

DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the Annual Report together with the Audited Statement of Accounts of your Company for the year ended March 31, 2021.

COMMENCEMENT OF CIRP

We draw attention of our members towards a material development that, IDBI Bank, in its capacity as the financial creditor of M/s JBF Petrochemicals Limited had filed an application CP (IB) no.232 of 2018 under Section 7 of the Insolvency and Bankruptcy Code, 2016. The said application for initiation of CIRP has been admitted by the Hon'ble NCLT Ahmedabad bench vide its order dated 28 January 2022 (written copy of order received on 2 February 2022) and vide the said order has appointed Mr. Sundaresh Bhat (Insolvency Resolution Professional having registration no. IBB1/IPA-001/IP-P00077/2017-18/10162), as the Interim Resolution Professional ("IRP") for conducting the CIRP and to exercise all powers and subject to all duties as envisaged under the provisions of the IBC. The IRP has been subsequently appointed as the Resolution Professional ("RP"). In accordance with section 17 of the IBC, 2016, the powers of the Board of Directors stands suspended, and such powers shall be vested with Mr. Sundaresh Bhat with respect to the Company.

FINANCIAL PERFORMANCE

As mandated by the Ministry of Corporate Affairs, the Company had adopted the IND AS for the Financial Year commencing from April 1, 2016.

The Company's financial performance, for the year ended on 31st March, 2021 is summarized below:

(Rs. in Lacs)

Particulars	Year ended on 31st March, 2021 (Audited)	Year ended on 31st March, 2020 (Audited)
Revenue from Operations	3220.14	688.98
Other Income	2448.88	30.30
Less: Expenses	34172.73	44105.97
Profit/(Loss) before Tax	(28,503.71)	(43,386.69)
Less: Tax Expenses		
Net Profit/(Loss) for the Year	(28,503.71)	(43,386.69)

DIVIDEND

In view of the absence of profit, no dividend is proposed

COMPANY'S PERFORMANCE

The production is not yet commenced, due to requirement of funds.

TRANSFER TO RESERVES

No amount was transferred to reserves during the financial year 2020 - 2021.

SHARE CAPITAL

There are no changes to the Equity Share Capital during the year under consideration

PUBLIC DEPOSITS

The Company has not accepted deposit from the public under Chapter V of the Companies Act, 2013.

SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES

The Company does not have any subsidiary, Joint Ventures or Associate Companies.

DETAILS OF BOARD MEETINGS

The Board met 4 times in financial year 20-21. The intervening gap between any two consecutive Board meetings did not exceed 120 days.

BOARD EVALUATION

During the year, the performance of the Board and individual Directors was not evaluated considering the commencement of the CIRP against the company.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Company has not properly constituted with the balance of Executive Directors, Non-Executive Directors and Independent Directors. The Composition of the Board & Key managerial personnel was not in accordance with the provisions of the Companies Act 2013 and rules made thereunder.

The Composition of the Board is as follows:-

DIN	Name of Director	Designation	Date of Appointment
00228665	BHAGIRATH CHANDULAL ARYA	Whole time Director	18/09/2008
00403378	UJJWALA GIRISH APTE	Director	18/09/2008
00634870	RAVI AMARCHAND DALMIA	Director	28/06/2019
07962778	SEETHARAM NARAYANA SHETTY	Director	23/03/2018

In accordance with section 17 of the IBC, 2016, the powers of the Board of Directors stands suspended, and such powers shall be vested with Mr. Sundaresh Bhat with respect to the Company.

COMMITTEES OF THE BOARD

As per the requirement of the Companies Act, 2013 and for operational convenience of the Company, the Board of Directors of the Company has formed several committees namely Audit Committee, Corporate Social Responsibility Committee, Nomination and Remuneration Committee, Risk Management Committee, Share Committee and Finance Committee.

The committees are not properly constituted as per the provisions of the Companies Act, 2013.

POLICY ON NOMINATION AND REMUNERATION OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT

Pursuant to the requirement of Companies Act, 2013 read with Rules, the Company had adopted Risk Management Policy, Nomination and Remuneration Policy of Directors, Key Managerial Personnel and Senior Management

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors confirm that:

- (a) In the preparation of the annual accounts, the applicable accounting standards have 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 the 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; however, there exists a material uncertainty about the ability of the Company to continue as a "Going Concern". The same is dependent upon the resolution plan to be approved by the Hon'ble National Company Law Tribunal.
- (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.

COMPLIANCE WITH SECRETARIAL STANDARDS

The Board has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

The Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

CORPORATE SOCIAL RESPONSIBILITY (CSR)

Since the Company has incurred losses the Company was not required to spend any amount on CSR during the financial year 2020-21. The CSR Committee of the Board of Directors has been constituted under Section 135 of Companies Act, 2013 read with rules thereunder.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Details of Loans, Guarantees and Investments, as may be applicable, are given in the notes to the Financial Statements. The Members are requested to refer to the same for details in this regard.

RELATED PARTY TRANSACTIONS

The details of the transactions with Related Party are provided in the Company's financial statements in accordance with the Indian Accounting Standards.

STATUTORY AUDITORS AND AUDITORS' REPORT

Pursuant to the provisions of section 139 of the Companies Act, 2013 and Rules made there under, M/s. S. D. Jaithwar & Co, Chartered Accountants, (Registration No. 103996W) the Chartered Accountants, Mumbai, be and is hereby appointed as the Statutory Auditors of the Company for financial year ended 2021.

The requirement of ratification of auditors' appointment by the members at every Annual General Meeting, is done away with and are not applicable in view of the commencement of the CIRP against the company.

Further, the report of the Statutory Auditors alongwith notes to Schedules is enclosed to this report

EXPLANATION/COMMENTS OF THE BOARD ON AUDIT QUALIFICATIONS/-EMPHASIS OF MATTERS

In accordance with section 17 of the IBC, 2016, the powers of the Board of Directors stands suspended and no explanations / comments are provided by the Board on the audit qualifications for the period under review.

SECRETARIAL AUDITORS AND THEIR REPORT

The Provisions related to Secretarial Audit under Section 204 of the Companies Act, 2013 is applicable on your Company. However the Company has not complied with the provision related appointment of the Secretarial Auditor under Section 204 of the Companies Act, 2013.

COST AUDITOR

The Provisions related to Cost Audit under Section 148 of the Companies Act, 2013 is not applicable on your Company.

PARTICULARS OF EMPLOYEES

This is not applicable as no such employees are there as Company is under NCLT

EXTRACT OF ANNUAL RETURN

The requirement of providing extract of annual return under section 92(3) was deleted vide MCA notification dated March 05, 2021.

DETAILS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The company has taken adequate measures for conservation of energy, technology absorption.
Foreign Exchange Earnings/ Outgo

Rs. in lacs

Earnings	nil
Outgo	19666.47

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

Except as mentioned above, there are no material changes and commitments, affecting the financial position of the Company.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNALS

Please refer the comments provided under the heading Commencement of CIRP.

CHANGE IN NATURE OF BUSINESS

During the year under review, there was no change in nature of business of the Company.

INTERNAL CONTROLS AND ITS ADEQUACY

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, the Board is of the opinion that the Company's internal financial controls are adequate and operating effectively. The internal financial controls are commensurate with the size and nature of business of the Company.

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

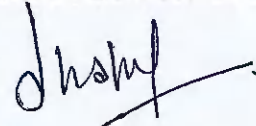
The Company has in place a policy on Prevention of Sexual Harassment at Workplace (i.e. Anti Sexual Harassment Policy) in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. A committee viz. 'Complaints Committee for Redressal of Sexual Harassment Complaints' (i.e. Internal Complaints Committee) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. Your Directors further state that during the year under review, there were no complaints/cases filed before the Committee, pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

ACKNOWLEDGEMENT

Your Directors place on record their appreciation for employees at all levels, who have contributed to the growth and performance of your Company.

Your Directors also thank the clients, vendors, bankers, shareholders and advisers of the Company for their continued support. Furthermore, your Directors also thank the Central and State Governments, and other statutory authorities for their continued support.

For and on behalf of the Board of Directors



Seetharam N Shetty
Executive Director
(DIN: 07962778)

Place : Mumbai
Date : 17th March, 2022

Sunil D. Jaithwar
B.Com., F.C.A.



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INDEPENDENT AUDITORS' REPORT

To the Members of JBP PETROCHEMICALS LIMITED

Report on the Ind AS Financial Statements

Qualified Opinion

We have audited the Ind AS financial statements of **JBP PETROCHEMICALS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss, Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of Significant Accounting Policies and other explanatory information (hereinafter referred to 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 matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021 and its loss, changes in equity and its cash flows for the year ended on that date.

The Hon'ble National Company Law Tribunal ("NCLT"), Ahmedabad Bench, admitted petition for initiation of Corporate Insolvency Process ("CIRP") u/s 7 of the Insolvency and Bankruptcy Code, 2016 ("the Code") filed by financial creditors vide order no. CP (IB) 232-AHM/2018, IA-496 of 2019



& CP IB-226/AHM/2019 delivered on 28th January 2022 and appointed an Interim Resolution Professional ("IRP") to manage affairs of the Holding Company in accordance with the provisions of Code. In view of pendency of the CIRP the management of affairs of the Company and power of Board of Directors are now vested with IRP. This Financial Statements have been prepared by the management of the Company and Certified by Mr. Seetharaman Shetty and Mrs Ujjwala Apte Directors and acknowledged by IRP Mr. Sundaresh Bhat, in his administrative capacity as the IRP of the Corporate Debtor. It is to be noted that the responsibility to compile the financial statements of the company remains with the erstwhile / suspended Board of Directors till the financial year ended 31st March 2021.

Basis for Qualified Opinion

1. We draw attention to Note No.11 to the financial statements, which indicates that the Company incurred total comprehensive loss of Rs.113543.64 Lakhs upto the year ended March 31, 2021 and as of that date the Company's adjusted current liabilities exceeded its total assets by Rs. 39320.53 Lakhs As stated in Note No 34, these events or conditions, along with other matters as set forth in the above points, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The financial statement do not adequately disclose this matter.

2. As mentioned in Note No. 24 to the financial statements, Other Financial Liabilities the Company is under the obligation to pay the following:

i. The Company has not recognized the interest liability on loan from JBF Industries Ltd amounting to Rs 9548 Lakhs (PY Rs. 9653.75 lakhs) and /accumulated interest of Rs.34415.62 lakhs as on 31st, March 2021 (PY Rs.24867.62 lakhs) and the interest liability on loan from Vaidie



Resources Pvt Ltd amounting to Rs.508.03 lakhs (PY Rs. 431.90 lakhs) in the financial statements and to that extent the loss in Profit and Loss

account is understated and amount payable/due to related parties is understated in the accounts under review.

ii. The company has not booked the Guarantee fees on Corporate Guarantee given by JBF Industries Ltd amounting to Rs. 3,016.07 lakhs as on 31st, March 2021 (PY Rs. 3016.07 lakhs) in the financial statements and to that extent the loss in Profit and Loss account is understated and current financial liabilities is understated in the accounts under review.

iii. The company has also not provided for the management fees payable to the lenders amounting to Rs. 2343.67 Lakhs as on 31st March 2021 (PY Rs. 2187.80 lakhs) in the financial statements and to that extent the loss in Profit and Loss account is understated and current financial liabilities is understated in the accounts under review.

iv. The company has not provided for the Upfront Fees and Interest on Bank Guarantee payable to KKR India Financial Services Private in the financial statements and to that extent the loss in Profit and Loss account is understated and current financial liabilities is understated in the accounts under review.

