition/erection of assets that necessarily take substantial period of time to get ready for intended use, are capitalized as part of such assets. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing cost eligible for capitalization. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs. All other borrowing costs are charged to revenue.

**t) Current and Non-current classification**

The Company presents assets and liabilities in the balance sheet based on current / noncurrent classification.

Cash or cash equivalent is treated as current, unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. In respect of other assets, it is treated as current when it is:

- expected to be realized or intended to be sold or consumed in the normal operating cycle
- held primarily for the purpose of trading
- expected to be realized within twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when:

- it is expected to be settled in the normal operating cycle
- it is held primarily for the purpose of trading
- it is due to be settled within twelve months after the reporting period, or
- there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

**u) Dividend:**

Final dividends on shares are recorded as liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the company's board of directors.

**v) Accounting for Derivatives:**

The company uses derivative instruments to hedge its exposure to movements in foreign exchange rates, interest rates and currency risks. The objective of these derivative instruments is only to reduce the risk or cost to the company and is not intended for trading or speculation.

**w) Earnings per share:**

The company's Basic EPS is calculated by dividing profit or loss from continuing operations attributable to ordinary equity holders by the weighted average number of ordinary shares outstanding during the period as per IND AS-33, Earnings per Share.

The diluted EPS of an entity is calculated on the same basis as basic EPS, after adjusting for the effects of dilutive potential ordinary shares unless the effect of the potential dilutive equity shares is anti-dilutive.

**x) Fair value measurement:**

In determining the fair value of its financial instruments, the company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis, available quoted market prices and dealer quotes. All methods of assessing fair value resulting in a general approximation of value, and such value may never actually be realized.

**Statement of Changes in Equity for the year ended 31st March 2021****A. Equity share capital****Amt in Rs.**

| <b>Particulars</b>                             | <b>No of Shares</b> | <b>Amount</b> |
|--|---------------------|---------------|
| Balance as at 31st March, 2020                 | 10,456,648          | 104,566,480   |
| Changes in equity share capital during 2020-21 | -                   | -             |
| Balance as at 31st March, 2021                 | 10,456,648          | 104,566,480   |

Amount in Rs.

**B. Other Equity**

| Particulars  | Reserves and Surplus |                    |                    | Equity Instruments through Other Comprehensive Income | Other Comprehensive Income |                         |                                |                           | Total Reserve        |
|--|----------------------|--------------------|--------------------|---|----------------------------|-------------------------|--------------------------------|---------------------------|----------------------|
|  | Capital Reserve      | Securities Premium | General Reserve    |   | Retained Earnings          | Cash Flow Hedge Reserve | Actuarial Gains/losses reserve | Deferred tax on OCI items |                      |
| <b>Balance at the end of reporting period - 01-04-2019</b> | <b>34,873,902</b>    | <b>91,991,145</b>  | <b>217,978,249</b> | <b>2,708,376</b>                                      | <b>6,877,916</b>           | -                       | <b>(1,896,831)</b>             | <b>(162,264,569)</b>      | <b>2,953,285,771</b> |
| Issue of shares during the year                            |                      |                    |                    |   |                            |                         |                                |                           | 624,157,186          |
| Profit for the period for the year                         |                      |                    | 624,157,186        |   |                            |                         |                                |                           | (69,025,842)         |
| Share of Profit from Joint Venture                         |                      |                    | (69,025,842)       |   |                            |                         |                                |                           | (50,676,185)         |
| Other Comprehensive Income for the year                    |                      |                    |                    | (2,708,376)   | (55,675,470)               |                         | 19,951,513                     | (10,442,777)              | (403,371)            |
| Share of Other Comprehensive Income from Joint Venture     |                      |                    |                    |   |                            |                         |                                |                           |                      |
| <b>Total Comprehensive Income for the year</b>             | -                    | -                  | -                  | <b>(2,708,376)</b>                                    | <b>(55,675,470)</b>        | <b>(2,204,446)</b>      | <b>19,951,513</b>              | <b>(10,442,777)</b>       | <b>504,051,789</b>   |
| Add/Less: Transfer from Other Comprehensive income         |                      |                    |                    |   |                            | 2,204,446               | (477,235)                      |                           | -                    |
| Final Equity Dividend                                      |                      |                    |                    |   |                            |                         |                                |                           |                      |
| <b>Balance at the end of reporting period - 31-03-2020</b> | <b>34,873,902</b>    | <b>91,991,145</b>  | <b>217,978,249</b> | -   | <b>(48,797,554)</b>        | -                       | <b>17,577,447</b>              | <b>(172,707,346)</b>      | <b>3,457,337,560</b> |
| Issue of shares during the year                            |                      |                    |                    |   |                            |                         |                                |                           | 1,307,211,748        |
| Profit for the period for the year                         |                      |                    | 1,307,211,748      |   |                            |                         |                                |                           | (25,544,074)         |
| Share of Profit from Joint Venture                         |                      |                    | (25,544,074)       |   |                            |                         |                                |                           | (27,762,250)         |
| Other Comprehensive Income for the year                    |                      |                    |                    |   | 52,172,177                 | (16,421,818)            | (9,076,973)                    | (54,435,635)              | 501,214              |
| Share of Other Comprehensive Income from Joint Venture     |                      |                    |                    |   |                            |                         |                                |                           |                      |
| <b>Total Comprehensive Income for the year</b>             | -                    | -                  | -                  | -   | <b>52,172,177</b>          | <b>(15,920,604)</b>     | <b>(9,076,973)</b>             | <b>(54,435,635)</b>       | <b>1,254,406,639</b> |
| Add/Less: Transfer from Other Comprehensive income         |                      |                    |                    |   |                            | 15,920,604              | (4,063,720)                    |                           | -                    |
| Final Equity Dividend                                      |                      |                    |                    |   |                            |                         |                                |                           | (20,913,296)         |
| <b>Balance at the end of reporting period - 31-03-2021</b> | <b>34,873,902</b>    | <b>91,991,145</b>  | <b>217,978,249</b> | -   | <b>3,374,623</b>           | -                       | <b>4,446,753</b>               | <b>(227,142,981)</b>      | <b>4,690,830,902</b> |

**For and on behalf of the Board**

**As per our report of even date**  
For K.S.Rao & Co.,  
Chartered Accountants  
(Firm Regn.No.003109S)

Sd/-  
S.B.Goenka  
Director

Sd/-  
O.P.Goenka  
Director

Sd/-  
K.Vamsi Krishna  
Partner  
Membership No. 238809  
UDIN: 21238809AAAAACD3508

Sd/-  
S.Rangarajan  
VP-Finance & Company Secretary

Sd/-  
R.V.S.S.Prasada Rao  
Chief Financial Officer

Chennai  
Date: 01-10-2021

Vijayawada  
Date: 01-10-2021

Property, Plant and Equipment

| Description             | Gross Block           |                        |                         |                     |                       | Depreciation       |                  |                     | Net Block             |                       |                       |
|-------------------------|-----------------------|------------------------|-------------------------|---------------------|-----------------------|--------------------|------------------|---------------------|-----------------------|-----------------------|-----------------------|
|                         | Up to 31st March 2000 | Additions for the year | Deductions for the year | Exchange difference | Up to 31st March 2021 | For the year       | On Deductions    | Exchange difference | Up to 31st March 2021 | As at 31st March 2021 | As at 31st March 2020 |
| Land                    | 318,760,056           | -                      | -                       | -                   | 318,760,056           | -                  | -                | -                   | -                     | 318,760,056           | 318,760,056           |
| Buildings – Factory     | 622,383,602           | 52,784,114             | -                       | (7,574,097)         | 667,593,619           | 36,019,757         | -                | (231,905)           | 94,181,094            | 573,412,525           | 563,990,360           |
| Buildings – Non Factory | 113,441,566           | 5,426,543              | -                       | -                   | 118,868,109           | 7,156,020          | -                | -                   | 21,172,738            | 97,695,370            | 99,424,847            |
| Roads                   | 6,986,574             | 10,805,347             | -                       | -                   | 17,791,921            | 3,889,645          | -                | -                   | 8,271,021             | 9,520,900             | 2,605,199             |
| Plant & Machinery       | 5,173,427,176         | 202,917,826            | 13,795,338              | (22,408,280)        | 5,340,141,384         | 282,753,354        | 2,465,387        | (1,531,689)         | 751,401,666           | 4,588,739,718         | 4,700,781,789         |
| Furniture and fittings  | 32,648,462            | 946,439                | 173,691                 | (222,616)           | 33,198,594            | 5,022,588          | 171,086          | (77,552)            | 17,180,709            | 16,017,885            | 20,241,703            |
| Computers and Data      | -                     | -                      | -                       | -                   | -                     | -                  | -                | -                   | -                     | -                     | -                     |
| Processing equipment    | 16,624,270            | 3,444,817              | 707,154                 | (68,876)            | 19,293,057            | 3,775,005          | 497,857          | (29,604)            | 14,415,745            | 4,877,312             | 5,456,069             |
| Electrical Installation | 14,829,971            | 492,786                | 19,352                  | (482,569)           | 14,820,836            | 975,652            | 12,525           | (21,522)            | 2,909,412             | 11,911,424            | 12,862,164            |
| Office Equipment        | 17,251,431            | 5,042,297              | 21,650                  | (140,851)           | 22,131,227            | 3,921,224          | 16,629           | (42,168)            | 9,716,073             | 12,415,154            | 11,397,785            |
| Vehicles                | 59,960,514            | 13,491,136             | 3,186,697               | (253,781)           | 70,011,173            | 14,472,495         | 2,995,756        | (228,896)           | 35,503,581            | 34,507,592            | 35,764,776            |
| Ships/Barges            | 0.05                  | -                      | -                       | -                   | 0.05                  | -                  | -                | -                   | -                     | 0                     | 0                     |
| Laboratory equipment    | -                     | -                      | -                       | -                   | -                     | -                  | -                | -                   | -                     | -                     | -                     |
| Tools & Tackles         | 376,740               | -                      | -                       | -                   | 376,740               | 34,017             | -                | -                   | 102,050               | 274,690               | 308,707               |
| Borewell                | 51,158                | -                      | -                       | -                   | 51,158                | 3,193              | -                | -                   | 9,580                 | 41,579                | 44,772                |
| Concrete Mixer          | 35,116                | -                      | -                       | -                   | 35,116                | 8,330              | -                | -                   | 24,990                | 10,125                | 18,455                |
| DG Set                  | 178,527               | -                      | -                       | -                   | 178,527               | -                  | -                | -                   | 150,219               | 28,308                | 28,308                |
| Vibrator                | 156,207               | -                      | -                       | -                   | 156,207               | 13,664             | -                | -                   | 37,906                | 118,301               | 131,965               |
| Weightbridge            | 1,715,822             | -                      | -                       | -                   | 1,715,822             | 275,896            | -                | -                   | 1,384,362             | 331,460               | 607,356               |
| Lease Hold Improvement* | 202,419,507           | -                      | -                       | (7,709,034)         | 194,710,473           | 5,639,428          | -                | (172,716)           | 8,223,167             | 186,487,306           | 199,663,051           |
| <b>Grand Total</b>      | <b>6,581,246,701</b>  | <b>295,351,305</b>     | <b>17,903,882</b>       | <b>(38,860,106)</b> | <b>6,819,834,018</b>  | <b>363,960,267</b> | <b>6,099,240</b> | <b>(2,336,053)</b>  | <b>964,684,313</b>    | <b>5,855,149,705</b>  | <b>5,972,087,362</b>  |
| <b>Previous year</b>    | <b>5,595,491,971</b>  | <b>1,009,881,745</b>   | <b>10,749,805</b>       | <b>(13,377,210)</b> | <b>6,581,246,702</b>  | <b>326,252,141</b> | <b>4,941,891</b> | <b>(448,560)</b>    | <b>609,159,342</b>    | <b>5,972,087,362</b>  | <b>5,307,193,919</b>  |

\*In respect of 3F Ghana Oils & Fats Limited - the Property, Plant & Equipment was constructed on leasehold Improvement land situated at Ghana free zone enclave, Tema, Ghana.



Right of Use Assets

Note No: 3

| Description   | Gross Block           |                        |                         |                     | Depreciation          |                   |                   |                     | Net Block             |                       |                       |
|---------------|-----------------------|------------------------|-------------------------|---------------------|-----------------------|-------------------|-------------------|---------------------|-----------------------|-----------------------|-----------------------|
|               | Up to 31st March 2020 | Additions for the year | Deductions for the year | Exchange difference | Up to 31st March 2021 | For the year      | On Deductions     | Exchange difference | Up to 31st March 2021 | As at 31st March 2021 | As at 31st March 2020 |
| Building      | 73,202,917            | 22,656,538             | 28,920,901              | -                   | 66,938,554            | 21,255,095        | 26,194,453        | -                   | 29,257,620            | 37,680,934            | 39,005,940            |
| <b>Total</b>  | <b>73,202,917</b>     | <b>22,656,538</b>      | <b>28,920,901</b>       | <b>-</b>            | <b>66,938,554</b>     | <b>21,255,095</b> | <b>26,194,453</b> | <b>-</b>            | <b>29,257,620</b>     | <b>37,680,934</b>     | <b>39,005,940</b>     |
| Previous year | 61,324,853            | 16,445,931             | 4,567,869               | -                   | 73,202,915            | 22,470,145        | 2,763,109         | -                   | 34,196,975            | 39,005,940            | 46,834,913            |

Investment Property

Note No: 4

| Description   | Gross Block           |                        |                         |                     | Depreciation          |              |               |                     | Net Block             |                       |                       |
|---------------|-----------------------|------------------------|-------------------------|---------------------|-----------------------|--------------|---------------|---------------------|-----------------------|-----------------------|-----------------------|
|               | Up to 31st March 2020 | Additions for the year | Deductions for the year | Exchange difference | Up to 31st March 2021 | For the year | On Deductions | Exchange difference | Up to 31st March 2021 | As at 31st March 2021 | As at 31st March 2020 |
| Land          | 58,280,185            | -                      | -                       | -                   | 58,280,185            | -            | -             | -                   | -                     | 58,280,185            | 58,280,185            |
| <b>Total</b>  | <b>58,280,185</b>     | <b>-</b>               | <b>-</b>                | <b>-</b>            | <b>58,280,185</b>     | <b>-</b>     | <b>-</b>      | <b>-</b>            | <b>-</b>              | <b>58,280,185</b>     | <b>58,280,185</b>     |
| Previous year | 58,280,185            | -                      | -                       | -                   | 58,280,185            | -            | -             | -                   | -                     | 58,280,185            | 58,280,185            |

Intangible Assets

Note No: 5

| Description        | Gross Block           |                        |                         |                     | Depreciation          |                  |               |                     | Net Block             |                       |                       |
|--------------------|-----------------------|------------------------|-------------------------|---------------------|-----------------------|------------------|---------------|---------------------|-----------------------|-----------------------|-----------------------|
|                    | Up to 31st March 2020 | Additions for the year | Deductions for the year | Exchange difference | Up to 31st March 2021 | For the year     | On Deductions | Exchange difference | Up to 31st March 2021 | As at 31st March 2021 | As at 31st March 2020 |
| Software           | 30,815,236            | 610,946                | -                       | -                   | 31,426,182            | 4,753,263        | -             | -                   | 22,194,127            | 9,232,054             | 13,374,372            |
| Goodwill           | 98,355,446            | -                      | -                       | -                   | 98,355,446            | -                | -             | -                   | -                     | 98,355,446            | 98,355,446            |
| <b>Grand Total</b> | <b>129,170,682</b>    | <b>610,946</b>         | <b>-</b>                | <b>-</b>            | <b>129,781,628</b>    | <b>4,753,263</b> | <b>-</b>      | <b>-</b>            | <b>22,194,127</b>     | <b>107,587,500</b>    | <b>111,729,818</b>    |
| Previous year      | 129,140,082           | 65,100                 | 34,500                  | -                   | 129,170,682           | 7,382,152        | 32,775        | -                   | 17,440,864            | 111,729,818           | 119,048,595           |

### Capital Work in progress

| Particulars                               | As at<br>31.03.2021 | As at<br>31.03.2020 |
|---|---------------------|---------------------|
| 3F Industries Limited                     | 62,095,385          | 186,157,381         |
| 3F Oil Plam Agrotech Private Limited      | 86,317,369          | 17,907,818          |
| Vaiton Energy Private Limited             | 2,033,621           | 1,889,478           |
| Chakranemi Infrastructure Private Limited | 2,768,569           | 2,768,569           |
| 3F Ghana Oils & Fats Limited              | -                   | -                   |
| <b>Total</b>                              | <b>153,214,944</b>  | <b>208,723,246</b>  |

a) The company has adopted Ind AS 116 leases effective from 1<sup>st</sup> April, 2018. This has resulted in recognising a right-of-use asset and a corresponding lease liability. In the statement of profit and loss for the current year, operating lease expenses which were recognised as other expenses in previous periods is now recognised as depreciation expense for the right-of-use asset and finance cost for interest accrued on lease liability. The adoption of this standard did not have any significant impact on the profit for the year and earnings per share. The weighted average incremental borrowing rate of 10% has been applied to lease liabilities recognised in the balance sheet at the date of initial application.

| 6 | Non-current Investments   | As at<br>31.03.2021 | As at<br>31.03.2020 |
|---|---|---------------------|---------------------|
|   | <b>Unquoted Equity Instruments -<br/>Investments measured at cost</b> |                     |                     |
|   | <b>Investment in Subsidiary companies</b>                             |                     |                     |
|   | Foreign Subsidiaries  | 127,700             | 127,700             |
|   | AP-State Co-operative Oil Seeds Grower's<br>Federation                | 500                 | 500                 |
|   | <b>Investments measured at amortised cost</b>                         |                     |                     |
|   | <b>Investment in Government or trust Securities</b>                   |                     |                     |
|   | i) National Saving Certificates                                       | 250,700             | 260,700             |
|   |   | <b>378,900</b>      | <b>388,900</b>      |

Aggregate amount of quoted Investments -  
Book Value

- -

Aggregate amount of unquoted investments  
Aggregate provision for diminution in value of  
investments

378,900 388,900

- -

**Category Wise Financial Assets - as per Ind AS 107 classification**

| Particulars   | As at 31st March 2021 | As at 31st March 2020 |
|---|-----------------------|-----------------------|
| <b>Financial assets carried at fair value through profit or loss (FVTPL)</b><br>Mandatorily measured at FVTPL | 57,725                | 284,207,745           |
| <b>Financial assets carried at amortised cost</b><br>Debt/equity instrument                                   | 6,307,646,776         | 4,405,847,414         |
| <b>Financial assets measured at Fair Value Through Other Comprehensive Income</b><br>Debt/equity instrument   | 127,700               | 127,700               |
| <b>Total</b>  | <b>6,307,832,201</b>  | <b>4,690,182,859</b>  |

**Details of Subsidiaries**

| Name of the Company                   | Principal Activity  | Place of Domicile | Proportion of Ownership |                   |
|---------------------------------------|---|-------------------|-------------------------|-------------------|
|                                       |   |                   | As at 31-Mar-2021       | As at 31-Mar-2020 |
| 1. 3F Oil Palm Agrotech Pvt. Ltd      | Manufacturer of Palm oil, Palm Kernel Oil & Crude Palm Oil              | India             | 100.00%                 | 100.00%           |
| 2. Chakranemi Infrastructure Pvt. Ltd | Provider of Infrastructure facilities                                   | India             | 100.00%                 | 100.00%           |
| 3. Viaton Energy Pvt. Ltd             | Generation of Power   | India             | 62.81%                  | 62.81%            |
| 4. 3F Global Singapore PTE Ltd        | Trading in Cashew Kernels, Sheanuts, Sesame seeds                       | Singapore         | 100.00%                 | 100.00%           |
| 5. 3F Ghana Limited                   | Processing of Shea Nuts into Shea Butter                                | Ghana             | 100.00%                 | 100.00%           |
| 6. 3F Ghana Trading Limited           | Wholesaler of General goods   | Ghana             | 100.00%                 | 100.00%           |
| 7. 3F Ghana Oils & Fats Ltd           | Manufacturers of Oil fats and Processing of Oil seeds, Kernels and Nuts | Ghana             | 100.00%                 | 100.00%           |
| 8. Krishna Exports Limited            | Export of Shea nuts, cashew nuts and Sesame seeds                       | Ghana             | 100.00%                 | 100.00%           |

**Details of Joint Venture**

| Name of the Company  | Principal Activity  | Place of Domicile | Proportion of Ownership |                   |
|--|---|-------------------|-------------------------|-------------------|
|  |   |                   | As at 31-Mar-2021       | As at 31-Mar-2020 |
| " 1. 3F Fuji Foods Private Limited "<br>( till 31st August 2020) " | Manufacturer of non-Dairy whipping cream and Soft mix cream | India             | Nil                     | 45.00%            |

|    |  |                         |                         |
|----|--|-------------------------|-------------------------|
| 7  | <b>Loans (Non-current)</b>                     | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | <b>Security Deposit</b>                        | -                       |                         |
|    | Considered good - Secured                      | -                       |                         |
|    | Considered good - Unsecured                    | 3,441,252               | 4,405,822               |
|    | which have significant increase in credit risk | -                       |                         |
|    | credit impaired -                              |                         |                         |
|    | <b>Intercorporate Deposits</b>                 |                         |                         |
|    | Considered good - Secured                      | -                       |                         |
|    | Considered good - Unsecured                    | 361,830,765             | 457,953,178             |
|    | which have significant increase in credit risk | -                       |                         |
|    | credit impaired                                | -                       |                         |
|    | Doubtful                                       | -                       |                         |
|    | Less: Provision for doubtful debts             | -                       |                         |
|    | <b>Total</b>                                   | <b>365,272,017</b>      | <b>462,359,000</b>      |
| 8  | <b>Other Financial Assets (Non-Current)</b>    | <b>As at 31.03.2021</b> | <b>As at 01.04.2020</b> |
|    | Fixed deposits with scheduled banks            | -                       | 57,100,000              |
|    | Margin Money Deposits                          | 11,925,850              | -                       |
|    | <b>Security Deposits</b>                       |                         |                         |
|    | - With Govt. Bodies                            | 9,941,645               | 10,194,250              |
|    | - With Others                                  | 6,034,677               | 6,057,542               |
|    | <b>Total</b>                                   | <b>27,902,172</b>       | <b>73,351,792</b>       |
| 9  | <b>Other Non-current Assets</b>                | <b>As at 31.03.2021</b> | <b>As at 01.04.2020</b> |
|    | <b>Capital advances</b>                        |                         |                         |
|    | Unsecured, considered good                     | 57,451,120              | 55,028,811              |
|    | <b>Security Deposit</b>                        |                         |                         |
|    | Unsecured, considered good                     | 176,532,695             | 81,226,692              |
|    | <b>Balance with Govt. Authorities</b>          |                         |                         |
|    | Unsecured, considered good                     | 4,476,477               | 91,119                  |
|    | <b>Others</b>                                  |                         |                         |
|    | Unsecured, considered good                     | 5,272,746               | 6,629,961               |
|    | <b>Total</b>                                   | <b>243,733,038</b>      | <b>142,976,583</b>      |
| 10 | <b>Inventories</b>                             | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | <b>Raw Materials</b>                           |                         |                         |
|    | At cost  | 2,601,323,668           | 2,066,298,892           |
|    | <b>Work in progress</b>                        |                         |                         |
|    | At cost  | 922,132,365             | 741,400,872             |
|    | At Market Value                                | 4,344,054               | 30,319,282              |
|    | <b>Finished Goods</b>                          |                         |                         |
|    | At cost  | 619,240,862             | 680,052,472             |
|    | At Market value                                | 31,415,875              | 10,194,966              |
|    | Stock in Trade                                 | 598,247,314             | 42,785,627              |
|    | Stores and spares at cost                      | 195,806,484             | 184,375,621             |
|    | <b>Total</b>                                   | <b>4,972,510,622</b>    | <b>3,755,427,731</b>    |

**Note:**

The cost of inventories recognized as an expense during the year in respect of continuing operations was Rs. 28,79,41,95,029/- for the year ended 31<sup>st</sup> March, 2021 and Rs.21,47,75,96,883/- for the year ended 31<sup>st</sup> March 2020.

