



## JINDAL COTEX LIMITED

Regd. Off. : Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, Distt. Ludhiana (PB) 141412  
+91 1628 289842 CIN : L17115PB1998PLC021084  
info@sjgroup.in www.jindalcotex.com

Dated: 31.12.2021

To  
The Listing Department,  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001

Listing Department,  
National Stock Exchange Limited,  
Exchange Plaza,  
Bandra Kurla Complex,  
Bandra (E),  
Mumbai – 400 051

**Subject: Annual Report for the financial year 31.03.2021**

**Symbol: JINDALCOT/JINDCOT**

**Series: EQ**

**ISIN: INE904J01016**

Dear Sir/Madam,

Please find enclosed herewith Annual Report for the financial year ended 31<sup>st</sup> March, 2021. Hope you will find the same in order.

This is for your information and record.

Thanking you,

Yours faithfully  
For Jindal Cotex Limited

  
(Authorised Signatory)

## **BOARD OF DIRECTORS**

|                         |                      |
|-------------------------|----------------------|
| Mr. Sandeep Jindal      | Managing Director    |
| Ms. Alisha              | Independent Director |
| Mr. Kartar Chand Dhiman | Independent Director |
| Mr. Kanik Sharma        | Independent Director |

## **KEY MANAGERIAL PERSONNEL**

Mr. Sandeep Jindal  
Managing Director

## **REGISTERED & CORPORATE OFFICE AND WORKS**

Village Mandiala Kalan,  
P.O. Bija, Tehsil Khanna,  
District Ludhiana - 141412  
CIN No: L17115PB1998PLC021084  
Phones: (01628) 289842  
Email: [cs@sjgroup.in](mailto:cs@sjgroup.in)  
Website: [www.jindalcotex.com](http://www.jindalcotex.com)

## **REGISTRAR & SHARE TRANSFER AGENTS**

Bigshare Services Private Limited,  
1<sup>st</sup> Floor, Bharat Tin Works Building,  
Opp. Vasant Oasis, Makwana Road,  
Marol, Andheri East,  
Mumbai – 400059 - Maharashtra  
Phones: (022) 62638200  
Fax: (022) 62638209  
Email : [info@bigshareonline.com](mailto:info@bigshareonline.com)

## **WIND MILL**

J-289, Village Pithla,  
Distt. Jaisalmer,  
Rajasthan

## **UNITS**

Unit –I,  
VPO Jugiana, G.T. Road,  
Ludhiana – 141017

## **AUDITORS**

M/s K R Aggarwal & Associates,  
Chartered Accountants,  
B -XV, 980 (2<sup>nd</sup> Floor),  
G. T. Road, Miller Ganj,  
Adj. Gurudwara Shaheedan Pheruman,  
Ludhiana - 141003

## **BANKERS**

Oriental Bank of Commerce  
State Bank of India  
Allahabad Bank  
Corporation Bank  
Bank of Baroda  
Punjab National Bank  
Central Bank of India

JINDAL COTEX LIMITED

REGD. OFFICE: Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana-141412  
Ph: 01628 - 289842, CIN NO: L17115PB1998PLC021084  
Website: www.jindalcotex.com; Email: [cs@sigroup.in](mailto:cs@sigroup.in)

**NOTICE**

NOTICE is hereby given that the 24<sup>th</sup> Annual General Meeting of the members of JINDAL COTEX LIMITED will be held on Wednesday, 15<sup>th</sup> day of September, 2021 at 9.00 A.M. at the Registered Office at Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana, to transact the following business:-

**ORDINARY BUSINESS**

1. To receive, consider and adopt the Audited Balance Sheet of the company as at 31st March, 2021 and Profit & Loss Account for the year ended on that date together with the reports of the Director's and Auditor's thereon.
2. To appoint a director in place of Mr. Sandeep Jindal (DIN : 01639743) who retires by rotation and being eligible offers himself for re-appointment.

**SPECIAL BUSINESS**

3. To consider, and if thought fit, to pass with or without modifications, the following resolution as an special resolution:-  
"RESOLVED that pursuant to the provisions of Sections 149, 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable rules, (including any statutory modification(s) or re-enactment thereof for the time being in force) and in accordance with the recommendation and approval of Nomination and Remuneration committee and approval of the Board of Directors, Ms. Alisha (DIN- 07549385), a non-executive director of the company, be and is hereby re-appointed as an Independent Director of the Company, to hold office for a period of five consecutive years with effect from 22.06.2021 to 21.06.2026".
4. To consider, and if thought fit, to pass with or without modifications, the following resolution as an ordinary resolution:-  
"RESOLVED THAT pursuant to the provisions of Sections 196, 203 and other applicable provisions of the Companies Act, 2013, read with the applicable rules made thereunder (including any statutory modifications or re-enactments thereof for the time being in force), Articles of Association of the Company and in accordance with the recommendation and approval of Nomination and Remuneration committee and approval of the Board of Directors, consent of the members, be and is hereby accorded to the re-appointment of Sh. Sandeep Jindal (DIN 01639743) as Managing Director of the company without any remuneration for a period of five years w.e.f. 1st October, 2021 to 30<sup>th</sup> September, 2026".
5. To consider, and if thought fit, to pass with or without modifications, the following resolution as an ordinary resolution:-  
"RESOLVED THAT Board of Directors of the Company on the recommendations of the Audit Committee has approved the appointment of M/s. Gurvinder Chopra and Co., Cost Accountants (Firm Registration No. 100260) as Cost Auditors of the company for the financial year 2021-22 at a remuneration of Rs. 25,000/- (Rupees Twenty five Thousand only) plus applicable Goods and service tax and out-of-pocket expense.

RESOLVED FURTHER THAT the Shareholders hereby ratify the actions of the Board of Directors pursuant to the provisions of Section 148(3) and other applicable provisions of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, for approving recommendation of Audit Committee, for appointment and remuneration of Rs. 25,000/- (Rupees Twenty five Thousand only) plus applicable Goods and service tax and out of pocket expenses of M/s Gurvinder Chopra and Co., Cost Auditor(s) to conduct the audit of the cost records of the Company for the financial year 2021-22.

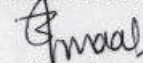
RESOLVED FURTHER that the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds and things as may be necessary for the purpose of giving effect to this resolution".

6. To consider, and if thought fit, to pass with or without modifications, the following resolution as special resolution:-

"RESOLVED THAT pursuant to the provisions of Section 180(1)(a) of the Companies Act, 2013, read with Rule 22 of the Companies (Management and Administration) Rules, 2014 and any other applicable provisions, if any, of the Companies Act, 2013(including any statutory modifications or re-enactments thereof for the time being in force) and subject such permissions, approvals, consents and sanctions as may be required from the concerned statutory authorities and subject to such other terms and conditions as may be imposed by them, the consent of the Company be and is hereby accorded to the Board of Directors of the Company to sell, transfer or otherwise dispose off whole or substantially the whole of the undertakings of the Company for such consideration as the Board may consider appropriate, in such manner/arrangements and on such terms and conditions as may be decided by the Board in the best interests of the Company.

RESOLVED FURTHER THAT for the purpose of giving effect to this Resolution, the Board, be and is hereby authorized to do all such acts, deeds, matters and things and to give such directions as maybe necessary or expedient and to settle any question, difficulty or doubt that may arise in this regard as the Board in its absolute discretion may deem necessary or desirable and its decision shall be final and binding."

By order of the Board  
For Jindal Cotex Limited

  
(Sandeep Jindal)  
Managing Director  
DIN:01639743

Place: Ludhiana  
Date: 14<sup>th</sup> August, 2021

**NOTES:**

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to vote on his/her behalf at the meeting. The proxy need not be a member of the company. The instrument appointing the proxy in order to be effective must be deposited at the Registered Office of the company at least 48 hours before the time for the meeting. The blank Proxy form is enclosed.
2. The relative explanatory statement pursuant to section 102(1) of the Companies Act, 2013 relating to special business to be transacted at the Annual General Meeting is annexed hereto.

3. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency.
4. Members who cast their votes by remote evoting may attend the meeting, but will not be entitled to cast their votes at the meeting.
5. Institutional/Corporate Members are requested to send a certified copy of the Board Resolution authorising their representatives to attend the AGM on its behalf and to vote through remote e-voting.
6. The Register of Members and Share Transfer Books of the Company shall remain closed from Monday, 13<sup>th</sup> September, 2021 to Wednesday, 15<sup>th</sup> September, 2021 (both days inclusive).
7. The relevant details as required under the Listing Agreement with the Stock Exchange in respect of Directors seeking appointment/re-appointment at the Annual General Meeting, forms integral part of the notice.
8. Members desiring any information as regards to accounts and operations of the company are requested to write to the company at its Registered Office at least 10 days before the date of Annual General Meeting so as to enable the Management to keep the information ready.
9. The members who have not registered their e-mail addresses so far, are requested to register the same in respect of electronic holdings with the depository through their depository participants. Members who are holding shares in physical form are requested to get their e-mail addresses registered with the Registrar & Transfer Agent, M/s Bigshare Services Private Limited, Mumbai.
10. The members are requested to intimate changes, if any, pertaining to their email address, postal address, Permanent Account Number (PAN), Bank details such as name of the bank, branch detail, bank account no. MICR code, IFSC code etc., to their DP, in case shares are held by them in electronic form and to the company/ Registrar & Transfer Agent, M/s Bigshare Services Private Limited, Mumbai in case shares are held by them in physical form.
11. Annual accounts and related documents referred to in the accompanying Notice and the Statement are open for inspection by the members at the Registered Office of the company.
12. The Notice of 24<sup>th</sup> AGM alongwith the Annual Report 2020-21 is being sent to the members of the company and will also be uploaded on the Company's website [www.jindalcotex.com](http://www.jindalcotex.com) for the download of the members.
13. M/s Reecha Goel & Associates, Company Secretaries has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner. The Scrutinizer shall submit her report, on the voting in favour or against, if any, within forty-eight hours from the conclusion of the meeting. The results declared along with the consolidated Scrutinizer's Report shall be placed on the website of the Company -

www.jindalcotex.com. The results shall simultaneously be communicated to the Stock Exchanges.

14. A route map showing directions to the venue of the 24<sup>th</sup> Annual General Meeting is given at the end of this Notice.

**The instructions for shareholders voting electronically are as under:**

**Voting through electronic means;**

1. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency.

**The instructions for e-voting are as under:**

**THE INSTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM/EGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:**

- (i) The voting period begins on Saturday, 11<sup>th</sup> September, 2021, 9:00 A.M. and ends on Tuesday, 14<sup>th</sup> September, 2021, 05:00 P.M.. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of Wednesday, 8<sup>th</sup> September, 2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iii) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode is given below:

| Type of shareholders   | Login Method   |
|--|--|
| Individual Shareholders holding securities in Demat mode with CDSL | <ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li> <li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</li> <li>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol> |
| Individual Shareholders holding securities in demat mode with NSDL | <ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ol>  |

|  |   |
|--|---|
|  | <p>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select "Register Online for IDeAS "Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</p> |
| <p>Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b></p> | <p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>   |

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

| Login type  | Helpdesk details  |
|---|---|
| Individual Shareholders holding securities in Demat mode with <b>CDSL</b> | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 and 22-23058542-43. |
| Individual Shareholders holding securities in Demat mode with <b>NSDL</b> | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30              |

- (iv) Login method for e-Voting for shareholders other than individual shareholders holding in Demat form & physical shareholders.



- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

| <b>For Shareholders holding shares in Demat Form other than individual and Physical Form</b> |  |
|--|--|
| <b>PAN</b>   | Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)<br><br>Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.                   |
| Dividend Bank Details<br><b>OR</b><br>Date of Birth (DOB)                                    | Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.<br><br>. If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (3). |

- (v) After entering these details appropriately, click on "SUBMIT" tab.
- (vi) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (vii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (viii) Click on the EVSN for the relevant "Jindal Cotex Limited" on which you choose to vote.
- (ix) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (x) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

- (xi) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xiv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

**Facility for Non – Individual Shareholders and Custodians –Remote Voting**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details a Compliance User should be created using the admin login and password.
- The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [cs@sjgroup.in](mailto:cs@sjgroup.in), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

**Process for those shareholders whose email/mobile no. are not registered with the Company/Depositories.**

1. For Physical shareholders-please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [irg@integratedindia.in](mailto:irg@integratedindia.in).
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders –Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai -400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43. Corporate/ Institutional Members.

**Explanatory Statement as required under section 102(1) of the Companies Act, 2013, setting out all material facts relating to special business of the accompanying notice.**

**Item No. 3**

Ms. Alisha (DIN- 07549385), a non-executive Independent Director, had joined the Board of Directors of the Company in the month of June, 2016. Ms. Alisha was holding office as an Independent director upto 22.06.2021. In terms of Section 149 and any other applicable provisions if any, of the Companies Act, 2013, Ms. Alisha is to be reappointed as an Independent Director for five consecutive years with effect from 22.06.2021 to 21.06.2026. Ms. Alisha has given a declaration to the Board that she meets the criteria of Independence as provided under Section 149(6) of the Companies Act, 2013. In the opinion of the Board, Ms. Alisha fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for her re-appointment as an Independent Director of the Company.

Board recommends the resolution for the approval by the shareholders of the Company.

Except Ms. Alisha, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution.

**Item No. 4**

Sh. Sandeep Jindal (DIN 01639743) is a commerce graduate promoter director of the company. Sh. Sandeep Jindal was appointed as a Managing Director in the Annual General Meeting held on 30<sup>th</sup> September, 2016 for period of five years with effect from 1st October, 2016 and the said period expires on 30<sup>th</sup> September, 2021.

Considering his experience in managing affairs of the company, the Board of Directors in its meeting held on 14<sup>th</sup> August, 2021, on the recommendation and approval of the Nomination and Remuneration Committee re-appointed Sh. Sandeep Jindal as Managing Director of the company for a period of five years with effect from 1st October, 2021 to 30<sup>th</sup> September, 2026 without any remuneration, subject to the approval of the shareholders in the ensuing Annual General Meeting.