3. The company has not recognized the penalty amount payable for delay payment of TDS and for non-filing of TDS return. To that extent the loss in profit & loss account is understated in the accounts under review. The total amount of TDS due as on 31st March 2021 is Rs. 270.33 Lakhs (P.Y. Rs. 253.16 Lakhs)

4. The Company has adjusted Retained earnings by providing for a Loss in Foreign Exchange of Rs 102.33 Lakhs and Reversal of expenses of Rs 18.90 lakhs against Finance Lease Obligation of Previous years.



5. Note 15 with regards to some of the balances under non-current assets, borrowings and other financial liabilities are subject to confirmations and reconciliations and in the opinion of the management

have a value on realisation in the ordinary course of the business, at least equal to the amount at which they are stated and with regard to borrowings and other financial liabilities there are no material impact on the financials.

6. As per Indian Accounting Standard 36 on Impairment of Assets, the Company is required to determine impairment in respect of fixed assets as per the methodology prescribed under the said Standard. However, the Management of the Company has not done impairment testing for the reasons explained in note no. 33 to the financial statements.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and 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 qualified opinion.



MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

As mentioned in Note 1 to the financial statements, the Company has been referred to National Company Law Tribunal under the Insolvency and Bankruptcy Code, 2016 (the Code). The Company had done Trial run in 2017 and thereafter was unable to start the commercial operation inspite of incurring expenditure. The Company has not been able to maintain the plant and there is considerable decline in Value of plant of the Company and net worth of the Company as on the reporting date is almost eroded and it continues to incur losses. Since Corporate Insolvency Resolution Process (CIRP) is currently in progress, as per the Code, it is required that the Company be managed as a going concern during CIRP. Accordingly, the financial statements are continued to be prepared on going concern basis. However, there exists a material uncertainty about the ability of the Company to continue as a "Going Concern". The same is dependent upon the resolution plan to be approved by the Hon'ble National Company Law Tribunal. The appropriateness of the preparation of financial statements on going concern basis is critically dependent upon CIRP as specified in the Code. Necessary adjustments required on the carrying amount of assets and liabilities are not ascertainable at this stage.

Emphasis of Matter

We draw attention to Note 1 in respect of the Company being admitted into corporate insolvency resolution process by an order of the Hon'ble National Company Law Tribunal, Ahmedabad Bench ('NCLT') dated 28 January 2022 (order copy made available on 2 February 2022) under the provisions of the Insolvency and Bankruptcy Code, 2016 ('IB Code'). As per the written representation the plant of the Company is not 100% complete and its under CWIP stage and needs additional capex to



commission ~~commercial~~ operations. The gestation period to commence commercial production cannot be estimated as of now.

i) As per the records available, we have observed that the secured lenders have invoked the pledge on 51% shares but have not given any credit for consideration in the loan amount. Due to pending clarity on the mention of transfer and adjustment of loan, we are unable to comment on the liability under the relevant loan agreement. However, for the purpose of notes to the accounts, the liability is considered for the entire loan amount.

ii) Note 30 to the financial statements, as regards the management's evaluation of COVID-19 impact on the future performance of the company.

Our opinion is not modified in respect of these matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1.	<p>Taxation and Legal matters- Refer note. 1 and note 25.</p> <p>There are a number of legal, and tax cases against the</p>	<p><u>Principal Audit Procedures:</u> We used our expertise to gain an understanding of the current status of the cases and monitored changes in</p>



Sr. No.	Key Audit Matter	Auditor's Response
	<p>Company. There is a high level of judgment required in estimating the level of provisioning required.</p>	<p>the disputes by reading relevant documents received by the Company, to establish that the provisions had been appropriately adjusted to reflect the latest external developments.</p> <p>For legal, regulatory and tax matters our procedures included the following:</p> <ul style="list-style-type: none"> • testing key controls surrounding litigation, regulatory and tax procedures; • performing substantive procedures on the underlying calculations supporting the provisions recorded; • where relevant, reading external legal opinions obtained by the management; • discussing open matters with the Companies litigation, regulatory and tax teams; • assessing management's conclusions through understanding precedents set in similar cases; and <p>Based on the evidence obtained, while noting the inherent uncertainty with such legal and tax matters, we determined the level of provisioning as</p>



Sr. No.	Key Audit Matter	Auditor's Response
		at March 31, 2021 to be appropriate. We validated the completeness and appropriateness of the related disclosures through assessing that the disclosure of the uncertainties in note 39 of the financial statements was sufficient.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report,

Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.



If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements:

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation and presentation of the 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 prescribed under Section 133 of the Act read with relevant rules issued there under. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has



adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the 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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters.

We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

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 and except for the effects, if any, of the matters described in the basis for qualified opinion paragraph, we give in the 'ANNEXURE A' a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, 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.

(b) Except for the effects, if any, of the matters described in the basis for qualified opinion, 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, Statement of Profit and Loss, the Statement of Cash Flows and Statement of Changes in Equity 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 specified under Section 133 of the Act, except for the effects, if any, of the matters described in the basis for qualified opinion paragraph.

(e) The matter described under the basis for qualified opinion paragraph above, in our opinion, may have an adverse effect on functioning of the Company and on the amounts disclosed in financial statements of the Company;

(f) On the basis of the written representations received from the directors as on March 31, 2021 and taken on record by the Monitoring Committee, none of the directors are disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164(2) of the Act.

(g) With respect to the adequacy of the Internal Financial Controls with reference to Financial Statements of the Company, and the operating effectiveness of such controls, refer to our separate Report in "Annexure B", the Company has, in all material respects, an adequate internal financial controls system; and



(h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended in our opinion and to the best of our information and

according to the explanations given to us, the Company has not paid any remuneration to its directors during the year.

(i) With respect to the other matters to be included in the Auditors' 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 Ind AS financial statements (Refer note no. 25 (i) to the Ind AS Financial Statements);

ii. The Company did not have any long-term contracts (except for those disclosed under contingent liability) including derivative contracts as at March 31, 2021 for which there were any material foreseeable losses; and

iii. The Company has not declared any dividends either in the current year or during any of the previous years and therefore transferring of the amounts in the Investor Education and Protection Fund by the Company does not arise.

**For S.D Jaithwar & Co.
Chartered Accountants
Firm Registration No. 103996W**



**Proprietor
M. No. 41315
UDIN: 22041315AFJIDT8962
Place : Mumbai
Date : 17th March , 2022**

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date

i. a. The Company has maintained proper records showing full particulars, including quantitative details and situation of the fixed assets.

b. According to the information and explanations given to us, physical verification of major portion of fixed assets was not conducted by the management during the year, therefore we are unable to comment on any damaged, obsolete items, scrap stock and/or disposal of any fixed Assets and its impact on Financial Statements.

c. According to the information and explanations given to us, the records examined by us and based on the examination of mortgage deeds provided to us, we report that, the title deeds of all immovable properties of land and buildings which are freehold are held in the name of the Company as at balance sheet date. In respect of immovable properties of land and buildings that have been taken on lease and disclosed as fixed assets in the Ind AS financial statements, the lease agreements are in the name of the Company.

ii. As per the information furnished, the inventories have not been physically verified during the year by the management, hence we are unable to comment on deterioration, damage and/or disposal of such Inventories and its impact on Financial statements.

iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section



189 of the Companies Act and thus, paragraph 3(iii) of the Order is not applicable.

iv. According to the information and explanations given to us, the Company had not granted any loans or provided any guarantees under Sec 185 and neither had any investments during the year and therefore compliance in respect to provisions of Section 185 and 186 of the Companies Act, 2013 may not be applicable to the Company.

v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public in accordance with the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, the provision of Clause 3(v) of the Order is not applicable to the Company. According to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal.

vi. The Central Government has prescribed the maintenance of cost records under section 148(1) of the Act, for the Company. However, maintenance of Cost Records is not applicable to the company.

vii. a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not been regular in depositing undisputed statutory dues including Provident fund, Employees State Insurance, Income-Tax, Goods and Service Tax, professional Tax and other material statutory dues applicable to it to the appropriate authorities

According to the information and explanations given to us, the undisputed amounts payable in respect of Provident fund, Employees State Insurance, Income-Tax, Goods and Service Tax, professional Tax TDS and other material statutory dues were in arrears as at March 31,



2021 for a period more than six months from the date they become payable. The cumulative amount of such liability was Rs 515.31 lakhs.

b. According to the records of the Company, and information and explanations given to us there are no dues of income tax, sales tax, service tax, customs duty, excise duty, value added tax as on 31st March 2021 which has not been deposited on account of disputes and are pending.

viii. As per the information and explanations given to us and based on our audit, the Company has defaulted in repayment of dues to a financial institution or bank. The details are as follows -

(Rs. In lakhs)

Name of Bank	Nature	Amount Due
BOB DUBAI ECB LOAN	Principle	40804.73
EXIM Bank ECB Loan	Principle	48892.98
UBI FCTL	Principle	24643.21
IOB FCTL	Principle	40803.25
IDBI ECB LOAN	Principle	18403.62
INTEREST ACCRUED & DUE ON ABOVE	Interest	72917.85

*The exchange rate for all above stated amount is closing rate of 31st March 2021, i.e., 1 USD= 73.1661.

ix. The Company has not raised any money by way of initial public offer or by further public offer (including debt instruments). Further in our opinion and according to the information and the explanations given to us, the term loans availed by the Company were, prima facie, applied by the Company during the year for the purposes for which the loans were obtained.



x. According to the information and explanations given to us and based on records examined by us we are of the opinion that company has not raised any funds during the year by way of term loans. The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year.

xi. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

xii. According to the information and explanations given to us and based on our examination of the records, we report that the Company has not paid/provided managerial remuneration during the year.

xiii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, the provisions of Clause 3(xii) of the Order are not applicable to the Company.

xiv. In our opinion and according to the information and the explanations given to us, the transactions with the related parties were in compliance with Sec 177 and 188 of the Companies Act and the details of the same have been disclosed in Note 29 of the Financial Statements. The details of such related party transactions have been disclosed in the Ind AS financial statements as required under Indian Accounting Standard (Ind AS) 24, 'Related Party Disclosures' specified under Section 133 of the Act.