The amount of write-down of inventories to net realisable value recognised as an expense was Rs. **92,82,105** for the year ended 31<sup>st</sup> March 2021 and Rs.**75,49,119** for the year end 31<sup>st</sup> March 2020.

The mode of valuation of inventories has been stated in note “i” in significant accounting policies.

**Amount Rs.**

| 11 | Current Investments                  | As at 31.03.2021 | As at 31.03.2020   |
|----|--------------------------------------|------------------|--------------------|
|    | <b>Other Investments -Non Quoted</b> |                  |                    |
|    | Investment in Mutual Funds           | 57,725           | 284,207,745        |
|    | <b>Total</b>                         | <b>57,725</b>    | <b>284,207,745</b> |

**Amount Rs.**

| 12 | Trade receivables (Current)                     | As at 31.03.2021     | As at 01.04.2020     |
|----|---|----------------------|----------------------|
|    | Considered good - Secured                       |                      |                      |
|    | <b>Unsecured</b>                                |                      |                      |
|    | -Considered good                                | 1,331,119,910        | 1,265,442,705        |
|    | -which have significant increase in credit risk | 757,019              | 77,236,904           |
|    | -credit impaired                                |                      |                      |
|    | Less: Provision for doubtful debts              | (757,019)            | (77,236,904)         |
|    | Less: Provision for Loss Allowance              | (359,814)            | (771,261)            |
|    | <b>Total</b>                                    | <b>1,330,760,096</b> | <b>1,264,671,444</b> |

| Ageing                     | Expected Credit Loss % |
|----------------------------|------------------------|
| Within the Credit period   | Nil                    |
| Upto 30 days past due      | 0.25%                  |
| 31-60 days past due        | 0.50%                  |
| 61-90 days past due        | 0.75%                  |
| More than 90 days past due | 1.00%                  |

Credit risk is the risk that the counter party will not meet its obligation under a Financial Instrument or Customer contract leading to Financial loss.

|    |  |                         |                         |
|----|--|-------------------------|-------------------------|
| 13 | <b>Cash and Bank balances</b>  | <b>As at 31.03.2021</b> | <b>As at 01.04.2020</b> |
|    | <b>Cash and Cash Equivalents :</b>   |                         |                         |
|    | Balances with Banks:   |                         |                         |
|    | On current accounts  | 291,740,927             | 284,878,363             |
|    | Deposits with original maturity of less than 3 months                                      | 700,000                 | 1,800,000               |
|    | Cash Credits with Debit Balance  | 70,142,268              | 4,156,039               |
|    | Cash on hand   | 9,051,406               | 12,328,628              |
|    | Others( MIES licenses on hand)   | -                       |                         |
|    | <b>(A)</b>   | <b>371,634,601</b>      | <b>303,163,031</b>      |
|    | <b>Other Bank Balances :</b>   |                         |                         |
|    | Unclaimed Dividend   | 9,877,036               | 8,704,588               |
|    | Fixed deposits with maturity more than 3 months but less than 12 months                    | 1,079,046,822           | 414,504,718             |
|    | Margin money deposit   | 2,956,972,118           | 1,668,441,513           |
|    | Deposits Repayment Reserve   | -                       |                         |
|    | <b>(B)</b>   | <b>4,045,895,976</b>    | <b>2,091,650,819</b>    |
|    | <b>Total</b>   | <b>4,417,530,577</b>    | <b>2,394,813,850</b>    |
| 14 | <b>Loans (Current)</b>   | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | <b>Security Deposit</b>  |                         |                         |
|    | Considered good - Secured  |                         |                         |
|    | Considered good - Unsecured which have significant increase in credit risk credit impaired | 11,778,831              | 13,867,004              |
|    | <b>Advances recoverable in cash or kind</b>  |                         |                         |
|    | Considered good - Secured  |                         |                         |
|    | Considered good - Unsecured which have significant increase in credit risk credit impaired | -                       | 40,541,492              |
|    | <b>Others</b>  |                         |                         |
|    | Considered good - Unsecured  | 373,622                 | 163,435                 |
|    | Loans to Employees   | 1,075,231               | 9,380,281               |
|    | Others   | 13,827,432              | 16,505,590              |
|    | <b>Total</b>   | <b>27,055,116</b>       | <b>80,457,802</b>       |
| 15 | <b>Other Financial Assets (Current)</b>  | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | Claims receivable  | -                       |                         |
|    | Int. accrued on Fixed Deposits   | 50,056,217              | 48,878,086              |
|    | Interest accrued on others   | 63,279,051              | 35,063,859              |
|    | Derivative Asset   | 25,490,930              | 45,960,636              |
|    | Others   | 49,400                  | 29,745                  |
|    | <b>Total</b>   | <b>138,875,598</b>      | <b>129,932,326</b>      |

| 16 | <b>Current Tax (Asset)/Liability (Net)</b> | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|----|--|-------------------------|-------------------------|
|    | <b>Advance tax</b>                         |                         |                         |
|    | Income tax paid under protest              | 4,273,445               | 4,273,445               |
|    | Dividend tax refund receivable             | 8,606,415               | 8,606,415               |
|    | Income tax refund receivable               | 3,204,525               | -                       |
|    | Withholding Tax                            | 1,509,767               | 12,367,464              |
|    | Income Tax Deducted/Collected at Source    | 36,971,668              | 24,463,681              |
|    | Advance payment of tax                     | 374,571,517             | 352,313,992             |
|    |  | <b>429,137,337</b>      | <b>402,024,997</b>      |
|    | <b>Provision for Tax</b>                   |                         |                         |
|    | Provision for Income tax                   | 550,608,706             | 405,732,254             |
|    |  | <b>550,608,706</b>      | <b>405,732,254</b>      |
|    | <b>Total</b>                               | <b>121,471,369</b>      | <b>3,707,257</b>        |

| 17 | <b>Other Assets (Current)</b>                  | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|----|--|-------------------------|-------------------------|
|    | <b>Loans and advances to related parties</b>   |                         |                         |
|    | Unsecured, considered good                     | 459,292                 | 129,950,000             |
|    | which have significant increase in credit risk | -                       | 35,797,740              |
|    | credit impaired -                              | -                       | -                       |
|    | Less: Provision for bad & doubtful debts       | -                       | (35,797,740)            |
|    | <b>Advances recoverable</b>                    |                         |                         |
|    | Secured, Considered good                       | -                       | -                       |
|    | Unsecured, Considered good                     | -                       | -                       |
|    | From Related Parties                           | 0                       | -                       |
|    | From Others                                    | 295,510,375             | 257,259,239             |
|    | which have significant increase in credit risk | 2,500,000               | 2,500,000               |
|    | Less: Provision for bad & doubtful debts       | (2,500,000)             | (2,500,000)             |
|    | Prepaid expenses                               | 31,410,480              | 41,973,922              |
|    | Balances with Statutory/Government authorities | 209,007,018             | 596,610,212             |
|    | Other advances                                 | 1,219,190               | 855,947                 |
|    | <b>Total</b>                                   | <b>537,606,355</b>      | <b>1,026,649,319</b>    |

| 18 | Share Capital   | As at 31.03.2021   | As at 31.03.2020   |
|----|---|--------------------|--------------------|
|    | <b>Authorised Share Capital:</b><br>1,80,00,000 (31 <sup>st</sup> March 2021 - 1,80,00,000)<br>Equity Shares of Rs.10 each                              | 180,000,000        | 180,000,000        |
|    |   | <b>180,000,000</b> | <b>180,000,000</b> |
|    | <b>Issued Share Capital:</b><br>1,04,56,725 (31 <sup>st</sup> March 2020 - 1,04,56,725)<br>Equity Shares of Rs.10/- each                                | 104,567,250        | 104,567,250        |
|    |   | <b>104,567,250</b> | <b>104,567,250</b> |
|    | <b>Subscribed and fully paid-up shares :</b><br>1,04,56,648 ( 31 <sup>st</sup> March 2020 - 1,04,56,648) Equity shares<br>of Rs.10/- each fully paid up | 104,566,480        | 104,566,480        |
|    |   | <b>104,566,480</b> | <b>104,566,480</b> |

**a) Rights, Preferences and restrictions attached to Equity shares**

The Company has only class Equity shares having a face value of Rs.10/- each. Each holder of equity share is entitled to one vote per share held. The dividend proposed by the Board of Directors is subject to approval of share holders in the Annual General Meeting, except in the case of interim dividend. In the event of liquidation of Company, the holders of equity share will be entitled to receive the remaining Assets of the company after distribution of all preferential amounts, in proportion to the share held by the shareholders equity.

| b) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period | As at 31 <sup>st</sup> March 2021 |             | As at 31 <sup>st</sup> March 2020 |             |
|---|-----------------------------------|-------------|-----------------------------------|-------------|
|   | No.                               | Rs.         | No.                               | Rs.         |
| Equity Shares at the beginning of the period  | 10,456,648                        | 104,566,480 | 10,456,648                        | 104,566,480 |
| Outstanding at the end of the period  | 10,456,648                        | 104,566,480 | 10,456,648                        | 104,566,480 |

| c) Shareholders holding more than 5% of equity shares | As at 31 <sup>st</sup> March 2021 |                  | As at 31 <sup>st</sup> March 2020 |                  |
|---|-----------------------------------|------------------|-----------------------------------|------------------|
|   | % of holding                      | No. of Shares    | % of holding                      | No. of Shares    |
| a) Shri Sushil Goenka                                 | 11.52%                            | 1,204,280        | 11.52%                            | 1,204,280        |
| b) Shri Sitaram Goenka                                | 9.66%                             | 1,010,233        | 9.66%                             | 1,010,233        |
| c) Bharath Kumar Goenka Trust                         | 8.15%                             | 852,553          | 8.15%                             | 852,553          |
| d) Shri Om Prakash Goenka                             | 8.00%                             | 836,964          | 8.00%                             | 836,964          |
| e) Shri Shiv Bhagavan Goenka                          | 6.88%                             | 719,184          | 6.88%                             | 719,184          |
| f) Best Investments Pte Ltd.,                         | 5.90%                             | 616,725          | 5.90%                             | 616,725          |
|   | <b>50.11%</b>                     | <b>5,239,939</b> | <b>50.11%</b>                     | <b>5,239,939</b> |



| 19 | <b>Other Equity</b>  | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|----|--|-------------------------|-------------------------|
|    | <b>Capital Reserves</b>  |                         |                         |
|    | Opening balance  | 34,873,902              | 34,873,902              |
|    | Add: Amount transferred during the year                          | -                       | -                       |
|    | <b>Translation Reserve</b>                                       | <b>34,873,902</b>       | <b>34,873,902</b>       |
|    | Opening balance  | (172,707,346)           | (162,264,569)           |
|    | Additions/(Deletions) during the year                            | (54,435,635)            | (10,442,777)            |
|    | <b>Closing Balance</b>   | <b>(227,142,981)</b>    | <b>(172,707,346)</b>    |
|    | <b>Securities Premium</b>  |                         |                         |
|    | Opening Balance  | 91,991,145              | 91,991,145              |
|    | Add: Issued during the year-Right Issue                          |                         |                         |
|    | <b>Closing Balance</b>   | <b>91,991,145</b>       | <b>91,991,145</b>       |
|    | <b>Other Comprehensive Income-FVTOCI reserve</b>                 |                         |                         |
|    | Opening Balance  | (31,220,105)            | 7,689,461               |
|    | Add: Income for the year   | 27,174,600              | (40,636,779)            |
|    | (Less): Transfer to Statement of Profit & Loss                   | 11,866,884              | 1,727,211               |
|    | Deferred tax thereon   |                         |                         |
|    | <b>Closing Balance</b>   | <b>7,821,379</b>        | <b>(31,220,107)</b>     |
|    | <b>General Reserve</b>   |                         |                         |
|    | Balance as per the last Financial Statements                     | 217,978,249             | 217,978,249             |
|    | Add: Transfer from Profit & Loss Account                         | -                       |                         |
|    | Add/(Less): Ind AS Adjustments                                   | -                       |                         |
|    | <b>Closing Balance</b>   | <b>217,978,249</b>      | <b>217,978,249</b>      |
|    | <b>Surplus/(Deficit) in the Statement of Profit and Loss</b>     |                         |                         |
|    | Balance as per the last Financial Statements                     | 3,316,421,716           | 2,763,017,583           |
|    | <b>Add: -</b>  |                         |                         |
|    | Profit/(Loss) for the year                                       | 1,281,667,674           | 555,131,344             |
|    | Add/(Less): Ind AS Adjustments                                   | -                       |                         |
|    | <b>Transfer from Other Comprehensive Income - FVTOCI Reserve</b> | -                       |                         |
|    | <b>Less: Deductions</b>  | <b>4,59,80,89,391</b>   | <b>3,31,81,48,927</b>   |
|    | Transfer to General Reserve                                      | -                       |                         |
|    | Transfer from Other Comprehensive Income (Net of Deferred Tax)   | 11,866,884              | 1,727,211               |
|    | Final Equity Dividend paid                                       | 20,913,296              | -                       |
|    | Total Appropriations   | 32,780,180              | 1,727,211               |
|    | <b>Net Surplus in Statement of Profit and Loss</b>               | <b>4,565,309,211</b>    | <b>3,316,421,717</b>    |
|    | <b>Total Reserves and Surplus taken to Balance Sheet</b>         | <b>4,690,830,904</b>    | <b>3,457,337,560</b>    |

**Capital redemption reserve:**

The Company had recognised capital redemption reserve on redemption of preference shares and Buy-back of Equity shares from its retained earnings as per the then applicable provisions of Companies Act, 1956. This can be utilised for issuing fully paid bonus shares in accordance with the provisions of Companies Act, 2013

**Securities premium:**

The amount received in excess of face value of the equity shares at the time of issue is recognised in Securities Premium Reserve.

**General reserve:**

The Company has transferred a portion of the net profit of the Company before declaring dividend to general reserve pursuant to the earlier provisions of Companies Act 1956. Mandatory transfer to general reserve is not required under the Companies Act 2013.

**Retained earnings**

Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

Amount Rs.

| 19A | <b>Non-Controlling Interest</b>   | <b>As at 31.03.2020</b>  | <b>for the year</b>      | <b>As at 31.03.2021</b>    |
|-----|---|--------------------------|--------------------------|----------------------------|
|     | Share Capital of Viaton Energy Private Limited.,<br>1,54,35,000 Equity Shares<br>(31 <sup>st</sup> March 2020 - 1,54,35,000 Shares)<br>held by Minority Share holders | 154,350,000              | -                        | 154,350,000                |
|     | Surplus/(Deficit) in the Statement of Profit and Loss<br>Other Comprehensive income   | (135,101,447)<br>(7,743) | (7,770,950)<br>(103,427) | (142,872,397)<br>(111,170) |
|     | <b>Total</b>  | <b>19,240,810</b>        | <b>(7,874,377)</b>       | <b>11,366,433</b>          |

| 20. | <b>Borrowings (Non-current)</b>  | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|-----|--|-------------------------|-------------------------|
|     | <b>Term Loans</b>  |                         |                         |
|     | Indian rupee loan from banks (secured)   | 1,164,259,027           | 1,384,903,833           |
|     | Foreign Currency laon from Banks (Secured)   | 73,831,366              | 102,599,196             |
|     | From a Related party (Unsecured)   | 182,500,000             | 35,000,000              |
|     | From others -  |                         | 272,765,600             |
|     | <b>Other Term Loans</b>  |                         |                         |
|     | : Vehicle Loans (Secured)  | 6,570,713               | 5,420,182               |
|     | : Others   | 95,665,600              | -                       |
|     |  | <b>1,522,826,707</b>    | <b>1,800,688,812</b>    |
|     | <b>Others</b>  |                         |                         |
|     | Deferred sales tax loan (Unsecured)  |                         |                         |
|     | Deferred Sales Tax - I<br>(Repayable with effect from Financial Year 2014 - 15)        | 4,127,230               | 13,352,341              |
|     | Deferred Sales Tax - I (APCL)<br>(Repayable with effect from Financial Year 2019 - 20) | 17,534,051              | 28,535,308              |
|     | Deferred Sales Tax - II<br>(Repayable with effect from Financial Year 2022 - 23)       | 84,186,746              | 76,569,854              |
|     | Deposits (unsecured)<br>: from Public & Shareholders                                   | 471,916,000             | 427,322,000             |
|     |  | 577,764,027             | 545,779,503             |
|     | <b>Lease Liabilities</b>   | 23,608,861              | 23,579,069              |
|     | <b>Total</b>   | <b>2,124,199,595</b>    | <b>2,370,047,385</b>    |

The above amount includes

|                      |               |               |
|----------------------|---------------|---------------|
| Secured borrowings   | 1,522,826,707 | 1,800,688,812 |
| Unsecured borrowings | 601,372,888   | 569,358,573   |

**Term loans from Banks Comprises of:**

| NAME OF THE BANK                       | KOTAK BANK  | IDFC        | SIEMENS     | BAJAJ       | IDFC (FC)   |
|--|-------------|-------------|-------------|-------------|-------------|
| a) Loan Availed                        | 400,000,000 | 400,000,000 | 114,600,000 | 200,000,000 | 100,000,000 |
| b) No. of Instalments                  | 54          | 20          | 30          | 16.00       | 16          |
| c) Instalment commencing from          | 10/23/2017  | 9/30/2020   | 10/29/2020  | 1/31/2022   | 8/31/2020   |
| d) Rate of interest per annum          | 9.70%       | 12.30%      | 10.30%      | 9.75%       | 7.45%       |
| e) Instalment amount per Month/Quarter | 7,407,407   | 20,000,000  | 3,820,000   | 12,500,000  | 6,250,000   |

- A) Term loans from Kotak Bank is secured by first and exclusive hypothecation charge on all existing and future immovable fixed Assets and first and exclusive equitable mortgage charge on immovable properties being 42.215 acres of land and building situated at Tadepalligudem, Andhra Pradesh.
- B) Term loans from IDFC First Bank is secured by Paripassu first charge overnite fixed assets at Krishnapatnam, Andhrapradesh and Personal Guarantee of the Promoters/Directors.
- C) Term Loan from Bajaj Finance Limited is secured by paripassu First Charge, along with other lenders, on the Fixed Assets of the company both at Krishnapatnam and Tadepalligudem, including Land , Building and Plant and Machinery with minimum 1.5x coverage and Personal Guarantee of the Promoters/Directors.
- D) Term Loan from Siemens Financial Services Pvt. Ltd., is secured by exclusive charge by way of hypothecation of assets (v82/1650KW Vest as make Wind electric generator) and Personal guarantee of the Promoters/Directors.