This may be treated as the abstract of the terms and conditions for the appointment of the Managing Director in compliance of the provisions of section 190 and other applicable provisions, if any, of the Companies Act, 2013.

Your Board of Directors recommends the resolution for your approval.

None of the Directors or Key Managerial Personnel or their relatives are concerned or interested in this resolution.

**Item No. 5**

The Board of Directors at its meeting held on 30<sup>th</sup> June, 2021, on the recommendations of the Audit Committee, has approved the appointment of M/s. Gurvinder Chopra and Co., Cost Accountant (Membership No. 42655), as the Cost Auditor to conduct the audit of the cost

records of the Company for the financial year ending 31st March, 2022 on a remuneration of Rs. 25,000/- (Rupees Twenty five Thousand only) plus reimbursement of out of pocket expenses.

In accordance with the provisions of section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration as mentioned above, payable to the Cost Auditor is required to be ratified by the shareholders of the Company.

The Board recommends the aforesaid resolution for approval of the shareholders.

None of the Directors and key managerial personnel of the Company or their relatives are concerned or interested, financially or otherwise, in the above resolution.

#### **Item No. 6**

As the members are aware all the accounts of the Company have become NPA over a period of time with all the lender banks. In the absence of working capital, the company continues to suffer heavy losses and is not in a position to carry on the operations regularly. Since these banks & an Asset Reconstruction Company, to whom debt has been assigned by two lender banks, have already initiated recovery proceedings at various forums, the Directors are in regular discussions with them for settlement of dues under One Time Settlement. The management is hopeful that these lenders can be settled under One Time Settlement by the sale of assets of the Company.

The Board of Directors, therefore, proposes to have enabling authority from the members of the Company to dispose off the whole or substantially the whole of the undertakings of the Company to pay the member banks under One Time Settlement in near future. The undertakings of the Company are situated at VPO Jugiana, G.T. Road, Ludhiana and Village Mandiala Kalan, PO Bija, Tehsil Khanna Distt. Ludhiana.

Hence the proposed resolution.

Your Directors recommend this resolution for approval of Members.

None of the Directors/Key Managerial Personnel of the Company and their relatives are concerned or interested in the Resolutions, except to the extent of their respective interest as shareholders of the Company.

**Place: Ludhiana**  
**Date: 14<sup>th</sup> August, 202**

**By order of the Board**  
**For Jindal Cotex Limited**

  
**(Sandeep Jindal)**  
**Managing Director**  
**DIN:01639743**

**Information pursuant to Regulation 36(3) of the SEBI (listing Obligations and Disclosure requirements) Regulations, 2015 regarding the Directors seeking appointment/re-appointment in the Annual General Meeting**

| Name of the Director  | Sandeep Jindal  | Alisha  |
|---|---|---|
| Date of Birth   | 02.03.1977  | 25.12.1989  |
| DIN No.   | 01639743  | 07549385  |
| Date of Appointment   | 18.02.1998  | 22.06.2016  |
| Expertise in specific functional area                       | 21 years of experience in various Business & Industries.  | 9 years of office experience.   |
| Qualification   | Commerce Graduate   | Arts Graduate   |
| Directorship of other companies                             | <ul style="list-style-type: none"> <li>• Jindal Medicot Limited</li> <li>• Jindal Specialty Textiles Limited</li> <li>• Himachal Textile Park Limited</li> <li>• Jindal Holdings and Investment Limited</li> <li>• Jindal Info Media Pvt Ltd</li> <li>• Jindal International FZE</li> <li>• Jindal Cycles Private Limited</li> <li>• Jindal Technotex Limited</li> <li>• Jintex International DMCC</li> </ul> | <ul style="list-style-type: none"> <li>• Jindal Medicot Limited</li> <li>• Jindal Specialty Textiles Limited</li> </ul>   |
| Chairmanships/ Memberships of Committees of other companies | <ul style="list-style-type: none"> <li>• Jindal Specialty Textiles Limited</li> <li>1) Audit Committee, Chairman</li> <li>2) Nomination and Remuneration Committee, Member</li> <li>• Jindal Medicot Limited</li> <li>1) Audit Committee, Chairman</li> <li>2) Nomination and Remuneration Committee, Member</li> </ul>   | <ul style="list-style-type: none"> <li>• Jindal Specialty Textiles Limited</li> <li>1) Audit Committee, Member</li> <li>2) Nomination and Remuneration Committee, Member</li> <li>• Jindal Medicot Limited</li> <li>1) Audit Committee, Member</li> <li>2) Nomination and Remuneration Committee, Member</li> </ul> |
| Number of shares held                                       | 150630  | Nil   |
| Relationship with other Directors                           | Not related to any Director   | Not related to any Director   |

### DIRECTORS' REPORT

**Dear Members,**

The Directors of your Company have pleasure in presenting their 24<sup>th</sup> Annual Report on the affairs of the company together with Audited Annual Accounts for the financial year ended 31st March, 2021.

#### **Financial Results**

| <b>Particulars</b>  | <b>(Rs. In Lacs)</b> |                |
|---|----------------------|----------------|
|   | <b>2020-21</b>       | <b>2019-20</b> |
| Turnover  | 2850.59              | 3287.31        |
| Other Income  | 916.68               | 829.19         |
| Profit Before Depreciation, Interest, Tax & Exceptional items (PBDIT) | 155.99               | (42.14)        |
| Interest and Financial Expenses                                       | 82.53                | 90.76          |
| Profit Before Depreciation, Tax & Exceptional items (PBDT)            | 73.46                | (132.90)       |
| Depreciation  | 603.49               | 612.43         |
| Profit Before Tax & Exceptional items (PBT)                           | (530.03)             | (745.34)       |
| Exceptional items   | (19.46)              | 2244.04        |
| Profit Before Tax   | (549.49)             | 1498.70        |
| Less- Provision for Tax (Including Deferred Tax)                      | --                   | --             |
| Profit for the year (PAT)   | (549.49)             | 1498.70        |
| Other Comprehensive Income  | 0.00                 | 0.20           |
| Add – Surplus brought forward From previous Year                      | --                   | --             |
| Profit available for Appropriations                                   | (549.49)             | 1498.90        |

The manufacturing operations of the company at its plant situated at Village Mandiala Kalan, P.O. Bija, partially remained suspended due to COVID restrictions, as per the directives issued by the State Government. Further, due to COVID restrictions coupled with migration of labour, the plant operated at its lower capacity. Your company has adhered to the various mandated norms and regulations to change the way of working to ensure a safer working environment for the employees due to COVID-19.

Unit 1 of the company situated at VPO Jugiana, Ludhiana continued to remain closed during the year under review.

The financial results for the year ended March 31, 2021 were impacted by disruptions owing to COVID 19. During the year under review, your company has achieved a total turnover of Rs. 28.51 Crores as against Rs. 32.87 Crores in the previous year. The company has incurred a loss before tax of Rs. 5.49 Crores as against profit of Rs. 14.99 Crores in the previous year.

Since the date of default for repayment of loans to the secured lenders has become older than three years, the debt payable by the company to its secured lenders has, however, become barred by limitation.

**Dividend**

Your directors do not recommend any dividend for the year under review.

**Transfer to Reserves**

The company has not transfer any amount to the general reserve.

**Nature of Business**

The company is engaged in the textiles business. During the year, under review, there was no change in the business of the company.

**Share Capital**

The paid up equity share capital of the company is Rs. 45.00 crore as at 31<sup>st</sup> March, 2021. There was no public issue, right issue, bonus issue or preferential issue etc., during the year.

**Indian Accounting Standard (Ind AS)**

The financial results for the year 2020-21 have been prepared in accordance with Indian Accounting Standards ('Ind AS'), prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other recognized accounting practices and polices to the extent applicable.

**Management Discussion & Analysis Report**

The Management Discussion and Analysis of financial conditions and results of operation of the company for the year under review is attached to this Report.

**Detail of Subsidiary**

**Jindal International FZE** is 100% subsidiary of the company set up in free zone in UAE. The company is engaged in the general trading activities. The consolidated financial statements presented by the company include financial information of its subsidiary prepared in compliance with applicable Accounting Standards are attached to and form part of the Annual Report.

**Directors and Key Managerial Personnel**

During the year under review, the following are the changes in directors and Key Managerial Personnel of the Company:

Sh. Sandeep Jindal (DIN: 01639743), Director retires by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment as per the provisions of section 152(6) of the Companies Act, 2013. The Board has recommended his appointment to the members of the company at the ensuing Annual General Meeting. Item seeking his re-appointment along with his detailed profile has been included in the notice convening the AGM.

Ms. Alisha (DIN- 07549385), a non-executive director of the company, whose term of office was expired on 22.06.2021 was re-appointed as an Independent Director of the Company by the Board of Directors in its meeting held on 30<sup>th</sup> June, 2021, subject to the approval of members of the company, to hold office for a period of five consecutive years with effect from 22.06.2021 to 21.06.2026. The Board has recommended her re-appointment to the members of the company at the ensuing Annual General Meeting. Item seeking her re-appointment along with her detailed profile has been included in the notice convening the AGM.

Sh. Sandeep Jindal (DIN 01639743) has been reappointed as Managing Director of the company by the Board of Directors in its meeting held on 14<sup>th</sup> August, 2021, without remuneration for a period of five years w.e.f. 1<sup>st</sup> October, 2021 to 30<sup>th</sup> September, 2026. The Board has recommended his re-appointment as Managing Director of the company to the members of the company at the ensuing Annual General Meeting .  
At present, the company is not having CFO and company secretary.

### **Number of Meetings of the Board**

The details of the number of meetings of the Board held during the Financial Year 2020-21 forms part of the Corporate Governance Report.

### **Corporate Governance**

A separate report on Corporate Governance is enclosed as a part of this Annual Report. A certificate from the Auditors of the company regarding compliance with the Corporate Governance norms stipulated, is annexed to the Report on Corporate Governance.

### **Board Evaluation**

The Board carried out a formal annual performance evaluation of its own performance and that of its Committees and Individual Directors as required under the provisions of the Companies Act, 2013 and Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### **Declaration By Independent Directors**

The Independent directors have submitted their declaration to the Board that they fulfill all the requirements as stipulated under section 149(6) of the Companies Act, 2013, so as to qualify themselves to be appointed as Independent directors of the company.

### **Separate Meeting of Independent Directors**

The company's Independent Directors met on 30<sup>th</sup> March, 2021 without the attendance of Non-Independent Directors. All the Independent Directors were present at the meeting. The Independent Directors in its meeting reviewed the performance of Non-Independent Directors and the Board as a whole.

### **Directors' Responsibility Statement**

Pursuant to the provisions of section 134(5) of the Companies Act, 2013, with respect to Directors responsibility statement, the Directors hereby confirm that:-

- a) In the preparation of Annual Accounts the applicable Accounting Standards have been followed and that there are no material departures;
- b) They have selected such Accounting Policies and applied them consistently and made prudent judgments & estimates that are reasonable 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 a loss of the company as on date;
- c) They have taken proper & sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act, for safeguarding the assets of the Company and for preventing & detecting the fraud and other irregularities;
- d) The Annual Accounts have been prepared on 'going concern basis'.
- e) They had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) They had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **Auditors**

#### **a) Statutory Audit**

M/s. K R Aggarwal & Associates, Chartered Accountants, (Registration No. 030088N), were appointed as Statutory Auditors by the members of the company in the annual general meeting held on 29<sup>th</sup> day of September, 2018, on a remuneration mutually agreed upon by the Board of Directors and the Statutory Auditors. Their appointment were subject to ratification by the Members at every subsequent AGM. Pursuant to the amendments made to Section 139 of the Act by the Companies (Amendment) Act, 2017, effective from May 07, 2018, the requirement of seeking ratification of the members for the appointment of the Statutory Auditors has been withdrawn. Hence the resolution



seeking ratification of the members for continuance of their appointment at this AGM is not being sought.

M/s. K R Aggarwal & Associates has audited the books of accounts of the company for the financial year ended 31<sup>st</sup> March, 2021 and issued Auditors report thereon. The statutory report is self explanatory and hence does not call for any further comments.

**b) Cost Audit**

As per the requirements of the Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, your Company is required to maintain cost records and accordingly, such accounts are prepared every year. The Board of Directors, on the recommendation of Audit Committee, has re-appointed M/s. Gurvinder Chopra and Co., Cost Accountants (Firm Registration No. 100260) as Cost Auditor to audit the cost accounts of the Company for the Financial Year 2021-22. As required under the Act, a resolution seeking member 's approval for the remuneration payable to the Cost Auditor forms part of the Notice convening the Annual General Meeting.

**c) Secretarial Audit**

Pursuant to the provisions of Section 204 of the Act and rules made thereunder, the Company has appointed M/s. Reecha Goel & Associates, Company Secretaries to undertake the Secretarial Audit of the Company. The Secretarial Audit Report forms an integral part of this Report.

**Energy Conservation, Technology Absorption & Foreign Exchange**

Information required under section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 as regard disclosure of particulars of conservation of energy, technology absorption and foreign exchange earnings and outgo is annexed hereto and forms part of this report.

**Fixed Deposits**

The company had made default in the repayment of the fixed deposits received from the fixed deposit holders for which a complaint has already been filed by the Registrar of Companies, Chandigarh with District and Sessions Court, SAS Nagar, Mohali (PB).

**Particulars of Employees**

No employee is covered under the provisions of section 197 (12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial personnel) Rules, 2014.

**Corporate Social Responsibility (CSR):**

The company has not spent any amount on Corporate Social Responsibility activities as required under section 135 and Schedule VII of the Companies Act, 2013, as company incurred huge losses in the past years.