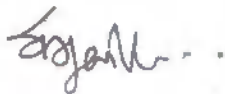
xv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review under section 42 of the Companies Act, 2013 and therefore paragraph 3(xiv) of the Order is not applicable to the Company.



xvi. According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with directors or persons connected with them as prescribed under section 192 of the Act. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.

xvii. According to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

**For S.D Jaithwar & Co.
Chartered Accountants
Firm Registration No. i03996W**



**Proprietor
M. No. 41315
UDIN: 22041315AFJIDT8962
Pisce : Mumbai
Date : 17th March , 2022**

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 over financial reporting of **JBF PETROCHEMICALS LIMITED** ("the Company") as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note 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. These Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

Because of the matter described in main paragraphs and Notes to the accounts, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls system over financial reporting of the Company

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally



accepted ~~accounting~~ principles, and that receipts and expenditures of the company are ~~being made~~ only in accordance with authorizations of Management ~~under the~~ directors of the company; and (3) provide reasonable ~~assurance~~ regarding prevention or timely detection of unauthorized ~~acquisition~~, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper Management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Basis for Qualified Opinion

Because of the cumulative effect of the reasons described in the Basis for Qualified opinion paragraph of our main report, it can be concluded that the Company has not established adequate internal financial controls and that whatever financial controls have been established were not operating effectively. While reference may be made to the aforesaid Paragraph, amongst others, the following significant aspects of material weaknesses in internal control system are particularly noteworthy:

- The confirmations of balances of secured loans, trade receivables, trade and other payables are not being taken.
- The Company had not made any assessment of impairment of fixed assets, loans and advances and other assets as at the balance sheet date.

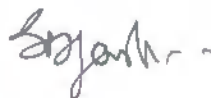


- The Company's ~~internal~~ financial control with regard to compliance with the applicable ~~Indian~~ Accounting Standards and evaluation of carrying values of ~~assets~~ and liabilities and other matters, as explained in the basis for ~~qualified~~ opinion of our main report, resulting in the Company not providing for adjustments, which are required to be made, to the financial statements.
- With respect to the operations of the Company prior to the commencement of the CIRP, the internal controls could not be tested and therefore we are unable to comment on the same.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial statements, such that there is a reasonable possibility that a material misstatement of the Company's financial statements will not be prevented or detected on a timely basis.

Because of the significance of the matters described in the Basis for Qualified Opinion paragraph above, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at 31 March, 2021. Accordingly, we do not express an opinion on the Company's internal financial controls over financial reporting.

**For S.D Jaithwar & Co.
Chartered Accountants
Firm Registration No. 103996W**



**Proprietor
M. No. 41315
UDIN: 22041315AFJIDTS962
Place : Mumhai
Date : 17th March , 2022**

JBF PETROCHEMICALS LIMITED
CIN : U24290DH2008PLC000287
BALANCE SHEET AS AT 31ST MARCH, 2021

(Rs. in Lakhs)

Particulars	Note No.	As at 31st March, 2021	As at 31st March, 2020
I. ASSETS			
(1) Non-current Assets			
(a) Property, Plant and Equipment	2	15,403.81	15,448.27
(b) Capital Work in Progress	2	5,67,900.03	5,52,537.57
(c) Other Intangible Assets	2	1.14	1.14
(d) Other Non-current Assets	3	725.88	2,018.11
(e) Current Tax Assets (Net)	4	423.77	415.72
		5,84,454.63	5,70,420.80
(2) Current Assets			
(a) Inventories	5	19.90	1,935.13
(b) Financial Assets			
(i) Trade Receivable	6	628.84	-
(ii) Cash and Cash Equivalents	7	1,385.01	1,552.94
(iii) Others	8	39.92	33.72
(c) Other Current Assets	9	2,865.23	595.76
		4,938.90	4,117.55
TOTAL ASSETS		5,89,393.52	5,74,538.35
II. EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	10	1,08,664.17	1,08,664.17
(b) Other equity	11	(1,08,828.41)	(80,241.26)
		(164.24)	28,422.91
Liabilities			
(1) Non-current Liabilities			
(a) Financial liabilities			
(i) Borrowings		-	-
(ii) Other Financial Liabilities	12	967.49	818.87
(b) Provisions	13	159.61	132.47
		1,127.10	951.34
(2) Current Liabilities			
(a) Financial liabilities			
(i) Borrowings	14	1,01,251.12	1,03,079.60
(ii) Trade Payables			
- Dues to micro and small enterprises		-	-
- Dues to Others		-	-
(iii) Other Financial Liabilities	15	4,86,334.68	4,39,369.24
(b) Other Current Liabilities	16	835.58	2,707.87
(c) Provisions	17	9.28	7.40
		5,88,430.68	5,45,164.10
TOTAL EQUITY AND LIABILITIES		5,89,393.52	5,74,538.35

Significant accounting policies and notes to Standalone financial statements

1 to 35

As per our report of even date

For S.D. Jaithwar & CO.

Chartered Accountants

(Firm Registration No. 103996W)

SUNIL
DAULATRAM
JAITHWAR

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Date: 2022.03.22
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Sunil D Jaithwar

Proprietor

Membership No. 041315

UDIN : 22041315AFJIDT8962

Place : Mumbai

Date : March 17th, 2022

For and on behalf of the Board of Directors

SEETHARAM
NARAYANA
SHETTY

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SEETHARAM
NARAYANA SHETTY
Date: 2022.03.22
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Ujjwala
Girish Apte

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Ujjwala Girish Apte
Date: 2022.03.22
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S. N. Shetty
Director
Din : 07962778

Ujjwala Apte
Director
Din : 00403378

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2021

A) Equity Share Capital

Particular	(Rs. In lakhs)	
	As at 31st March, 2021	As at 31st March, 2020
Balance at the beginning of the reporting year	1,08,664.17	1,08,664.17
Changes in Equity Share Capital during the year	-	-
Balance at the end of the reporting year	<u>1,08,664.17</u>	<u>1,08,664.17</u>

B) Other Equity

Particulars	(Rs. In lakhs)						
	Capital Reserve	Capital Redemption Reserve	Securities Premium Reserve	General Reserve	Debenture Redemption Reserve	Retained Earnings	Total Equity attributable to equity holders of the Company
Balance as at 1st April, 2020	-	-	4,715.24	-	-	(41,569.82)	(36,854.58)
Addition/Reduction during the Year							
Profit / (Loss) for the Year	-	-	-	-	-	(43,386.69)	(43,388.89)
Balance as at 31 March 2021	-	-	<u>4,715.24</u>	-	-	<u>(84,956.51)</u>	<u>(80,241.26)</u>
Addition/Reduction during the Year							
Adj : Previous Year Adjustment against Lease Obligation	-	-	-	-	-	18.90	18.90
Adj: Previous Year Adjustment against Forex Exchange Loss	-	-	-	-	-	(102.33)	-102.33
Profit / (Loss) for the Year	-	-	-	-	-	(28,503.71)	(28,503.71)
Balance as at 31 March 2021	-	-	<u>4,715.24</u>	-	-	<u>(1,13,543.64)</u>	<u>(1,08,828.39)</u>

As per our report of even date

For and on behalf of the Board

For S.D. Jaithwar & CO.
Chartered Accountants
(Firm Registration No. 103996W)

SUNIL DAULATRAM
JAITHWAR

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Date: 2022.03.22 17:58:49 +05'30'

Sunil D Jaithwar
Proprietor
Membership No. 041315



SEETHARAM
NARAYANA
SHETTY

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Date: 2022.03.22 17:53:36 +05'30'

S. N. Shetty
Director
Din : 07962778

Ujjwala
Girish Apte

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Date: 2022.03.22 17:53:33 +05'30'

Ujjwala Apte
Director
Din : 00403378

UDIN : 22041315AFJIDT8962
Place: Mumbai
Date: March 17th, 2022

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR EHDED 31ST MARCH, 2021

Note 1

(A) CORPORATE INFORMATION

JBF PETROCHEMICALS LIMITED ('the company') is a limited company incorporated and domiciled in India. The registered office is located at Survey No 273, Village Athola Silvassa- 396230, India. The Company is coming up with the PTA Plant, having a capacity of 1.25 million tonnes per annum, in SEZ Mangaioire. The Company plans to produce PTA using BP Technology, to make the group self sufficient in meeting its PTA requirements.

The financial statements of the company for the year ended 31st March, 2021 were authorised by Suspended Board of Directors on 22nd March 2022.

Corporate insolvency Resolution Process ("CIRP") has been initiated in case of the Company vide an order no. CP (IB) 232-AHM/2018, IA-496 of 2019 & CP iB-226/AHM/2019 delivered on 28th January 2022 of Hon'ble National Company Law Tribunal ("NCLT"), Ahmedabad Bench under the Provisions of the Insolvency and Bankruptcy Code, 2016 (the Code). Pursuant to the order, the management of affairs of the Company and powers of board of directors of the Company are now vested with the Interim Resolution Professional ("IRP") who is appointed by the Committee of Creditors ("CoC"). These financial statements have been prepared by the management of the Company and certified by This Financial Statements have been prepared by the management of the Company and Certified by Mr. Seetharaman Shetty and Mrs Ujjwala Apte Directors and approved by IRP Mr. Sundaresh Bhat.

(B) BASIS OF PREPARATION

Ministry of Corporate Affairs notified roadmap to implement indian Accounting Standards ("Ind AS") under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standard) (Amendment) Rules, 2016. As per the said roadmap, the company is required to apply Ind AS starting from financial year beginning on or after 1st April 2016. The company has adopted Ind AS From the financial year beginning 1st April 2016 with 1st April, 2015 as the date of transition. Accordingly the financial statements of the Company have been prepared in accordance with the Ind AS.

For all periods up to and including the year ended 31st March 2016, the company prepared its financial statements in accordance with the Accounting Standards notified under the section 133 of the companies Act 2013, read together with Companies (Accounts) Rules 2014 (indian GAAP). For the financial year ended 31st March 2017, company has for the first time prepared the Financial statements in accordance with Ind AS.

The financial year statements have been prepared on a historical cost basis, except for certain financial assets and liabilities which have been measured at fair value.

The financial statement are presented in Indian Rupees ("INR") and all values are to the nearest Laos, except otherwise indicated.

(C) SIGNIFICANT ACCOUNTING POLICIES

1. Property, Plant and Equipment :

Property, plant and equipment are started at original cost net of tax/duty credit availed, less accumulated depreciation. Cost includes expenditure that is attributable to the acquisition of assets/ items.

Internally manufactured property, plant and equipment are capitalised at cost.

Capital work-in-progress include cost of property, plant and equipment under installation/under development as at the balance sheet date.

Property, plant and equipment are eliminated from financial statements, either on disposal or when retired from active use. Losses arising in the case of retirement of property, plant and equipment and gains or losses arising from disposal of property, plant and equipment are recognised in the statement of profit and loss in the year of occurrence.