#### Other Term Loans

| NAME OF THE BANK                       | Honda City | Hyundai        |
|--|------------|----------------|
| Name of the Institution                | KOTAK      | BANK OF BARODA |
| a) Loan Availed                        | 1,078,000  | 1,196,000      |
| b) No. of Instalments                  | 60         | 60             |
| c) Instalment commencing from          | 12/5/2016  | 1/16/2021      |
| d) Rate of interest per annum          | 8.95%      |                |
| e) Instalment amount per Month/Quarter | 22,560     | 23,937         |

# Vehicle loans are secured by exclusive charge on Assets purchased against further guaranteed by two directors of the company in their personal capacity.

#### 3F Oil Palm Agrotech Private Limited

- A) Term Loans are secured by Exclusive charge on the entire movable Property, Plant and Equipment of the company (both Present & Future) other than Vehicles and Equitable mortgage on the following properties in name of the company:
- B) Equitable Mortgage on Industrial land in R.S. No 305 & 192, ad measuring Ac 11.24 cents at Yernagudem (Village & Gram Panchayat), Kovvur Taluq, Devarapalli Mandal, West Godavari District with buildings & the Plant and Machinery thereon.
- C) Equitable Mortgage on Industrial land ad measuring Ac 7.30 cents in Sy No: 182/1, 182/2 situated at Yernagudem (Village & Gram Panchayat), Kovvur Taluq, Devarapalli Mandal, West Godavari dist.
- D) Equitable Mortgage of converted industrial land admeasuring Ac. 5.14 guntas in Sy No. 14/2 (Old Sy No 14/B), Sy No. 14/3 (Old Sy No 14/Ap-1) out of total Ac 9.30 guntas at Rampura Village, Muslapura Panchayath, Kanakagiri Bobli Gangavathi Taluk, Koppal District, Karnataka.
- E) FD equivalent of Rs.8.27 Lakhs with Bank's lien marked on it.

- F) Equitable Mortgage on Agricultural land in R.S. No. 305, admeasuring Ac 1.00 cents at Yernagudem ( Village & Gram Panchyat), Ananthapalli SRO, Devarapalli Mandal, West Godavari District with proposed buildings & the Plant and Machinery thereon.
- G) Equitable Mortgage on Agricultural land in R.S. No. 307/4a, admeasuring Ac 2.70 cents at Yernagudem ( Village & Gram Panchyat), Ananthapalli SRO, Devarapalli Mandal, West Godavari District with proposed buildings & the Plant and Machinery thereon.
- H) Equitable Mortgage of converted industrial land admeasuring 13.44 acres and non-converted land (agricultural land) 12.06 acres in total 25.50 acres along with building located in Sy. No. 80/1, 80/2, 82 and 83-1, Sub-division Sy No. 80-1C, 83-2, 83-3, 80/2A, 80/1A. 80/1B, 80/2B, 80/2C, 83-1, 82, 83 in Kothapeta Village, Kavali Mustapuram Panchayath, Kaligiri Mandal of Sri Potti Sri Ramulu Nellore District.

#### **Collateral**

Extension of exclusive charge over entire current assets of the company. (both present and future)

#Rate of Interest as at the year end on Term Loans from banks ranges between 8.40% to 9.15% (Previous year 9.65%)

# Vehicle loans are secured by hypothecation of vehicles

# Balances under vechile loans are subject to confirmations.

# Intercorporate loans are unsecured and carry interset @ 12% per annum.

# The company has not defaulted on repayment of principal and payment of interest during the reporting period ended 31st March, 2021.

|    |  |                         |                         |
|----|--|-------------------------|-------------------------|
| 21 | <b>Trade payables (Non-current)</b>  | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | i) Due to small and medium enterprises   | -                       |                         |
|    | i) Due to Others   | 163,427                 | 7,251,133               |
|    | <b>Total</b>   | <b>163,427</b>          | <b>7,251,133</b>        |
| 22 | <b>OTHER FINANCIAL LIABILITIES (Non-Current)</b>   | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | Trade Deposits   | 25,862,711              | 29,985,479              |
|    | Payable for Energy Share   | 89,052,198              | -                       |
|    | Trade Payable for Capital Expenditure  | 416,096                 | 564,062                 |
|    | <b>Total</b>   | <b>115,331,005</b>      | <b>30,549,541</b>       |
| 23 | <b>PROVISIONS (Non-current)</b>  | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | Provision for employee benefits:   |                         |                         |
|    | Provision for Gratuity   | 48,467,033              | 25,712,752              |
|    | Provision for Leave benefits   | 1,546,891               | 1,489,741               |
|    | <b>Total</b>   | <b>50,013,924</b>       | <b>27,202,493</b>       |
| 24 | <b>Deferred Tax Liability (Net)</b>  | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | <b>Deferred Tax Liability</b>  |                         |                         |
|    | Fixed assets: Difference between Tax depreciation and depreciation/amortisation charged for the financial reporting                | 614,177,367             | 775,233,809             |
|    | Employee Benefits  | 15,909                  | -                       |
|    | On Investments (Current)   | -                       | 540,393                 |
|    | Financial Assets & Liabilities   | 2,704,391               | 4,584,205               |
|    | Unamortised Transaction Charges  | 1,981,718               | 1,946,421               |
|    | <b>Gross Deferred Tax Liability</b>  | <b>618,879,386</b>      | <b>782,304,829</b>      |
|    | <b>Deferred Tax Asset</b>  |                         |                         |
|    | MAT Credit   | 63,327,328              | 136,820,616             |
|    | On Investments (Non-Current)   | 1,278                   | 2,114,708               |
|    | Employee Benefits  | -                       | 1,229,813               |
|    | Impact of expenditure charged to the statement of profit and loss in the current year but allowed for tax purpose on payment basis | 18,280,390              | 18,360,145              |
|    | Provision for doubtful debts and advances  | 7,625,126               | 37,026,379              |
|    | Provision for Loss Allowance   | 90,558                  | 269,509                 |
|    | On Lease Liabilities   | 9,859,816               | 13,358,140              |
|    | Unabsorbed Losses  | 251,705,539             | 240,212,208             |
|    | <b>Gross Deferred tax asset</b>  | <b>350,890,034</b>      | <b>449,391,518</b>      |
|    | <b>Net Deferred Tax Liability/(Asset)</b>  | <b>267,989,352</b>      | <b>332,913,311</b>      |

### Details of Deferred tax for the year 2020-21

| Deferred tax Liabilities/(Assets) in relation to:   | Opening balance    | Recognised in profit/loss | Recognised in OCI | Closing Balance    |
|---|--------------------|---------------------------|-------------------|--------------------|
| Investments   | (1,574,315)        | 1,573,037                 |                   | (1,278)            |
| On financial Assets and Liabilities   | 4,584,205          | (1,879,814)               |                   | 2,704,391          |
| Property, Plant and Equipment   | 775,233,809        | (161,056,442)             |                   | 614,177,367        |
| Expenditure charged to statement of profit and loss in the current year but allowed for tax purposes on payment basis | (18,360,145)       | (8,997,219)               | 9,076,973         | (18,280,390)       |
| MAT Credit  | (136,820,616)      | 73,493,288                |                   | (63,327,328)       |
| On Lease Liabilities  | (13,358,140)       | 3,498,324                 |                   | (9,859,816)        |
| Provision for doubtful debts and Expected Credit Loss   | (37,295,889)       | 29,580,205                |                   | (7,715,683)        |
| Unabsorbed Losses   | (240,212,208)      | (11,493,331)              |                   | (251,705,539)      |
| Others  | 716,608            | 1,281,019                 |                   | 1,997,627          |
| <b>Total</b>  | <b>332,913,311</b> | <b>(74,000,932)</b>       | <b>9,076,973</b>  | <b>267,989,352</b> |

| 25 | <b>BORROWINGS (Current)</b>                  | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|----|--|-------------------------|-------------------------|
|    | <b>Secured</b>                               |                         |                         |
|    | Cash Credit from Banks                       | 381,739,252             | 649,035,542             |
|    | Packing Credit from Banks                    | 200,500,290             | 555,886,344             |
|    | Working Capital Loan from Banks              | 168,775,059             | 689,395,816             |
|    | Foreign Bills payable against Buyer's Credit | 971,205,306             | 1,026,038,037           |
|    | From Others                                  | -                       | 149,460,000             |
|    | <b>Unsecured Loans</b>                       |                         |                         |
|    | from related parties ##                      | 44,880,218              | 48,679,107              |
|    | from others**                                | -                       | -                       |
|    | <b>Deposits</b>                              |                         |                         |
|    | from Directors                               | -                       | -                       |
|    | from Public & Share holders                  | 151,878,000             | 96,753,000              |
|    | <b>Loans</b>                                 |                         |                         |
|    | from Directors                               | 321,791,421             | 284,252,195             |
|    | <b>Total</b>                                 | <b>2,240,769,546</b>    | <b>3,499,500,041</b>    |
|    | <b>The above amount includes</b>             |                         |                         |
|    | Secured borrowings                           | 1,722,219,907           | 3,069,815,739           |
|    | Unsecured borrowings                         | 518,549,639             | 429,684,302             |

@Cash credits, Packing credits, Foreign letter of Credits, Buyers Credits and from others are secured by first charge on current assets present and future on paripassu basis with other consortium banks, second charge on fixed Assets (excluding Assets specifically charged to banks/FI's) on paripassu basis with other consortium banks and are further guaranteed by some of the directors in their personal capacity.

## Intercorporate deposit obtained from related party " Speciality Rubber Pvt Ltd" and Carries Interest @11% per annum

|    |  |                         |                         |
|----|--|-------------------------|-------------------------|
| 26 | <b>Trade Payables</b>                          | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | i) Due to small and medium enterprises         | 34,334,087              | 17,180,856              |
|    | i) Due to Others                               | 7,190,208,500           | 4,658,024,342           |
|    | <b>Total</b>                                   | <b>7,224,542,588</b>    | <b>4,675,205,198</b>    |
| 27 | <b>Other Financial Liabilities (Current)</b>   | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | Current Maturities of long term borrowings     | 522,611,108             | 554,265,058             |
|    | Current Maturities of finance lease obligation | 17,731,632              | 17,938,671              |
|    | Interest accrued and due on borrowings         | 53,906,354              | 84,950,227              |
|    | Interest accrued but not due on borrowings     | 85,438,117              | 97,638,143              |
|    | Payables on purchase of PPE                    | 4,361,556               | 1,781,579               |
|    | Accrued Salaries and benefits                  | 344,470,254             | 269,387,179             |
|    | Provision for MSME Interest                    | -                       | 20,128                  |
|    | Staff Security deposits                        | 47,500                  | 47,500                  |
|    | Unclaimed Dividend                             | 9,778,483               | 8,705,920               |
|    | Unclaimed Matured Deposits                     | 24,147,000              | 6,474,000               |
|    | Derivative Liabilities                         | 58,204,513              | 43,488,975              |
|    | Others   | 22,642,169              | 97,353,095              |
|    | <b>Total</b>                                   | <b>1,143,338,686</b>    | <b>1,182,050,475</b>    |
| 28 | <b>Other Current Liabilities</b>               | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | Advance received from customers                | 73,411,949              | 131,611,928             |
|    | Statutory Dues                                 | 41,800,217              | 67,621,913              |
|    | Accrued expenses                               | -                       | -                       |
|    | Provision for Customer Discount Sales return   | -                       | -                       |
|    | Other Payables                                 | 3,396,972               | 8,477,369               |
|    | <b>Total</b>                                   | <b>118,609,138</b>      | <b>207,711,209</b>      |
| 29 | <b>PROVISIONS (Current)</b>                    | <b>As at 31.03.2021</b> | <b>As at 31.03.2020</b> |
|    | <b>Provision for employee benefits:</b>        |                         |                         |
|    | Provision for Gratuity                         | 5,486,743               | 3,730,651               |
|    | Provision for Leave benefits                   | 7,616,764               | 13,298,209              |
|    | <b>Total</b>                                   | <b>13,103,507</b>       | <b>17,028,860</b>       |

| 30 | <b>Revenue from operations</b>   | <b>2020-21</b>        | <b>2021-20</b>        |
|----|----------------------------------|-----------------------|-----------------------|
|    | Revenue from operations          |                       |                       |
|    | Sale of Products                 |                       |                       |
|    | Finished Goods                   | 33,059,160,354        | 26,221,723,100        |
|    | Traded Goods                     | 1,182,591,736         | 237,779,584           |
|    |                                  | <b>34,241,752,091</b> | <b>26,459,502,683</b> |
|    | <b>Other Operating revenue</b>   |                       |                       |
|    | Sale of Samplings & By-Products  | 97,848,949            | 68,504,845            |
|    | Incentive (Exports)              | 84,023,310            | 70,394,205            |
|    | Incentive (Sales Tax)            | 3,358,695             | 45,878                |
|    | Insurance Claims Received        | 2,477,838             | 3,908,188             |
|    | Amortisation of Government Grant | 14,297,714            | 15,381,258            |
|    |                                  | <b>202,006,506</b>    | <b>158,234,374</b>    |
|    | <b>Revenue from operations</b>   | <b>34,443,758,597</b> | <b>26,617,737,057</b> |

| <b>Details of Products Sold</b>               | <b>2020-21</b>        | <b>2019-20</b>        |
|---|-----------------------|-----------------------|
| <b>Finished Goods Sold</b>                    |                       |                       |
| Refined Oils                                  | 18,989,323,133        | 15,270,796,629        |
| Crude oil                                     | 2,230,027,522         | 1,197,534,800         |
| Vanaspati                                     | 3,333,743,770         | 2,866,678,077         |
| Fatty Acids, Glycerine, Soap & Oleo Chemicals | 4,772,042,631         | 3,987,664,545         |
| Shea Butter                                   | 2,539,567,837         | 1,845,554,884         |
| Shea Doc                                      | 48,809,627            | 13,766,753            |
| Extractions                                   | 247,899,527           | 180,132,952           |
| Power   | 652,544,225           | 570,659,415           |
| Chocolate                                     | 104,909,780           | 181,969,271           |
| Others  | 140,292,302           | 106,965,775           |
|   | <b>33,059,160,354</b> | <b>26,221,723,100</b> |
| <b>Traded Goods Sold</b>                      |                       |                       |
| Maize   | 1,025,142,781         | -                     |
| Shea nuts                                     | -                     | 19,720,813            |
| Raw Oils                                      | -                     | 152,527,392           |
| Fatty acids and oleo Chemicals                | 15,804,548            |                       |
| Refined Oils                                  | 2,831,825             | 2,796,265             |
| Capital Goods                                 | 6,526,073             | 62,589,140            |
| Dry Yeast                                     | 22,182,753            |                       |
| Chocolate                                     | 7,070,321             |                       |
| Rice  | 99,140,323            | -                     |
| Bakery Fats                                   | 3,003,775             | -                     |
| Others  | 889,337               | 145,973               |
|   | <b>1,182,591,736</b>  | <b>237,779,584</b>    |



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| <b>Other Income</b>                                    | <b>2020-21</b>     | <b>2019-20</b>     |
|--|--------------------|--------------------|
| Interest Income on                                     |                    |                    |
| Bank Deposits  | 122,624,071        | 70,593,668         |
| Others   | 45,743,378         | 56,647,349         |
| <b>Retention Money</b>                                 | 312,573            | 1,444,649          |
| Dividend Income on                                     |                    |                    |
| Current Investments                                    | 131,241            | 3,125,076          |
| Profit on sale of current investments                  | 14,016,203         | 70,142,688         |
| Gain/(Loss) on Fair Valuation of Investments - Current | 3,424              | 9,010,331          |
| Rent Received  | 192,500            | 175,450            |
| Profit on cancellation of Leases                       | 282,109            | 73,309             |
| Net Gain/Loss on fair valuation of Forwards            | 18,425,632         | -                  |
| Other non-Operating Income#                            | 306,744,489        | 43,718,776         |
|  | <b>508,475,621</b> | <b>254,931,297</b> |

| <b>#Other Non-Operating Income</b>                   | <b>2020-21</b>     | <b>2019-20</b>    |
|--|--------------------|-------------------|
| Unclaimed Balances Credited Back                     | 269,424            | 979,656           |
| Insurance Claims Received                            | 10,850,265         | 2,747,206         |
| Storage and Handling Charges (Rent on Storage Tanks) | 740,500            | -                 |
| Difference in exchange (net)                         | 16,131,007         | -                 |
| Income from Agriculture (Net)                        | 288,700            | 290,160           |
| Misc. Scrap Sale Receipts                            | 50,900,949         | 24,098,273        |
| Profit on Sale of Fixed Assets                       | 743,018            | 3,478,323         |
| Prior Period Income                                  | 817,604            | -                 |
| Foreign Exchange Gain/Loss                           | 66,634,692         | -                 |
| Provision no longer require Credited back            | 75,662,281         | -                 |
| Excess Provision of Leave encashment credited back   | 3,327,792          | -                 |
| Reversal of provision for loss allowance             | 411,447            | 1,015,333         |
| Profit on Sale of Investment (Fuji Foods)            | 73,149,057         | -                 |
| Misc. income   | 6,817,753          | 11,109,825        |
|  | <b>306,744,489</b> | <b>43,718,776</b> |

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| <b>Cost of raw material and components consumed</b> | <b>2020-21</b>        | <b>2019-20</b>        |
|---|-----------------------|-----------------------|
| Inventory at the beginning of the year              | 2,066,298,890         | 2,272,540,869         |
| Add: Purchases                                      | 27,244,653,189        | 21,319,844,802        |
| Add: Cost of Materials Produced                     | 72,717,131            | (1,721,643,859)       |
|   | <b>29,383,669,210</b> | <b>21,870,741,812</b> |
| Less: Transferred to Traded Goods                   | 17,170,609            | 156,183,630           |
| Less: Inventory at the end of the year              | 2,601,323,670         | 2,066,298,889         |
|   | <b>26,765,174,931</b> | <b>19,648,259,293</b> |

| <b>Details of Raw Material Consumed</b> | <b>2020-21</b>        | <b>2019-20</b>        |
|---|-----------------------|-----------------------|
| Oils Seeds & Cakes                      | 804,884,963           | 545,617,935           |
| Raw Oils                                | 15,311,775,245        | 11,763,762,273        |
| Refined Oils                            | 4,404,937,806         | 3,117,220,912         |
| Fatty Acid and Acid Oils                | 1,228,982,257         | 938,281,978           |
| Fresh fruit bunches                     | 2,660,853,005         | 1,186,816,344         |
| Oil Palm Sprouts                        | 21,140,397            | 23,440,639            |
| Agricultural Bio Waste                  | 322,205,561           | 264,352,509           |
| Shea Nuts                               | 1,808,996,930         | 1,643,651,766         |
| Hexane                                  | 11,706,420            | 29,508,061            |
| Others                                  | 189,692,347           | 135,606,877           |
| <b>Total</b>                            | <b>26,765,174,931</b> | <b>19,648,259,293</b> |

| <b>33 [Increase]/Decrease in Inventories of finished goods</b> | <b>2020-21</b>       | <b>2019-20</b>       |
|--|----------------------|----------------------|
| <b>a ) Opening Stock of finished goods</b>                     |                      |                      |
| Work in Progress   | 771,720,154          | 806,104,285          |
| Finished Goods   | 690,247,438          | 526,105,186          |
| Traded Goods   | 42,785,627           | 58,571,582           |
| <b>TOTAL</b>   | <b>1,504,753,219</b> | <b>1,390,781,053</b> |
| <b>b ) Closing Stock of Finished Goods</b>                     |                      |                      |
| Work in Progress   | 926,476,420          | 771,720,154          |
| Finished Goods   | 650,656,737          | 690,247,438          |
| Traded Goods   | 598,247,314          | 42,785,627           |
| <b>TOTAL</b>   | <b>2,175,380,471</b> | <b>1,504,753,219</b> |