**Significant and Material Orders Passed by the Regulators/ Courts**

During the year under review, no significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

**Green Initiative**

The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies. Further, as per the provisions of the Companies Act, 2013 read with Companies (Management and Administration) Rules, 2014, the company may send financial statements and other documents by electronic mode to its

members. Your company has decided to join the MCA in its environmental friendly initiative. Accordingly, the company propose to send documents such as Annual Report and other communications to the shareholders via electronic mode at the registered email address of the shareholders. Further, to support this green initiative of the Government, the shareholders are requested to register their email Id with their depository participant with whom they are having demat account.

#### **Vigil Mechanism**

Pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013 read with Companies (Meetings of Board and its powers) Rules, 2013 and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company established, a Vigil Mechanism process whereby any employee, directors, customers, vendors etc., can report the genuine concerns or grievances to the members of Audit Committee about unethical behavior, actual or suspected fraud so that appropriate action can be taken to safeguard the interest of the company. However, no such complaint was received during the year under review.

#### **Prevention of Sexual Harassment at Workplace**

The Company committed to provide a safe and conducive work environment to its employees including women, during the year under review. Your Directors further state that there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

#### **Related Party Transactions**

The Related Party Transactions made during the financial year 2020-21 were on arm's length basis and in the ordinary course of business. There were no materially significant related party transactions with the company's Promoters, Directors, Key Managerial Personnel or their relatives, which could have a potential conflict with the interest of the company. The Related Party Transactions has been reported and annexed hereto in this annual report.

#### **Particulars of Loans, Guarantees or Investments**

Details of Loans, Guarantees and Investments covered under the provisions of section 186 of the Companies Act, 2013 are given in the notes to financial statements annexed hereto in this annual report.

#### **Remuneration Ratio of the Directors/ Key Managerial Personnel (KMP)/ Employees:**

The information required pursuant to section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 Companies (Particulars of Employees) Rules, 1975 in respect of employees of the company and Directors is furnished as under:

| S. No. | Name               | Designation | Remuneration paid FY 2020-21 | Remuneration paid FY 2019-20 | Increase in remuneration from previous year |
|--------|--------------------|-------------|------------------------------|------------------------------|---|
| 1      | Mr. Sandeep Jindal | MD          | 7,50,000                     | 7,50,000                     | --  |

#### **Risk Management Policy**

Risk Management is a very important part of business. The main aim of risk management is to identify, monitor and take precautionary measures in respect of the events that may pose risks for the business. The policy of the company on risk management is provided elsewhere in this Annual Report in Management Discussion and Analysis.

**Associates Companies**

Pursuant to section 129(3) of the Companies Act, 2013 a statement containing salient features of financial statement of Associates companies is annexed in Form AOC-1 with financial statements.

**Industrial Relations**

Industrial relations remained cordial throughout the year and the Directors express their appreciation towards the workmen for their co-operation and hope for continued cordial relations in the years to come.

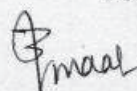
**Acknowledgement**

Your Directors would like to express their grateful appreciation for the assistance and co-operation received from Bankers, Government Departments, Shareholders and other Business Associates for their continued and valuable co-operation & support extended to the company.

We take this opportunity to place on record our warm appreciation for the employees at all levels for their dedicated services and valuable contributions towards the growth of the Company.

Date: 30<sup>th</sup> June, 2021  
Place: Ludhiana

For and on behalf of the Board  
For Jindal Cotex Limited

  
(Sandeep Jindal) (Kartar Chand Dhiman)  
Managing Director Director  
DIN: 01639743 DIN: 05143805



### CORPORATE GOVERNANCE REPORT

As required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

#### 1. Company's Philosophy on the Code of Governance

The company continuously strives to improve its level of overall efficiency through good corporate governance which, envisages transparency, professionalism and accountability in all its operations.

#### 2. Board of Directors

##### a) Composition

The Board of Directors of your company has an optimum combination of executive and non executive directors with rich knowledge and experience in Industry & other sectors for providing strategic guidance and direction to the company.

At present, the company has four Directors (including Woman Director) on its Board with Non Executive Independent Director as Chairman of the company. The Independent Directors are professionals in their field and possess background of financial and legal. During the year under review, there was no pecuniary relationship or business transaction with Independent directors with the company. Besides independent directors, there is one Executive Director on the Board of the company. The composition of the Board is as per the requirements of Regulation 17(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

##### b) Meetings of Board and its Committees

Meetings of Board and its committee were held as and when required. During the year, under review, the Board of Directors met 8 (Eight) times on 22.06.2020, 31.07.2020, 15.09.2020, 12.11.2020, 04.12.2020, 13.02.2021, 10.03.2021 and 23.03.2021.

The names, categories of Directors on the Board, their attendance at the board meeting during the year and the last Annual General Meeting, and also the number of directorships and Committee membership held by them in other companies are as per details given below:-

| Name of Directors  | Designation       | Category                   | No. of Board Meeting Attended | Attendance at last AGM | No. of directorship of other Indian public limited companies | No. of chairmanship /membership of committees in other companies |
|--------------------|-------------------|----------------------------|-------------------------------|------------------------|--|--|
| Sh. Sandeep Jindal | Managing Director | Promoter, Executive        | 8                             | Yes                    | 5  | 2\$  |
| Ms. Alisha         | Director          | Non Executive, Independent | 4                             | No                     | 2  | 2*   |

|                         |          |                            |   |     |   |     |
|-------------------------|----------|----------------------------|---|-----|---|-----|
| Sh. Kartar Chand Dhiman | Director | Non Executive, Independent | 8 | Yes | 4 | 2\$ |
| Sh. Kanik Sharma        | Director | Non Executive, Independent | 8 | Yes | 1 | --  |

\$ Chairman cum member of the committees

- Members of the committees

**c) Code of Conduct:**

The Company has laid down a Code of Conduct for all Board members and senior management of the company. The code has been circulated to all the members of the Board and senior management and they have affirmed the compliance with the code of conduct. A declaration to this effect signed by the Managing Director forms part of the annual report.

**d) Promoters and Promoters group/Directors Shareholding as on 31st March, 2021:-**

| Name of Directors    | No. of Shares | % of total Equity Capital |
|----------------------|---------------|---------------------------|
| Sh. Yash Paul Jindal | 1978438       | 4.40                      |
| Sh. Sandeep Jindal\$ | 150630        | 0.33                      |
| Sh. Ramesh Jindal    | 2636008       | 5.86                      |
| Sh. Rajinder Jindal  | 2477052       | 5.50                      |
| Sh. Aman Jindal      | 844050        | 1.88                      |
| Sh. Sahil Jindal     | 810000        | 1.80                      |

\* None of the other director holds any share in the equity capital of the company.

\$ As per family arrangement, Sh. Rajinder Jindal, Sh. Ramesh Jindal, Sh. Aman Jindal and Sh. Sahil Jindal have relinquished all their rights in respect of their entire shareholdings in the company in favour of Sh. Sandeep Jindal. Since these shares are pledged with banks/ARC at the moment, the permission has been applied and is being sought from them for transfer of shares in the name of Sh. Sandeep Jindal.

**3. Others Committees at Board level**

**(A) Audit Committee**

The Audit Committee comprises of the following Directors namely, Sh. Kartar Chand Dhiman, Sh. Kanik Sharma and Sh. Sandeep Jindal. All members of audit committee have wide exposure and possess sound knowledge in the field of accounts, finance, audit etc. Sh. Kartar Chand Dhiman is the Chairman of the Audit Committee.

The terms of reference of the Audit Committee cover all the matters specified under Listing Regulations and section 177 of the Companies Act, 2013. The primary objective of the audit committee is to monitor and provide effective financial reporting process, with integrity and transparency.

During the year under review, the members of Audit Committee met on four occasions 31.07.2020, 15.09.2020, 12.11.2020 and 13.02.2021. The minutes of audit committee meetings were placed before the Board of Directors in the subsequent board meetings.

The attendance of the members of the audit committee is mentioned below:-

| Name of Director        | Category                               | No. of Meetings held & attended |
|-------------------------|--|---------------------------------|
| Sh. Kartar Chand Dhiman | Non Executive and Independent Director | 4                               |
| Sh. Sandeep Jindal      | Executive Director                     | 4                               |
| Sh. Kanik Sharma        | Non Executive and Independent Director | 4                               |

**(B) Nomination and Remuneration Committee**

The Nomination and Remuneration Committee comprises of the following Directors namely, Sh. Kartar Chand Dhiman, Sh. Kanik Sharma and Ms. Alisha. Sh. Kartar Chand Dhiman is the Chairman of the said Committee.

The Nomination and Remuneration Committee shall determine qualifications, positive attitudes and independence of a director and recommend to the Board a policy relating to the remuneration of the directors, key Managerial personnel and other employees. During the year, the Nomination and Remuneration Committee met on one occasion.

**(C) Corporate Social Responsibility Committee**

The Corporate Social Responsibility Committee comprises of the following Directors namely, Sh. Sandeep Jindal, Sh. Kartar Chand Dhiman and Sh. Kanik Sharma. Sh. Sandeep Jindal is the Chairman of the said Committee. The company has not spend any amount on social activities during the year under review.

**(D) Stakeholders Relationship Committee**

The Stakeholders Relationship Committee comprises of the following Directors namely, Sh. Sandeep Jindal, Sh. Kartar Chand Dhiman and Sh. Kanik Sharma. Sh. Kartar Chand Dhiman is the Chairman of the said Committee. Further, Sh. Sandeep Jindal will be the compliance office of the said committee.

The Stakeholders Relationship Committee specifically looks into the redressal of shareholders/investor's complaints, if any, on non-receipt of annual report and also matters related to share transfer, issue of duplicate share certificate, dematerializations etc.. During the year, under review, the Stakeholders Relationship Committee met on four occasions.

**4. Annual General Meetings**

The details of the last three annual general meetings are given as follows:-

| Date & time             | Year    | Venue at Regd. Office:  | No. of Special Resolution Passed |
|-------------------------|---------|---|----------------------------------|
| 30.12.2020 at 9.30 A.M. | 2019-20 | Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana | Nil                              |
| 30.09.2019 at 9.00 A.M. | 2018-19 | V.P.O. Jugiana, G.T. Road, Ludhiana                                 | 1                                |
| 29.09.2018 at 9.00 A.M. | 2017-18 | V.P.O. Jugiana, G.T. Road, Ludhiana                                 | 1                                |

The company has not passed any resolution through postal ballot during the last Annual General Meeting held on 30<sup>th</sup> December, 2020.

**5. Disclosures:**

**a. Related Party transaction**

All the related parties transactions entered during the year were at arm's length basis as per the provisions of the Companies Act, 2013 and under Listing Regulations. The details of Related Party transactions are given in Note No. 34 of the Audited Accounts of the company for the year ended 31<sup>st</sup> March, 2021. There were no material transactions during the year 2020-21 that are prejudicial to the interest of the company.

**b. Disclosure of Accounting Treatment**

The company has followed the guidelines as laid down by the Institute of Chartered Accountants of India (ICAI) while preparation of financial statements in accordance with Indian Accounting Standards ('Ind AS'), and referred section 133 of the Companies Act, 2013.

**c. Detailed Management Discussion and Analysis Report** have been included in this Annual Report.

**d. The company has complied with all the mandatory requirements of SEBI (LODR) Regulations, 2015 relating to Corporate Governance.**

**6. Statutory Compliance, Penalties and Strictures:**

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

**7. Means of Communication:**

The quarterly/annual results of the company have been forwarded to the Stock Exchanges, where the shares of the company are listed and also published in daily newspapers viz English Newspaper 'Financial Express' and Punjabi newspaper 'Desh Sewak'. The results of the company are also made available at the website of the company [www.jindalcotex.com](http://www.jindalcotex.com).

**8. General Shareholders information:**

**a. 24<sup>th</sup> Annual General Meeting**

|       |   |   |
|-------|---|---|
| Date  | : | Wednesday, 15 <sup>th</sup> September, 2021                                   |
| Time  | : | 9.00 A.M.   |
| Place | : | Village Mandiala Kalan, P.O. Bija,<br>Tehsil Khanna, District Ludhiana-141412 |

**b. Financial Year** : 1<sup>st</sup> April to 31<sup>st</sup> March

**c. Listed on stock Exchanges** : BSE Limited  
Phiroze JeeJee Bhoj Towers,  
Dalal Street, Mumbai – 400 001

National Stock Exchange of India Limited  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (East), Mumbai – 400 051

(The company has not paid annual listing fees of both BSE Limited and National Stock Exchange of India Limited for the financial year 2021-22)



d. **Stock Code**

BSE : 533103  
NSE : JINDCOT

e. **ISIN No:-**

NSDL : INE904J01016  
CDSL : INE904J01016

f. **Market Price Data:**

The trading of the equity shares of the company has been suspended w.e.f. 12.03.2020 on account of non payment of Annual Listing fees for the past few years and noncompliance of the listing requirements, therefore, market price of the equity shares is not available.

g. **Share Transfer System:**

The company has appointed M/s. Bigshare Services Private Limited, RTA, 1<sup>st</sup> Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai – 400059, RTA, as the Registrar and transfer agent for the equity shares of the company to provide services in both physical and electronic mode.