The assets residual values useful lives and methods of depreciation are reviewed at each financial year end and adjusted prospectively if appropriate.

Depreciation on the property plant and equipment is provided over the useful life of assets as specified in Schedule II to the Companies Act 2013, succeeding to the month of addition. Property, plant and equipment which are added / disposed off during the year, depreciation is provided on prorata basis with reference to the month of addition / deletion.

The useful lives of the property, plant and equipment are as follows :

- * Building- 60 Years
- * Plant and Machinery - 15 Years
- * Furniture and Fixtures/ Electrical Installation - 10 Years
- * Vehicles- 8 Years
- * Equipments - 5 Years
- * Leasehold Land - 49 years

Leased Assets

Leased lands are amortised over the period of lease, starting from the date of production. Building constructed on leasehold land are depreciated based on the useful life specified in Schedule II to the Company Act, 2013 where the lease period of the land is beyond the life of the building. In other case building constructed on leasehold lands are amortised over the primary lease period of the lands.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

2. Intangible Assets

Intangible assets are recognised when it is probable that the future economic benefit that are attributable to the assets still flow to the company and the cost of the assets can be measured reliably. Internally generated intangible excluding capitalised development costs are not capitalised and the expenditure is reflected in profit and loss in the period in which the expenditure is incurred. The useful lives of intangible assets are assessed as either finite or indefinite. The amortisation period and the amortisation for an intangible assets with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of assumption of future economic benefit embodied in the assets are considered to modify the amortisation period or method as appropriate and are treated as changes in accounting estimates. Intangible assets with finite lives are amortised over the useful economic life.

Intangible assets are amortised as follow :

Specialised Software : over a period of five to six years.

3. Inventories:

Inventories are carried in the balance sheet as follows :

(a) Raw Material , Packing Material , Stores and Spares : at lower of cost on FIFO basis and net realisable value

(b) Work-in-progress: at lower of cost of material, plus appropriate production overhead and net realisable value

(c) Finished Goods: at lower cost of material plus appropriate production overheads, and net realisable value

The cost of inventories have been computed to include all cost of purchase , cost of conversion and other related costs incurred in bringing the inventories to their present location and condition. Slow and Non-moving material , obsolescence, defective inventories are duly provided for and value at net realisable value . Goods and materials in transit are valued at actual cost incurred upto the date of balance sheet, material and supplies held for use in the production of inventories are not written down if the finished products in which they will be used are expected to be sold at or above cost.

4. Cash and Cash Equivalents :

Cash and Cash Equivalents comprise cash on hand, demand deposit with banks which are short- term, highly liquid investment that are readily convertible into known amount of cash and which are subject to insignificant risk of changes in value.

5. Foreign currency transaction :

The company financial statement are presented in INR which is also the Company's functional currency.

Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction. At each balance sheet date, foreign currency monetary items are reported using the closing exchange rate. Non-monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction. Fluctuation arising on account of reporting of long term monetary liabilities as on the balance sheet date has been dealt in with the IND AS. The exchange difference in respect to loans borrowed on or before 31st March, 2016 has been capitalized whereas the ones taken after 31st March, 2016 have been shown under the Profit and Loss.

6. Interest Income

Interest Income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

7. Employee Benefits :

All employee benefit payable wholly within twelve months rendering services are classified as short term employee benefits. Benefits such as salaries, wages, short term compensated absences performance incentives etc, and the expected cost of bonus ex-gratia are recognised during the period in which the employee renders related service.

Payment to defined contribution retirement benefit plans are recognised as an expense when employee have rendered the service entitling them to the contribution.

Leave Encashment being a short term benefit is accounted for using the projected unit method, on the basis of actuarial valuations carried out by the third party actuaries at each Balance Sheet date.

The cost of providing gratuity, the defined benefit plan, is determined using the projected unit credit method with actuarial valuations being carried out at each balance sheet date using projected unit credit method. Costs such as service costs, past services costs gain and loss on curtailments and non-routine settlements and net interest expense or income are accounted in the statement of profit and loss.

8. Borrowing Cost

(a) Borrowings costs that are attributable to the acquisition, construction or production of a qualifying assets are capitalised as a part of the cost of such assets till such time that assets is ready for its intended use or sale . A qualifying assets is an assets that necessarily requires a substantial period of time (generally over twelve months) to get ready for its intended use or sale. At present all the borrowings taken are meant for such qualifying assets only.

(b) All other borrowing cost are recognised as expense in the period in which they are incurred.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

9. Leases

The determination of whether an agreement is, or contains a lease is based on the substance of the arrangement at the inception date, whether fulfilment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the assets even if that right is not explicitly specified in an arrangement.

Finance leases that transfer substantially all the risks and benefits incidental to ownership of the leased item, are capitalised at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and a reduction in the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised as finance costs in the statement of profit and loss.

A leased assets is depreciated over the useful life of the asset. However if there is no reasonable certainty that the company will obtain ownership by the end of the lease term, the assets is depreciated over the shorter of the estimated useful life of the assets and the lease term.

Assets acquired on lease where a significant portion of the risks and rewards of ownership are retained by lessor are classified as operating leases. lease rentals are charged to the statement of profit and loss on straight line basis.

10. Earning per share

Basic earning per share is calculated by dividing the profit from continuing operations and total profit, both attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the period.

11. Taxes on income

Tax on income for the current period is determined on the basis of estimated taxable Income and tax credit computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Current income relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss. management periodically evaluates positions taken in the tax return with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liability and their carrying amount for financial reporting purposes at the reporting date.

The carrying amount of deferred tax assets is reviewed at each reporting date reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax to be recovered.

Deferred tax assets and liability are measured at the tax rate that are expected to apply in the year when the asset is realised or the liability is settled based on tax rate (and tax law) that have been enacted or substantively enacted at the reporting date. Liability is settled based on tax rate (and tax law) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss. Deferred tax item are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liability are offset if a legally enforceable right exists to set off current tax assets against current income tax liability and the deferred taxes relate to the same taxable entity and same taxation authority.

The break-up of the major components of the deferred tax assets and liability as at balance sheet date has been arrived at after setting off deferred tax assets and liability where the company have legally enforceable right to set-off assets against liability and where such assets and liability relate to tax on income levied by the same governing taxation laws.

12. Provisions, Contingent liability, Contingent assets and commitments

Provisions are recognised when the company has a present obligation (legal constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability, when discounting is used the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liability is disclosed in the case of :

- * a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- * a present obligation arising from past events, when no reliable estimate is possible;
- * a possible obligation arising from past events, unless the probability of outflow of resources is remote.

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liability, contingent assets and commitments are reviewed at each balance sheet date.

13. Current and Non-Current Classification

The company presents assets and liability in the balance sheet based on current/ non current classification

An assets is current when it is:

- * expected to be realised or intended to sold or consumed in normal operating cycle
- * held primarily for the purpose of trading
- * expected to be realised within twelve month after the reporting period
- * Cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non current.

A liability is current when:

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

Deferred tax assets / liability are classified as non-current .

All other liabilities are classified as non current.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

(D). SIGNIFICANT ACCOUNTING JUDGEMENT, ESTIMATES AND ASSUMPTIONS

The preparation of the company financial statement require management to make judgement, estimate and assumption that may affect the reported amount of revenues, expenses, assets and liabilities and the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Lease of equipment not in legal form of lease

Significant judgement is required to apply lease accounting rules under appendix C to Ind AS 17. determine whether an arrangement contains a "Lease" in assessing the applicability to arrangements entered into the company, management underlying assets, substance of the transaction including legally enforced arrangements and other significant terms and conditions of the arrangement to conclude whatever the arrangements meet the criteria under appendix C to Ind AS 17

Estimates and assumptions

The key assumption concerning the future and other key sources of estimation uncertainty at the reporting date , that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are described below. The company based its assumption and estimates on parameters available when the financial year are described below. The company based its assumption and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumption about future development however may change due to market changes or circumstances arising that are beyond the control of the company so changes are reflected in the assumptions when they occur.

Defined benefit plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumption that may differ from actual development in the future. These include the determination of the discount rate, future salary increases, mortality rate and attrition rate. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is sensitive to change in these assumption, all assumption are reviewed at each reporting date.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

Note 2 Property, Plant and Equipment

Tangible Assets

Description of Assets	Gross Carrying Value				Depreciation			Net Carrying Value	
	As at 1st April, 2020	Additions	Disposals/Transfer	As at 31st March, 2021	As at 1st April, 2020	For the Year	Disposals	As at 31st March, 2021	As at 31st March 2020
	14,750.33	51.18	-	14,801.51	-	-	-	14,801.51	14,750.33
Building	459.65	-	-	459.65	25.35	7.26	-	32.61	434.30
Plant and Equipment	66.05	-	-	66.05	21.75	6.28	-	28.03	44.30
Furniture and Fixtures	129.99	-	-	129.99	67.13	9.91	-	77.04	62.86
Vehicles	37.92	-	-	37.92	16.16	4.50	-	20.66	21.76
Office Equipment	315.11	-	-	315.11	219.05	52.13	-	271.18	96.06
Computer and Peripherals	192.35	-	-	192.35	153.69	15.55	-	169.24	38.66
Total	16,951.40	51.18	-	16,002.58	503.13	95.63	-	598.76	15,448.27

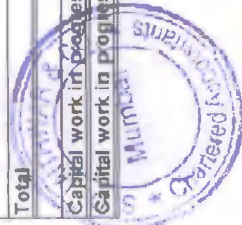
Description of Assets	Gross Carrying Value				Depreciation			Net Carrying Value	
	As at 1st April, 2019	Additions	Disposals/Transfer	As at 31st March, 2020	As at 1st April, 2019	For the Year	Disposals	As at 31st March, 2020	As at 31st March 2019
	14,750.33	-	-	14,750.33	-	-	-	14,750.33	14,750.33
Building	459.65	-	-	459.65	18.09	7.26	-	25.35	441.56
Plant and Equipment (refer note 1 below)	65.69	0.36	-	66.05	15.51	6.24	-	21.75	50.18
Furniture and Fixtures	129.99	-	-	129.99	56.93	10.20	-	67.13	73.06
Vehicles	37.92	-	-	37.92	11.66	4.50	-	16.16	26.26
Office Equipment	314.39	0.72	-	315.11	166.34	52.71	-	219.05	148.04
Computer and Peripherals	192.33	0.02	-	192.35	131.22	22.47	-	153.69	61.11
Total	15,950.30	1.10	-	15,951.40	399.75	103.38	-	503.13	15,550.54