Increase/(Decrease) in Stock ( a - b) (670,627,252) (113,972,166)

| <b>34 Employee benefit expenses</b>       | <b>2020-21</b>       | <b>2019-20</b>       |
|---|----------------------|----------------------|
| Salaries , Wages and Bonus                | 1,070,330,664        | 1,009,934,357        |
| Contribution to Provident and other Funds | 30,431,193           | 32,598,196           |
| Gratuity Expenses                         | 11,925,546           | 8,564,496            |
| Staff Welfare Expenses                    | 45,182,043           | 38,197,235           |
|   | <b>1,157,869,446</b> | <b>1,089,294,284</b> |

|    |  |                    |                    |
|----|--|--------------------|--------------------|
| 35 | <b>Finance Costs</b>                             | <b>2020-21</b>     | <b>2019-20</b>     |
|    | Interest   | 545,433,548        | 828,383,489        |
|    | Other Borrowing Cost                             | 58,701,659         | 48,351,054         |
|    | Interest on delay payment of Income tax          | 1,831,648          | 1,694,748          |
|    |  | <b>605,966,854</b> | <b>878,429,291</b> |
| 36 | <b>Depreciation and amortization expense</b>     | <b>2020-21</b>     | <b>2019-20</b>     |
|    | Depreciation on Tangible assets                  | 363,960,244        | 326,252,141        |
|    | Depreciation on ROU Asset                        | 21,255,095         | 22,470,145         |
|    | Amortization of Intangible assets                | 4,753,263          | 7,382,153          |
|    |  | <b>389,968,602</b> | <b>356,104,438</b> |
| 37 | <b>Other expenses</b>                            | <b>2020-21</b>     | <b>2019-20</b>     |
|    | Consumption of Stores and Spares                 | 545,507,195        | 525,622,346        |
|    | Administrative expenses                          | -                  | 140,351            |
|    | Rent   | 34,073,738         | 38,238,348         |
|    | <b>Repairs and Maintenance</b>                   |                    |                    |
|    | Plant and Machinery                              | 143,751,225        | 114,651,920        |
|    | Buildings  | 5,653,828          | 7,106,359          |
|    | Others   | 16,759,130         | 29,203,731         |
|    | Insurance  | 33,447,946         | 24,611,810         |
|    | Contributional Share to PEDDA                    | 67,952,170         | 57,140,351         |
|    | Fuel Centres Lease and Maintenance               | 2,984,807          | 3,461,645          |
|    | Other Mfg. Exp - Labour charges                  | 17,368,355         | 12,765,712         |
|    | Rates & Taxes                                    | 73,295,582         | 26,151,236         |
|    | Periodicals and Subscriptions                    | 1,095,088          | 1,370,263          |
|    | Processing Charges                               | 7,103,535          | 96,034             |
|    | Maintenance Expenses                             | 17,589,663         | 14,264,526         |
|    | Ware House Maintenance                           | 12,353             |                    |
|    | Vehicle Maintenance                              | 12,601,083         | 29,869,913         |
|    | Advertising and Sales Promotion                  | 19,037,326         | 80,481,352         |
|    | Freight & Handling Expenses                      | 593,260,289        | 621,415,262        |
|    | Discount allowed                                 | 2,052,269          | 1,685,397          |
|    | Rebate / Cash Discount                           | 10,456,266         | 9,197,863          |
|    | Sales Commission                                 | 45,105,505         | 27,088,320         |
|    | Sales & Purchase Commitments & Settlements (Net) | 95,661,261         | 43,195,098         |
|    | Net(Gain)/Loss on Foreign Currency Transactions  | 96,362,067         | 141,388,099        |
|    | Net(Gain)/Loss on fair valuation of Forwards     | -                  | 20,947,022         |
|    | Travelling & Conveyance                          | 45,832,037         | 83,764,124         |
|    | Communication Cost                               | 7,552,251          | 8,760,797          |
|    | Security Charges                                 | 21,906,257         | 19,771,974         |
|    | Directors Sitting Fee                            | 412,213            | 292,121            |

|   |                      |                      |
|---|----------------------|----------------------|
| Donations                                 | 2,859,611            | 935,640              |
| CSR Expenditure                           | 12,758,670           | 7,200,000            |
| Consultancy charges                       | 1,641,917            | 4,327,267            |
| Legal and Professional Charges            | 43,704,099           | 55,004,960           |
| Payment to Auditors (Refer details below) | 3,936,309            | 4,518,164            |
| Printing & Stationery                     | 3,034,396            | 3,940,785            |
| Postage & Courier                         | 71,725               | 84,533               |
| Preliminary Expenses Written Off          | 51,725               |                      |
| Recruitment Expenses                      | 186,074              | 364,573              |
| Bad debts/advances written off            | 460,399,218          | 22,179,695           |
| Business Development expenses             | 234,546              | 676,989              |
| Provision for doubtful debts              | -                    | 37,602,222           |
| Loss on Sale of Asset                     | 114,827              | 383,131              |
| Bank charges                              | 11,406,929           | 13,454,827           |
| Assets Written off                        | -                    | 3,996,504            |
| Form 9 Charges                            | 7,471                | -                    |
| Miscellaneous Expenses                    | 20,914,429           | 26,735,561           |
|   | <b>2,478,155,387</b> | <b>2,124,086,823</b> |

| <b>Payment to Auditors</b> | <b>2020-21</b>   | <b>2019-20</b>   |
|----------------------------|------------------|------------------|
| <b>As Auditor:</b>         |                  |                  |
| Audit Fee                  | 3,201,470        | 3,635,043        |
| Tax Audit Fee              | 100,000          | 100,000          |
| Certification & Other fees | 102,000          | 152,500          |
| <b>In other capacity:</b>  |                  |                  |
| Fees for Cost Auditor      | 460,000          | 617,500          |
| Reimbursement of expenses  | 72,839           | 13,121           |
| <b>Total</b>               | <b>3,936,309</b> | <b>4,518,164</b> |

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| <b>Other comprehensive Income</b>   | <b>2020-21</b> | <b>2019-20</b> |
|---|----------------|----------------|
| (i) Items that will not be reclassified to profit or loss                         | (70,960,880)   | (14,943,444)   |
| (ii) Income tax relating to items that will not be reclassified to profit or loss | 4,053,720      | 496,277        |
| (i) Items that will be reclassified to profit or loss                             | 52,172,177     | (55,675,470)   |
| (ii) Income tax relating to items that will be reclassified to profit or loss     | (13,130,694)   | 19,455,236     |

| <b>Items that will not be reclassified to P&amp;L</b>                   | <b>2020-21</b>      | <b>2019-20</b>      |
|---|---------------------|---------------------|
| Remeasurement of Defined Benefit Plan (Loss)/Gain - Gratuity            | (16,716,280)        | (1,259,478)         |
| Remeasurement of Defined Benefit Plan (Loss)/Gain -<br>Leave Encashment | 191,035             | (532,807)           |
| Increase/(Decrease) in Fair Value of Investments - Non Current          | -                   | (2,708,376)         |
| Increase/(Decrease) in Foreign Currency Translation Reserve             | (54,435,635)        | (10,442,783)        |
| Deferred tax impact due to  |                     |                     |
| - Remeasurement of Defined Benefit Plan (Loss)/Gain - Gratuity          | 4,053,720           | 477,235             |
| - Increase/(Decrease) in Fair Value of Investments - Non Current        |                     | 19,042              |
| <b>Total</b>  | <b>(66,907,160)</b> | <b>(14,447,167)</b> |

| <b>Items that will be reclassified to P&amp;L</b>                    | <b>2020-21</b>    | <b>2019-20</b>      |
|--|-------------------|---------------------|
| Fair value of cash flow hedges through other<br>comprehensive income | 52,172,177        | (55,675,470)        |
| Deferred tax impact due to   |                   |                     |
| - Increase/(Decrease) in Fair Value of Derivatives                   | (2,266,853)       | (777,269)           |
| - Transfer of effective portion of hedge to P&L                      | (10,863,840)      | 20,232,505          |
| <b>Total</b>   | <b>39,041,484</b> | <b>(36,220,234)</b> |

### 39 Measurement of financial instrument

The following tables show the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments and mutual fund units that have a quoted price. The fair value of all equity instruments which are traded on Stock Exchanges is valued using the closing price as at the reporting period. The mutual fund units are valued using the closing net asset value (NAV).

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. These instruments are collectively not material and hence disclosures regarding significant unobservable inputs used in level 3 fair values have not been made.

#### **Reasons for classification of financial assets as per Ind AS 107:**

- The company has classified all the current investments under fair value through profit or loss as they are held for trading.
- For Non current investments which are not held primarily for trading, the company has elected an irrevocable option of classifying them as fair value through other comprehensive income.
- Classification of financial liabilities are done in accordance with note "r" of accounting policies.

As at 31st March, 2021

(Amount in Rs.)

| Particulars  | Note    | Financial assets - FVTOCI | Financial assets - FVTPL | Financial assets - Amortised cost | Financial Liabilities - Amortised cost | Total          | Level 1 | Level 2 | Level 3 | Total  |
|--|---------|---------------------------|--------------------------|-----------------------------------|--|----------------|---------|---------|---------|--------|
| Financial instruments measured at fair value                                   |         |                           | 57,725                   |                                   |  | 57,725         | 57,725  |         |         | 57,725 |
| Current investments  | 11      |                           |                          | 251,200                           |  | 378,900        |         |         |         |        |
| Financial assets not measured at fair value                                    |         | 127,700                   |                          | 1,330,760,096                     |  | 1,330,760,096  |         |         |         |        |
| Non Current investments  | 6       |                           |                          | 371,634,601                       |  | 371,634,601    |         |         |         |        |
| Trade Receivables  | 12      |                           |                          | 4,045,895,976                     |  | 4,045,895,976  |         |         |         |        |
| Cash and cash equivalents  | 13      |                           |                          | 392,327,133                       |  | 392,327,133    |         |         |         |        |
| Bank balances other than above   | 13      |                           |                          |                                   |  |                |         |         |         |        |
| Loans  | 7 & 14  |                           |                          |                                   |  |                |         |         |         |        |
| Other Financial assets   | 8 & 15  |                           |                          |                                   |  |                |         |         |         |        |
| Fixed Deposit with maturity more than 12 months from the date of balance sheet |         |                           |                          | 27,902,172                        |  | 27,902,172     |         |         |         |        |
| Interest accrued on Bank Deposits  |         |                           |                          | 50,056,217                        |  | 50,056,217     |         |         |         |        |
| Interest accrued on others   |         |                           |                          | 63,279,051                        |  | 63,279,051     |         |         |         |        |
| Interest accrued on loans to subsidiary companies                              |         |                           |                          |                                   |  |                |         |         |         |        |
| Derivative Asset   |         |                           |                          | 25,490,930                        |  | 25,490,930     |         |         |         |        |
| Others   |         |                           |                          | 49,400                            |  | 49,400         |         |         |         |        |
|  |         | 127,700                   | 57,725                   | 6,307,646,776                     | -                                      | 6,307,832,201  | 57,725  | -       | -       | 57,725 |
| Financial liabilities not measured at fair value                               |         |                           |                          |                                   |  |                |         |         |         |        |
| Borrowings   | 20 & 25 |                           |                          |                                   | 4,364,969,141                          | 4,364,969,141  |         |         |         |        |
| Trade payables   | 21 & 26 |                           |                          |                                   | 7,224,706,015                          | 7,224,706,015  |         |         |         |        |
| Other financial liabilities  | 22 & 27 |                           |                          |                                   |  |                |         |         |         |        |
| Current Maturities of long term borrowings                                     |         |                           |                          | 522,611,108                       |  | 522,611,108    |         |         |         |        |
| Current Maturities of finance lease obligation                                 |         |                           |                          | 17,731,632                        |  | 17,731,632     |         |         |         |        |
| Trade Deposits   |         |                           |                          | 25,862,711                        |  | 25,862,711     |         |         |         |        |
| Interest accrued but not due on borrowings                                     |         |                           |                          | 85,438,117                        |  | 85,438,117     |         |         |         |        |
| Interest accrued and due on borrowings   |         |                           |                          | 53,906,354                        |  | 53,906,354     |         |         |         |        |
| Salaries & Other Benefits Payable  |         |                           |                          | 344,470,254                       |  | 344,470,254    |         |         |         |        |
| Unclaimed Dividend   |         |                           |                          | 9,778,483                         |  | 9,778,483      |         |         |         |        |
| Unclaimed Matured Deposits   |         |                           |                          | 24,147,000                        |  | 24,147,000     |         |         |         |        |
| Derivative Liability   |         |                           |                          | 58,204,513                        |  | 58,204,513     |         |         |         |        |
| Others   |         |                           |                          | 116,519,519                       |  | 116,519,519    |         |         |         |        |
|  |         |                           |                          | 12,848,344,847                    |  | 12,848,344,847 |         |         |         |        |

As at 31st March, 2019

(Amount in Rs.)

| Particulars  | Note    | Financial assets - FVTOCI | Financial assets - FVTPL | Financial assets - Amortised cost | Financial Liabilities - Amortised cost | Total          | Level 1     | Level 2 | Level 3 | Total       |
|--|---------|---------------------------|--------------------------|-----------------------------------|--|----------------|-------------|---------|---------|-------------|
| <b>Financial instruments measured at fair value</b>                            |         |                           | 284,207,745              |                                   |  | 284,207,745    | 284,207,745 |         |         | 284,207,745 |
| Current investments  | 11      |                           |                          |                                   |  |                |             |         |         |             |
| <b>Financial assets not measured at fair value</b>                             |         | 127,700                   |                          |                                   |  |                |             |         |         |             |
| Non Current investments  | 6       |                           |                          | 261,200                           |  | 388,900        |             |         |         |             |
| Trade Receivables  | 12      |                           |                          | 1,264,671,444                     |  | 1,264,671,444  |             |         |         |             |
| Cash and cash equivalents  | 13      |                           |                          | 303,163,031                       |  | 303,163,031    |             |         |         |             |
| Bank balances other than above   | 13      |                           |                          | 2,091,650,819                     |  | 2,091,650,819  |             |         |         |             |
| Loans  | 7 & 14  |                           |                          | 542,816,802                       |  | 542,816,802    |             |         |         |             |
| Other Financial assets   | 8 & 15  |                           |                          |                                   |  |                |             |         |         |             |
| Fixed Deposit with maturity more than 12 months from the date of balance sheet |         |                           |                          | 73,351,792                        |  | 73,351,792     |             |         |         |             |
| Interest accrued on Bank Deposits  |         |                           |                          | 48,878,086                        |  | 48,878,086     |             |         |         |             |
| Interest accrued on others   |         |                           |                          | 35,063,859                        |  | 35,063,859     |             |         |         |             |
| Interest accrued on loans to subsidiary companies                              |         |                           |                          |                                   |  |                |             |         |         |             |
| Derivative Asset   |         |                           |                          | 45,960,636                        |  | 45,960,636     |             |         |         |             |
| Others   |         |                           |                          | 29,745                            |  | 29,745         |             |         |         |             |
|  |         | 127,700                   | 284,207,745              | 4,405,847,414                     | -                                      | 4,690,182,859  | 284,207,745 | -       | -       | 284,207,745 |
| <b>Financial liabilities not measured at fair value</b>                        |         |                           |                          |                                   |  |                |             |         |         |             |
| Borrowings   | 20 & 25 |                           |                          |                                   | 5,869,547,426                          | 5,869,547,426  |             |         |         |             |
| Trade payables   | 21 & 26 |                           |                          |                                   | 4,682,456,331                          | 4,682,456,331  |             |         |         |             |
| Other financial liabilities  | 22 & 27 |                           |                          |                                   |  |                |             |         |         |             |
| Current Maturities of long term borrowings                                     |         |                           |                          |                                   | 554,265,058                            | 554,265,058    |             |         |         |             |
| Current Maturities of finance lease obligation                                 |         |                           |                          |                                   | 17,938,671                             | 17,938,671     |             |         |         |             |
| Trade Deposits   |         |                           |                          |                                   | 29,985,479                             | 29,985,479     |             |         |         |             |
| Interest accrued but not due on borrowings                                     |         |                           |                          |                                   | 97,638,143                             | 97,638,143     |             |         |         |             |
| Interest accrued and due on borrowings   |         |                           |                          |                                   | 84,950,227                             | 84,950,227     |             |         |         |             |
| Salaries & Other Benefits Payable  |         |                           |                          |                                   | 269,387,179                            | 269,387,179    |             |         |         |             |
| Unclaimed Dividend   |         |                           |                          |                                   | 8,705,920                              | 8,705,920      |             |         |         |             |
| Unclaimed Matured Deposits   |         |                           |                          |                                   | 6,474,000                              | 6,474,000      |             |         |         |             |
| Derivative Liability   |         |                           |                          |                                   | 43,488,975                             | 43,488,975     |             |         |         |             |
| Others   |         |                           |                          |                                   | 99,766,364                             | 99,766,364     |             |         |         |             |
|  |         |                           |                          |                                   | 11,764,603,773                         | 11,764,603,773 |             |         |         |             |

#### 41 Earnings Per Share

| Particulars  | As at 31st March, 2021 | As at 31st March, 2020 |
|--|------------------------|------------------------|
| <b>Earnings per share has been computed as under</b>                   |                        |                        |
| Profit for the year attributable to equity shareholders to the company | 1,281,667,674          | 555,131,344            |
| Weighted Average Number of Equity Shares outstanding                   | 10,456,648             | 10,456,648             |
| "Basic and Diluted Earnings per share (Rs)"Face Value Rs. Per share"   | 122.57                 | 53.09                  |

#### 42 Financial Instruments

##### a) Management of Credit Risk

Credit risk is the risk that the counterparty will not meet its obligation under a financial instrument or customer contract, leading to financial loss. The credit risk arises principally from its operating activities (primary trade receivables) and from its investing activities, including deposits with banks and other financial instruments. Credit risk is controlled by analysing credit limits and creditworthiness of customers on a continuous basis to whom credit has been granted after obtaining necessary approvals for credit. The collection from the trade receivables are monitored on a continuous basis by the receivables team.

Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on a detailed study of credit worthiness and accordingly individual credit limits are defined/modified.

The company's credit risk for trade receivables is as follows

| Particulars       | March 31, 2021 | March 31, 2020 |
|-------------------|----------------|----------------|
| Trade Receivables | 1,330,760,096  | 1,264,671,444  |

The movement in allowance for credit loss in respect of trade receivables during the year is as follows

| Particulars               | March 31, 2021 | March 31, 2020 |
|---------------------------|----------------|----------------|
| Balance at the beginning  | 771,261        | 1,786,594      |
| Loss Allowance recognised | (411,447)      | (1,015,333)    |
| Balance at the end        | 359,814        | 771,261        |

##### b) Management of market risk

- i) Commercial risk
- ii) Fair value risk
- iii) Foreign Exchange risk

The above risks may affect income and expenses, or the value of its financial instruments of the Company. The objective of the Management of the Company for market risk is to maintain this risk within acceptable parameters, while optimising returns. The Company exposure to, and the Management of, these risks is explained below:



**i) Commercial risk**

**Amt. in Rs.**

**(a) Sale price risk**

| Particulars                                   | Impact on profit |                |                |                |
|---|------------------|----------------|----------------|----------------|
|   | 2020-21          |                | 2019-20        |                |
|   | Increase by 5%   | Decrease by 5% | Increase by 5% | Decrease by 5% |
| <b>Finished Goods Sold</b>                    |                  |                |                |                |
| Refined Oils                                  | 949,466,157      | (949,466,157)  | 763,539,831    | (763,539,831)  |
| Crude oil                                     | 111,501,376      | (111,501,376)  | 59,876,740     | (59,876,740)   |
| Vanaspatti                                    | 166,687,189      | (166,687,189)  | 143,333,904    | (143,333,904)  |
| Fatty Acids, Glycerine, Soap & Oleo Chemicals | 238,602,132      | (238,602,132)  | 199,383,227    | (199,383,227)  |
| Shea Butter                                   | 126,978,392      | (126,978,392)  | 92,277,744     | (92,277,744)   |
| Shea Doc                                      | 2,440,481        | (2,440,481)    | 688,338        | (688,338)      |
| Extractions                                   | 12,394,976       | (12,394,976)   | 9,006,648      | (9,006,648)    |
| Power   | 32,627,211       | (32,627,211)   | 28,532,971     | (28,532,971)   |
| Chocolate                                     | 5,245,489        | (5,245,489)    | 9,098,464      | (9,098,464)    |
| Others  | 7,014,615        | (7,014,615)    | 5,348,289      | (5,348,289)    |
| <b>Traded Goods Sold</b>                      |                  |                |                |                |
| Maize   | 51,257,139       | (51,257,139)   | -              | -              |
| Shea nuts                                     | -                | -              | 986,041        | (986,041)      |
| Raw Oils                                      | -                | -              | 7,626,370      | (7,626,370)    |
| Fatty acids and oleo Chemicals                | 790,227          | (790,227)      | -              | -              |
| Refined Oils                                  | 141,591          | (141,591)      | 139,813        | (139,813)      |
| Vivo Royal Crème                              | -                | -              | -              | -              |
| Capital Goods                                 | 326,304          | (326,304)      | 3,129,457      | (3,129,457)    |
| Dry Yeast                                     | 1,109,138        | (1,109,138)    | -              | -              |
| Chocolate                                     | 353,516          | (353,516)      | -              | -              |
| Rice  | 4,957,016        | (4,957,016)    | -              | -              |
| Bakery Fats                                   | 150,189          | (150,189)      | -              | -              |
| Biscuits                                      | -                | -              | -              | -              |
| Match Box                                     | -                | -              | -              | -              |
| Others  | 44,467           | (44,467)       | 7,299          | (7,299)        |

**(b) Raw material price risk**

**Amt. in Rs.**

| Particulars              | Impact on profit |                |                |                |
|--------------------------|------------------|----------------|----------------|----------------|
|                          | 2020-21          |                | 2019-20        |                |
|                          | Increase by 5%   | Decrease by 5% | Increase by 5% | Decrease by 5% |
| Oils Seeds & Cakes       | (40,244,248)     | 40,244,248     | (27,280,897)   | 27,280,897     |
| Raw Oils                 | (765,588,762)    | 765,588,762    | (588,188,114)  | 588,188,114    |
| Refined Oils             | (220,246,890)    | 220,246,890    | (155,861,046)  | 155,861,046    |
| Fatty Acid and Acid Oils | (61,449,113)     | 61,449,113     | (46,914,099)   | 46,914,099     |
| Fresh fruit bunches      | (133,042,650)    | 133,042,650    | (59,340,817)   | 59,340,817     |
| Oil Palm Sprouts         | (1,057,020)      | 1,057,020      | (1,172,032)    | 1,172,032      |
| Agricultural Bio Waste   | (16,110,278)     | 16,110,278     | (13,217,625)   | 13,217,625     |
| Shea Nuts                | (90,449,847)     | 90,449,847     | (82,182,588)   | 82,182,588     |
| Hexane                   | (585,321)        | 585,321        | (1,475,403)    | 1,475,403      |
| Others                   | (9,484,617)      | 9,484,617      | (6,780,344)    | 6,780,344      |

**ii) Fair value risk**

| Potential impact of risk  | Management policy   | Sensitivity to risk   |
|---|---|---|
| "The Company is mainly exposed to the Fair value risk due to its investments in mutual funds. The Fair value risk arises due to uncertainties about the future market. "The Fair value of Investment in equity instruments (Mutual funds) as at 31 <sup>st</sup> March 2021 is Rs.57,725/-" | "In order to manage its Fair value risk arising from investments in equity instruments, the Company maintains its portfolio in accordance with the framework set by the Risk Management policies". "Any new investment or divestment must be approved by the Board of Directors, Chief Financial Officer and Risk Management Committee" | As an estimation of the approximate impact of Fair value risk, with respect to investments in equity instruments, the Company has calculated the impact as follows. |

### iii) Foreign Exchange Risk

The company has international operations and is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risks arises from future commercial transactions and recognised financial assets and liabilities denominated in currency that is not the functional currency (INR) of the Company. The company has exposure arising out of export and import transactions other than functional risks.

| Potential impact of risk  | Management policy   | Sensitivity to risk  |
|---|---|--|
| The Company has international operations and is exposed to foreign exchange risk arising from foreign currency transactions. Foreign exchange risk arises from future commercial transactions and recognised Financial assets and liabilities denominated in a currency that is not the functional currency (INR) of the Company. The risk also includes highly probable foreign currency cash flows. The objective of the cash flow hedges is to minimise the volatility of the cash flows of highly probable forecast transactions. | The Company has exposure arising out of export, import and other transactions other than functional risks. The Company hedges its foreign exchange risk using foreign exchange forward contracts and currency options after considering the natural hedge. The same is within the guidelines laid down by Risk Management policy of the Company | As an estimation of the approximate impact of Foreign exchange risk, with respect to Financial Statements, the Company has calculated the impact as follows. |

| Particulars   | 31st March 2021   | 31st March 2020    |
|---|-------------------|--------------------|
| Financial assets                                      | 84,712,682        | 413,530,619        |
| Less:   |                   |                    |
| Hedged through derivatives                            |                   |                    |
| Foreign exchange forward contracts                    | -                 | 184,441,114        |
| <b>Net exposure to foreign currency risk (assets)</b> | <b>84,712,682</b> | <b>229,089,505</b> |

| Particulars  | 31st March 2021      | 31st March 2020      |
|--|----------------------|----------------------|
| Financial Liabilities                                      | 7,498,355,012        | 5,497,376,909        |
| Less:  |                      |                      |
| Hedged through derivatives                                 |                      | -                    |
| Foreign exchange forward contracts                         | 5,524,224,017        | 2,219,894,796        |
| <b>Net exposure to foreign currency risk (Liabilities)</b> | <b>1,974,130,996</b> | <b>3,277,482,114</b> |

### Management of Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its obligations associated with its financial liabilities that are settled by delivering cash or another financial asset as they fall due. The Company is expected to this risk from its operating activities and financial activities. The Company's approach to managing liability is to ensure as far as possible that it will have sufficient liquidity to meet its liabilities when they become due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Liquidity requirements are maintained within the credit facilities established and are available to the Company to meet its obligations. The table now provides details regarding the contractual maturities of significant financial liabilities as of the reporting date.