- The Stakeholders Relationship Committee deals with various matters relating to share transfer through transfer agent of the Company. As per the arrangement with Transfer Agents, the list of valid transfers prepared by them in respect of share transfer cases and objections, if any, is placed before the Stakeholders Relationship Committee of the company.
- As stipulated by the Securities and Exchange Board of India (SEBI), a qualified practicing Company Secretary carries out Reconciliation of Share Capital Audit. This audit is carried out every quarter and the report thereon is submitted to the Stock Exchanges where the shares of the company are listed and is also placed before the Board of Directors.

h. **Distribution Schedule as on 31/03/2021:**

| No. of shares | No. of shareholders | % to total shareholders | No. of shares held | % to total shares held |
|---------------|---------------------|-------------------------|--------------------|------------------------|
| Upto 500      | 5555                | 71.63                   | 836554             | 1.86                   |
| 501-1000      | 888                 | 11.45                   | 759790             | 1.69                   |
| 1001-2000     | 497                 | 6.41                    | 786018             | 1.75                   |
| 2001-3000     | 222                 | 2.86                    | 573977             | 1.27                   |
| 3001-4000     | 110                 | 1.42                    | 395467             | 0.88                   |
| 4001-5000     | 111                 | 1.43                    | 534146             | 1.19                   |
| 5001-10000    | 157                 | 2.02                    | 1201615            | 2.67                   |
| Above 10000   | 215                 | 2.77                    | 39915573           | 88.69                  |
| <b>Total</b>  | <b>7755</b>         | <b>100</b>              | <b>45003140</b>    | <b>100</b>             |

i. **Shareholding Pattern as on 31/03/2021:**

| Category                    | No. of shares held | % to paid up share capital |
|-----------------------------|--------------------|----------------------------|
| Promoter and Promoter Group | 9473399            | 21.05                      |
| Financial Institutions      | 598                | 0.00                       |

|                                |                 |            |
|--------------------------------|-----------------|------------|
| Foreign Portfolio Investors    | 265600          | 0.59       |
| Foreign Institutions Investors | 6722000         | 14.94      |
| Bodies Corporate               | 2980273         | 6.62       |
| Clearing Member                | 3958780         | 8.80       |
| NRI                            | 143623          | 0.32       |
| Overseas Bodies Corporates     | 11096           | 0.02       |
| Public (Individual)            | 21447771        | 47.66      |
| <b>TOTAL</b>                   | <b>45003140</b> | <b>100</b> |

**j. Dematerialization of Shares and Liquidity:**

As on 31st March, 2021, 100% of the equity capital was in dematerialized form with NSDL and CDSL. The equity shares of the company are listed on BSE Limited and National Stock Exchange of India Limited, but due to non payment of Annual Listing fees for the past few years of both the Stock Exchanges, the trading of the equity shares has been suspended with effect from 12th March, 2020.

Further, due to non payment of annual listing fees, demat accounts of the promoters of the company and their relatives had also been frozen.

**k. Outstanding GDRs/ ADRs/any other convertibles Instruments:**

The company has not issued any GDRs/ADRs during the year under review.

**l. Plant Locations:-**

i. VPO Jugiana, Ludhiana  
(Punjab)

ii. Village Mandiala Kalan, Bija,  
(Punjab)

iii. Wind Mill – J – 289, Village Pithla,  
Jaisalmer (Rajasthan)

**m. Corporate and Registered Office:**

Village Mandiala Kalan,  
P.O. Bija, Tehsil Khanna,  
District Ludhiana-141412  
Ph: 01628 – 289842  
Email ID: [cs@siggroup.in](mailto:cs@siggroup.in)  
Website: [www.jindalcotex.com](http://www.jindalcotex.com)  
CIN NO: L17115PB1998PLC021084

**n. Registrar and Transfer Agent:**

Bigshare Services Private Limited  
1<sup>st</sup> Floor, Bharat Tin Works Building,  
Opp. Vasant Oasis, Makwana Road,  
Marol, Andheri East,  
Mumbai – 400059 - Maharashtra  
Fax: 022- 62638209 Tel. No. : 022-62638200  
Email : [info@bigshareonline.com](mailto:info@bigshareonline.com)

**o. Compliance Officer:**

Sh. Sandeep Jindal,  
Managing Director

### MANAGEMENT DISCUSSION & ANALYSIS REPORT

The management discussion and analysis presents the Industry overview, opportunities, threats and overall strategy of the company and its future outlook.

#### Industry structure & Outlook

The Indian Textile Industry is one of the largest in the World. The Textile Industry continues to play a vital role in the economic growth of the country. Its importance is evident from the fact that it is the largest contributor towards employment generation, Industrial output and Export earnings. The industry is sustaining livelihoods of 45 million people by providing them employment.

The textile industry has been adversely impacted due to COVID-19 pandemic and lockdown restrictions imposed by the Government. During the year under review, the performance of your company has been badly affected by slowdown in the production due to low capacity utilization, liquidity crunch, migration of labour and fluctuation in the prices of raw materials etc.

#### Financial Analysis

During the year under review, your company had achieved a turnover of Rs. 28.51 Crores against the last year turnover of Rs. 32.87 Crores. Your Company has net loss of Rs. 5.49 crore as against a profit of Rs. 14.98 crore during the last year.

#### Financial Analysis and Review of operations

(On standalone basis):

#### Product wise performance

| Particulars               | Year ended March 31, 2021 |                |                     | Year ended March 31, 2020 |                |                     |
|---------------------------|---------------------------|----------------|---------------------|---------------------------|----------------|---------------------|
|                           | Qty                       | Sales amount   | As % to total sales | Qty                       | Sales amount   | As % to total sales |
| (Rs. in lacs)             |                           |                |                     |                           |                |                     |
| <b>Textiles</b>           |                           |                |                     |                           |                |                     |
| Yarn (in MT.)             | 1266.29                   | 2210.69        | 77.55               | 1622.86                   | 3009.82        | 91.56               |
| Polyester Waste (in MT.)  | 32.58                     | 11.03          | 0.38                | 53.70                     | 10.28          | 0.31                |
| <b>Total (A)</b>          |                           | <b>2221.72</b> | <b>77.93</b>        |                           | <b>3020.10</b> | <b>91.87</b>        |
| Flex Sheet (in Sq. meter) | 11078                     | 5.75           | 0.20                | 32,635                    | 26.51          | 0.81                |
| Chemicals (in MT.)        | 563.00                    | 564.19         | 19.79               | 280.01                    | 240.70         | 7.32                |
| Fabric (in MT.)           | 30.55                     | 58.93          | 2.08                | 280.01                    | 240.70         | 7.32                |
| <b>Total (B)</b>          |                           | <b>628.87</b>  | <b>22.07</b>        |                           | <b>267.21</b>  | <b>8.13</b>         |

| Wind Mill            |  |                |               |  |                |             |
|----------------------|--|----------------|---------------|--|----------------|-------------|
| Elect. Sales         |  |                |               |  |                |             |
| <b>Total (C)</b>     |  | <b>0.00</b>    | <b>0.00</b>   |  | <b>0.00</b>    | <b>0.00</b> |
| <b>Total (A+B+C)</b> |  | <b>2850.59</b> | <b>100.00</b> |  | <b>3287.31</b> | <b>100</b>  |

#### Financial Analysis

##### ➤ Revenue Break – up:

(Rs. In lacs)

| Particulars         | 2020-21        | % to total income | 2019-20        | % to total income |
|---------------------|----------------|-------------------|----------------|-------------------|
| Sales               | 2850.59        | 75.67             | 3287.31        | 79.86             |
| Other Income        | 916.68         | 24.33             | 829.19         | 20.14             |
| <b>Total Income</b> | <b>3767.27</b> | <b>100.00</b>     | <b>4116.50</b> | <b>100.00</b>     |

The net turnover of the company has been decreased to Rs. 2850.59 lacs in the year 2020-21 as against Rs. 3287.31 lacs in the previous year.

##### ➤ Profitability/Losses

(Rs. in lacs)

| Particulars   | 2020-21  | % of turnover | 2019-20  | % of turnover |
|---|----------|---------------|----------|---------------|
| Profit Before Depreciation, Interest, Tax & Exceptional items (PBDIT) | 136.53   | 4.79          | (42.14)  | (1.28)        |
| Interest and Financial Expenses                                       | 82.53    | 2.90          | 90.76    | 2.76          |
| Profit Before Depreciation, Tax & Exceptional items (PBDT)            | 73.46    | 2.57          | (132.90) | (4.04)        |
| Depreciation  | 603.49   | 21.17         | 612.42   | 18.63         |
| Profit Before Tax & Exceptional items (PBT)                           | (530.03) | (18.59)       | (745.32) | (22.67)       |
| Exceptional items   | (19.46)  | (0.68)        | 2244.04  | 68.26         |
| Profit Before Tax   | (549.49) | (19.28)       | 1498.72  | 45.59         |
| Less– Provision for Tax (Including Deferred Tax)                      | 0.00     | 0.00          | --       | -             |
| Profit for the year (PAT)   | (549.49) | (19.28)       | 1498.72  | 45.59         |
| Other Comprehensive Income  | 0.00     | 0.00          | 0.20     | (0.00)        |
| Add – Surplus brought forward from previous Year                      |          |               | --       | -             |
| Profit available for Appropriations                                   | (549.49) | (19.28)       | 1498.92  | 45.59         |

#### Resource Utilization

##### a) Fixed Assets

The gross fixed assets (including work-in-progress & capital advances) as at 31st March, 2021 are Rs.14226.97 lacs (14225.53 lacs in the previous year). The net fixed

assets (including work-in-progress & capital advances) as on 31st March, 2021 are Rs. 5359.89 lacs as compared to Rs. 5961.91 lacs in the previous year.

**b) Investments**

The Company has made investments (net of provision) in its subsidiaries to the tune of Rs.122.89 lacs by way of equity capital.

**c) Current Assets**

Sundry debtors (Net of Provision) of the company are Rs. 685.63 lacs in the year 2020-21 as against Rs. 753.69 lacs in the previous year. Inventory level is at Rs. 134.95 lacs in the year 2020-21 as against Rs. 111.24 lacs in the previous year. Cash and cash equivalents increased from Rs. 17.94 lacs in the year 2019-20 to Rs. 101.46 lacs in the year 2020-21.

**Risk and Concerns**

Risks are an integral part of the growth of a business. However, to effective risk management framework helps the organisation in mitigating the risks effectively and ensure business sustainability. The company is mitigating all these risks through internal as well as external audits.

The uncertainty in demand with prolonged economic impacts of the COVID-19 pandemic will result in impact to the production of the company.

**Future Outlook**

The future outlook of the Indian Textile Industry looks optimistic as the Indian government has come up with a number of export promotion policies for the textiles sector. We expects that the situation will improve in the current financial year and the Government will support the Textile industry in this difficult period with several incentives which are important for the future growth of the textile Industry.

**Internal Control and their Adequacy**

The company has adopted policies and procedures for ensuring the orderly and efficient conduct of its business including adherence to the 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 disclosures. The company uses ERP (Enterprise Resource Planning) system to record data for accounting.

**Health, safety and environment**

The Company is conscious of the importance of environmentally clean and safe operations. The Company's policy requires conduct of operations in such a manner so as to ensure safety of all concerned, and preservation of natural resources

During the year, your Company continued generating interest among staff and labour for maintaining hygienic and green surrounding. More emphasis is given to social distance, cleanliness workplace and good house-keeping.

**Material Development in terms of Human Resources**

The company believes that employees are the real strength of organization. The Company has identified Human Resources Development as a major strategic initiative since it believes that people contribution will be the main engine for growth of the company. The company has taken lot of efforts to train its employees include building skills, attracting and retaining talent and nurturing and developing leadership potential. Industrial relations during the year remained cordial and initiative were taken to enhance productivity of employees.

**Cautionary Statement**

Statement in the Management Discussion and Analysis describing the Company's objectives, projects, estimates, expectations may be 'forward looking statements' within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference of the Company's operation include economic conditions affecting demand changes in Government policies/regulations, tax law and other statutes and other incidental factors.

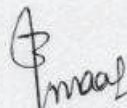
JINDAL COTEX LIMITED  
REGD. OFFICE: Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana-141412  
Ph: 01628 - 289842, CIN NO: L17115PB1998PLC021084  
Website: www.jindalcotex.com; Email: [cs@sjgroup.in](mailto:cs@sjgroup.in)

**DECLARATION ON COMPLIANCE OF THE COMPANY'S CODE OF CONDUCT BY  
MANAGING DIRECTOR**

The Company has a specific Code of Conduct for the members of the Board of Directors and the Senior Management Personnel of the Company in terms of Regulation 17(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 to further strengthen corporate governance practices of the Company.

All the members of the Board and Senior Management Personnel of the Company have affirmed due observance of the said Code of Conduct in so far as it is applicable to them.

Date: 30<sup>th</sup> June, 2021  
Place: Ludhiana

  
(Sandeep Jindal)  
Managing Director  
DIN: 01639743

**K R AGGARWAL & ASSOCIATES**  
Chartered Accountant



549/10 First floor, Satluj Tower  
Opposite Petrol Pump, Fountain Chowk,  
Ludhiana, Punjab, India- (141001)  
E-mail Id :- Kraggarwalassociates@gmail.com

**AUDITORS' CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE**

To  
The Members of  
Jindal Cotex Limited,

We have examined the compliance of the conditions of Corporate Governance by Jindal Cotex Limited for the year ended on 31st March, 2021 as stipulated in Regulations 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance, issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance and conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statement of the Company.

In our opinion and to the best of our information and according to the explanations given to us and based on the representation made by the Directors and Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, 2015.