Intangible Assets

Description of Assets	Gross Carrying Value				Amortisation			Net Carrying Value	
	As at 1st April, 2020	Additions	Disposals/Transfer	As at 31st March, 2021	As at 1st April, 2020	For the Year	Disposals	As at 31st March, 2021	As at 31st March 2020
	22.82	-	-	22.82	21.68	-	-	21.68	1.14
Computer Software	22.82	-	-	22.82	21.68	-	-	21.68	1.14
Total	22.83	-	-	22.82	21.68	-	-	21.68	1.14

Description of Assets	Gross Carrying Value				Amortisation			Net Carrying Value	
	As at 1st April, 2019	Additions	Disposals/Transfer	As at 31st March, 2020	As at 1st April, 2019	For the Year	Disposals	As at 31st March, 2020	As at 31st March 2019
	22.82	-	-	22.82	21.68	-	-	21.68	1.14
Computer Software	22.82	-	-	22.82	21.68	-	-	21.68	1.14
Total	22.82	-	-	22.82	21.68	-	-	21.68	1.14

Capital work in progress	5,52,537.57	-	-	5,52,537.57	5,52,537.57	-	-	5,52,537.57	5,52,537.57
Capital work in progress	5,55,886.85	-	-	5,52,537.57	5,52,537.57	-	-	5,52,537.57	5,55,886.85



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

Particulars	As at	Additions / Adjustment	As at	Additions / Adjustment	As at
	1st April, 2019		31st March, 2020		31st March, 2021
Employee Benefit Expenses	4,487.24	-	4,487.24	-	4,487.24
Staff Welfare Expenses	85.50	-	85.50	-	85.50
Tangible Fixed Assets (Incl material and civil work)	3,53,033.51	-50.61	3,52,982.90	-1,795.15	3,51,187.75
Intangible Fixed Assets (Software Licence)	130.10	-	130.10	-	130.10
Rent, Travelling & Conveyance	958.80	-94.47	864.33	94.48	958.81
Technology, License & Construction Related Fees	54,499.84	-	54,499.84	-	54,499.84
Legal & Professional Fees	16,507.13	-	16,507.13	-	16,507.13
Guarantee Fees	12,796.37	-	12,796.37	-	12,796.37
Borrowing cost (Net of Income)	66,491.48	92.56	66,584.04	119.32	66,703.36
Foreign Exchange Fluctuation	26,219.96	-3,297.15	22,922.79	16,943.80	39,866.59
Depreciation	351.52	-	351.52	-	351.52
Miscellaneous Expenses	20,325.39	0.39	20,325.78	-	20,325.78
Total	5,55,886.85	-3,349.28	5,52,537.57	15,362.46	5,67,900.01

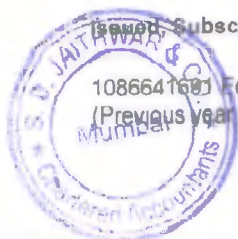
Notes:-

- 1) Land is leased out to the Company for 49 years, ending in 2060.
- 2) Depreciation Charged on Fixed Assets from financial year 2018-19 is taken to Profit & Loss account and all earlier years are carried forward under Capital Work in Progress, to be reasonably allocated over Various Property, Plant & Equipment
- 3) Pursuant to the enactment of the Companies Act, 2013, the Company applied the estimated useful life as specified in the Schedule II. Accordingly, the unamortised carrying value for the assets existing as on 1st April, 2014 is being depreciated/amortised over the revised remaining useful life of the respective asset and which is intum was being accumulated and carried forward under Capital Work In Progress till financial year 2017-18 and from financial year 2018-19 it is charged to Profit & Loss account, as stated in above point. There were no fixed assets whose useful life have expired as at 1st April, 2014.
- 4) The company has adopted Ind AS From the financial year beginning 1st April 2016 with 1st April, 2015 as the date of transition. Pursuant to the same, the leasehold land of the Company has been measured at the sum of Leasehold Premium and Present Value of Lease Rentals to be paid over the leasehold period. The entire leasehold land will be amortized over the remaining leasehold period from the date of Commercial Production by the Company.
- 5) The company is incurring expenditure for the ongoing project of Purified Terephthalic Acid (PTA), in Special Economic Zone, Mangalore. All the expenses whether revenue in nature or otherwise incurred for project period till 31st March 2018 are accumulated under the head "capital-work-in progress" and all revenue expenditures incurred from 1st April 2018 are charged to Profit & Loss account. The expenses capitalised till the financial year 2017-18 will be appropriately apportioned to the project and ultimately to respective fixed assets, on its commercial operations, on a reasonable and fair basis as per Ind AS-101 i.e. "Property, Plant and Equipments".
- 6) The net carrying value of tangible assets (including capital work in progress of Rs.5,67,900 Lakhs) and intangible assets as at 31st March 2021 is Rs.5,83,303.84 Lakhs and Rs.1.14 Lakhs, respectively. As explained above the Company is under CIRP and the IRP is required to invite submission of resolution plans from potential resolution applicants, which shall be put up for necessary approvals before the Committee of Creditor (CoC) and the NCLT. The CIRP is not yet concluded and hence, the final outcome is yet to be ascertained. The company has not taken into consideration any impact on the value of the tangible and intangible assets, if any, in preparation of Financial Statements as required by Ind-AS 10 on "Events after the reporting period". Further, the Company has also not made full assessment of impairment as required by Ind AS 36 on Impairment of Assets, if any, as at 31st March 2021 in the value of tangible and intangible assets.



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR EHDED 31ST MARCH, 2021

Particulars	(Rs. in Lakhs)	
	As at 31st March, 2021	As at 31st March, 2020
Note 3 Other Non-current Assets		
Unsecured, considered good Capital Advances	725.88	2,018.11
Total	725.88	2,018.11
Note 4 Current Tax Assets (Net)		
Advance Tax	423.77	415.72
Total	423.77	415.72
Note 5 Inventories		
Raw Materials	-	1,915.22
Colours and Chemicals	19.90	19.90
Total	19.90	1,935.13
5.1 For mode of Valuation of Inventories Refer Note No. 1(C)(3)		
Note 6 Trade Receivables		
Unsecured : Considered Good	628.84	-
Totsi	628.84	-
Note 7 Cash and Cash Equivalents		
Cash on hand	0.06	0.24
Balance with Bank In Current Accounts In Fixed Deposit	1,384.95	1,552.70
Totsi	1,385.01	1,552.94
Note 8 Current Financial Assets - Others		
Unsecured, considered good Advance to Staff Interest receivable	3.00 36.92	1.00 32.72
Totsi	39.92	33.72
Note 9 Other Current Assets		
Unsecured, considered good Balance with Statutory Authorities Prepaid Expenses Forex Gain Receivable Other Deposits	305.37 0.61 2,400.71 158.54	305.37 4.25 127.60 158.54
Total	2,865.23	595.76
Note 10 Equity Share Capital		
Authorised 1250000000 Equity shares of Rs10/- each (previous year 1250000000 Equity shares of Rs. 10/- each)	1,25,000.00	1,25,000.00
Total	1,25,000.00	1,25,000.00
Issued, Subscribed and fully paid-up		
1086641691 Equity shares of Rs.10/- each (Previous year 1086641691 Equity shares of Rs.10/- each) fully paid up	1,08,664.17	1,08,864.17
Total	1,08,664.17	1,08,864.17



10.1 Terms/rights attached to Equity shares:

The holders of equity shares of Rs.10 each are entitled to one vote per share. The equity shareholders are entitled to dividend only if dividend in a particular financial year is recommended by the Board of Directors and approved by the members at the annual general meeting of the year. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive out of the remaining assets of the company, after distribution of Preferential amounts if any. The distribution will be in proportion to the number of equity shares held by share holders.

10.2 Reconciliation of number of shares and amount outstanding at the beginning and end of the year

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares	Rs. in Lakhs	No. of Shares	Rs. in Lakhs
Shares outstanding at the beginning of the year	1,08,66,41,691	1,08,864.17	1,08,66,41,691	1,08,664.17
Shares outstanding at the end of the year	1,08,66,41,691	1,08,664.17	1,08,66,41,691	1,06,664.17

10.3 Terms/Rights, preferences and restrictions attached to equity shares

The Company has single class of equity shares. Each shareholders is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive remaining assets of the company, after distribution of all preferential amounts, in proportion to their shareholding.

10.4 Shareholders holding more than 5 percent shares in the Company

Name of Shareholder	As at 31st March, 2021		As at 31st March, 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
IDBI trusteeship services ltd	55,41,87,262	51%	55,41,87,262	51%
JBF Global Pte Ltd	53,24,54,429	49%	53,24,54,429	49%
Totals	1,08,66,41,691	100%	1,08,66,41,691	100%

JBF Petrochemicals Ltd was wholly owned subsidiary of JBF Global Pte Ltd. As per the loan agreement JBF Global Pte Ltd. has pledged 51% of its holding in JBF Petrochemicals Ltd in favour of Security trustee of IDBI led consortium bank. The said pledged shares were invoked in the year 2017-18 by IDBI led consortium through Security trustee (i.e. IDBI trusteeship services ltd). The company has represented that the transfer is made as security and does not provides the discharge of the loan liability. In the absence of any confirmation to the contrary of such representations, the accounts have been prepared disclosing the full loan liability along with interest without any change in liability on the loan and transfer of shares.

Particulars	(Rs. in Lakhs)	
	As at 31st March, 2021	As at 31st March, 2020

Note 11 Other Equity

Securities Premium Reserve		
As per last Balance Sheet	4,715.24	4,715.24
Retained Earnings		
As per last Balance Sheet	(84,956.51)	(41,569.82)
Adj: Last Year on account of lease transaction	18.90	-
Adj: Last Year on account of foreign exchange gain/loss	(102.33)	-
Less: Loss for the year	(28,503.71)	(43,386.69)
	(1,13,543.64)	(84,956.51)
Total	(1,08,828.41)	(80,241.26)

Note 12 Non-current Financial Liabilities - Others

Finance Lease Obligation	967.49	818.87
Total	967.49	818.87



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

- 12.1 The Company has entered into finance lease for land. The Company's obligations under finance leases are secured by the lessor's title to the leased assets. Future minimum lease payments under finance leases together with the present value of the net minimum lease payments are, as follows:

Particulars	(Rs. in Lakhs)			
	As at 31st March, 2021		As at 31st March, 2020	
	Minimum Lease Payments	Present Value of MLP	Minimum Lease Payments	Present Value of MLP
Within one year	99.20	90.18	94.47	85.89
After one year but not more than five years	396.79	285.86	472.37	325.57
More than five years	3,471.92	594.02	3,390.25	515.83
Total Minimum Lease Payments	3,967.91	970.06	3,957.09	927.29
Less amounts representing finance charges	2,997.85		3,029.80	
Present value of Minimum Lease Payments	970.06		927.29	

The Financial Lease obligation has been created with the current obligation under Other Financial Liabilities as Rs. 99.20 Lacs (PY Rs.94.47 Lacs) in Note No.15 and Long Term maturity of finance lease obligation under Borrowings is Rs.967.49 Lacs (Rs.818.87 Lacs) of FY 2019-20.