As at 31<sup>st</sup> March 2021

Amt. in Rs.

| Particulars                 | Contractual cash flows |                       |                      |                      |
|-----------------------------|------------------------|-----------------------|----------------------|----------------------|
|                             | Carrying value         | Less than 1 year      | 1-2 years            | More than 2 years    |
| Borrowings                  | 4,364,969,141          | 2,240,769,546         | 998,965,291          | 1,125,234,304        |
| Trade payables              | 7,224,706,015          | 7,224,542,588         | 163,427              | -                    |
| Other financial liabilities | 1,258,669,691          | 1,143,338,686         | 92,024,794           | 23,306,211           |
|                             | <b>12,848,344,847</b>  | <b>10,608,650,820</b> | <b>1,091,153,512</b> | <b>1,148,540,515</b> |

As at 31<sup>st</sup> March 2020

Amt. in Rs.

| Particulars                 | Contractual cash flows |                      |                    |                      |
|-----------------------------|------------------------|----------------------|--------------------|----------------------|
|                             | Carrying value         | Less than 1 year     | 1-2 years          | More than 2 years    |
| Borrowings                  | 5,869,547,426          | 3,499,500,041        | 364,467,332        | 2,005,580,053        |
| Trade payables              | 4,682,456,331          | 4,675,205,198        | 125,009            | 7,126,124            |
| Other financial liabilities | 1,212,600,016          | 1,182,050,475        | 779,268            | 29,770,273           |
|                             | <b>11,764,603,773</b>  | <b>9,356,755,714</b> | <b>365,371,609</b> | <b>2,042,476,450</b> |

#### 42 Defined benefit plans :

The following table set out the amount of liability recognized in the Company's financial statements as at 31st March 2021 & 31st March 2020

| Particulars                                 | Gratuity                 |                          |
|---|--------------------------|--------------------------|
|   | As at<br>31st March 2021 | As at<br>31st March 2020 |
| <b>Change in benefit obligations</b>        |                          |                          |
| Defined benefit Obligation at the beginning | 62,299,251               | 55,773,832               |
| Current Service Cost                        | 10,092,824               | 6,949,811                |
| Interest expense                            | 4,047,412                | 4,078,234                |
| Benefit payments from Plan Assets           | (4,541,278)              | (5,454,332)              |
| Remeasurements - Actuarial (gains)/losses   | 18,363,740               | 951,706                  |
| <b>Benefit obligations at the end</b>       | <b>90,261,949</b>        | <b>62,299,251</b>        |

#### Change in Fair Value of Plan Assets

| Particulars                                       | Gratuity                 |                          |
|---|--------------------------|--------------------------|
|   | As at<br>31st March 2021 | As at<br>31st March 2020 |
| <b>Fair Value of Plan Assets at the beginning</b> | 32,865,624               | 30,878,882               |
| Interest income                                   | 2,214,690                | 2,463,549                |
| Employer contributions                            | 4,639,214                | 4,694,200                |
| Benefit payments from Plan Assets                 | (4,358,824)              | (4,863,235)              |
| Remeasurements - Return on plan assets excluding  |                          |                          |
| Interest income                                   | 1,647,459                | (307,772)                |
| Others  | (699,992)                | -                        |
| <b>Fair Value of Plan Assets at the end</b>       | <b>36,308,171</b>        | <b>32,865,624</b>        |

#### Amounts recognized in the Statement of Financial Position

| Particulars   | Gratuity                 |                          |
|---|--------------------------|--------------------------|
|   | As at<br>31st March 2021 | As at<br>31st March 2020 |
| Present value of Obligations at the end of the period     | 90,261,949               | 62,299,251               |
| Fair Value of Plan Assets at the end of the period        | 36,308,171               | 32,865,624               |
| <b>Net (liability )/asset recognised in Balance Sheet</b> | <b>53,953,778</b>        | <b>29,433,627</b>        |

#### Amount recognized in the statement of Profit and Loss under employee benefit expenses Amt. in Rs.

| Particulars   | Gratuity           |                  |
|---|--------------------|------------------|
|   | For the year ended |                  |
|   | 31st March 2021    | 31st March 2020  |
| Current Service Cost  | 10,092,824         | 6,949,811        |
| Past Service Cost   | -                  | -                |
| Net Interest on the net benefit liability/asset                       | 1,832,722          | 1,614,685        |
| <b>Expense to be recognised in the Statement of Profit &amp; Loss</b> | <b>11,925,546</b>  | <b>8,564,496</b> |

Amount for the year ended March 31, 2021 and March 31, 2020 recognized in the statement of other comprehensive income:

Amt. in Rs.

| Particulars  | Gratuity                    |                             |
|--|-----------------------------|-----------------------------|
|  | For the year ended          |                             |
|  | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| Actuarial (gain)/losses on obligations for the period                              | 18,363,740                  | 951,706                     |
| Return on plan assets, excluding Interest Income                                   | (1,647,459)                 | 307,772                     |
| <b>Net (income)/expenses for the year recognised in Other Comprehensive Income</b> | <b>16,716,281</b>           | <b>1,259,478</b>            |

| Actuarial Assumptions             | Amt. in Rs.                 |                             |                             |                             |                             |                             |
|-----------------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| Particulars                       | 3FIL                        |                             | 3FOP                        |                             | VEPL                        |                             |
|                                   | Gratuity                    |                             | Gratuity                    |                             | Gratuity                    |                             |
|                                   | For the year ended          |                             | For the year ended          |                             | For the year ended          |                             |
|                                   | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| <b>Assumptions as at 31 March</b> |                             |                             |                             |                             |                             |                             |
| Discount Rate                     | 6.88%                       | 6.71%                       | 7.00%                       | 7.00%                       | 6.35%                       | 6.80%                       |
| Salary Escalation                 | 8.00%                       | 4.50%                       | 5.00%                       | 5.00%                       | 7.50%                       | 7.50%                       |

#### Risk exposure

Provision of a defined benefit scheme poses certain risks, some of which are detailed hereunder, as companies take on uncertain long term obligations to make future benefit payments.

#### Liability risks

##### a) Discount rate risk

Variations in the discount rate used to compute the present value of the liabilities may seem small, but in practice can have a significant impact on the defined benefit liabilities.

##### b) Future salary escalation and inflation risk

Since price inflation and salary growth are linked economically, they are combined for disclosure purposes. Rising salaries will often result in higher future defined benefit payments resulting in a higher present value of liabilities especially unexpected salary increases provided at management's discretion may lead to uncertainties in estimating this increasing risk.

#### 43 Claims against the company not acknowledged as debts relating to the following areas

| Particulars  | As at 31 <sup>st</sup> March 2021<br>in INR | As at 31 <sup>st</sup> March 2020<br>in INR |
|--|---|---|
| 1. Disputed demands for Income Tax<br>(Rs.1,36,84,370 /- (Rs.1,36,84,370/-) Paid under Protest )   | 43,251,090                                  | 43,435,630                                  |
| 2. Disputed demands for Customs<br>(Rs.1,78,05,744 /- (Rs.1,74,90,278/-) Paid under Protest )  | 58,779,055                                  | 55,665,003                                  |
| 3. Disputed demands for Central Excise<br>(Rs.Nil /- (Rs.Nil/-) Paid under Protest )   | 33,051,104                                  | 33,051,104                                  |
| 4. Disputed demands for Sales Tax<br>(Rs.8,96,63,747 /- (Rs.8,96,63,747/-) Paid under Protest )  | 51,725,003                                  | 51,725,003                                  |
| 5. Others-APEPDCL & APSPDCL  | 12,778,447                                  | 12,831,088                                  |
| 6. Demand from Punjab Electricity Development Authority  | -   | -   |
| 7. <b>Amount of Guarantee given to</b>   |   |   |
| a. M/s. Viaton Energy Private Ltd.,(Subsidiary)*<br>(Outstanding as on 31/03/2021)<br>For Guarantee issued on various dates for Rs. 60,00,00,000/- (Refer Note 54) | 120,585,136                                 | 439,487,502                                 |
| b. M/s. 3F Ghana Ltd.,(a wholly owned subsidiary) (in USD 69,27,954)   | -   | 523,354,932                                 |
| c. M/s. 3F Ghana Oils & Fats Ltd.,(a wholly owned subsidiary) - in USD 50,77,803 (USD 75,71,896)   | 371,250,842                                 | 571,999,927                                 |

#### **b) Pending Litigations with the Government Authorities:-**

The Company manufacturing the Dutiable products like Stearic Acid, Fatty Acid, Fatty Acid Pitch, etc., and manufacturing exempted products like Vanaspati, Bakery Shortening, Interestified Fat, Margarine, Refined Oils etc.,. The company used the common inputs like Crude Oils, Hydrogen gas and Nickel catalyst and claimed the 'CENVAT" credit on Pro-rata basis. The revenue proceeded against the appellants on the ground the appellants were required (Under Rule 6(3)(b) of the Cenvat credit rules, 2002/2004) to maintain separate accounts for both the dutiable and exempted products and take the Cenvat credit on that quantity input which is intended for use in the manufacture of dutiable products. The CESTAT decided the case in favor of the company and held that the availment of pro-rata credit is perfectly in order and therefore Rule 6(3)(b) cannot be applied. The Central Excise department filed a Tax revision case before the Hon'bel High Court of Andhra Pradesh. The Tax litigation amount was Rs. 41,53,39,870/- including interest and penalty. Judgment is awaited.

#### **c) Pending Litigations with Others:-**

##### **NATIONAL SPOT EXCHANGE LIMITED (NSEL)**

The Company has entered into contracts for Trading of Commodities with National Spot Exchange Limited (NSEL) in the year 2013-2014. The Company has commodity trade receivables amounting to Rs. 5,18,75,841/- pertaining to various commodities contracts executed through brokers on the National Spot Exchange Limited (NSEL). Over past few months, NSEL is unable to fulfill its scheduled payment obligations as agreed by them. The asset of the NSEL was attached under the Maharashtra Protection of Interest of Depositors (MPID) Act and a case was filed in the Bombay High court. Consequently, the Company has pursued a legal action against NSEL through NSEL investor Forum, which has also filed complaint in Economic offences Wing of Mumbai (EOW). Considering the recent development and action taken by EOW against various borrowers of NSEL.

##### **ICICI BANK**

The Company entered into an agreement with ICICI Bank for purchase of 14612 Sq. ft. of residential property in Chennai and paid an amount of Rs. 1,22,00,000/- as advance. The Bank has failed to execute the contract on their part. The Company filed a civil suit in the High Court of Madras Vide C.S.No. 2164/2010. Judgment is awaited.

##### **TICEL BIO-PARK**

The company has purchased two modules in Ticel Bio Park, Tara Mani, Chennai to carry out the scientific research activities. The total sale consideration was Rs. 1,51,20,000/-. The company paid an advance of Rs. 1,10,00,000/-, Ticel Bio Park has suddenly increased the sale price. The company challenged the price revision in the High Court of Madras by way of Writ Petition vide W.P No. 25884/2007. Judgment is awaited.

The Government of Andhra Pradesh has sanctioned the Sales Tax Holiday to the company vide sanction letter No.20/01/2003/679/FD dated 28/06/2002 for a period of 7 years from 30/03/2003 to 29/03/2009. After introduction of APVAT vide rule 67 r.w.s 69 the sales tax holiday was converted into sales tax deferment and altered the repayment period. The company has challenged the above amendment before the Supreme court of India by was of Special Leave petition No.24837/2013 (FY2005-06), 20451/2014(FY 2006-07), 13645/2015(FY2007-08) the Apex court granted the stay for the above three years.

#### **COMMITMENTS**

| <b>Particulars</b>  | <b>As at 31<sup>st</sup> March 2021<br/>in INR</b> | <b>As at 31<sup>st</sup> March 2020<br/>in INR</b> |
|---|--|--|
| Estimated amount of contracts remaining to be executed on Capital Account, and not provided for | 109,646,043  | 68,109,886   |
| Other commitments (sale contracts to be executed)   | 3,058,794,133                                      | 2,830,178,697                                      |
| Purchase commitments (Purchase contracts to be executed)  | 3,248,031,822                                      | 2,580,285,033                                      |

#### 44 FOREIGN EXCHANGE TRANSACTIONS

##### a) FINANCIAL AND DERIVATIVE INSTRUMENTS

Derivative Contracts entered into by the company and outstanding as on 31st March 2021  
For hedging currency and interest risks:

| Nature of Transacting  | Value in USD  | Value in INR  |
|--|---------------|---------------|
| Forward contracts (against FLC's)<br>(PY \$2,93,71,458.43 Rs.2,21,98,94,828/-) | 62,349,861.40 | 4,559,021,866 |

Forex Currency Exposures Rs.1,51,91,83,805/- (Rs. 1,41,14,00,000/- ) that are not hedged by derivative instruments as on 31st March 2021

b) Finance cost includes exchange differences arising from foreign currency borrowings (FLC's) to the extent that they are regarded as an adjustment to interest costs is Rs.4,64,55,541/- (Rs. 19,22,71,0021/-) (Ind AS -23) and Net gain or loss on foreign currency transaction (other than considered as finance cost) is Rs.42,22,657/- (Rs. 17,02,95,681/-).

#### 45 Disclosures on payments and due to "Suppliers" as defined in Micro, Small, and Medium enterprises Development Act 2006 (The Act)

| Particulars  | As at 31st March 2021 | As at 31st March 2020 |
|--|-----------------------|-----------------------|
| Principal amount due to suppliers under MSMED Act., as at the end of the year                          | 34,334,087            | 17,180,856            |
| Interest accrued and due to suppliers under MSMED Act on the above amount as at the end of the year    | -                     | -                     |
| Payments made to suppliers (other than interest) beyond the appointed day during the year              | -                     | -                     |
| Interest paid to suppliers under MSMED Act., (Other than section 16)                                   | -                     | -                     |
| Interest paid to suppliers under MSMED Act., ( section 16)   | -                     | -                     |
| Interest due and payable to suppliers under MSMED Act., for payment already made                       | -                     | -                     |
| "Interest accrued and remaining unpaid at the end of the year to suppliers under" MSMED Act., (ii+iv)" | -                     | 20,128                |

#### 46 Earnings in foreign exchange - Export of goods calculated on FOB basis

Amt.in Rs.

| Particulars                | As at 31 March, 2021 | As at 31 March, 2020 |
|----------------------------|----------------------|----------------------|
| FOB Value of Exports       | 6,397,854,802        | 6,789,060,338        |
| Interest from Subsidiaries | 4,879,216            | 26,592,925           |
|                            | <b>6,402,734,018</b> | <b>6,815,653,263</b> |

**47 Expenditure in foreign currency**

| Particulars                                       | As at 31 March, 2021 | As at 31 March, 2020 |
|---|----------------------|----------------------|
| Travelling (Excluding Tickets purchased in India) | 5,901,351            | 8,757,594            |
| Subscriptions                                     | 91,865               | 205,839              |
| Consultancy Charges                               | 1,584,149            | 1,900,142            |
| Demurrage Charges                                 | 66,155               | 6,288,513            |
| FOB Charges                                       | 4,856,617            | 23,425,971           |
| Bank Charges                                      | 2,227,396            | 6,187,986            |
| Interest  | 70,830,991           | 78,482,111           |
| Insurance   | 4,939,870            | 2,796,624            |
| Salaries and Wages                                | 52,151,181           | 147,253,293          |
| Certification fee                                 | 321,412              | 569,571              |
| Plant and General Maintenance                     | 943,732              | 993,905              |
| Hotel stay  | -                    | 252,431              |
| Ocean Freight                                     | -                    | 119,032              |
| Commission  | 1,965,387            | 52,037               |
| Courier charges                                   | -                    | 4,760                |
| Membership Fees                                   | 549,217              | 278,056              |
| Dividend  | 1,048,430            | -                    |
| Reprocessing charges                              | 3,536,885            | -                    |
| Exhibition charges                                | 590,727              | -                    |
| Others  | 374,455              | -                    |
| Brokerage   | -                    | -                    |
| Ground Rent                                       | 2,970,904            | 1,517,500            |
| Expat Salaries                                    | 13,948,371           | 18,904,605           |
| Electricity Charges Factory                       | 40,622,089           | 42,858,250           |
| Registrations, Licences & Permits                 | 468,230              | 911,615              |
| Repairs and Maintenance                           | 2,181,687            | -                    |
| Legal charges                                     | -                    | 4,507,879            |
|   | <b>212,171,102</b>   | <b>346,267,716</b>   |

**48 Comparison Between Consumption of Imported and Indigenous Raw Material during the Year:**

| Particulars | This Year             |                | Previous year         |                |
|-------------|-----------------------|----------------|-----------------------|----------------|
|             | Value                 | %              | Value                 | %              |
| Imported    | 13,911,996,750        | 51.98%         | 12,129,151,756        | 61.73%         |
| Indigenous  | 12,853,178,181        | 48.02%         | 7,519,107,537         | 38.27%         |
|             | <b>26,765,174,931</b> | <b>100.00%</b> | <b>19,648,259,293</b> | <b>100.00%</b> |

**49 Comparison Between Consumption of Imported and Indigenous Spare Parts and Components during the Year:**

| Particulars | This Year          |                | Previous year      |                |
|-------------|--------------------|----------------|--------------------|----------------|
|             | Value              | %              | Value              | %              |
| Imported    | 1,207,283          | 0.22%          | 561,422            | 0.11%          |
| Indigenous  | 544,299,912        | 99.78%         | 525,060,924        | 99.89%         |
|             | <b>545,507,195</b> | <b>100.00%</b> | <b>525,622,346</b> | <b>100.00%</b> |



**50 Value of imports made during the year calculated on CIF basis:**

| Particulars          | This Year             | Previous Year         |
|----------------------|-----------------------|-----------------------|
| Oils, Seeds & Others | 11,124,573,896        | 9,158,224,536         |
| Oil Palm Sprouts     | 15,903,720            | 20,073,444            |
| Shea Nut             | 372,035,580           | 1,388,761,019         |
| Hexane               | 11,964,376            | 21,843,780            |
| Stores & Spares      | 17,882,330            | 156,297,049           |
|                      | <b>11,542,359,903</b> | <b>10,745,199,828</b> |

51 The Government of Andhra Pradesh has sanctioned the Sales Tax Holiday to the company vide sanction letter No.20/01/2003/679/FD dated 28/06/2002 for a period of 7 years from 30/03/2003 to 29/03/2009. After introduction of APVAT vide rule 67 r.w.s 69 the sales tax holiday was converted into sales tax deferment and altered the repayment period. The company has challenged the above amendment before the Supreme court of India by way of Special Leave petition No.24837/2013 (FY2005-06), 20451/2014(FY 2006-07), 13645/2015(FY2007-08) the Apex court granted the stay for the above three years.