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

Date : 30<sup>th</sup> June, 2021  
Place : Ludhiana  
UDIN: 21539337AAAAFO8792

FOR K. R. Aggarwal & Associates,  
Chartered Accountants,  
Firm Regn. No. : 030088N

  
(Kanika)  
Partner  
M. No. 539337



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 Website: www.jindalcotex.com; Email: cs@sjgroup.in

**EXTRACT OF ANNUAL RETURN  
 As at the end of financial year 31.03.2021**

**FORM MGT-9**

(Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the company (Management & Administration) Rules, 2014)

**I. Registration & other details:**

| S. No. | Particulars   | Details  |
|--------|---|--|
| i      | CIN   | : L17115PB1998PLC021084  |
| ii     | Registration Date   | : 18-02-1998   |
| iii    | Name of the company   | : M/s Jindal Cotex Limited   |
| iv     | Category/sub-category of the company                                      | : Company limited by shares  |
| v      | Address of the Registered office & contact details                        | : Village Mandiala Kalan,<br>P.O. Bija, Tehsil Khanna,<br>District Ludhiana-141412<br>cs@sjgroup.in<br>Ph : 01628-289842   |
| vi     | Whether listed company  | : Yes  |
| vii    | Name, Address & contact details of the registrar & transfer agent, if any | : Bigshare Services Private Limited,<br>1 <sup>st</sup> Floor, Bharat Tin Works Building,<br>Opp. Vasant Oasis, Makwana Road,<br>Marol, Andheri East,<br>Mumbai – 400059 - Maharashtra |

**II. Principal business activities of the company:**

All the business activities contributing 10% or more of the total turnover of the company shall be stated

| S. No. | Name & Description of main products/services | NIC code of the product/service                   | % to total turnover of the company |
|--------|--|---|------------------------------------|
| i      | Textile                                      | 113 - Spinning, weaving and finishing of textiles | 77.86                              |

**III. Particulars of Holding, Subsidiary and Associate Companies:**

| S. No. | Name of the company         | Address of the company   | CIN                   | Holding/ Subsidiary/ Associate company | % of shares held |
|--------|-----------------------------|--|-----------------------|--|------------------|
| 1      | Himachal Textiles Park Ltd. | Upmahal, Ramnagar,<br>VPO Thathal, Tehsil Amb,<br>District Una, H.P. | U74990HP2009PLC031264 | Associates                             | 23.29            |
| 2      | Jindal International FZE    | Jebel Ali Free Zone,<br>Post Box – 261943 Dubai<br>(U.A.E.)          |                       | WOS                                    | 100              |



|  |                 |           |                 |              |                 |           |                 |              |               |
|--|-----------------|-----------|-----------------|--------------|-----------------|-----------|-----------------|--------------|---------------|
| i) Qualified Foreign Investor  | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| j) Foreign Portfolio Investors   | 265600          | 0         | 265600          | 0.59         | 265600          | 0         | 265600          | 0.59         | 0             |
| h) Any Other (specify)   | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| <b>Sub-Total (B)(1)</b>  | <b>6988274</b>  | <b>0</b>  | <b>6988274</b>  | <b>15.53</b> | <b>6988198</b>  | <b>0</b>  | <b>6988198</b>  | <b>15.53</b> | <b>(0.00)</b> |
| <b>2. Non- Institutions</b>  |                 |           |                 |              |                 |           |                 |              |               |
| a) Bodies Corporate  | 3065043         | 0         | 3065043         | 6.81         | 2980273         | 0         | 2980273         | 6.62         | (0.19)        |
| b) Individuals   |                 |           |                 |              |                 |           |                 |              |               |
| Individuals - i. Individual shareholders holding nominal share Capital up to Rs 1 lakh | 4799297         | 25        | 4799322         | 10.66        | 4768120         | 25        | 4768145         | 10.60        | (0.07)        |
| ii. Individual shareholders holding nominal share Capital in excess of Rs. 1 lakh.     | 16503529        | 0         | 16503529        | 36.67        | 15466409        | 0         | 15466409        | 34.37        | (2.30)        |
| c) Qualified Foreign Investor  | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| d) i) Hindu Undivided Family   | 784162          | 0         | 784162          | 1.74         | 1213217         | 0         | 1213217         | 2.70         | 0.95          |
| ii) Clearing Member  | 3215197         | 0         | 3215197         | 7.14         | 3958780         | 0         | 3958780         | 8.80         | 1.65          |
| iii) Employee  | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| iv) Trust  | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| v) Foreign Nationals   |                 |           |                 |              |                 |           |                 |              |               |
| vi) Non resident Indian (NRI)  | 163118          | 0         | 163118          | 0.36         | 143623          | 0         | 143623          | 0.32         | (0.04)        |
| vii) Non resident Indian (Repat)   | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| viii) Non resident Indian (Non Repat)  | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| ix) Overseas Bodies Corporates   | 11096           | 0         | 11096           | 0.02         | 11096           | 0         | 11096           | 0.02         | 0             |
| <b>Sub-Total (B)(2)</b>  | <b>28541442</b> | <b>25</b> | <b>28541467</b> | <b>63.42</b> | <b>28541518</b> | <b>25</b> | <b>28541543</b> | <b>63.42</b> | <b>0.00</b>   |
| <b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>                                    | <b>35529716</b> | <b>25</b> | <b>35529741</b> | <b>78.95</b> | <b>35529716</b> | <b>25</b> | <b>35529741</b> | <b>78.95</b> | <b>0.00</b>   |
| <b>TOTAL (A)+(B)</b>   | <b>45003115</b> | <b>25</b> | <b>45003140</b> | <b>100</b>   | <b>45003115</b> | <b>25</b> | <b>45003140</b> | <b>100</b>   | <b>0</b>      |
| <b>C Shares held by Custodians for GDRs</b>  |                 |           |                 |              |                 |           |                 |              |               |
| i) Promoter and Promoter Group   | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| ii) Public   | 0               | 0         | 0               | 0            | 0               | 0         | 0               | 0            | 0             |
| <b>Grand Total (A)+(B)+(C)</b>   | <b>45003115</b> | <b>25</b> | <b>45003140</b> | <b>100</b>   | <b>45003115</b> | <b>25</b> | <b>45003140</b> | <b>100</b>   | <b>0</b>      |

JINDAL COTEX LIMITED  
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 Website: www.jindalcotex.com; Email: cs@sigroup.in

| (ii) SHAREHOLDING OF PROMOTERS |                               |   |                                  |  |                                     |                                  |  |                          |
|--------------------------------|-------------------------------|---|----------------------------------|--|-------------------------------------|----------------------------------|--|--------------------------|
| S No.                          | Shareholder's Name            | Shareholding at the beginning of the year |                                  |  | Shareholding at the end of the year |                                  |  | % Change during the year |
|                                |                               | No. of shares                             | % of total shares of the company | % of shares pledged encumbered to total shares | No. of shares                       | % of total shares of the company | % of shares pledged encumbered to total shares |                          |
| 1                              | Ramesh Kumar Jindal           | 2636008                                   | 5.86                             | 5.86   | 2636008                             | 5.86                             | 5.86   | 0.00                     |
| 2                              | Rajinder Kumar Jindal         | 2477052                                   | 5.50                             | 5.50   | 2477052                             | 5.50                             | 5.50   | 0.00                     |
| 3                              | Yash Paul Jindal              | 1978438                                   | 4.39                             | 4.39   | 1978438                             | 4.39                             | 4.39   | 0.00                     |
| 4                              | Sandeep Jindal*               | 150630                                    | 0.33                             | 0.33   | 150630                              | 0.33                             | 0.33   | 0.00                     |
| 5                              | Aman Jindal                   | 844050                                    | 1.88                             | 1.88   | 844050                              | 1.88                             | 1.88   | 0.00                     |
| 6                              | Sahil Jindal                  | 810000                                    | 1.80                             | 1.80   | 810000                              | 1.80                             | 1.80   | 0.00                     |
| 7                              | Jagdish Rai Jindal            | 16946                                     | 0.04                             | 0.00   | 16946                               | 0.04                             | 0.00   | 0.00                     |
| 8                              | Vidyawati Jindal              | 1550                                      | 0.00                             | 0.00   | 1550                                | 0.00                             | 0.00   | 0.00                     |
| 9                              | Santosh Jindal                | 0   | 0.00                             | 0.00   | 0                                   | 0.00                             | 0.00   | 0.00                     |
| 10                             | Geeta Jindal                  | 162                                       | 0.00                             | 0.00   | 162                                 | 0.00                             | 0.00   | 0.00                     |
| 11                             | Reen Prabha Jindal            | 162                                       | 0.00                             | 0.00   | 162                                 | 0.00                             | 0.00   | 0.00                     |
| 12                             | Yash Paul Jindal & Sons (HUF) | 262642                                    | 0.58                             | 0.00   | 262642                              | 0.58                             | 0.00   | 0.00                     |
| 13                             | Sandeep Jindal & Sons (HUF)   | 295759                                    | 0.66                             | 0.00   | 295759                              | 0.66                             | 0.00   | 0.00                     |
|                                | <b>TOTAL</b>                  | <b>9473399</b>                            | <b>21.05</b>                     | <b>19.77</b>                                   | <b>9473399</b>                      | <b>21.05</b>                     | <b>19.77</b>                                   | <b>0.00</b>              |

iii) CHANGE IN PROMOTERS' SHAREHOLDING (Please specify if there is no change)

| S No. | Particular                   | No. of shares held at the beginning of the year |               |                                  | Cumulative shareholding during the year |                                  |
|-------|------------------------------|---|---------------|----------------------------------|---|----------------------------------|
|       |                              | Reasons for increase/decrease                   | No. of shares | % of total shares of the company | No. of shares                           | % of total shares of the company |
|       | At the beginning of the year |   |               |                                  |   |                                  |
|       |                              |   |               |                                  |   |                                  |
|       |                              |   | NIL           | NIL                              | NIL                                     | NIL                              |
|       |                              |   |               |                                  |   |                                  |
|       | At the end of the year       |   |               |                                  |   |                                  |

(iv) SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (Other than Directors, Promoters and holder of GDRs)

| S. No. | Name   | Shareholding  |                                  | Date                                   | Increase/ Decrease in shareholding | Reason | Cumulative shareholding during the year (01.04.2020) to (31.03.2021) |                                  |
|--------|--|---|----------------------------------|--|------------------------------------|--------|--|----------------------------------|
|        |  | No. of shares held at the beginning of the year (01.04.2019) end of the year (31.03.2020) | % of total shares of the company |  |                                    |        | No. of Shares  | % of total shares of the company |
| 1      | Clareville Capital Opportunities Master Fund Ltd | 4475000   | 9.94                             | 01.04.2020<br>31.03.2021               |                                    | Nil    | 4475000  | 9.94                             |
| 2      | Shriram Insight Share Brokers Ltd                | 3125923   | 6.95                             | 01.04.2020<br>04.12.2020<br>31.03.2021 | 773038                             | Trf    | 3898961<br>3898961   | 8.66<br>8.66                     |
| 3      | Avtar India Opportunities Fund                   | 2247000   | 4.99                             | 01.04.2020<br>31.03.2021               |                                    | Nil    | 2247000  | 4.99                             |
| 4      | Khushru Dali Petigara                            | 1984045   | 4.41                             | 01.04.2020<br>31.03.2021               |                                    | Nil    | 1984045  | 4.41                             |
| 5      | Swing Infraspace Private Limited                 | 1398500   | 3.11                             | 01.04.2020<br>31.03.2021               |                                    | Nil    | 1398500  | 3.11                             |
| 6      | Jigneshbhai Hiralal Shah                         | 1219518   | 2.71                             | 01.04.2020<br>04.12.2020<br>31.03.2021 | -773038                            | Trf    | 446480<br>446480   | 0.99<br>0.99                     |
| 7      | Hiral Anand Karbhari                             | 1150000   | 2.56                             | 01.04.2020<br>31.03.2021               |                                    | Nil    | 1150000  | 2.56                             |
| 8      | Nupur Anil Shah                                  | 1125000   | 2.50                             | 01.04.2020<br>31.03.2021               |                                    | Nil    | 1125000  | 2.50                             |
| 9      | Sapan Anil Shah                                  | 885000  | 1.97                             | 01.04.2020<br>31.03.2021               |                                    | Nil    | 885000   | 1.97                             |
| 10     | Nagji Keshavji Rita                              | 787389  | 1.75                             | 01.04.2020<br>31.03.2021               |                                    | Nil    | 787389   | 1.75                             |

JINDAL COTEX LIMITED

REGD. OFFICE: Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana-141412

Ph: 01628 - 289842, CIN NO: L17115PB1998PLC021084

Website: www.jindalcotex.com; Email: cs@sjgroup.in

| <b>(v) Shareholding of Directors and Key Managerial Personnel (KMP):</b> |   |  |   |  |   |
|--|---|--|---|--|---|
| <b>S No.</b>   | <b>For each of the Directors of the Company and KMP</b>   | <b>No. of shares held at the beginning of the year</b> |   | <b>No. of shares held at the end of the year</b> |   |
|  |   | <b>No. of shares</b>                                   | <b>% of total shares of the company</b> | <b>No. of shares</b>                             | <b>% of total shares of the company</b> |
|  | <b>At the beginning of the year</b>   |  |   |  |   |
| 1  | Mr. Sandeep jindal,<br>Managing Director  | 150630   | 0.33                                    |  |   |
|  | Date wise increase/decrease in shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus /sweat equity etc.) | NIL  |   |  |   |
|  | <b>At the end of the year</b>   |  |   |  |   |
| 1  | Mr. Sandeep jindal,<br>Managing Director  |  |   | 150630   | 0.33                                    |

| V). Indebtedness   |  | (Rs. In lacs)      |          |                       |
|--|--|--------------------|----------|-----------------------|
| Indebtedness of the company including interest outstanding/accrued but not due for payment |  |                    |          |                       |
| Particulars  | Secured Loans<br>excluding<br>deposits | Unsecured<br>Loans | Deposits | Total<br>Indebtedness |
| Indebtedness at the beginning of the financial year  |  |                    |          |                       |
|  | *18440.27                              | 1429.99            | 1209.00  | 25612.11              |
| i) Principal Amount  | --                                     | --                 | 518.93   | 518.93                |
| ii) Interest due but not paid  | --                                     | --                 | --       | --                    |
| iii) Interest accrued but not due  | *18440.27                              | 1429.99            | 1727.93  | 26131.04              |
| <b>Total (i+ii+iii)</b>  |  |                    |          |                       |
| Change in Indebtedness during the financial year   |  |                    |          |                       |
|  | --                                     | --                 | --       | --                    |
| Additions  | (241.02)                               | (95.67)            | (9.46)   | (4192.85)             |
| Reduction  | (241.02)                               | (95.67)            | (9.46)   | (4192.85)             |
| Net Change   |  |                    |          |                       |
| Indebtedness at the end of the financial year  |  |                    |          |                       |
|  | 18199.25                               | 1334.32            | 1199.54  | 21419.26              |
| i) Principal Amount  | --                                     | --                 | 518.93   | 518.93                |
| ii) Interest due but not paid  | --                                     | --                 | --       | --                    |
| iii) Interest accrued but not due  | 18199.25                               | 1334.32            | 1718.47  | 21938.19              |
| <b>Total (i+ii+iii)</b>  |  |                    |          |                       |

\* Advances paid to ARC's have not been reduced from the figures shown above.