Particulars	(Rs. in Lakhs)	
	As at 31st March, 2021	As at 31st March, 2020
Gratuity (Unfunded) (Refer Note No.26)	88.80	75.43
Leave encashment (Unfunded) (Refer Note No.26)	70.81	57.04
Total	159.61	132.47

Note 13 Non-current Provisions

Gratuity (Unfunded) (Refer Note No.26)	88.80	75.43
Leave encashment (Unfunded) (Refer Note No.26)	70.81	57.04
Total	159.61	132.47

Note 14 Current Financial Liabilities - Borrowings

Unsecured		
From Financial Institutions	22,924.94	22,543.42
From Related Parties	78,019.60	80,441.18
From Director	66.58	-
From Others	240.00	95.00
Total	1,01,251.12	1,03,079.60

Note 15 Current Financial Liabilities - Other

Borrowing reclassified from Non-Current Borrowing pursuant to Ind AS -1*	3,39,180.41	3,24,653.72
Interest accrued and due	72,917.85	50,760.92
Creditors for Capital Goods	51,337.88	43,797.71
Interest Payable to JBF Industries Limited	5,275.00	5,275.00
Creditors for Others	136.25	150.50
Current Maturities of finance lease obligations	99.20	94.47
Salary Wages and Allowance	416.83	314.63
Guarantee Commission Payable	10,120.19	10,120.19
Others ^A	6,851.07	4,202.11
Total	4,86,334.68	4,39,369.24

- 15.1 There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund.

- 15.2 ^A Includes OD balance as per books Rs. 133.87 (PY Rs.131.38 lakhs) & others payables



15.3 *ECB/ FCTL

1) The above term loan from banks is part of the entire facility of USD 463.58 million (equivalent to INR 3391.80 Crores calculated at a conversion rate of Rs. 73.1661 per USD as on the Balance Sheet date). This is secured by first pari-passu mortgages on the Company's movable & immovable fixed assets situated at Mangalore and Valsad (Gujarat) together with all buildings and structures thereon to the extent permitted to be mortgaged and all plant and machinery either attached to the earth or permanently fastened to the earth for the ongoing greenfield project implementation at Mangalore including corporate guarantee by the ultimate holding company, i.e. JBF Industries Ltd.

2) USD 0.83 Million (PY USD 0.83 Million) is yet to be drawn in the form of FCTL as on 31st March, 2021

3) The company has obtained loans by way of ECB from lenders based on terms and conditions specified in the relevant agreement. Consequent to a default of signifying all the loans, the lenders have recalled the entire loan which the company has represented for restructuring in terms of the relevant guideline issued by Reserve Bank of India. The proposed restructuring plan involves a significant new investment, completion of the project and rescheduling the repayment obligation. The lenders have not approved the plan till the date of balance sheet and have made a reference to NCLT under relevant provision of law. The company has chosen to represent and arriving the balance sheet as on making the resolution proposal acceptable to the lenders.

4) Of the above of Rs.65447.94 lakhs are subject to confirmation from lenders.

5) The Company has defaulted in repayment of principal and interest payments. The period and amount of continuing default as on the Balance sheet date are as under:

Particulars	(Rs. in Lakhs)			
	As at 31st March, 2021		As at 31st March, 2020	
	Principal	Interest	Principal	Interest
Foreign currency loans (Secured)				
0-30 Days	-	-	-	-
31-90 Days	-	-	-	-
91-180 Days	-	-	-	-
Above 180 Days	3,39,180.41	72,917.85	3,24,653.72	50,760.92
Total	3,39,180.41	72,917.85	3,24,653.72	50,760.92

6) The above ECB/ FCTL loans are repayable in Foreign Currency.

15.4 Disclosure Under the Micro and Small Enterprises Development Act, 2006 are provided as under for the year 2020-21, to the extent the Company has received intimation from the "Suppliers" regarding their status under the Act;

Particulars	(Rs. in Lakhs)	
	As at 31st March, 2021	As at 31st March, 2020
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	2,701.74	2,701.74
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the previous accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) Interest provided earlier not payable as per the terms of approved resolution plan	-	-
(v) The amount of interest due and payable for the year	-	-
(vi) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vii) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

(The above information has been determined on the basis of information available with the Company.)

Note 16 Other Current Liabilities

Advance from Customers	-	1,758.14
Statutory Dues and Other Liabilities	835.58	949.73
Total	835.58	2,707.87

Note 17 Current Provisions

Gratuity (Unfunded) (Refer Note No.26)	6.69	5.87
Leave Salary (Unfunded) (Refer Note No.26)	2.59	1.52
Total	9.28	7.40



Note 24 In view of the proposed exercise of financial restructuring, the company is negotiating the dues payable in consultation with the lenders/creditors and in line with probable terms and conditions of the new funding required. Under this circumstances, the obligations to pay the dues may under go a change both in terms of quantum and timing of payment. Therefore the company has not recognised following obligations in books of accounts.

- 24.1** The Company therefore has not recognized the interest liability on loan from JBF Industries Ltd amounting to Rs 9548 Lakhs (PY Rs. 9853.75 lakhs) and accumulated interest of Rs.34415.62 lakhs as on 31st, March 2021 (PY Rs.24667.62 lakhs) and the interest liability on loan from Vaidic Resources Pvt Ltd amounting to Rs.508.03 lakhs (PY Rs. 431.90 lakhs) in the financial statements and to that extent the loss in Profit and Loss account is understated and amount payable/due to related parties is understated in the accounts under review.
- 24.2** In view of the above proposed exercise of financial restructuring, the company has not booked the Guarantee fees on Corporate Guarantee given by JBF Industries Ltd amounting to Rs. 3,016.07 lakhs as on 31st. March 2021 (PY Rs. 3016.07 lakhs) in the financial statements and to that extent the loss in Profit and Loss account is understated and current financial liabilities is understated in the accounts under review.
- 24.3** The company has also not provided for the management fees payable to the lenders amounting to Rs. 2343.67 Lakhs as on 31st March 2021 (PY Rs. 2187.60 lakhs) in the financial statements and to that extent the loss in Profit and Loss account is understated and current financial liabilities is understated in the accounts under review.
- 24.4** The company has not provided for the Upfront Fees and Interest on Bank Guarantee payable to KKR India Financial Services Private Limited amounting to Rs NIL as on 31st March 2021 (PY Rs.NIL) in the financial statements and to that extent the loss in Profit and Loss account is understated and current financial liabilities is understated in the accounts under review.

Note 25 Contingent Liabilities and Commitments

**25.1 Contingent Liabilities (to the extent not provided for)
Claims against the Company not acknowledged as debts**

Particulars	As at 31st March,2021	As at 31st March,2020
Other Money for Which the Company is contingently liable*		
(a) the carrying amount at the beginning	12,947.39	11,339.40
(b) additions made in the period	4,646.83	1,607.99
(c) Provisions made/reversal during the period	-	-
Carrying amount at the end of the year*	17,794.22	12,947.39

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR EHDED 31ST MARCH, 2021

*The company has not accounted for the amount payable to MSEZ Ltd including with the interest there on is amounting to Rs. 17008.81 (PY. Rs. 12161.97 Lakhs) in the financial statements and to that extent the loss in Profit and Loss account is understated in the accounts under review.

*The company has not accounted for the penal/overdue interest charged by ECL Finance Ltd. as this payment is under dispute, amounting to Rs.765.41 Lakhs (PY. Rs.785.41 Lakhs) in the financial statements and to that extent the loss in Profit and Loss account is understated in the accounts under review.

25.2 Commitments

Estimated amount of Contract remaining to be executed and not provided for (Net of advances)

Particulars	As at 31st March,2021	As at 31st March,2020
Property Plant & Equipment	12,401.00	12,401.00
Corporate Social Responsibility over the project Life	17,659.96	17,659.96
Total	30,060.96	30,060.96



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

Note 26 Employee Benefits

26.1 As per Ind AS 19 'Employee Benefits', the disclosure of Employee benefits as defined in the Ind AS are given below:

- (a) **Defined Contribution Plan:**
Contribution to Defined Contribution Plan, recognized as expense for the years are as under:

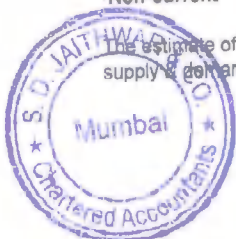
Particulars	(Rs. in lakh)	
	2020-21	2019-20
Benefits (Contribution to):	38.91	50.59
Provident Fund	2.70	3.01
Employee State Insurance Scheme	41.61	53.60
Total		

The contribution to provident fund is made to Employees' Provident Fund managed by Provident Fund Commissioner. The contribution towards ESIC made to Employees' State Insurance Corporation. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation.

- (b) **Defined Benefit Plan:**
The present value of Employees' Gratuity obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The leave encashment benefit in respect of the employee's accrued leave balance is payable on death whilst in service or on withdrawal from service due to resignation, termination or early retirement, or on retirement from service at normal retirement age of members.

Particulars	Gratuity (Unfunded) As at		Leave Encashment (Unfunded) As at	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
Actuarial Assumptions	Indian Assured Lives Ultimate Mortality (2012-14)		Indian Assured Lives Ultimate Mortality (2012-14)	
Mortality Table	5.00%	5.00%	5.00%	5.00%
Salary Growth	6.75%	6.75%	6.75%	6.75%
Discount Rate	1.00%	1.00%	1.00%	1.00%
Withdrawal Rates	60 Years	60 Years	60 Years	60 Years
Retirement Age				
Particulars	Gratuity (Unfunded)		Leave Encashment (Unfunded)	
	2020-21	2019-20	2020-21	2019-20
Change in present value of defined benefit obligation during the year				
Present value of defined obligation at the beginning of the year	81.31	63.08	58.56	53.22
Interest cost	4.26	4.89	3.95	4.12
Current service cost	17.42	18.51	16.24	3.37
Past service cost	-	-	-	-
Benefit paid	-	(1.87)	(0.89)	(2.89)
Net actuarial gain/ loss	-	(3.29)	(4.46)	0.72
Present value of defined benefit obligation at the end of the year	102.99	81.31	73.40	58.56
Expenses to be recognised in the statement of profit and loss for the year				
Current service cost	17.42	18.51	16.24	3.37
Interest cost on benefit obligation (Net)	4.26	4.89	3.95	4.12
Total expenses included in employee benefits expense	21.68	23.40	20.19	7.49
Recognised in other comprehensive income for the year				
Net actuarial gain/ loss	-	(3.29)	(4.46)	0.72
Return on plan assets excluding interest income	-	-	-	-
Recognised in other comprehensive income	-	(3.29)	(4.46)	0.72
Net liability recognised in the balance sheet				
Particulars	Gratuity (Unfunded) As at		Leave Encashment (Unfunded) As at	
	31.03.2021	31.03.2020	31.03.2021	31.03.2020
Present value of defined obligation at the end of the year	102.99	81.31	73.40	58.56
Less: Fair value of plan assets at the end of the year.	-	-	-	-
Net liability recognised in the balance sheet	102.99	81.31	73.40	58.56
-Current	6.69	5.87	2.59	1.52
-Non-current	96.30	75.44	70.81	57.04

The estimate of rate of escalation in Salary considered in actuarial valuation, takes into account inflation, seniority, promotion and other retirement factors including supply and demand in the employment market. The above information is certified by the actuary.