**52 Corporate Social Responsibility**

In terms of section 135 of the Companies Act 2013, the CSR committee has been formed by the company. The areas of CSR activities are eradication of hunger and malnutrition promoting education, Art and Culture, Health care, destitute care and rehabilitation and Rural development projects.

| Particulars  | 3FIL                 |                      | 3FOP                 |                      |
|--|----------------------|----------------------|----------------------|----------------------|
|  | 2020-21<br>Value Rs. | 2019-20<br>Value Rs. | 2020-21<br>Value Rs. | 2019-20<br>Value Rs. |
| Gross amount required to be spent by the company during the year | 8,496,856            | 7,181,993            | 947,536              | 747,683              |
| (-) Amount spent by the company during the year towards CSR      | 11,565,630           | 7,200,000            | -                    | -                    |
| Amount yet to be spent by the company/(Excess Spent)             | (3,068,774)          | (18,007)             | 947,536              | 747,683              |

53 (a) During the year 2014-15, Asia Pacific Commodities Ltd.,(APCL) was amalgamated with the Company (3F Industries Limited) under the scheme of amalgamation approved by the Hon'ble High court of Hyderabad for state of Telengana and Andhra Pradesh W.e.f. 01.04.2014.

(b) Pending completion of the relevant formalities for transfer of some of the assets and liabilities acquired pursuant to the scheme in the name of the Company, such assets and liabilities continue to be in the name of the erstwhile Asia Pacific Commodities Limited.

54 Loans and advances include an amount of Rs. 1,05,05,35,365/- (Rs.1,02,64,66,756/-) Lakhs being amount given as inter corporate deposit u/s.186 of the Companies Act, 2013 to the following persons and body corporates:

**3F Fuji Foods  
Private Limited**

| Name of the Company                       | Viaton Energy Pvt Ltd., | Chakranemi Infrastructure "Pte Ltd., | Krishna Exports Limited | 3F Fuji Foods Private Limited |
|---|-------------------------|--------------------------------------|-------------------------|-------------------------------|
| Amount of Advance as on 31/03/2021        | 678,771,348             | 9,933,252                            | -                       | -                             |
| Maximum Balance during the year           | 678,771,348             | 9,933,252                            | 135,909,000             | 266,850,000                   |
| % of shares held by 3FIL as on 31/03/2021 | 51%                     | 100%                                 | 100%                    | Nil                           |
| Date of Advance                           | Various Dates           | Various Dates                        | Various Dates           | Various Dates                 |
| Interest per annum                        | 11%(**)                 | 11%                                  | 10%                     | 10%                           |
| Security                                  | NA                      | NA                                   | NA                      | NA                            |
| Purpose of Advance                        | To meet WC              | To meet WC                           | To meet WC              | To meet WC                    |
| Tenor                                     | NA                      | NA                                   | NA                      | NA                            |

| Name of the Company                       | Reliance Cellulose Products Limited | Shashwat Eco Waste Trading Pvt. Ltd., | Anil Rajesh Caps Mpg Pvt Ltd |
|---|-------------------------------------|---------------------------------------|------------------------------|
| Amount of Advance as on 31/03/2021        | 25,000,000                          | 241,830,765                           | 95,000,000                   |
| Maximum Balance during the year           | 25,000,000                          | 337,953,178                           | 95,000,000                   |
| % of shares held by 3FIL as on 31/03/2021 | NA                                  | NA                                    | NA                           |
| Date of Advance                           | Various Dates                       | Various Dates                         | Various Dates                |
| Interest per annum                        | 11%(**)                             | 9%                                    | 9%                           |
| Security                                  | NA                                  | NA                                    | NA                           |
| Purpose of Advance                        | To meet WC                          | To meet WC                            | To meet WC                   |
| Tenor                                     | NA                                  | NA                                    | ONE YEAR                     |

(\*\*) As the ability to access the ultimate collection with reasonable certainty is lacking, the recognition of interest is postponed.

**List of Corporate Guarantee which are covered U/s.186 of the Companies Act,2013**

| Name of the Company  | Viaton Energy Pvt Ltd., | Viaton Energy Pvt Ltd., | Viaton Energy Pvt Ltd., | 3F Ghana Oils & Fats Ltd |
|--|-------------------------|-------------------------|-------------------------|--------------------------|
| Amount of Corporate Guarantee                              | Rs. 430,000,000         | Rs. 90,000,000          | Rs. 80,000,000          | USD 80,00,000            |
| Corporate Guarantee given to                               | Axis Bank               | Axis Bank               | Axis Bank               | Fidelity Bank            |
| Loan outstanding against Corporate Guarantee on 31/03/2021 | 101,988,392             | 16,200,000              | 2,396,744               | 371,250,842              |
| Date of Corporate Guarantee                                | Various dates           | Various dates           | Various dates           | 29th April, 2019         |
| Security   | Unsecured               | Unsecured               | Unsecured               | Unsecured                |
| Purpose of Guarantee                                       | To meet WC              | To meet WC              | To meet WC              | To meet WC               |
| Tenor of Corporate Guarantee                               | Closer of Loan          | Closer of Loan          | Closer of Loan          | Closer of Loan           |

**55 Going Concern**

**In respect of 3F Ghana Trading Limited**

Management has made an assessment of 3F Ghana Trading Limited's ability to continue as a going concern and believes the going concern basis of preparation of the financial statements is no longer appropriate. The consequences of ceasing operations combined with the inability of the firm to meet its current debt obligations has created a material uncertainty.

**In respect of 3F Global Singapore PTE Limited**

As at 31 March 2021, the Company's current liabilities exceeds the current assets by Rs. 10,79,36,349/- (US\$ 14,76,305) [2020: Rs. 10,51,46,473 (US\$ 13,91,885)] and the Company's total liabilities exceeds its total assets by Rs. 10,03,83,316/- (US\$ 13,72,998) [(2020: Rs. 10,35,23,140/- (US\$ 13,70,396)]. These conditions indicate the existence of a material uncertainty which may cast doubt about the Company's ability to continue as a going concern.

The Company's financial statements have been prepared on a going concern basis which assumes that the Company will generate sufficient cash from its operation to pay its debts as and when they fall due. Holding company has agreed to provide continued financial support by way of additional capital or loan as and when required.

#### **In respect of 3F Ghana Commodities Limited**

Management has made an assessment of 3F Ghana Commodities Limited's ability to continue as a going concern and believes the going concern basis of preparation of the financial statements is no longer appropriate. The consequences of ceasing operations combined with the inability of the firm to meet its current debt obligations has created a material uncertainty.

The management of 3F Ghana Commodities Limited has made an assessment to wound up the company by way of Private Liquidation pursuant to Section 276(3) of Companies Act, 2019 and the same is published in the Commercial and Industrial Bulletin, Republic of Ghana on 6th April, 2021.

**56** Remuneration payable to the managerial persons as per the provisions of section 197 of the companies Act., 2013, exceeds, the limits specified thereon. The excess amount of Rs.14,35,41,872/- (Previous year Rs.17,46,51,418 /-) payable to the Managerial persons as at 31st March 2021 which is pending approval from the members of the company, at its ensuing Annual General Meeting.

#### **General**

- a) Previous year figures have been regrouped/reclassified wherever necessary, to conform to current year's classification.
- b) Paise have been rounded off to the nearest rupee.

#### **57 Taxation**

##### **a) Profit and loss section**

| Particulars   | Rs. in INR                  |                             |
|---|-----------------------------|-----------------------------|
|   | For the year ended          |                             |
|   | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| <b>Current Income tax</b>   |                             |                             |
| Current tax charges   | 300,537,984                 | 143,770,274                 |
| MAT Credit Entitlement for the year/Differential MAT of earlier years | (13,064,252)                | (24,920,167)                |
| MAT credit written off  | 70,528,370                  | -                           |
| (Excess)/Short Provision of Income tax of earlier years               | 14,781,757                  | (19,941,953)                |
|   | <b>372,783,859</b>          | <b>98,908,154</b>           |
| <b>Deferred Tax</b>   |                             |                             |
| Relating to origination and reversal of temporary differences         | (147,494,221)               | (84,676,828)                |
| <b>Tax Expense reported in the Statement of Profit and Loss</b>       | <b>225,289,638</b>          | <b>14,231,326</b>           |

**Other Comprehensive Income ('OCI') Section**
**Rs. in INR**

| Particulars  | For the year ended          |                             |
|--|-----------------------------|-----------------------------|
|  | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
| <b>Deferred tax related to items recognised in OCI during the year</b> |                             |                             |
| - Remeasurement of Defined Benefit Plan (Loss)/Gain - Gratuity         | 4,053,720                   | 477,235                     |
| - Increase/(Decrease) in Fair Value of Investments - Non Current       | -                           | 19,042                      |
| - Increase/(Decrease) in Fair Value of Derivatives                     | (2,266,853)                 | (777,269)                   |
| - Transfer of effective portion of hedge to P&L                        | (10,863,840)                | 20,232,505                  |
| <b>Tax Expense in the OCI Section</b>                                  | <b>(9,076,973)</b>          | <b>19,951,513</b>           |

**b) Balance sheet section**
**Rs. in INR**

| Particulars                    | 31 <sup>st</sup> March 2021 | 31 <sup>st</sup> March 2020 |
|--------------------------------|-----------------------------|-----------------------------|
| Provision for Tax              | 550,608,706                 | 405,732,254                 |
| Tax recoverable                | 429,137,337                 | 402,024,997                 |
| Net of advance tax recoverable | 121,471,369                 | 3,707,257                   |

**Reconciliation of tax expenses and the accounting profit multiplied by India's domestic tax rate for 31<sup>st</sup> March 2021**
**Rs. in INR**

| Particulars  | 31 <sup>st</sup> March 2021 |                      | 31 <sup>st</sup> March 2020 |                      |
|--|-----------------------------|----------------------|-----------------------------|----------------------|
|  | %                           | Rs. in INR           | %                           | Rs. in INR           |
| <b>Accounting profit/(loss) before Income tax</b>                                    |                             | <b>1,524,730,436</b> |                             | <b>654,259,721</b>   |
| At India's Statutory income tax rate (25.168%)                                       | 25.168%                     | 383,744,156          | 34.944%                     | 228,624,517          |
| <b>Increase/(Decrease) of tax expense on account of</b>                              |                             |                      |                             |                      |
| Reduction in depreciation/(accelerated depreciation)                                 | 0.55%                       | 8,396,842            | -3.38%                      | (22,107,652)         |
| Expenses not allowed under income tax act  | 4.06%                       | 61,900,316           | 8.70%                       | 56,908,257           |
| Impact due to sale of Investment in Joint venture                                    | -1.21%                      | (18,410,155)         | 0.00%                       | -                    |
| Expenses that are allowed under payment basis  | -0.43%                      | (6,501,618)          | -0.81%                      | (5,307,209)          |
| Non-taxable income/Exempt income   | 0.00%                       | (72,660)             | -5.55%                      | (36,322,047)         |
| Expenses that are allowed under Income Tax Act, 1961                                 | -3.90%                      | (59,401,744)         | -13.58%                     | (88,827,759)         |
| Adjustment for current tax of previous years   | 0.66%                       | 9,987,252            | -4.86%                      | (31,768,930)         |
| Income taxable at Special rates  | 0.00%                       | -                    | 2.53%                       | 16,570,954           |
| Deferred tax asset recognised  | 0.18%                       | 2,673,290            | -14.81%                     | (96,898,626)         |
| Impact on Deferred tax due to change in rate of tax                                  | -9.85%                      | (150,167,511)        | 0.00%                       | -                    |
| Deductions allowed as per Income tax Act, 1961                                       | 0.00%                       | -                    | -0.18%                      | (1,196,832)          |
| Effect of Rate Change Adjustment   | 0.47%                       | 7,229,539            | 0.00%                       | -                    |
| Impact due to MAT credit entitlement and Utilisation                                 | -0.86%                      | (13,064,252)         | -0.88%                      | (5,728,523)          |
| Impact due to write off of MAT credit on account of adoption of New rate of taxation | 4.63%                       | 70,528,370           | 0.00%                       | -                    |
| Impact due to applicability of Higher/Lower rate of tax for Subsidiary companies     | -5.79%                      | (88,297,731)         | 0.00%                       | -                    |
| Other adjustments  | 1.10%                       | 16,745,542           | 0.04%                       | 285,177              |
| <b>Total</b>   |                             | <b>(158,454,518)</b> |                             | <b>(214,393,191)</b> |
| <b>Income tax reported in Statement of profit and Loss</b>                           | <b>14.776%</b>              | <b>225,289,638</b>   | <b>2.175%</b>               | <b>14,231,326</b>    |

**Impact of tax rate change:**

The Company 3F Industries Limited, elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 for the year ended 31<sup>st</sup> March, 2021. Accordingly, the Company has re-measured its Deferred Tax (Assets)/ Liabilities basis the rate prescribed in the said section. The full impact of this change has been recognised in the statement of Profit & Loss for the year.

**Reconciliation of Deferred tax liabilities (net)****Rs. in INR**

| Particulars   | 31st March 2021     | 31st March 2020      |
|---|---------------------|----------------------|
| Deferred Tax (income)/expenses during the period recognised in Statement of Profit and Loss | (147,494,221)       | (84,676,828)         |
| Deferred Tax (income) /expenses during the period recognised in OCI                         | 9,076,973           | (19,951,513)         |
| MAT credit  | 73,493,288          | 3,105,040            |
|   | <b>(64,923,959)</b> | <b>(101,523,301)</b> |

**Income tax expense****Rs. in INR**

| Particulars   | 31st March 2021      | 31st March 2020     |
|---|----------------------|---------------------|
| <b>Current tax expense</b>                              |                      |                     |
| Current tax charges                                     | 300,537,984          | 143,770,274         |
| (Excess)/Short Provision of Income tax of earlier years | 14,781,757           | (19,941,953)        |
| MAT Credit Entitlement for the year/Differential        |                      |                     |
| MAT of earlier years                                    | (13,064,252)         | (24,920,167)        |
| MAT credit written off                                  | 70,528,370           | -                   |
| <b>(A)</b>  | <b>372,783,859</b>   | <b>98,908,154</b>   |
| <b>Deferred tax expense</b>                             |                      |                     |
| Decrease/(Increase) in deferred tax asset               | 29,061,916           | (251,415,247)       |
| Increase/(Decrease) in deferred tax liability           | (176,556,136)        | 166,738,419         |
| <b>(B)</b>  | <b>(147,494,221)</b> | <b>(84,676,828)</b> |
|   | <b>225,289,638</b>   | <b>14,231,326</b>   |

**58. INFORMATION ABOUT RELATED PARTY RELATIONSHIPS AND TRANSACTIONS FOR THE PERIOD 01.04.2020. TO 31.03.2021**  
**PARTICULARS DISCLOSED PURSUANT TO "IND AS-24 - RELATED PARTY DISCLOSURES"**

| S.No. | NATURE OF RELATIONSHIP   | NAME  |
|-------|--------------------------|---|
| 1     | Joint Venture Companies  | 3F Fuji Foods Pvt Ltd., (Till 31 <sup>st</sup> August, 2020)  |
| 2     | Key Management Personnel | <b>Executive Directors</b><br>S.B.Goenka<br>O.P.Goenka<br>Bharat Kumar Goenka<br>S.R.Goenka<br>Sushil Goenka<br>Jivesh Goenka<br>Jitendra Goenka<br>Sanjay Goenka<br>Seema Goenka<br>Amit Dalmia<br>Arunanshu Agarwal |

|   |  |  |
|---|--|--|
|   |  | <p>Manoj Moorjani<br/>Hiroshi Shinano (Till 31st August 2020)<br/>Morinaga Satoru (Till 31st August 2020)</p> <p><b>Independent Directors</b><br/>Shiv Kumar Agarwal<br/>Ranganathan Mukundan</p> <p><b>Key Managerial Personnel</b><br/>RVSSS Prasada Rao -- CFO<br/>Aloke Gupta --CEO (Till 31st August 2020)<br/>S.Ranga Rajan -- CS<br/>Vedanti Raut -- CS<br/>Radhika Purohit --CS (Till 31st August 2020)</p>  |
| 3 | <b>Entities which have significant Influence</b>               | Creative Estates LLP   |
| 4 | <b>Relatives of Key Management Personnel</b>                   | <p>Sudhir Goenka S/o. S.B.Goenka<br/>Sudha Goenka W/o. S.B.Goenka<br/>Bimla Devi Goenka W/o. Bharat Kumar Goenka<br/>Tapesh Goenka S/o. Bharat Kumar Goenka<br/>Deependra Goenka S/o. Bharat Kumar Goenka<br/>Pranav Goenka S/o. Sushil Goenka<br/>Adithi Goenka D/o. Sushil Goenka<br/>Ashiis Goenka S/o. Sanjay Goenka<br/>Sangeeta Goenka W/o. Sanjay Goenka<br/>Manasi Goenka D/o. Sanjay Goenka<br/>Jivesh Goenka W/o. Sita Ram Goenka<br/>Kavita Goenka W/o. Jitendra Goenka<br/>Mannan Goenka S/o. Jitendra Goenka<br/>Chaitanya Goenka S/o. Jitendra Goenka<br/>Prabha Agarwal D/o. S.B.Goenka<br/>Sushmita Dalmia D/o. O.P.Goenka<br/>Vintee Agarwal D/o. S.R.Goenka<br/>Pragya D/o. S.R.Goenka<br/>Jivesh Goenka S/o. S.R.Goenka<br/>Ambika Goenka W/o. Tapesh Goenka<br/>Apurva Goenka S/o. Tapesh Goenka<br/>Kusharga Goenka S/o. Tapesh Goenka<br/>Geeta Chowdary Sister of Directors</p> |
| 5 | <b>Enterprises/Entities controlled by KMP/Relatives of KMP</b> | <p>Bharat Export Corporation<br/>Speciality Rubbers Pvt.Ltd.,<br/>Best Investments Pte. Ltd.<br/>Mikachi Electronics<br/>Fashion Handloom &amp; Handycrafts<br/>3F Investments<br/>Golden Needle Apparels<br/>Goenka Blom Infrastructure Pvt.Ltd.,<br/>Andhra Chamber of Commerce<br/>Hyderabad Bicycling Club<br/>IP Pins &amp; Liners Limited<br/>The Solvent Extractors Association of India<br/>Raj Syntax Pvt.Ltd.,<br/>Genetwister Biotech Pvt.Ltd.,<br/>Forever New Apparels Pvt Ltd.,<br/>Apostle Trading Consultants Pvt.Ltd.,<br/>D.R.Goenka Womens Degree College<br/>Goenka Infotech Limited</p>   |

|  |  |
|--|--|
|  | <p> Viaton Infrastructure Private Limited<br/> Essgee Management Holding Private Limited<br/> Accio Global Private Limited<br/> Alluvium Beauty and Skincare Private Limited<br/> Creative Global Services Private Limited<br/> Dazzla Textiles LLP<br/> Encompass Design India Private Limited<br/> Essgee Management Holding Private Limited<br/> Home Craft Online Private Limited<br/> Omnitex Industries (India) Limited<br/> OTH Online Private Limited<br/> Plugged India Enterprises LLP<br/> Rameshwar Balakrishna Goenka Trust<br/> 3F Swabhiman Foundation<br/> Bharat Kumar Goenka Trust<br/> Tapeshe Goenka Trust<br/> Suhsil Goenka (HUF)<br/> S.R.Goenka (HUF)<br/> O.P.Goenka (HUF)<br/> S.B.Goenka (HUF)<br/> B.K.Goenka (HUF)<br/> Jivesh Goenka (HUF)<br/> Jitendra Goenka (HUF)<br/> Sanjay Goenka (HUF)<br/> ASHIIS Goenka (HUF)<br/> Tapeshe Goenka (HUF)<br/> Pranav Goenka (HUF)<br/> Sudhir Goenka (HUF) </p> |
|--|--|

Note: Related party relationship is as identified and borne out by the records maintained by the company and relied upon by the auditors accordingly.