INDAL COTEX LIMITED  
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 Ph: 01628 - 289842, CIN NO: L17115PB1998PLC021084  
 Website: www.jindalcotex.com; Email: cs@sigroup.in

**VI). REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**A) Remuneration to Managing Director, Whole-time Directors and/or Manager**

| S. No. | Particulars of Remuneration  | Name of MD/WTD/Manager              |                 |
|--------|--|-------------------------------------|-----------------|
|        |  | Sandeep Jindal<br>Managing Director | Total           |
| 1      | Gross salary   | 7,50,000                            | 7,50,000        |
|        | a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | 7,50,000                            | 7,50,000        |
|        | b) Value of perquisites u/s 17 (2) Income-tax Act, 1961                            | -                                   | -               |
|        | c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961.             | -                                   | -               |
| 2      | Stock Option   | -                                   | -               |
| 3      | Sweet Equity   | -                                   | -               |
| 4      | Commission   | -                                   | -               |
|        | - as % of profit   | -                                   | -               |
|        | - others, specify  | -                                   | -               |
| 5      | other, please specify  | -                                   | -               |
|        | <b>Total (A)</b>   | <b>7,50,000</b>                     | <b>7,50,000</b> |

| S. No. | Particulars of Remuneration               | Kartar Chand<br>Dhiman | Kanik Sharma | Alisha |
|--------|---|------------------------|--------------|--------|
| 1      | <b>Independent Directors</b>              |                        |              |        |
|        | Fee for attending board committee meeting |                        |              |        |
|        | Commission                                |                        |              |        |
|        | others, please specify                    |                        |              |        |
|        | <b>Total (1)</b>                          |                        |              |        |
| 2      | <b>Other Non-Executive Directors</b>      |                        |              |        |
|        | Fee for attending board committee meeting |                        |              |        |
|        | Commission                                |                        |              |        |
|        | others, please specify                    |                        |              |        |
|        | <b>Total (2)</b>                          |                        |              |        |
|        | <b>Total = (1+2)</b>                      |                        |              |        |



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| C) Remuneration to Key Managerial Personal other than MD/WTD/Manager |  |                          |     |
|--|--|--------------------------|-----|
| S. No.   | Particulars of Remuneration  | Key Managerial Personnel |     |
|  |  | ---                      | --- |
| 1  | Gross salary   | -                        | -   |
|  | a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | -                        | -   |
|  | b) Value of perquisites u/s 17 (2) Income-tax Act, 1961                            | -                        | -   |
|  | c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961              | -                        | -   |
| 2  | Stock Option   | -                        | -   |
| 3  | Sweet Equity   | -                        | -   |
| 4  | Commission   | -                        | -   |
|  | - as % of profit   | -                        | -   |
|  | - others, specify  | -                        | -   |
| 5  | other, please specify  | -                        | -   |
|  | Total (A)  | -                        | -   |

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| VII) Penalties/ Punishment / Compounding Offences: |                              |                   |   |                             |                                   |
|--|------------------------------|-------------------|---|-----------------------------|-----------------------------------|
| Type   | Section of the Companies Act | Brief Description | Detail of Penalty/ Punishment/ Compounding fees Imposed | Authority (RD /NCLT/ Court) | Appeal made if any (give details) |
| <b>a) Company</b>                                  |                              |                   |   |                             |                                   |
| Penalty Punishment Compounding                     |                              |                   |   |                             |                                   |
|  |                              |                   |   |                             |                                   |
| <b>b) Directors</b>                                |                              |                   |   |                             |                                   |
| Penalty Punishment Compounding                     |                              |                   |   |                             |                                   |
|  |                              |                   |   |                             |                                   |
| <b>c) Other Officers in default</b>                |                              |                   |   |                             |                                   |
| Penalty Punishment Compounding                     |                              |                   | None  |                             |                                   |

(Kartar Chand Dhiman)  
Director  
05143805

By order of the Board  
For Jindal Cotex Limited  
(Sandeep Jindal)  
Managing Director  
01639743

Place: Ludhiana  
Date: 30<sup>th</sup> June, 2021

# REECHA GOEL & ASSOCIATES

COMPANY SECRETARIES

Opposite Sachdeva Autos

Civil Lines, PHILLAUR

(M): 098148-09461

## SECRETARIAL AUDIT REPORT

To

The Members,  
Jindal Cotex Limited  
Ludhiana.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Jindal Cotex Limited (hereinafter referred to as Company).

Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts, statutory compliances and expressing my opinion thereon.

Based on our verification of the Jindal Cotex Limited's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the company for the financial year ended on 31<sup>st</sup> March, 2021 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;



Contd...2

- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; (Not applicable to the company during the audit period.)
  - (e) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
  - (g) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; ((Not applicable to the company during the audit period.)
  - (h) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Further, the Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 are not applicable to the company as the company has not issued/listed any debt securities.

We have also examined compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.



Contd...3

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

- *payment of Annual Listing Fee to the stock exchanges where the company is listed and consequent advisory from BSE for compulsory delisting in the event of continuing default.*
- *Delay in filing of (a) Statement of Investor complaints for the quarter ended 30<sup>th</sup> June, 2020, (b) Shareholding Pattern for the quarter ended 30<sup>th</sup> June, 2020 and (c) Annual Report for the year ended 31.03.2020 with stock exchanges where the company is listed.*
- *Non compliance of Regulation 23(9) of SEBI (LODR), Regulations, 2015 for half year ended 30.09.2020.*
- *non-compliance of order passed by Hon'ble Company Law board, New Delhi, regarding repayment of fixed deposits accepted by the Company.*
- *non-compliance in respect of appointment of CS and CFO.*
- *The company and its promoter directors viz. Sh. Sandeep Jindal, Sh. Yash Paul Jindal and Sh. Rajinder Jindal have been restrained from accessing the securities market directly or indirectly and further prohibited from any kind of buying, selling or otherwise dealing in securities market including units of mutual funds for a period of five years from order dated 24.08.2019.*

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Woman Director and Independent Directors. There is no change in the composition of the Board of Directors during the period under review

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

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

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to



monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period, there were no other specific events/actions in pursuance of above referred laws, rules, regulations and guidelines.

For Reccha Goel & Associates  
Company Secretaries

(Reccha Gupta)  
Prop.

FCS: 6562  
CP No.:7012

Place: Phillaur  
Date: 30.06.2021  
UDIN: F006562C000551359

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

## ANNEXURE A'

To  
The Members,  
Jindal Cotex Limited  
Ludhiana

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

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

For Reecha Goel & Associates  
Company Secretaries



(Reecha Gupta)  
Prop.  
FCS :6562  
C P No.:7012

Place: Ludhiana  
Date: 30/06/2021

**Form AOC-2**

**As on 31.03.2021**

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

Form for Disclosure of particulars of contracts/arrangement entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso is given below:

**1. Details of contracts or arrangements or transactions not at Arm's length basis:**

| S. No. | Particulars   | Details |
|--------|---|---------|
| a)     | Name(s) of the related party & nature of relationship   |         |
| b)     | Nature of contracts/arrangements/transaction  | Nil     |
| c)     | Duration of contracts/arrangements/transaction  | Nil     |
| d)     | Silent terms of the contracts/arrangements/transaction including the value, if any                                | Nil     |
| e)     | Justification for entering into such contracts/arrangements/transaction   | Nil     |
| f)     | Date of approval by the Board   | Nil     |
| g)     | Amount paid as advance, if any  | Nil     |
| h)     | Date on which the special resolution was passed in general meeting as required under first proviso of section 188 | Nil     |

**2. Details of contracts or arrangements or transactions at Arm's length basis:**

| S. No. | Particulars   | Details  |
|--------|---|--|
| a)     | Name(s) of the related party & nature of relationship   | Details of Related Party Transactions are disclosed in note No. 34 of the Financial Statements |
| b)     | Nature of contracts/arrangements/transaction  |  |
| c)     | Duration of contracts/arrangements/transaction  |  |
| d)     | Silent terms of the contracts/arrangements/transaction including the value, if any                                |  |
| e)     | Justification for entering into such contracts / arrangements / transaction                                       |  |
| f)     | Date of approval by the Board   |  |
| g)     | Amount paid as advance, if any  |  |
| h)     | Date on which the special resolution was passed in general meeting as required under first proviso of section 188 |  |



# KR Aggarwal & Associates

Chartered Accountants



SCO 549/10 (1<sup>st</sup> Floor), Sutlej Tower

Near Fountain Chowk, Opp. Petrol Pump,  
Cemetery Road, Ludhiana (Punjab)-141001  
E-mail: - kraggarwalassociates@gmail.com

## Independent Auditor's Report

To the Members of

**JINDAL COTEX LTD,**

**Report on the Standalone Ind AS financial statements**

### **Opinion**

We have audited the accompanying Standalone Ind AS financial statements of **JINDAL COTEX LTD.** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss (including other comprehensive income), Cash Flow Statement and the statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information (herein after referred to as "standalone Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the standalone financial statements give the information required by the Companies Act 2013 in the manner so required and give a true and fair view except for the matter given in Emphasis of matter paragraph, in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2021, and its Profit and Loss (including other comprehensive income), Cash Flow Statement and statement of changes in equity for the year ended.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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E-mail: - kraggarwalassociates@gmail.com

## Emphasis of Matter

We draw attention to the following:

1. In the absence of balance confirmations of Trade receivables, Trade payables and Loans, Advances, the impact on the financial statements is not ascertainable.
2. Since the accounts of the Company have declared NPA with all the banks/financial institutions, no balance confirmation is thus available since their declaration as NPA.
3. The Company has various statutory liabilities outstanding since long as on 31/03/2021 being Vat, CST, ESI, EPF etc.
4. The Company is in the process of challenging the SAT order in response to SEBI order WTM/AB/EFD-1/DRA-1/04/2019-2020 dated 24/04/2019 barring the Company and its directors from accessing the securities market and further prohibit them from buying, selling or otherwise dealing in securities (including unit of mutual funds), directly or indirectly, or being associated with the securities market in any manner, whatsoever, for a period of five years.
5. Ind AS on unquoted investments in wholly owned subsidiary and other and on capital advance have not been applied by the company, so we are unable to comment upon the effects of the same on the financial statements.
6. Stock is subject to confirmation from management. We have not physically verified the same.

## Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone 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.





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The respective Board of Directors is also responsible for overseeing the Company's financial reporting process.

## Auditors' Responsibility

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

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

- i. 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.
- ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for explaining our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- iv. 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.





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

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

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

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, we give in the Annexure A statement on the matters Specified in paragraphs 3 and 4 of the Order.

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

- a) Except for the matters described in the Emphasis of matter section, we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion, except for the matters as stated in the Emphasis of matter section, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet, Statement of Profit and loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this report are in agreement with the books of account.



# KR Aggarwal & Associates

Chartered Accountants



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- d) Except for the matters stated in the Emphasis of matter section, there is no any other observations or comments of the auditors on financial transactions or matters which have any adverse effect on the functioning of the company;
- e) Except for the matters stated in the Emphasis of matter section, there is no any other qualification, reservation or adverse remark relating to the maintenance of accounts and other matters connected therewith;
- f) In our opinion, except for the matters stated in the Emphasis of matter section, the aforesaid standalone Ind AS financial statements comply with the applicable Indian Accounting Standards specified under Section 133 of the Act.
- g) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- h) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure "B"; and
- i) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
  - i. The company has disclosed the impact of pending litigations on its financial position in its standalone IND AS financial statements
  - ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
  - iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.



# KR Aggarwal & Associates

Chartered Accountants



SCO 549/10 (1<sup>st</sup> Floor), Sutlej Tower

Near Fountain Chowk, Opp. Petrol Pump,  
Cemetery Road, Ludhiana (Punjab)-141001  
E-mail: - kraggarwalassociates@gmail.com

For K.R. Aggarwal & Associates  
Chartered Accountants

FRN: 030088N



Membership No. 539337

Place: Ludhiana

Date: 30/06/2021

UDIN: 21539337AAAAFO8792

## ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

### I. In respect of fixed assets:

- a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) According to the information and explanation given to us the company has a regular program of physical verification of fixed assets by which all fixed assets are verified. However, no such report of physical verification of fixed assets done by the company has been provided to us.
- c) According to information and explanation given to us, the title deeds of immovable Properties are held in the name of the company. However, none is made available to us as they are pledged with the financial institutions.

### II. In respect of Inventories: -

- a) According to information and explanations given to us, the inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. However, no such report was made available to us.



c) The company has maintained proper records of inventory. As explained to us, the discrepancies noticed on physical verification were not material. However, the discrepancies noticed have been properly dealt with in the books of account.

III. According to the information and explanations given to us, the Company has not granted secured or unsecured loans to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. There are however, outstanding loans and advances to the tune of Rs. 166.36 crore as on 31.03.21 the terms and conditions of which are not specified and hence we are unable to comment upon.

IV. In our opinion and according to the information and explanations given to us, the company has not granted loans during the year. So, the provisions of section 185 and 186 of the Companies Act, 2013 are not applicable. However, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of investment made. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from a bank or financial institution during the year.

V. In our opinion and according to the information and explanations given to us, the company has not accepted any deposit from the public covered under Section 73 to 76 of the Companies Act, 2013 during the Year. However, for the repayment of the fixed deposits received in earlier years by the company from the public, the company has taken permission from the Hon'ble Company Law Board, New Delhi, for extension of time for repayment of fixed deposits as the company was unable to repay the same on due dates due to financial crisis.