26.2 Sensitivity Analysis

Particulars	Changes in assumptions	Effect on Gratuity obligation
For the year ended 31st March, 2020		
Salary growth rate	+1%	11.24
	-1%	(9.34)
Discount rate	+1%	(9.12)
	-1%	11.16
For the year ended 31st March, 2021		
Salary growth rate	+1%	12.65
	-1%	(10.53)
Discount rate	+1%	(10.29)
	-1%	12.55

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. In presenting the above sensitivity analysis, the present value of defined benefit obligation has been calculated using the projected unit credit method at the end of reporting period, which is the same as that applied in calculating the defined obligation liability recognized in the balance sheet.

26.3 Risk exposures

Actuarial Risk

It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:

Interest Risk

The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.

Hedging Risk

No hedging of has been Noticed ab initio in respect of ECB/FCTL loans taken/ Repayable in Foreign Currency.

Longevity Risk

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.

Salary Risk

The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Variability in withdrawal rates:

If actual withdrawal rates are higher than assumed withdrawal rate than the Gratuity benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

Note 27 Disclosure regarding unhedged foreign currency exposure:

The year end foreign currency exposures that have not been hedged by a derivative instruments or otherwise are given below

Particulars	Currency	As at 31st March, 2021		As at 31st March, 2020	
		Amount in FC (in millions)	Amount in Rs lakhs	Amount in FC (in millions)	Amount in Rs lakhs
Loan Availed	USD	463.58	3,39,180.41	463.58	3,50,652.44
Interest Payable	USD	99.66	72,917.85	34.32	25,857.56
Creditors Payable	USD	1.35	985.03	1.35	1,014.67
Creditors Payable	EURO	0.49	420.14	0.49	406.25
Creditors Payable	JPY	0.28	1.85	0.28	1.96
Advances and Other Receivables	USD	1.41	1,033.25	1.78	1,341.55
Advances and Other Receivables	EURO	0.11	97.32	0.11	94.11

Note 28 Expenditure in foreign currency during the period on account of :

Particulars	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
Interest	19,666.47	25,857.56
Others	19,666.47	25,857.56



NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

In accordance with the requirements of IND AS 24, "Related Party Disclosures", name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported period, are as detail below:

Names of Related Party	Relation with the Company	Designation
JBF Industries Ltd	Enterprises over which the Key Managerial personnel & their relatives have significant influence	
JBF Global PTE Ltd	Enterprises over which the Key Managerial personnel & their relatives have significant influence	
JBF Rak LLC	Fellow Subsidiary	
JBF Bahrain S.P.C.	Fellow Subsidiary	
Mr. Bhagirath C. Arya	Key Management Personnel	Executive Chairman
Mr. S. N. Shetty	Key Management Personnel	Executive Director
Mrs. Ujjwala G. Apte	Key Management Personnel	Non-Executive Director
Vaidic Resources Pvt Ltd	Enterprises over which the Key Managerial personnel & their relatives have significant influence	

Related party transactions during the year are as under: (Rs in Lacs)

Sr. No.	Nature of Transaction	Holding Company (Incl. Ultimate Holding Company)		Enterprises over which the Key Managerial personnel & their relatives have significant influence		Key Managerial Personnel		Total
		2020-21	2019-20	2020-21	2019-20	2020-21	2019-20	
1	Loan & Advances							
	i) JBF Industries Ltd							
	a) Opening Balance	77,229.98	77,229.98	-	-	-	-	77,229.98
	b) Taken during the year	-	-	-	-	-	-	-
	c) Refunded/ Adjusted during the year	4,466.37	-	-	-	-	-	4,466.37
	d) Balance as at 31.03.2021	72,763.61	77,229.98	-	-	-	-	72,763.61
	ii) Vaidic Resources Pvt Ltd							
	a) Opening Balance	-	-	3,211.20	3,211.20	-	-	3,211.20
	b) Taken/ Adjustment during the year	-	-	2,044.80	-	-	-	2,044.80
	c) Refunded/ Adjusted during the year	-	-	-	-	-	-	-
	d) Balance as at 31.03.2021	-	-	5,256.00	3,211.20	-	-	5,256.00
	ii) B C Arya							
	a) Opening Balance	-	-	-	-	-	-	-
	b) Taken/ Adjustment during the year	-	-	-	-	66.58	-	66.58
	c) Refunded/ Adjusted during the year	-	-	-	-	-	-	-
	d) Balance as at 31.03.2021	-	-	-	-	66.58	-	66.58
2	Creditors for Capital Goods	628.69	628.69	-	-	-	-	628.69
3	Other payable	10,120.12	10,120.12	-	-	-	-	10,120.12
4	Interest Payable	5,275.00	5,275.00	-	-	-	-	5,275.00
5	Interest expense	-	-	-	-	-	-	-
6	Managerial Remuneration & Sitting Fees	-	-	-	-	-	-	-
7	KMP - Post employment benefits	-	-	-	-	-	-	-



Notes:-
 1) Creditors for Capital Goods represents amount payable to JBF Industries Limited
 2) Other Payable represents Guarantee Commission payable to JBF Industries Limited
 3) Interest Payable represents amount payable to JBF Industries Limited & Vaidic Resources Pvt Ltd

NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

Note 30 Impact of the COVID-19

(i) Impact of the COVID-19 pandemic on the business:

Consequent to the declaration of outbreak of Corona virus disease (COVID-19), a global pandemic, Government of India had declared lockdown on 24th March, 2020 and the Company was forced to temporarily suspend all the operations at its plant located at the Mangalore Special Economic Zone (MSEZ), Mangalore, Karnataka in compliance with the lockdown instructions issued by the Central and State Governments.

Subsequently, the lockdown impacted the normal operations of the Company by way of interruption in supply of basic utilities, disruption in power, non-availability of personnel etc. during the lockdown period which was extended by the local authorities.

(ii) Ability to maintain operations including the factories/units/office spaces functioning and closed down; Schedule, if any, for restarting the operations:

The plant is currently not in commercial production.

(iii) Steps taken to ensure smooth functioning of operations:

In order to ensure smooth functioning of plant operations, the Company is strictly adhering to the guidelines and directions issued by State and Central Government including the local administrative authority for maintaining the health and safety norms across all its locations including maintaining social distancing, compulsory use of face mask and hand sanitization etc.

(iv) Estimation of the future impact of COVID-19 on its operations:

The situation is still evolving and fluid and as a result it is difficult to guess as to how this pandemic will have an impact on the future operations of the Company. The Company is closely monitoring the emerging situation arising out of COVID-19 and subsequent restrictions imposed by the regulatory authorities.

It is not possible neither to foresee the duration of this pandemic, nor predict its course. Nevertheless, the Company is making every effort to ensure that the after effects are dealt with in the best possible way given the limited resources available at their disposal. In view of the prevailing uncertainty, no precise estimation can be made about the overall impact of this pandemic on the Company as a whole.

As you are aware, the plant is not commenced commercial production and the Management is preserving the plant with the best available options so as to ensure that the plant is adequately well maintained with the minimum personnel available at its disposal.

As per the prescribed guidelines from the Government of Karnataka, our office situated in Mangalore re-opened, by allowing minimum staff to work from office premises and rest were instructed to continue to work from home. Safety norms and precautions are strictly being followed at all locations, considering the risk of spread corona virus and also to keep it under control. Adequate data security measures and additional protocols have been introduced to ensure the safeguard of sensitive information of the Company and all its stakeholders.

Adequate steps are being taken to ensure effective Internal Financial Controls and various austerity measures are taken.

The Company shall keep its stakeholders well informed about any material developments that could have a significant impact in the future. As the current environment is very dynamic and resultant situation is evolving, the plant operations are highly influenced by the decisions taken by the Government and Regulators, from time to time. The Company and its management are taking all precautions and safety measures to ensure that the physical and mental health of its employees is not compromised in any way. Further, all necessary safety protocols have been activated to ensure the smooth working at the plant by strictly following the safety guidelines as issued by the local authorities from time to time.

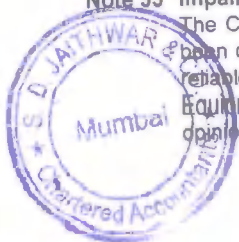
Note 31 Some of the balances under non-current assets, borrowings and other financial liabilities are subject to confirmations and reconciliations. In the opinion of management, the current assets and other non-current assets after necessary provisions / write offs have a value on realisation in the ordinary course of the business, at least equal to the amount at which they are stated and with regard to borrowings and other financial liabilities there are no material impact on the financials.; except reported otherwise.

Note 32 Taxation Laws(Amendment) Act, 2019

The Taxation Laws (Amendment) Act, 2019 was enacted on 11th December 2019. It amended the Income Tax Act, 1961 and the Finance Act (No. 2) Act, 2019. It provides domestic companies with an option to opt for a lower tax rate, provided they do not claim certain deductions. The Company is in process of evaluating the option to opt for a lower tax rate and has considered the rate existing prior to the Ordinance for the purpose of tax provision and deferred tax in these standalone financial statements.

Note 33 Impairment of Property, Plant & Equipment

The Company has not commenced its commercial operations yet. However best efforts have been made and regular maintenance has been done to preserve the carrying value of plant. The management is expected to set strategy and develop a business plan post which reliable projections of availability of future cash flows of the company and these supporting the carrying value of Property, Plant and Equipment will be available. Accordingly, impairment testing under Ind AS has not been performed while presenting these results. In the opinion of the management the fair market value of the plant as on the date of balance sheet is not less than its carrying value.



NOTES TO STANDALOHE FINANCIAL STATEMENTS FOR THE YEAR EHDED 31ST MARCH, 2021

Note 34 EVENTS OCCURRING AFTER THE BALANCE SHEET DATE- Going Concern Assumption

As mentioned in Note 1 to the financial statements, the Company has been referred to National Company Law Tribunal under the Insolvency and Bankruptcy Code, 2016 (the Code). The Company had done Trial run in 2017 and thereafter was unable to start the commercial operation inspite of incurring expenditure. The Company has not been able to maintain the plant and there is considerable decline in Value of plant of the Company and net worth of the Company as on the reporting date is almost eroded and it continues to incur losses. Since Corporate Insolvency Resolution Process (CIRP) is currently in progress, as per the Code, it is required that the Company be managed as a going concern during CIRP. Accordingly, the financial statements are continued to be prepared on going concern basis. However, there exists a material uncertainty about the ability of the Company to continue as a "Going Concern". The same is dependent upon the resolution plan to be approved by the Hon'ble National Company Law Tribunal. The appropriateness of the preparation of financial statements on going concern basis is critically dependent upon CIRP as specified in the Code. Necessary adjustments required on the carrying amount of assets and liabilities are not ascertainable at this stage. Hence, for FY 2020-21, the Management has reported and maintained the books of accounts on a going concern basis.