| S.No                         | Particulars                       | KMP                          | Relatives of KMP         | Enterprises/Entities controlled by KMP/Relatives of KMP | Joint Venture Companies | Total                        |
|------------------------------|-----------------------------------|------------------------------|--------------------------|---|-------------------------|------------------------------|
| 1                            | <b>Purchase of Goods/Services</b> |                              |                          |   |                         |                              |
|                              | <b>a) Goods</b>                   |                              |                          |   |                         |                              |
|                              | 3F Fuji Foods Pvt Ltd.,           |                              |                          |   | 3,637<br>(5,995)        | 3,637<br>(5,995)             |
|                              | Encompass Design India Pvt Ltd.,  |                              |                          | 71,500<br>-   |                         | 71,500<br>-                  |
|                              | <b>b) Services</b>                |                              |                          |   |                         |                              |
| 3F Oil Palm Agrotech Pvt.Ltd |                                   |                              |                          |   | -<br>-                  |                              |
|                              |                                   | -                            | -                        | 71,500  | 3,637                   | 75,137                       |
|                              |                                   | -                            | -                        | -   | (5,995)                 | (5,995)                      |
| 2                            | <b>Rent paid to</b>               |                              |                          |   |                         |                              |
|                              | Sushil Goenka                     |                              |                          |   | -<br>-                  | -<br>-                       |
|                              | Seema Goenka                      | 2,100,000<br>(2,100,000)     |                          |   |                         | 2,100,000<br>(2,100,000)     |
|                              | 3F Fuji Foods Pvt Ltd.,           |                              |                          |   | -<br>-                  | -<br>-                       |
|                              |                                   | 2,100,000                    | -                        | -   | -                       | 2,100,000                    |
|                              | (2,100,000)                       | -                            | -                        | -   | (2,100,000)             |                              |
| 3                            | <b>Remuneration Paid to</b>       |                              |                          |   |                         |                              |
|                              | S.B.Goenka                        | 57,000,000<br>(57,865,995)   |                          |   |                         | 57,000,000<br>(57,865,995)   |
|                              | O.P.Goenka                        | 122,039,758<br>(154,512,829) |                          |   |                         | 122,039,758<br>(154,512,829) |
|                              | B.K.Goenka                        | 12,000,000<br>(12,000,000)   |                          |   |                         | 12,000,000<br>(12,000,000)   |
|                              | S.R.Goenka                        | 27,840,000<br>(5,380,000)    |                          |   |                         | 27,840,000<br>(5,380,000)    |
|                              | Sushil Goenka                     | 36,240,000<br>(9,604,000)    |                          |   |                         | 36,240,000<br>(9,604,000)    |
|                              | Jitendra Goenka                   | 24,388,500<br>(4,408,000)    |                          |   |                         | 24,388,500<br>(4,408,000)    |
|                              | Jivesh Goenka                     | -<br>(3,829,677)             |                          |   |                         | -<br>(3,829,677)             |
|                              | Seema Goenka                      | 1,107,314<br>(1,087,564)     |                          |   |                         | 1,107,314<br>(1,087,564)     |
|                              | Pranav Goenka                     |                              | 2,056,000<br>(2,056,000) |   |                         | 2,056,000<br>(2,056,000)     |
|                              | Sanjay Goenka                     | 18,185,000<br>(3,360,000)    |                          |   |                         | 18,185,000<br>(3,360,000)    |
|                              | Ashis Goenka                      | 10,470,000<br>(3,360,000)    |                          |   |                         | 10,470,000<br>(3,360,000)    |
|                              | Ms. Radhika Purohit               | 366,663<br>(690,800)         |                          |   |                         | 366,663<br>(690,800)         |
|                              | Aloke Gupta                       | 15,417,812<br>(8,667,690)    |                          |   |                         | 15,417,812<br>(8,667,690)    |
|                              | Mrs. Vedanti Raut                 | 576,000<br>(523,000)         |                          |   |                         | 576,000<br>(523,000)         |





|          |                               |                     |                    |                    |             |
|----------|-------------------------------|---------------------|--------------------|--------------------|-------------|
|          | PRANAV GOENKA (HUF)           |                     |                    | -                  | -           |
|          | SANJAY GOENKA (HUF)           |                     |                    | 14,942             | 14,942      |
|          | SHIV BHAGWAN GOENKA (HUF)     |                     |                    | (10,687)           | (10,687)    |
|          | SITARAM GOENKA (HUF)          |                     |                    | 7,057              | 7,057       |
|          | SUDHA GOENKA                  |                     |                    | (40,085)           | (40,085)    |
|          | SUDHIR GOENKA                 |                     |                    | -                  | -           |
|          | SUSHIL GOENKA (HUF)           |                     |                    | -                  | -           |
|          | TAPESH GOENKA                 |                     |                    | 46,734             | 46,734      |
|          | TAPESH GOENKA (HUF)           |                     |                    | (532,919)          | (532,919)   |
|          |                               |                     |                    | -                  | -           |
|          |                               |                     |                    | (4,967)            | (4,967)     |
|          |                               |                     |                    | 301,046            | 301,046     |
|          |                               |                     |                    | (306,640)          | (306,640)   |
|          |                               |                     |                    | 3,214              | 3,214       |
|          |                               |                     |                    | (82,071)           | (82,071)    |
|          |                               |                     |                    | 19,290             | 19,290      |
|          |                               |                     |                    | (416,846)          | (416,846)   |
|          | <b>Total (B)</b>              | -                   | <b>3,527,814</b>   | <b>394,403</b>     | -           |
|          | <b>Total (B)</b>              | -                   | <b>(4,152,129)</b> | <b>(908,343)</b>   | -           |
|          | <b>Total (A+B)</b>            | <b>37,127,039</b>   | <b>3,527,814</b>   | <b>5,709,753</b>   | -           |
|          | <b>Total (A+B)</b>            | <b>(33,439,267)</b> | <b>(4,152,129)</b> | <b>(6,611,664)</b> | -           |
| <b>5</b> | <b>Interest Received from</b> |                     |                    |                    |             |
|          | 3F Fuji Foods Pvt Ltd.,       |                     |                    | 6,436,260          | 6,436,260   |
|          |                               |                     |                    | (7,311,479)        | (7,311,479) |
|          |                               | -                   | -                  | 6,436,260          | 6,436,260   |
|          |                               | -                   | -                  | (7,311,479)        | (7,311,479) |
| <b>6</b> | <b>Dividend Paid to</b>       |                     |                    |                    |             |
|          | Sushil Goenka                 | 2,408,560           |                    |                    | 2,408,560   |
|          | Sushil Goenka (HUF)           | -                   |                    | 562,556            | 562,556     |
|          | S.R.Goenka                    | 2,020,466           |                    | -                  | 2,020,466   |
|          | S.R.Goenka (HUF)              | -                   |                    | 982,638            | 982,638     |
|          | O.P.Goenka                    | 1,673,928           |                    | -                  | 1,673,928   |
|          | O.P.Goenka (HUF)              | -                   |                    | 387,034            | 387,034     |
|          | S.B.Goenka                    | 1,438,368           |                    | -                  | 1,438,368   |
|          | S.B.Goenka (HUF)              | -                   |                    | 633,580            | 633,580     |
|          | B.K.Goenka (HUF)              | -                   |                    | 814,910            | 814,910     |
|          | Bharat Kumar Goenka Trust     | -                   |                    | 1,705,106          | 1,705,106   |
|          | Jivesh Goenka                 | 544,654             |                    | -                  | 544,654     |
|          | Jivesh Goenka (HUF)           | -                   |                    | 251,264            | 251,264     |
|          | Jitendra Goenka               | 428,554             |                    | -                  | 428,554     |
|          | Jitendra Goenka(HUF)          | -                   |                    | 236,532            | 236,532     |
|          |                               |                     |                    | -                  | -           |

|          |                                |           |                            |                           |                              |                              |
|----------|--------------------------------|-----------|----------------------------|---------------------------|------------------------------|------------------------------|
|          | Seema Goenka                   | 563,170   |                            |                           |                              | 563,170                      |
|          | Sanjay Goenka                  | -         | 508,884                    |                           | -                            | 508,884                      |
|          | Sanjay Goenka(HUF)             | -         |                            | 542,094                   | -                            | 542,094                      |
|          | Sudha Goenka                   | -         | 742,980                    |                           | -                            | 742,980                      |
|          | ASHIIS Goenka                  | -         | 573,850                    |                           | -                            | 573,850                      |
|          | ASHIIS Goenka(HUF)             | -         |                            | 58,188                    | -                            | 58,188                       |
|          | Tapesh Goenka(HUF)             | -         |                            | 298,134                   | -                            | 298,134                      |
|          | Tapesh Goenka Trust            | -         |                            | 988,306                   | -                            | 988,306                      |
|          | Pranav Goenka                  | -         | 227,154                    |                           | -                            | 227,154                      |
|          | Pranav Goenka(HUF)             | -         |                            | 140,000                   | -                            | 140,000                      |
|          | Kavitha Goenka                 | -         | 216,648                    |                           | -                            | 216,648                      |
|          | Sudhir Goenka                  | -         | 83,200                     |                           | -                            | 83,200                       |
|          | Sudhir Goenka (HUF)            | -         |                            | 151,238                   | -                            | 151,238                      |
|          | Adithi Goenka                  | -         | 29,650                     |                           | -                            | 29,650                       |
|          | Amrita Goenka                  | -         | 113,616                    |                           | -                            | 113,616                      |
|          | Apurva Goenka                  | -         | 140,000                    |                           | -                            | 140,000                      |
|          | Manasi Goenka                  | -         | 94,680                     |                           | -                            | 94,680                       |
|          | Sangeeta Goenka                | -         | 99,588                     |                           | -                            | 99,588                       |
|          | Vinti Agarwal                  | -         | 18,450                     |                           | -                            | 18,450                       |
|          | R V S S S Prasada Rao          | -         | 266                        |                           | -                            | 266                          |
|          | Best Investments PTE Ltd.,     | -         | 1,233,450                  |                           | -                            | 1,233,450                    |
|          |                                | 9,077,700 | 2,848,966                  | 8,985,030                 | -                            | 20,911,696                   |
|          |                                | -         | -                          | -                         | -                            | -                            |
| <b>7</b> | <b>Loans/Advances Issued</b>   |           |                            |                           |                              |                              |
|          | 3F Fuji Foods Pvt Ltd.,        |           |                            |                           | 136,900,000<br>(118,050,000) | 136,900,000<br>(118,050,000) |
|          |                                | -         | -                          | -                         | 136,900,000                  | 136,900,000                  |
|          |                                | -         | -                          | -                         | (118,050,000)                | (118,050,000)                |
| <b>8</b> | <b>Loans/Advances Received</b> |           |                            |                           |                              |                              |
|          | Speciality Rubbers Pvt.Ltd.,   |           |                            | 9,600,000<br>(22,650,000) |                              | 9,600,000<br>(22,650,000)    |
|          | Creative Estates LLP           |           | 27,500,000<br>(35,000,000) |                           |                              | 27,500,000<br>(35,000,000)   |
|          | Jitendra Goenka                | 10,187    |                            |                           |                              | 10,187                       |
|          | Bharat Kumar Goeka             | 228,461   |                            |                           |                              | 228,461                      |

|           |                                  |                             |                         |                            |   |                             |
|-----------|----------------------------------|-----------------------------|-------------------------|----------------------------|---|-----------------------------|
|           | Sanjay Goenka                    | 48,575                      |                         |                            |   | 48,575                      |
|           | O.P.Goenka                       | 103,630,816<br>(1,000,000)  |                         |                            |   | 103,630,816<br>(1,000,000)  |
|           | Sushil Goenka                    | 17,479,685<br>(2,850,000)   |                         |                            |   | 17,479,685<br>(2,850,000)   |
|           | S.B.Goenka                       | 41,412,844<br>(20,372,836)  |                         |                            |   | 41,412,844<br>(20,372,836)  |
|           | S.R.Goenka                       | 5,281,390<br>(1,500,000)    |                         |                            |   | 5,281,390<br>(1,500,000)    |
|           | Seema Goenka                     | 119,892,653<br>(41,700,082) |                         |                            |   | 119,892,653<br>(41,700,082) |
|           |                                  | 287,984,611                 | 27,500,000              | 9,600,000                  | - | 325,084,611                 |
|           |                                  | (67,422,918)                | (35,000,000)            | (22,650,000)               | - | (125,072,918)               |
| <b>9</b>  | <b>Loans/Advances Re-paid</b>    |                             |                         |                            |   |                             |
|           | Speciality Rubbers Pvt.Ltd.,     |                             |                         | 18,890,293<br>(25,392,893) |   | 18,890,293<br>(25,392,893)  |
|           | Creative Estates LLP             |                             | (1,900,000)             | -                          |   | (1,900,000)                 |
|           | Creative Global Services Pvt Ltd |                             | (906,491)               | -                          |   | (906,491)                   |
|           | Seema Goenka                     | 100,525,000<br>(12,600,000) |                         |                            |   | 100,525,000<br>(12,600,000) |
|           | S.B.Goenka                       | 19,514,369<br>(43,265,136)  |                         |                            |   | 19,514,369<br>(43,265,136)  |
|           | S.R.Goenka                       | -<br>(630,447)              |                         |                            |   | -<br>(630,447)              |
|           | Sushil Goenka                    | 27,340,000<br>(950,000)     |                         |                            |   | 27,340,000<br>(950,000)     |
|           | O.P.Goenka                       | 103,108,342<br>(54,154,100) |                         |                            |   | 103,108,342<br>(54,154,100) |
|           | Jitendra Goenka                  | -<br>-                      |                         |                            |   | -<br>-                      |
|           |                                  | 250,487,711                 | -                       | 18,890,293                 | - | 269,378,004                 |
|           |                                  | (111,599,683)               | (2,806,491)             | (25,392,893)               | - | (139,799,067)               |
| <b>10</b> | <b>Fixed Deposits Received</b>   |                             |                         |                            |   |                             |
|           | ADITHI GOENKA                    |                             | 15,094,000<br>(110,000) |                            |   | 15,094,000<br>(110,000)     |
|           | AMBIKA GOENKA                    |                             | -<br>(1,961,000)        |                            |   | -<br>(1,961,000)            |
|           | AMRITA GOENKA                    |                             | -                       |                            |   | -                           |
|           | APURVA GOENKA                    |                             | -<br>(258,000)          |                            |   | -<br>(258,000)              |
|           | ASHIIS GOENKA                    |                             | 372,000<br>(2,094,000)  |                            |   | 372,000<br>(2,094,000)      |
|           | BHARAT GOENKA (HUF)              |                             | -                       | -                          |   | -                           |
|           | BIMLA GOENKA                     |                             | -<br>(2,870,000)        | (876,000)                  |   | -<br>(2,870,000)            |
|           | JITENDRA GOENKA (HUF)            |                             | -                       | -                          |   | -                           |
|           | JIVESH GOENKA (HUF)              |                             | -                       | -                          |   | -                           |
|           | KUSHARGA GOENKA                  |                             | -<br>(117,000)          | -                          |   | -<br>(117,000)              |

|           |                             |                           |                          |             |                           |
|-----------|-----------------------------|---------------------------|--------------------------|-------------|---------------------------|
|           | OM PRAKASH GOENKA (HUF)     |                           | 252,000<br>(230,000)     |             | 252,000<br>(230,000)      |
|           | PRANAV GOENKA               | 17,005,000<br>(2,536,000) |                          |             | 17,005,000<br>(2,536,000) |
|           | PRANAV GOENKA (HUF)         |                           | 163,000                  |             | 163,000                   |
|           | SANJAY GOENKA (HUF)         |                           | -                        |             | -                         |
|           | SHIV BHAGWAN GOENKA (HUF)   |                           | 107,000<br>(98,000)      |             | 107,000<br>(98,000)       |
|           | SITARAM GOENKA (HUF)        |                           | -                        |             | -                         |
|           | SUDHA GOENKA                | -                         |                          |             | -                         |
|           | SUDHIR GOENKA               | (4,853,000)               |                          |             | (4,853,000)               |
|           | SUSHIL GOENKA (HUF)         | (1,255,000)               |                          |             | (1,255,000)               |
|           | TAPESH GOENKA               |                           | 3,616,000<br>(2,791,000) |             | 3,616,000<br>(2,791,000)  |
|           | TAPESH GOENKA (HUF)         | (739,000)                 |                          |             | (739,000)                 |
|           |                             |                           | -                        |             | -                         |
|           |                             |                           | (3,796,000)              |             | (3,796,000)               |
|           |                             | -                         | 32,471,000               | 4,138,000   | -                         |
|           |                             | -                         | (16,793,000)             | (8,159,000) | -                         |
|           |                             |                           |                          |             | (24,952,000)              |
| <b>11</b> | <b>Fixed Deposit Repaid</b> |                           |                          |             |                           |
|           | ADITHI GOENKA               | 7,788,000<br>(552,000)    |                          |             | 7,788,000<br>(552,000)    |
|           | AMBIKA GOENKA               | 1,747,000<br>(1,785,000)  |                          |             | 1,747,000<br>(1,785,000)  |
|           | AMRITA GOENKA               | -                         |                          |             | -                         |
|           | APURVA GOENKA               | 258,000<br>(235,000)      |                          |             | 258,000<br>(235,000)      |
|           | ASHIIS GOENKA               | 308,000<br>(1,906,000)    |                          |             | 308,000<br>(1,906,000)    |
|           | BHARAT GOENKA (HUF)         |                           | 876,000<br>(798,000)     |             | 876,000<br>(798,000)      |
|           | BIMLA GOENKA                | 2,467,000<br>(2,612,000)  |                          |             | 2,467,000<br>(2,612,000)  |
|           | JITENDRA GOENKA (HUF)       | -                         |                          |             | -                         |
|           | JIVESH GOENKA (HUF)         |                           | (644,000)                |             | (644,000)                 |
|           | KAVITHA GOENKA              | -                         |                          |             | -                         |
|           | KUSHARGA GOENKA             | (304,000)                 |                          |             | (304,000)                 |
|           | KUSHARGA GOENKA             | 117,000<br>(107,000)      |                          |             | 117,000<br>(107,000)      |
|           | OM PRAKASH GOENKA (HUF)     |                           | 230,000<br>(210,000)     |             | 230,000<br>(210,000)      |
|           | PRANAV GOENKA               | 9,632,000<br>(2,748,000)  |                          |             | 9,632,000<br>(2,748,000)  |
|           | SANJAY GOENKA (HUF)         |                           | 98,000<br>(90,000)       |             | 98,000<br>(90,000)        |
|           | SHIV BHAGWAN GOENKA (HUF)   |                           | -                        |             | -                         |
|           | SITARAM GOENKA (HUF)        |                           | (335,000)                |             | (335,000)                 |
|           |                             |                           | -                        |             | -                         |
|           |                             |                           | -                        |             | -                         |

|    |   |              |              |              |               |               |
|----|---|--------------|--------------|--------------|---------------|---------------|
|    | SUDHA GOENKA                                |              | -            |              |               | -             |
|    |   |              | (4,416,000)  |              |               | (4,416,000)   |
|    | SUDHIR GOENKA                               |              | -            |              |               | -             |
|    |   |              | (2,397,000)  |              |               | (2,397,000)   |
|    | SUSHIL GOENKA (HUF)                         |              |              | 2,791,000    |               | 2,791,000     |
|    |   |              |              | (2,540,000)  |               | (2,540,000)   |
|    | TAPESH GOENKA                               |              | 739,000      |              |               | 739,000       |
|    |   |              | (884,000)    |              |               | (884,000)     |
|    | TAPESH GOENKA (HUF)                         |              |              | 3,796,000    |               | 3,796,000     |
|    |   |              |              | (3,454,000)  |               | (3,454,000)   |
|    |   |              | -            | 23,056,000   | 7,791,000     | -             |
|    |   |              | -            | (17,946,000) | (8,071,000)   | -             |
|    |   |              |              |              |               |               |
| 12 | <b>Donation Given</b>                       |              |              |              |               |               |
|    | Rameshwar Balakrishna Goenka Trust          |              |              | -            |               | -             |
|    |   |              |              | (3,100,000)  |               | (3,100,000)   |
|    | 3F Swabhiman Foundation                     |              |              | 9,300,000    |               | 9,300,000     |
|    |   |              |              | (3,750,000)  |               | (3,750,000)   |
|    |   |              | -            | -            | 9,300,000     | -             |
|    |   |              | -            | -            | (6,850,000)   | -             |
|    |   |              |              |              |               |               |
| 13 | <b>Investment made during the year</b>      |              |              |              |               |               |
|    | Loan converted into Equity Investment       |              |              |              |               |               |
|    | 3F Fuji Foods Pvt Ltd.,                     |              |              |              | 236,690,650   | 236,690,650   |
|    |   |              |              | -            | -             | -             |
|    |   |              | -            | -            | 236,690,650   | 236,690,650   |
|    |   |              | -            | -            | -             | -             |
|    |   |              |              |              |               |               |
|    | <b>Investment sold during the year</b>      |              |              |              |               |               |
|    | 3F Fuji Foods Pvt Ltd.,                     |              |              |              | 506,690,650   | 506,690,650   |
|    |   |              |              |              | -             | -             |
|    |   |              | -            | -            | 506,690,650   | 506,690,650   |
|    |   |              | -            | -            | -             | -             |
|    |   |              |              |              |               |               |
| 14 | <b>Loans and Advances-Closing Balances</b>  |              |              |              |               |               |
|    | Creative Estates LLP                        |              | 62,500,000   |              |               | 62,500,000    |
|    |   |              | (35,000,000) |              |               | (35,000,000)  |
|    | 3F Fuji Foods Pvt Ltd.,                     |              |              |              | -             | -             |
|    |   |              |              |              | (129,950,000) | (129,950,000) |
|    |   |              | -            | -            | -             | -             |
|    |   |              | -            | -            | (129,950,000) | (129,950,000) |
|    |   |              |              |              |               |               |
| 15 | <b>Loans and Advances -Closing balances</b> |              |              |              |               |               |
|    | Speciality Rubbers Pvt.Ltd.                 |              |              | 44,880,204   |               | 44,880,204    |
|    |   |              |              | (48,555,204) |               | (48,555,204)  |
|    | B.K.Goenka                                  | 2,536,150    |              |              |               | 2,536,150     |
|    |   | (2,307,689)  |              |              |               | (2,307,689)   |
|    | Jitendra Goenka                             | 113,084      |              |              |               | 113,084       |
|    |   | (102,897)    |              |              |               | (102,897)     |
|    | O.P.Goenka                                  | 31,743,130   |              |              |               | 31,743,130    |
|    |   | (31,220,656) |              |              |               | (31,220,656)  |