VI. We have broadly reviewed the records maintained by the company pursuant to the rules prescribed by the central government for maintenance of cost records under sub-section (I) of section 148 of the act and are of the opinion that prima facie, the prescribed accounts have been prepared and maintained. However, we have not made the detailed examination of records.

VII. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is not regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax Custom Duty, Goods and Service tax, and other material statutory dues, as applicable, with the appropriate authorities in India. Vat 87,91,536/-, PF Payable 58,56,000/- ESI Payable 1,375,000/-





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- (b) According to the information and explanation given to us and based on the records of the company examined by us, there are no dues of Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty and other material statutory dues which have not been deposited on account of any disputes.
- VIII. According to the records of the Company examined by us and the information and explanations given to us, the Company has defaulted in repayment of loans or borrowings to banks and financial institution. The company has not issued any debentures during the year. Banks have recalled entire advances from the company and have started recovery proceedings under SARFAESI ACT, 2002.
- IX. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- X. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- XI. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- XII. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- XIII. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- XIV. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- XV. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors



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or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

- XVI. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

## **Annexure – B to Independent Auditors' Report** **(Referred to in our report of even date)**

### **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 JINDAL COTEX LTD. as of 31st March, 2021 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI').

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India.



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

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

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

## **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone Ind AS 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 standalone Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with Authorizations of management and directors of the company; and (3) provide reasonable Assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone Ind AS 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



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may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## Opinion

In our opinion to the best of our information and according to the explanations given to us, the company has Except for the matters described in the Emphasis of matter section in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For K.R. Aggarwal & Associates  
Chartered Accountants



Place: Ludhiana

Date: 30/06/2021

UDIN: 21539337AAAAFO8792

Membership No: 539337

**JINDAL COTEX LIMITED**

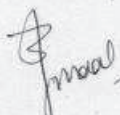
Mandiara Kalan P.O.Bija, Tehsil Khanna Ludhiana

**BALANCE SHEET AS AT 31'ST MARCH 2021**

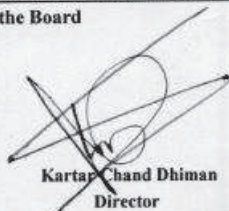
| (Rs. in Lakhs)                      |          |                         |                         |
|-------------------------------------|----------|-------------------------|-------------------------|
| PARTICULARS                         | NOTE NO. | AS AT 31'ST MARCH, 2021 | AS AT 31'ST MARCH, 2020 |
| <b>ASSETS</b>                       |          |                         |                         |
| <b>Non-current assets</b>           |          |                         |                         |
| a) Property, Plant and Equipment    | 2        | 5,359.82                | 5,960.91                |
| b) Other Intangibles assets         | 2        | 0.07                    | 1.00                    |
| <b>c) Financial Assets</b>          |          |                         |                         |
| i) Investments                      | 3        | 233.71                  | 233.71                  |
| ii) Loans                           | 4        | 11,624.25               | 10,825.15               |
| iii) Other Financial assets         | 5        | 3.39                    | 3.39                    |
| d) Other non current assets         | 6        | 5,636.42                | 6,512.15                |
| <b>Total</b>                        |          | <b>22,857.66</b>        | <b>23,536.31</b>        |
| <b>Current assets</b>               |          |                         |                         |
| a) Inventories                      | 7        | 134.95                  | 111.24                  |
| <b>b) Financial Assets</b>          |          |                         |                         |
| i) Trade receivable                 | 8        | 685.63                  | 753.69                  |
| ii) Cash and cash equivalents       | 9        | 101.46                  | 17.94                   |
| iii) Other bank balances            | 10       | 4.20                    | 2.70                    |
| iv) Loans                           | 11       | 1.36                    | 1.25                    |
| v) Other financial assets           | 12       | 2.41                    | -                       |
| c) Current tax assets               | 13       | 3.23                    | 1.14                    |
| d) Other current assets             | 14       | 1,372.71                | 1,578.88                |
| <b>Total</b>                        |          | <b>2,305.95</b>         | <b>2,466.84</b>         |
| <b>Total Assets</b>                 |          | <b>25,163.61</b>        | <b>26,003.15</b>        |
| <b>EQUITY AND LIABILITIES</b>       |          |                         |                         |
| a) Equity Share Capital             | 15       | 4,500.31                | 4,500.31                |
| b) Other Equity                     | 16       | (1,668.38)              | (1,118.90)              |
| <b>Total</b>                        |          | <b>2,831.94</b>         | <b>3,381.41</b>         |
| <b>LIABILITIES</b>                  |          |                         |                         |
| <b>Non-current liabilities</b>      |          |                         |                         |
| <b>a) Financial Liabilities</b>     |          |                         |                         |
| i) Borrowings                       | 17       | 21,252.05               | 21,598.19               |
| ii) Other Financial Liabilities     | 18       | (848.11)                | (926.13)                |
| b) Other non current liabilities    | 19       | 489.95                  | 571.53                  |
| <b>Total</b>                        |          | <b>20,893.89</b>        | <b>21,243.59</b>        |
| <b>Current liabilities</b>          |          |                         |                         |
| <b>a) Financial Liabilities</b>     |          |                         |                         |
| i) Trade payables                   | 20       | 879.41                  | 789.49                  |
| ii) Other Financial Liabilities     | 21       | 47.24                   | 67.53                   |
| b) Other current liabilities        | 22       | 511.14                  | 521.11                  |
| c) Provisions                       | 23       | -                       | -                       |
| <b>Total</b>                        |          | <b>1,437.78</b>         | <b>1,378.13</b>         |
| <b>Total Equity and Liabilities</b> |          | <b>25,163.61</b>        | <b>26,003.15</b>        |

Significant Accounting Policies and Notes to Accounts 1 to 40

For and on behalf of the Board



Sandeep Jindal  
Managing Director  
DIN 01639743



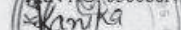
Kartar Chand Dhiman  
Director  
DIN 05143805

As per our report of even date attached

For K R Aggarwal &amp; Associates

Chartered Accountants

FRN NO. 030088N



FRN: 030088N

(KANIKA)

PARTNER

M.NO. 539337

PLACE : LUDHIANA

DATE : 30.06.2021

**JINDAL COTEX LIMITED**

Mandiala Kalan P.O.Bija, Tehsil Khanna Ludhiana

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDING 31st MARCH 2021**

(Rs. in Lakhs)

| PARTICULARS  | NOTE NO. | AS AT 31'ST<br>MARCH,2021 | AS AT 31'ST<br>MARCH,2020 |
|--|----------|---------------------------|---------------------------|
| I Revenue from Operations  | 24       | 2,850.59                  | 3,287.31                  |
| II Other Income  | 25       | 916.68                    | 829.19                    |
| <b>III Total income(I+II)</b>  |          | <b>3,767.27</b>           | <b>4,116.50</b>           |
| <b>IV EXPENSES</b>   |          |                           |                           |
| Cost of materials consumed   | 26       | 1,176.33                  | 1,538.06                  |
| Purchases of stock-in-trade  | 27       | 575.47                    | 482.46                    |
| Change in inventories of finished goods, stock in trade and work -in-progress  | 28       | (20.49)                   | 109.93                    |
| Employee benefit expense   | 29       | 213.62                    | 291.18                    |
| Finance costs  | 30       | 82.53                     | 90.76                     |
| Depreciation and amortisation expense  | 2        | 603.49                    | 612.43                    |
| Other expnses  | 31       | 1,666.35                  | 1,737.01                  |
| <b>Total expenses(IV)</b>  |          | <b>4,297.30</b>           | <b>4,861.83</b>           |
| V Profit/(loss) before exceptional items and tax (III-IV)  |          | (530.03)                  | (745.34)                  |
| VI Exceptional items   | 32       | (19.46)                   | 2,244.04                  |
| VII Profit/(loss) before tax   |          | (549.49)                  | 1,498.70                  |
| VIII Tax expense   |          |                           |                           |
| (1) Current tax  |          | -                         | -                         |
| (2) Deferred tax   |          | -                         | -                         |
| <b>IX Profit/(loss) for the period (VII-VIII)</b>  |          | <b>(549.49)</b>           | <b>1,498.70</b>           |
| X Other Comprehensive Income   |          |                           |                           |
| Items that will not be reclassified to profit or loss  |          |                           |                           |
| (i) Net (loss)/gain on FVOCI equity securities   |          | -                         | 0.20                      |
| (ii) Income tax effect   |          | -                         | -                         |
| <b>XI Total other comprehensive income</b>   |          | <b>-</b>                  | <b>0.20</b>               |
| <b>XII Total Comprehensive Income for the period (IX+XI)(Comprising Profit (Loss) and Other Comprehensive Income for the period)</b> |          | <b>(549.49)</b>           | <b>1,498.90</b>           |
| XIII Earnings per equity share (Basic and diluted)   |          |                           |                           |
| (1) Basic  |          | (1.22)                    | 3.33                      |
| (2) Diluted  |          | (1.22)                    | 3.33                      |

Significant Accounting Policies and Notes to Accounts I to 40

For and on behalf of the Board



Sandeep Jindal  
Managing Director  
DIN 01639743



Kartar Chand Dhiman  
Director  
DIN 05143805

As per our report of even date attached

For K R Aggarwal &amp; Associates

Chartered Accountants

FRN NO. 030088N



KANIKA  
FRN (KANIKA)  
PARTNER  
M.NO. 539337

PLACE : LUDHIANA

DATE : 30.06.2021

**JINDAL COTEX LIMITED**

Mandiala Kalan P.O.Bija, Tehsil Khanna Ludhiana

**CASH FLOW STATEMENT AS AT 31.03.2021**

| PARTICULARS  | (Rs. in Lakhs)  |                   |
|--|-----------------|-------------------|
|  | Current Year    | Previous Year     |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                         |                 |                   |
| Net Profit before tax and Extra Ordinary Activities                | (549.49)        | 1,498.90          |
| Adjustment For: -  |                 |                   |
| Depreciation   | 603.49          | 612.43            |
| Interest Received  | (915.48)        | (829.19)          |
| Finance Cost   | 82.53           | 90.76             |
| Loss on Sale of Fixed Assets                                       | -               | 30.17             |
| Sub Total  | (229.46)        | (95.83)           |
| <b>A. Operating Profit before working capital Changes</b>          | <b>(778.95)</b> | <b>1,403.07</b>   |
| Adjustment For   |                 |                   |
| Trade Receivables  | 68.06           | 617.13            |
| Inventories  | (23.71)         | 101.67            |
| Increase /Decrease in current tax asset                            | (2.09)          | (0.47)            |
| Increase /Decrease in other current assets                         | 206.17          | 61.55             |
| Increase /Decrease in current financial loans                      | -               | (0.20)            |
| Increase /Decrease in other non current assets                     | 875.73          | 878.36            |
| Increase /Decrease in Current financial loans                      | (0.11)          | (0.06)            |
| Increase /Decrease in Non current financial loans                  | (799.10)        | (727.73)          |
| Increase /Decrease in Other Current financial Assets               | (2.41)          | -                 |
| Increase /Decrease in other current financial Liabilities          | (20.29)         | (79.08)           |
| Increase /Decrease in other current Liabilities                    | (9.98)          | (30.96)           |
| Increase /Decrease in other current provision                      | -               | (20.33)           |
| Increase /Decrease in Trade Payables                               | 89.92           | (443.51)          |
| Increase /Decrease in other Non current financial Liabilities      | 78.01           | 70.46             |
| Increase /Decrease in other Non current Liabilities                | (81.58)         | (81.81)           |
| Sub Total  | 378.64          | 345.03            |
| <b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>                     | <b>(400.31)</b> | <b>1,748.09</b>   |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>                      |                 |                   |
| Purchase of Fixed Assets   | (1.47)          | (6.07)            |
| Sale of Fixed Assets   | -               | 19.15             |
| Interest Received  | 915.48          | 829.19            |
| Sub Total  | 914.01          | 842.27            |
| <b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>                     | <b>914.01</b>   | <b>842.27</b>     |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>                      |                 |                   |
| Proceeds/ Repayment from long term borrowings/ Financial Liability | (346.14)        | (2,492.85)        |
| Finance Cost   | (82.53)         | (90.76)           |
| Sub Total  | (428.67)        | (2,583.62)        |
| <b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>                     | <b>(428.67)</b> | <b>(2,583.62)</b> |
| Net increase/(decrease) in cash & Cash equivalents (A+B+C)         | <b>85.03</b>    | <b>6.76</b>       |
| Cash and Cash Equivalent at beginning of year                      | 20.62           | 13.86             |
| Cash and Cash Equivalent at the end of year                        | 105.66          | 20.62             |

Significant Accounting Policies and Notes to Accounts 1 to 40

For and on behalf of the Board

*Sandeep Jindal*  
Sandeep Jindal  
Managing Director  
DIN 01639743

*Kartar Chand Dhiman*  
Kartar Chand Dhiman  
Director  
DIN 05143805

PLACE : LUDHIANA  
DATE : 30.06.2021

As per our report of even date attached  
For K R Aggarwal & Associates  
Chartered Accountants  
FRN NO. 030088N



**Jindal Cotex Limited**

**Statement of changes in equity for the period ended 31 March 2021**

(Rs. in Lacs)

|  | Attributable to the equity holders of the parent |                 |                    |                                      |                 |                            |                    | Total Equity    |
|--|--|-----------------|--------------------|--------------------------------------|-----------------|----------------------------|--------------------|-----------------|
|  | Issued capital                                   | Share forfeited | Retained earnings  | Foreign currency Translation Reserve | General reserve | Capital Redemption Reserve | Securities Premium |                 |
| As at 1 April 2020                     | 4,500.31   | -               | (23,904.49)        | -                                    | -               | -                          | 22,785.58          | 3,381.41        |
| Issue of share capital                 | -  | -               | -                  | -                                    | -               | -                          | -                  | -               |
| Dividends                              | -  | -               | -                  | -                                    | -               | -                          | -                  | -               |
|  | 4,500.31   | -               | (23,904.49)        | -                                    | -               | -                          | 22,785.58          | 3,381.41        |
| Profit for the period                  | -  | -               | (549.49)           | -                                    | -               | -                          | -                  | (549.49)        |
| Other Comprehensive Income             | -  | -               | -                  | -                                    | -               | -                          | -                  | -               |
| Transfer to Retained Earning           | -  | -               | -                  | -                                    | -               | -                          | -                  | -               |
| <b>Total comprehensive income</b>      | -  | -               | (549.49)           | -                                    | -               | -                          | -                  | (549.49)        |
| <b>Grand Total as at 31 March 2021</b> | <b>4,500.31</b>                                  | <b>-</b>        | <b>(24,453.98)</b> | <b>-</b>                             | <b>-</b>        | <b>-</b>                   | <b>22,785.58</b>   | <b>2,831.91</b> |





**1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:**

**I) BACKGROUND:**

"Jindal Cotex Limited ("the Company") is public limited entity incorporated in India, having its registered office at Mandiala Kalan P.O.Bija, Tehsil Khanna, Ludhiana.