Note 35 Previous year figures have been regrouped and reclassified, wherever necessary to make them comparable

As per our report of even date

For S.D. Jaithwar & CO.

Chartered Accountants
(Firm Registration No. 103996W)

SUNIL DAULATRAM JAITHWAR
Digitally signed by SUNIL DAULATRAM JAITHWAR
Date: 2022.03.22 17:57:19 +05'30'

Sunil D Jaithwar
Proprietor
Membership No. 041315

UDIN : 22041315AFJIDT8962

Place Mumbai

Date March 17th , 2022



For and on behalf of the Board of Directors

SEETHARAM NARAYANA SHETTY
Digitally signed by SEETHARAM NARAYANA SHETTY
Date: 2022.03.22 18:00:11 +05'30'

S. N. Shetty
Director
Din : 07962778

Ujjwala Girish Apte
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Date: 2022.03.22 18:00:25 +05'30'

Ujjwala Apte
Director
Din : 00403378

JBF PETROCHEMICALS LIMITED
CIN : U24290DN2008PLC000287
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

(Rs. in Lakhs)

Particulars	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
A Cash Flow from Operating Activities		
Profit/(loss) Before Tax	(28,503.71)	(43,388.89)
Adjustments for:		
Depreciation / amortisation	95.83	102.27
Exchange rate difference (net)	(2,443.32)	6,921.09
Interest expense	20,188.02	26,030.59
Interest income	(5.56)	(30.30)
Operating profit/(Loss) before working capital changes	(10,870.94)	(10,383.03)
Adjustments for		
Decrease/(Increase) in Inventories	1,915.22	822.36
Decrease / (Increase) in other Current Assets	(2,980.81)	53.55
Decrease/(Increase) in Loans and Advances	1,292.23	240.99
(Decrease)/Increase in Liabilities and Provisions	10,134.44	-
Cash (used in) / generated from operations	(309.66)	(9,146.13)
Income taxes paid (net)	(8.05)	22.77
Net cash (used in) / generated from operating activities	(317.71)	(9,123.36)
B Cash flow from Investing Activities		
Purchase of fixed assets including capital advances	0.0	-
Sale of fixed assets	-	3,349.28
Interest received	5.56	38.30
Net cash generated / (used in) investing activities	5.56	3,379.58
C Cash flow from Financing Activities		
Proceeds from Long Term Borrowings	-	370.58
Proceeds from Short Term Borrowings (Net)	145.00	30,489.63
Interest Paid	(0.77)	(26,030.59)
Net cash generated from / (used in) financing activities	144.23	4,829.62
Net (Decrease)/Increase in Cash and Cash equivalents (A+B+C)	(167.92)	(914.16)
Cash and Cash equivalents at the beginning of the year	1,552.94	2,467.11
Cash and Cash equivalents at the end of the year	1,385.02	1,552.94

Changes in Liabilities arising from financing activities on account of Non-current (including Current Maturities) and Current Borrowings :

Particulars	31.03.2021	31.03.2020
Opening Balance of Liabilities arising from Financing Activities	4,27,733.32	4,23,289.66
Add/(Less) : Changes from Cash Flow from financing Activities (Net)	145.00	4,829.62
Add/(Less) : Interest Accrued	381.81	-
Add/(Less) : Effects of changes in Foreign Exchange Rates in CWIP	16,943.80	(3,297.16)
Add/(Less) : Effects of changes in Foreign Exchange Rates	(2,417.10)	2,911.00
Add/(Less) : Cancellation of assignment of Loan to Holding Company considered as non-cash item	(2,355.00)	-
Closing Balance of Liabilities arising from Financing Activities	4,40,431.53	4,27,733.32

Notes :

- 1 Bracket indicates cash outflow.
- 2 Previous Year's figures have been regrouped and rearranged, wherever necessary to make them comparable.
- 3 Cash flow relating to property, plant and equipment and intangible assets include movements of capital work-in- progress during the year.
- 4 The above statement of cash flow has been prepared under the "Indirect Method" as set out in Ind AS 7 on Statement of Cash Flow.

As per our report of even date
For S.D. Jaithwar & CO.
Chartered Accountants
(Firm Registration No. 103996W)

SUNIL
DALLATRAM
JAITHWAR

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DALLATRAM JAITHWAR
Date: 2022.03.22 17:55:25
+05:30

Sunil D Jaithwar
Proprietor
Membership No. 041315



For and on behalf of the Board of Directors

SEETHARAM
NARAYANA
SHETTY

S. N. Shetty
Executive Director
Din : 07962778

Ujjwala
Girish Apte

Ujjwala Apte
Non-Executive Director
Din : 00403376

UDIN : 22041315AFJIDT8962
Place : Mumbai
Date : March 17th, 2022

JBF PETROCHEMICALS LIMITED

CIN : U24290DN2008PLC000287

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

(Rs. In Lakhs)

Particulars	Note No.	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
I. Revenue from Operations	18	3,220.14	688.98
II. Other Income	19	2,448.88	30.30
III. Total Income (I+II)		<u>5,669.02</u>	<u>719.28</u>
IV. Expenses:			
Cost of Materials consumed		4,716.95	924.59
Employee Benefits Expense	20	1,131.28	1,252.50
Finance Costs	21	20,186.02	26,260.67
Depreciation, Amortisation and Impairment Expense	22	95.63	103.38
Other Expenses	23	8,042.85	15,564.83
Total Expenses (IV)		<u>34,172.73</u>	<u>44,105.97</u>
V Profit / (Loss) Before Exceptional Items & Tax (III - IV)		(28,503.71)	(43,386.69)
VI Exceptional Items		-	-
VII Profit / (Loss) Before Tax (V - VI)		<u>(28,503.71)</u>	<u>(43,386.69)</u>
VIII Tax Expenses			
(1) Current Tax		-	-
(2) Deferred Tax Credit		-	-
IX Profit / (Loss) After Tax (VII - VIII)		<u>(28,503.71)</u>	<u>(43,386.69)</u>
X Other Comprehensive Income			
(i) Items that will not be subsequently reclassified to profit or loss			
Remeasurements gains /(losses) on defined benefit plans		-	-
Income tax effect on above		-	-
(ii) Items that will reclassified to profit or loss			
Total Other Comprehensive Income		<u>-</u>	<u>-</u>
XI Total Comprehensive Income for the year (IX + X)		<u>(28,503.71)</u>	<u>(43,386.69)</u>
XII Earnings per Equity Share (Face value of Rs. 10 each)			
Basic		(2.62)	(3.99)
Diluted		(2.62)	(3.99)

Significant accounting policies and notes to Standalone financial statements

1 to 35

As per our report of even date

For S.D. Jaithwar & CO.

Chartered Accountants

(Firm Registration No. 103996W)

SUNIL
DAULATRAM
JAITHWAR

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DAULATRAM JAITHWAR
Date: 2022.03.22
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Sunil D Jaithwar

Proprietor

Membership No. 041315

UDIN : 22041315AFJIDT8962

Place : Mumbai

Date : March 17th, 2022

For and on behalf of the Board of Directors

SEETHARAM
NARAYANA
SHETTY

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SEETHARAM
NARAYANA SHETTY
Date: 2022.03.22
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Ujjwala
Girish Apte

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Ujjwala Girish Apte
Date: 2022.03.22
17:48:00 +05'30'

S. N. Shetty

Director

Din : 07962778

Ujjawala Apte

Director

Din : 00403378

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

Rs in Lakhs

Particulars	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
Note 18 Revenue from Operations		
Sale of Raw Materials	3,220.14	-
Other Operating Revenue	-	688.98
Sale of Scrap	-	688.98
Total	3,220.14	688.98
Note 19 Other Income		
Interest Income	-	-
- Bank fixed deposits	-	-
- Others	5.56	30.30
Forex Gain & Loss	2,443.32	-
Total	2,448.88	30.30
Note 20 Employee Benefit Expenses		
Salaries and Wages	1,073.36	1,179.60
Contribution to Provident and Other Funds	43.73	52.35
Gratuity	14.18	20.55
Total	1,131.28	1,252.50
Note 21 Finance Costs		
Interest expense	19,666.47	25,873.49
Interest on Loan	501.60	200.55
Interest on Bank CC -IND	-	8.31
LC Reimbursement Charges IND	-	21.22
Interest on late payment of taxes	17.95	157.10
Total	20,186.02	26,260.67
Note 22 Depreciation, Amortisation and Impairment Expense		
Depreciation of Property Plant and Equipment (refer note 2)	95.63	103.38
Amortization of Intangible Assets	-	-
Total	95.63	103.38
Note 23 Other Expenses		
Power and Fuel	256.26	693.65
Water Charges	7,229.26	6,442.12
Treated Effluent Disposal Charges	149.95	143.89
O&M Charges to MSEZ	-	371.58
Professional Fees	3.11	83.49
Security Charges	114.77	114.79
House Keeping Expense	41.07	46.05
Office Maintenance Charges	19.36	21.15
Repair & Maintenance Others	17.76	12.89
Consumables Project	38.19	56.14
Forex Loss	-	6,921.09
Vehicle Running Charges	108.73	151.61
Land Lease Rent-IND	-	113.37
Corridor Pipes MSEZ -IND	-	273.60
Insurance Charges	2.53	61.17
Water Charges-Admin Building	4.17	7.24
Payment to Auditors (Refer Note 23.2)	5.50	17.43
Miscellaneous Expenses	52.19	33.57
Total	8,042.85	15,564.83



23.1) Though the Company has provided for all expenses payable to Magalore SEZ Limited at the year end date some of the expenses are not paid for by the Company. As it is contractual obligation as per the Agreement entered into with Mangalore Sez Limited it is detrimental to the Interest of the Company.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

Particulars	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
23.2 Details of Payment to Auditors		
Audit Fees	5.50	17.00
Certificate Fees	-	0.43
Total	5.50	17.43
23.3 Earnings Per Equity Share		
Net Profit (Loss) for the year attributable to Equity Shareholders for Basic EPS and diluted EPS (Rs. In lakh)	(28,503.71)	(43,386.69)
Weighted average number of equity shares outstanding during the year for Basic EPS and Diluted EPS (in Nos.)	1,08,66,41,691	1,08,66,41,691
Basic and Diluted Earning per share of Rs. 10 each (in Rs.)	(2.62)	(3.99)
Face value per equity share (in Rs.)	10.00	10.00