|           |  |                              |                            |                      |               |                              |
|-----------|--|------------------------------|----------------------------|----------------------|---------------|------------------------------|
|           | Sushil Goenka                          | 3,450,133<br>(13,310,448)    |                            |                      |               | 3,450,133<br>(13,310,448)    |
|           | S.B.Goenka                             | 23,583,832<br>(1,685,357)    |                            |                      |               | 23,583,832<br>(1,685,357)    |
|           | S.R.Goenka                             | 16,372,204<br>(11,090,814)   |                            |                      |               | 16,372,204<br>(11,090,814)   |
|           | Sanjay Goenka                          | 587,806<br>(539,231)         |                            |                      |               | 587,806<br>(539,231)         |
|           | Seema Goenka                           | 243,362,756<br>(223,995,103) |                            |                      |               | 243,362,756<br>(223,995,103) |
|           |  | 321,749,095                  | -                          | 44,880,204           | -             | 366,629,299                  |
|           |  | (284,252,195)                | -                          | (48,555,204)         | -             | (332,807,399)                |
| <b>16</b> | <b>Receivables from</b>                |                              |                            |                      |               |                              |
|           | Viaton Infrastructure Pvt Ltd.,        | 125,000<br>(125,000)         |                            |                      |               | 125,000<br>(125,000)         |
|           |  | 125,000                      | -                          | -                    | -             | 125,000                      |
|           |  | (125,000)                    | -                          | -                    | -             | (125,000)                    |
| <b>17</b> | <b>Payable to</b>                      |                              |                            |                      |               |                              |
|           | Seema Goenka (Rent)                    | 161,875<br>(157,500)         |                            |                      |               | 161,875<br>(157,500)         |
|           | Best Investments (Dividend)            |                              | 8,634,151<br>(8,634,151)   |                      |               | 8,634,151<br>(8,634,151)     |
|           | Encompass Design India Private Limited |                              | 254,617<br>(232,367)       |                      |               | 254,617<br>(232,367)         |
|           | 3F Fuji Foods Pvt Ltd.,                |                              | -<br>(13,445)              |                      | -<br>(13,445) | -<br>(13,445)                |
|           |  | 161,875                      | -                          | 8,888,768            | -             | 9,050,643                    |
|           |  | (157,500)                    | -                          | (8,866,518)          | (13,445)      | (9,037,463)                  |
| <b>18</b> | <b>Deposits held by</b>                |                              |                            |                      |               |                              |
|           | ADITHI GOENKA                          |                              | 15,144,000<br>(7,838,000)  |                      |               | 15,144,000<br>(7,838,000)    |
|           | AMBIKA GOENKA                          |                              | -<br>(1,747,000)           |                      |               | -<br>(1,747,000)             |
|           | APURVA GOENKA                          |                              | -<br>(258,000)             |                      |               | -<br>(258,000)               |
|           | ASHIIS GOENKA                          |                              | 2,158,000<br>(2,094,000)   |                      |               | 2,158,000<br>(2,094,000)     |
|           | BHARAT GOENKA (HUF)                    |                              | -                          | (876,000)            |               | -<br>(876,000)               |
|           | BIMLA DEVI GOENKA                      |                              | -<br>(2,467,000)           |                      |               | -<br>(2,467,000)             |
|           | JITENDRA GOENKA (HUF)                  |                              | -                          |                      | -             | -                            |
|           | KAVITHA GOENKA                         |                              | -                          |                      |               | -                            |
|           | KUSHARGA GOENKA                        |                              | -                          |                      |               | -                            |
|           | OM PRAKASH GOENKA (HUF)                |                              | (117,000)                  | 252,000<br>(230,000) |               | (117,000)<br>(230,000)       |
|           | PRANAV GOENKA                          |                              | 17,831,000<br>(10,458,000) |                      |               | 17,831,000<br>(10,458,000)   |





|           |                             |                     |                    |                    |          |                     |
|-----------|-----------------------------|---------------------|--------------------|--------------------|----------|---------------------|
|           |                             |                     | (23,139)           |                    |          | (23,139)            |
|           | ASHIIS GOENKA               |                     | 224,853            |                    |          | 224,853             |
|           |                             |                     | (232,599)          |                    |          | (232,599)           |
|           | BHARAT GOENKA (HUF)         |                     |                    | -                  |          | -                   |
|           |                             |                     |                    | (87,438)           |          | (87,438)            |
|           | BIMLA GOENKA                |                     | -                  |                    |          | -                   |
|           |                             |                     | (227,368)          |                    |          | (227,368)           |
|           | JITENDRA GOENKA (HUF)       |                     |                    | -                  |          | -                   |
|           |                             |                     |                    | -                  |          | -                   |
|           | KAVITHA GOENKA              |                     | -                  |                    |          | -                   |
|           |                             |                     | -                  |                    |          | -                   |
|           | KUSHARGA GOENKA             |                     | -                  |                    |          | -                   |
|           |                             |                     | (10,493)           |                    |          | (10,493)            |
|           | OM PRAKASH GOENKA (HUF)     |                     |                    | 22,366             |          | 22,366              |
|           |                             |                     |                    | (19,862)           |          | (19,862)            |
|           | PRANAV GOENKA               |                     | 1,285,311          |                    |          | 1,285,311           |
|           |                             |                     | (1,274,202)        |                    |          | (1,274,202)         |
|           | SANJAY GOENKA (HUF)         |                     |                    | 9,497              |          | 9,497               |
|           |                             |                     |                    | (8,464)            |          | (8,464)             |
|           | SHIV BHAGWAN GOENKA (HUF)   |                     |                    | 6,528              |          | 6,528               |
|           |                             |                     |                    | (31,780)           |          | (31,780)            |
|           | SUDHA GOENKA                |                     | 43,230             |                    |          | 43,230              |
|           |                             |                     | (462,339)          |                    |          | (462,339)           |
|           | SUDHIR GOENKA               |                     | -                  |                    |          | -                   |
|           |                             |                     | -                  |                    |          | -                   |
|           | SUSHIL GOENKA (HUF)         |                     |                    | 310,341            |          | 310,341             |
|           |                             |                     |                    | (272,707)          |          | (272,707)           |
|           | TAPESH GOENKA               |                     | -                  |                    |          | -                   |
|           |                             |                     | (70,403)           |                    |          | (70,403)            |
|           | TAPESH GOENKA (HUF)         |                     |                    | -                  |          | -                   |
|           |                             |                     |                    | (361,641)          |          | (361,641)           |
|           | <b>Total (B)</b>            | <b>-</b>            | <b>2,785,156</b>   | <b>348,732</b>     | <b>-</b> | <b>3,133,888</b>    |
|           | <b>Total (B)</b>            | <b>-</b>            | <b>(3,492,535)</b> | <b>(781,892)</b>   | <b>-</b> | <b>(4,274,427)</b>  |
|           | <b>Total (A+B)</b>          | <b>34,345,684</b>   | <b>2,785,156</b>   | <b>5,664,082</b>   | <b>-</b> | <b>42,794,922</b>   |
|           | <b>Total (A+B)</b>          | <b>(30,158,821)</b> | <b>(3,492,535)</b> | <b>(6,397,185)</b> | <b>-</b> | <b>(40,048,541)</b> |
| <b>21</b> | <b>Remuneration Payable</b> |                     |                    |                    |          |                     |
|           | S.B.Goenka                  | 52,500,000          |                    |                    |          | 52,500,000          |
|           |                             | (51,783,744)        |                    |                    |          | (51,783,744)        |
|           | O.P.Goenka                  | 117,500,000         |                    |                    |          | 117,500,000         |
|           |                             | (154,283,000)       |                    |                    |          | (154,283,000)       |
|           | B.K.Goenka                  | 7,726,090           |                    |                    |          | 7,726,090           |
|           |                             | (6,881,654)         |                    |                    |          | (6,881,654)         |
|           | S.R.Goenka                  | 24,402,627          |                    |                    |          | 24,402,627          |
|           |                             | (2,617,820)         |                    |                    |          | (2,617,820)         |
|           | Sushil Goenka               | 30,364,110          |                    |                    |          | 30,364,110          |
|           |                             | (1,928,640)         |                    |                    |          | (1,928,640)         |
|           | Jitendra Goenka             | 20,220,802          |                    |                    |          | 20,220,802          |
|           |                             | (210,308)           |                    |                    |          | (210,308)           |
|           | Jivesh Goenka               | -                   |                    |                    |          | -                   |
|           |                             | -                   |                    |                    |          | -                   |
|           | Seema Goenka                | 54,316              |                    |                    |          | 54,316              |
|           |                             | (67,557)            |                    |                    |          | (67,557)            |
|           | Sanjay Goenka               | 260,000             |                    |                    |          | 260,000             |
|           |                             | (325,000)           |                    |                    |          | (325,000)           |
|           | Ashis Goenka                | 120,000             |                    |                    |          | 120,000             |
|           |                             | (700,000)           |                    |                    |          | (700,000)           |
|           | Vedanti Raut                | 47,800              |                    |                    |          | 47,800              |

|           |                              |                            |                          |   |   |                                |
|-----------|------------------------------|----------------------------|--------------------------|---|---|--------------------------------|
|           | Pranav Goenka                | (48,000)                   | 53,148<br>(66,288)       |   |   | (48,000)<br>53,148<br>(66,288) |
|           |                              | 253,195,746                | 53,148                   | - | - | 253,248,894                    |
|           |                              | (218,845,723)              | (66,288)                 | - | - | (218,912,011)                  |
| <b>22</b> | <b>Share Capital held by</b> |                            |                          |   |   |                                |
|           | Sushil Goenka                | 12,042,800<br>(12,042,800) |                          |   |   | 12,042,800<br>(12,042,800)     |
|           | Sushil Goenka (HUF)          |                            | 2,812,780<br>(2,812,780) |   |   | 2,812,780<br>(2,812,780)       |
|           | S.R.Goenka                   | 10,102,330<br>(10,102,330) |                          |   |   | 10,102,330<br>(10,102,330)     |
|           | S.R.Goenka (HUF)             |                            | 4,913,190<br>(4,913,190) |   |   | 4,913,190<br>(4,913,190)       |
|           | O.P.Goenka                   | 8,369,640<br>(8,369,640)   |                          |   |   | 8,369,640<br>(8,369,640)       |
|           | O.P.Goenka (HUF)             |                            | 1,935,170<br>(1,935,170) |   |   | 1,935,170<br>(1,935,170)       |
|           | S.B.Goenka                   | 7,191,840<br>(7,191,840)   |                          |   |   | 7,191,840<br>(7,191,840)       |
|           | S.B.Goenka (HUF)             |                            | 3,167,900<br>(3,167,900) |   |   | 3,167,900<br>(3,167,900)       |
|           | B.K.Goenka                   | -                          |                          |   |   | -                              |
|           | B.K.Goenka (HUF)             |                            | 4,074,550<br>(4,074,550) |   |   | 4,074,550<br>(4,074,550)       |
|           | Bharat Kumar Goenka Trust    |                            | 8,525,530<br>(8,525,530) |   |   | 8,525,530<br>(8,525,530)       |
|           | Jivesh Goenka                | 2,723,270<br>(2,723,270)   |                          |   |   | 2,723,270<br>(2,723,270)       |
|           | Jivesh Goenka (HUF)          |                            | 1,256,320<br>(1,256,320) |   |   | 1,256,320<br>(1,256,320)       |
|           | Jitendra Goenka              | 2,142,770<br>(2,142,770)   |                          |   |   | 2,142,770<br>(2,142,770)       |
|           | Jitendra Goenka(HUF)         |                            | 1,182,660<br>(1,182,660) |   |   | 1,182,660<br>(1,182,660)       |
|           | Seema Goenka                 | 2,815,850<br>(2,815,850)   |                          |   |   | 2,815,850<br>(2,815,850)       |
|           | Sanjay Goenka                |                            | 2,544,420<br>(2,544,420) |   |   | 2,544,420<br>(2,544,420)       |
|           | Sanjay Goenka(HUF)           |                            | 2,710,470<br>(2,710,470) |   |   | 2,710,470<br>(2,710,470)       |
|           | Sudha Goenka                 |                            | 3,714,900<br>(3,714,900) |   |   | 3,714,900<br>(3,714,900)       |
|           | BIMLA Devi Goenka            |                            | -                        |   |   | -                              |
|           | ASHIIS Goenka                |                            | 2,869,250<br>(2,869,250) |   |   | 2,869,250<br>(2,869,250)       |
|           | ASHIIS Goenka(HUF)           |                            | 290,940<br>(290,940)     |   |   | 290,940<br>(290,940)           |
|           | Tapesh Goenka                |                            | -                        |   |   | -                              |
|           | Tapesh Goenka(HUF)           |                            | 1,490,670<br>(1,490,670) |   |   | 1,490,670<br>(1,490,670)       |
|           | Tapesh Goenka Trust          |                            | 4,941,530<br>(4,941,530) |   |   | 4,941,530<br>(4,941,530)       |
|           | Ambika Goenka                |                            | -                        |   |   | -                              |

|                            |  |              |              |              |   |               |
|----------------------------|--|--------------|--------------|--------------|---|---------------|
| Pranav Goenka              |  |              | -            |              |   | -             |
|                            |  |              | 1,135,770    |              |   | 1,135,770     |
|                            |  |              | (1,135,770)  |              |   | (1,135,770)   |
| Pranav Goenka(HUF)         |  |              |              | 700,000      |   | 700,000       |
|                            |  |              |              | (700,000)    |   | (700,000)     |
| Kavitha Goenka             |  |              | 1,083,240    |              |   | 1,083,240     |
|                            |  |              | (1,083,240)  |              |   | (1,083,240)   |
| Sudhir Goenka              |  |              | 416,000      |              |   | 416,000       |
|                            |  |              | (416,000)    |              |   | (416,000)     |
| Sudhir Goenka (HUF)        |  |              |              | 756,190      |   | 756,190       |
|                            |  |              |              | (756,190)    |   | (756,190)     |
| Adithi Goenka              |  |              | 148,250      |              |   | 148,250       |
|                            |  |              | (148,250)    |              |   | (148,250)     |
| Amrita Goenka              |  |              | 568,080      |              |   | 568,080       |
|                            |  |              | (568,080)    |              |   | (568,080)     |
| Apurva Goenka              |  |              | 700,000      |              |   | 700,000       |
|                            |  |              | (700,000)    |              |   | (700,000)     |
| KUSHARGA Goenka            |  |              | -            |              |   | -             |
|                            |  |              | -            |              |   | -             |
| Manasi Goenka              |  |              | 473,400      |              |   | 473,400       |
|                            |  |              | (473,400)    |              |   | (473,400)     |
| SANGEETA Goenka            |  |              | 497,940      |              |   | 497,940       |
|                            |  |              | (497,940)    |              |   | (497,940)     |
| Vinti Agarwal              |  |              | 92,250       |              |   | 92,250        |
|                            |  |              | (92,250)     |              |   | (92,250)      |
| R V S S S Prasada Rao      |  |              | 1,330        |              |   | 1,330         |
|                            |  |              | (1,330)      |              |   | (1,330)       |
| Best Investments PTE Ltd., |  |              |              | 6,167,250    |   | 6,167,250     |
|                            |  |              |              | (6,167,250)  |   | (6,167,250)   |
|                            |  | 45,388,500   | 14,244,830   | 44,925,150   | - | 104,558,480   |
|                            |  | (45,388,500) | (14,244,830) | (44,925,150) | - | (104,558,480) |

**STATEMENT SHOWING SEGMENT WISE ANALYSIS AS ON 31.03.2021**

| Description  | Refined Oils          | Oleo Chemicals       | Bakery Fats          | Power                | Other                  | Total                 | Eliminations           | 2020-21               |
|--|-----------------------|----------------------|----------------------|----------------------|------------------------|-----------------------|------------------------|-----------------------|
| A) BUSINESS SEGMENT                                      |                       |                      |                      |                      |                        |                       |                        |                       |
| Segment Revenue  | 24,818,374,926        | 4,170,767,590        | 3,125,539,609        | 768,263,916          | 2,996,506,966          | 35,869,453,028        | (1,312,596,797)        | 34,556,856,231        |
| Gross Sales (External)                                   | 97,666,287            | 12,303,196           | 3,823,069            | 16,032,837           | 82,831,477             | 212,656,866           | 295,818,755            | 508,475,621           |
| Add: Other Income  |                       |                      |                      |                      |                        |                       |                        |                       |
| <b>Total Segment Revenue</b>                             | <b>24,916,041,213</b> | <b>4,183,070,786</b> | <b>3,129,362,678</b> | <b>784,296,753</b>   | <b>3,069,338,464</b>   | <b>36,082,109,894</b> | <b>(1,016,778,042)</b> | <b>35,065,331,852</b> |
| Segment Expenditure                                      | 26,966,895,572        | 2,035,571,731        | 1,156,715,970        | 706,010,294          | 4,053,199,776          | 34,918,393,343        | (1,313,131,536)        | 33,605,261,807        |
| (Increase)/Decrease in Inventory                         | (3,683,067,061)       | 1,387,727,365        | 1,667,291,148        | (301,598)            | (42,277,104)           | (670,627,250)         |                        | (670,627,250)         |
| Segment Result/Operating Profit                          | 1,632,212,702         | 759,771,690          | 305,355,559          | 78,588,056           | (94,158,420)           | 1,834,343,800         | 296,353,494            | 2,130,697,294         |
| Less: Finance Cost                                       | 213,774,557           | (995,436)            | 522,125              | 63,891,385           | 336,175,935            | 613,368,566           | (7,401,711)            | 605,966,855           |
| Profit/(Loss) before Exceptional items                   | 1,418,438,144         | 760,767,126          | 304,833,434          | 14,696,671           | (1,277,760,143)        | 1,220,975,234         | 303,755,205            | 1,524,730,439         |
| Exceptional items  |                       |                      |                      |                      |                        |                       |                        |                       |
| Profit/(Loss) before Tax (PBT)                           | 1,418,438,144         | 760,767,126          | 304,833,434          | 14,696,671           | (1,277,760,143)        | 1,220,975,234         | 303,755,205            | 1,524,730,439         |
| Tax Expense  |                       |                      |                      |                      |                        |                       |                        |                       |
| Short /Excess provision of Income Tax of Earlier Years   |                       |                      |                      |                      |                        |                       |                        |                       |
| Current tax  |                       |                      |                      |                      |                        |                       |                        |                       |
| Deferred tax   |                       |                      |                      |                      |                        |                       |                        |                       |
| MAT credit entitlement/Differential MAT of earlier years |                       |                      |                      |                      |                        |                       |                        |                       |
| Total Tax expense  |                       |                      |                      |                      |                        |                       |                        |                       |
| <b>Profit/(Loss) after Tax (PAT)</b>                     | <b>1,418,438,144</b>  | <b>760,767,126</b>   | <b>304,833,434</b>   | <b>14,696,671</b>    | <b>(1,277,760,143)</b> | <b>995,665,596</b>    | <b>303,755,205</b>     | <b>1,299,440,801</b>  |
| Add: Share of Profit from Joint Venture                  |                       |                      |                      |                      |                        |                       | (25,544,074)           | (25,544,074)          |
| Less: Non-Controlling Interest                           |                       |                      |                      |                      |                        |                       | (7,770,950)            | (7,770,950)           |
| Profit after Non-Controlling Interest                    | 1,418,438,144         | 760,767,126          | 304,833,434          | 14,696,671           | (1,277,760,143)        | 995,665,596           | 285,982,081            | 1,281,667,677         |
| B) OTHER INFORMATION                                     |                       |                      |                      |                      |                        |                       |                        |                       |
| Segment Assets   | 11,983,598,915        | 1,778,830,973        | 414,870,691          | 1,494,627,288        | 2,369,196,361          | 18,041,124,228        | (625,055,124)          | 17,416,069,104        |
| Unallocated Assets                                       | 307,673,309           | -                    | -                    | 80,715,149           | 2,528,620,191          | 2,917,008,649         | (2,050,328,223)        | 866,680,426           |
| Total Assets   | 12,291,272,224        | 1,778,830,973        | 414,870,691          | 1,575,342,437        | 4,897,816,551          | 20,958,132,876        | (2,675,383,347)        | 18,282,749,530        |
| Segment Liabilities                                      | 7,888,516,179         | 93,903,323           | 17,516,446           | 109,052,790          | 226,982,915            | 8,335,971,653         | (137,930,570)          | 8,198,041,082         |
| Unallocated Liabilities                                  | 3,059,222,351         | -                    | -                    | 1,144,991,919        | 8,417,946,954          | 12,622,161,224        | (2,537,452,777)        | 10,084,708,447        |
| <b>Total Liabilities</b>                                 | <b>10,947,738,530</b> | <b>93,903,323</b>    | <b>17,516,446</b>    | <b>1,254,044,709</b> | <b>8,644,929,869</b>   | <b>20,958,132,877</b> | <b>(2,675,383,347)</b> | <b>18,282,749,530</b> |
| Capital Expenditure                                      | 111,904,941           | 25,355,961           | 33,040,650           | 8,544,230            | 75,104,863             | 253,950,645           |                        | 253,950,645           |
| Depreciation & Amortization                              | 150,703,251           | 83,693,337           | 13,963,046           | 53,739,433           | 88,663,732             | 390,762,798           |                        | 390,762,798           |

Notes:

- The Company and its subsidiaries have disclosed Business Segment as the Primary Segments. Segments have been identified taking into account the nature of Products, the different risks and returns, the organisation structure and internal reporting system.
- The Operations of the Parent Company and its subsidiaries predominantly relate to manufacture of Refined Oils, Bakery Fats, Fats for Frozen Desserts, Fatty Acids, Glycerine, Soap & Oleo Chemicals, Stearic Acid, Decolled Cakes, Power Generation and its related products.
- The business segments that are disclosed under "Others" comprise of Maize, Dry yeast, Chocolate, Rice, Bakery Fats, Fatty acids and Others etc.
- Inter-Segment revenues are recognised at market price.



**3F GROUP**