**II SIGNIFICANT ACCOUNTING POLICIES:**

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

**III BASIS OF PREPARATION:**

**I Compliance with Ind AS**

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per Companies Indian Accounting Standard Rules, 2015 notified under section 133 of the Companies Act, 2013 (the Act) and other relevant provisions of the Act.

The accounts of the Company have been prepared on going concern basis and historical cost basis except certain financial assets and liabilities measured at fair value and defined benefit plans- assets measured at fair value.

**ii Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

**iii Current/Non-current classification :**

All assets and liabilities have been classified as current or non-current as per Company's normal operating cycle and other criteria set out in the Schedule III to the Act.

**iv Property, plant and equipment**

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items. On transition to Ind AS, the Company has adopted optional exemption under Ind AS 101 to measure Property, Plant and Equipment at previous GAAP carrying value.

**v Depreciation methods, estimated useful lives and residual value**

Pursuant to the enactment of the companies Act 2013, the Company has applied the estimated Useful lives as specified in schedule II. Accordingly the unamortized carrying value is being Depreciated over the revised/remaining useful lives.

**vi Intangible assets**

Computer software are stated at cost, less accumulated amortization and impairment, if any

**vii Impairment of Non-financial assets**

The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and intangible assets or group of assets, called cash generating units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual assets, the Company estimates the recoverable amount of the (CGU) to which the asset belongs.

An impairment loss is recognized in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**viii INVENTORIES**

Raw materials and stores, work in progress, traded and finished goods are stated at the lower of cost and net realisable value. Cost of raw materials and stores & spares at the weighted average cost, Cost of work in progress and finished goods comprises direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition. Costs of purchased inventory are determined after deducting rebates and discounts.

**ix Borrowing costs**

(refer note 17 of Financial Statements)

**x Provisions, Contingent liabilities and Contingent Assets**

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognized for future operating losses.



Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. A present obligation that arises from past events where it is neither probable that an outflow of resources will be required to settle nor a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. However, when the realization of income is virtually certain, then the related asset is not a contingent asset and is recognized.

**xi Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivables. Amounts disclosed as revenue are inclusive of excise duty and net of returns, trade allowances, rebates and value added Taxes. The Company recognizes revenue when the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the company's activities as described below. The company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and specific of each arrangement.

**Timing of recognition-**The company manufactures and sells hosiery knitwears, cotton yarn/blended yarn. Revenue from sales are recognized when significant risk and rewards of ownership of the goods has been transferred to the buyer and entity does not have the effective control over the goods sold.

**xii Accounting for Taxes on Income**

Provision for current tax is made in accordance with the provisions of the Income Tax law applicable for the relevant year. Deferred tax asset/liability is created only to the extent there is virtual certainty that future taxable income will be available against which such deferred tax asset can be realized. As there is no virtual certainty available So deferred tax assets/ Liability not created.

In terms of the Guidance Note on "Accounting for Credit available in respect of Minimum Alternate Tax (MAT) under the Income Tax Act, 1961" issued by the Institute of Chartered Accountants of India, MAT credit is recognized as an asset only to the extent there is a convincing evidence that the company will be paying regular income tax during the specified period.

**xiii Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash in hand, other bank balances.

**xiv Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

**xv Employee Benefits**

**(a) Short-Term Employee benefits**

Employee benefits payable wholly within twelve months of rendering services are classified as short term employee benefits and are recognized in the period in which the employee renders the related services.

**(b) Post-employment benefits**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service

The liability on account of compensated absences i.e. leave with wages is accounted for on the basis of unutilized leave standing to the credit of the employee at the close of the year.

Since company has not conducted actuarial valuation of employee benefits during the previous years, hence Ind AS 19, Employee Benefits is not applied.

**xvi Borrowings**

Amortization of processing fees of term loans has not been done as required by Ind AS, since accounts of the company has been classified as NPA before the transition date as per Ind AS.

Since all the accounts of the company has been declared Sub-standard over a period of time, the banks have started recovery action under SARFAESI Act. In the absence of any information on interest on outstanding dues to the bank, the provision of interest has not been made by the company.

**xvii Financial instruments**

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

**Initial Recognition:**

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

Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in Statement of Profit and Loss.

**Classification and Subsequent Measurement: Financial Assets**

The Company classifies financial assets as subsequently measured at amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- The entity's business model for managing the financial assets and
- The contractual cash flow characteristics of the financial asset.



**Amortized Cost:**

A financial asset shall be classified and measured at amortized cost if both of the following conditions are met:

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

**Fair Value through OCI:**

A financial asset shall be classified and measured at fair value through OCI if both of the following conditions are met:

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

**Fair Value through Profit or Loss:**

A financial asset shall be classified and measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through OCI.

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

**Classification and Subsequent Measurement: Financial liabilities:**

Financial liabilities are classified as either financial liabilities at FVTPL or 'other financial liabilities'.

**Financial Liabilities at FVTPL:**

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.

Gains or Losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

**Other Financial Liabilities:**

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortized cost using the effective interest method.

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

**Impairment of financial assets:**

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at the end of each reporting period. The Company assesses on a forward looking basis the expected credit losses associated with its assets.

The impairment methodology applied depends on whether there has been a significant increase in credit risk. In case of trade receivables, the Company follows the simplified approach permitted by Ind AS 109 – Financial Instruments for recognition of impairment loss

allowance. The application of simplified approach does not require the Company to track changes in credit risk.

The Company calculates the expected credit losses on trade receivables using a provision matrix on the basis of its historical credit loss experience.

**Derecognition of financial assets:**

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

**xviii Critical Accounting Judgment and Key of Estimation Uncertainty**

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the Company's accounting policies.

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

**xix Segment reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker [CODM]. The managing committee is considered to be the 'Chief Operating Decision Maker' (CODM) as defined in IND AS 108. The Operating Segment is the level at which discrete financial information is available. The CODM allocates resources and assess performance at this level. The Group has Operating segments comprising of Textile and Wind Mill.





**JINDAL COTEX LIMITED**
**Notes on Financial Statements for the year ended 31st March, 2021**

|  | As at 31 March 2021 | As at 31 March 2020<br>(Rs. in Lakhs) |
|--|---------------------|---------------------------------------|
| <b>3 Financial Assets</b>  |                     |                                       |
| Investments  |                     |                                       |
| <b>i) Investments in Equity shares</b>   |                     |                                       |
| Unquoted fully paid up equity shares   |                     |                                       |
| <b>M/s Jindal International FZE</b>  | 122.89              | 122.89                                |
| (No record on number of shares and value available with the company)   |                     |                                       |
| <b>Associate Company</b>   |                     |                                       |
| <b>M/s Himachal Textile Park Ltd</b>   | 8.85                | 8.85                                  |
| 88500(Prev Year 88500) Equity Shares of Rs 10 /- Each Fully Paid Up  |                     |                                       |
| <b>ii) Other Non Current Investments</b>   |                     |                                       |
| (Quoted -Fully paid up )other than Subsidiaries  |                     |                                       |
| Investment at fair value through profit or loss  |                     |                                       |
| <b>Baroda Pioneer PSU Equity Fund</b>  | 1.97                | 1.97                                  |
| (20000 Growth Equity Fund @ Rs. 10 each)   |                     |                                       |
| <b>iii) Member's Contribution</b>  |                     |                                       |
| Contribution to HTPL against Building  | 100.00              | 100.00                                |
| <b>Total</b>   | <b>233.71</b>       | <b>233.71</b>                         |
| 1. Market Value of Quoted Investment   | 1.97                | 1.97                                  |
| 2. Aggregate amount of Unquoted Investment   | 231.74              | 231.74                                |
| 3. Aggregate amount of Total Investment  | 233.71              | 233.71                                |
| 4 Aggregate Provision for diminution in Value of Investments   |                     |                                       |
| Note : Quoted investments are valued at market value as on 31-03-2021. All other investments are valued at cost. |                     |                                       |
| <b>4 Loans</b>   |                     |                                       |
| <b>i) Security Deposit</b>   |                     |                                       |
| a) Lease Securities  | -                   | 45.00                                 |
| b) Electricity Security  | 95.85               | 65.36                                 |
| c) Telephone Security  | 0.19                | 0.19                                  |
| d) Sale Tax Security   | 0.20                | 0.20                                  |
| e) LPG Security  | -                   | -                                     |
| e) Advance Cosumption Deposit PSPCL  | 57.16               | 57.16                                 |
| <b>ii) Loans and Advances to Related Parties</b>   |                     |                                       |
| a) Jindal Medicot Ltd.   | 115.66              | 42.50                                 |
| b) Jindal International FZE (Current Account)  | 7,530.20            | 6,783.96                              |
| c) Others  | (4.00)              | 1.79                                  |
| <b>iii) Loans and Advances to Others</b>   |                     |                                       |
| b) Others  | 3,828.99            | 3,828.99                              |
| <b>Total</b>   | <b>11,624.25</b>    | <b>10,825.15</b>                      |



**JINDAL COTEX LIMITED****Notes on Financial Statements for the year ended 31st March, 2021****5 Other Financial Assets**

|                              |             |             |
|------------------------------|-------------|-------------|
| M/s Jindal International FZE | 3.39        | 3.39        |
| <b>Total</b>                 | <b>3.39</b> | <b>3.39</b> |

**6 Other Non-Current Assets****Prepaid Expense(Ind AS)**

|   |                 |                 |
|---|-----------------|-----------------|
| a) Jindal Medicot Ltd.                        | 464.31          | 541.63          |
| b) Jindal International FZE (Current Account) | 4,763.88        | 5,557.13        |
| c) Others                                     | 31.01           | 36.18           |
| d) TUFF Receivable                            | 377.21          | 377.21          |
| <b>Total</b>                                  | <b>5,636.42</b> | <b>6,512.15</b> |

**CURRENT ASSETS****7 Inventories**

(As taken, valued and approved by management)

|   |               |               |
|---|---------------|---------------|
| a) Raw Materials                                      | 11.73         | 1.23          |
| b) Work-in-Progress                                   | 95.14         | 60.88         |
| c) Finished Goods/ Stock in Trade                     | 14.98         | 27.82         |
| d) Waste Stock  | 0.54          | 0.70          |
| e) Store, Spares, Dyes & Chemicals & Packing Material | 12.56         | 20.60         |
| <b>Total</b>  | <b>134.95</b> | <b>111.24</b> |

Inventories are valued at cost or net realizable value, whichever is lower. The cost in respect of the various items of inventory is computed as under:

- In case of raw material at actual cost determined on FIFO basis plus direct expenses.
- In case of Stores and spares at weighted average cost.
- In case of Work in process at raw material cost plus appropriate proportion of direct labour and overheads.
- In case of finished goods at raw material cost plus conversion cost and appropriate proportion of overheads.

**FINANCIAL ASSETS****8 Trade receivables**

|   |                 |                 |
|---|-----------------|-----------------|
| a) Outstanding for a period less than six months from the date they are due for payment | 710.60          | 746.24          |
| b) Outstanding for a period more than six months from the date they are due for payment | 2,362.84        | 2,395.26        |
| <b>Sub Total</b>  | <b>3,073.45</b> | <b>3,141.51</b> |
| Less provision for doubtful bad debts   | 2,387.82        | 2,387.82        |
| <b>Total</b>  | <b>685.63</b>   | <b>753.69</b>   |



**JINDAL COTEX LIMITED****Notes on Financial Statements for the year ended 31st March, 2021****9 Cash and Cash Equivalents**

|                       |               |              |
|-----------------------|---------------|--------------|
| a) Balance with banks | 90.38         | 10.34        |
| b) Cash-in-Hand       | 11.08         | 7.60         |
| <b>Total</b>          | <b>101.46</b> | <b>17.94</b> |

**10 Other Bank Balances**

|               |             |             |
|---------------|-------------|-------------|
| Fixed deposit | 4.20        | 2.70        |
| <b>Total</b>  | <b>4.20</b> | <b>2.70</b> |

**11 Loans**

|                       |             |             |
|-----------------------|-------------|-------------|
| Advances to employees | 1.36        | 1.25        |
| <b>Total</b>          | <b>1.36</b> | <b>1.25</b> |

**12 Other Financial assets**

|                               |             |          |
|-------------------------------|-------------|----------|
| TUF Claim & Other Receivables | 2.41        | -        |
| <b>Total</b>                  | <b>2.41</b> | <b>-</b> |

**13 Current tax assets**

|                            |             |             |
|----------------------------|-------------|-------------|
| Advance Income Tax TDS/TCS | 3.23        | 1.14        |
| <b>Total</b>               | <b>3.23</b> | <b>1.14</b> |

**14 Other current assets**

|  |                 |                 |
|--|-----------------|-----------------|
| a) Prepaid expense(Ind AS)               | 875.73          | 875.73          |
| b) Advance to Suppliers                  | 381.82          | 369.78          |
| c) Prepaid Insurance                     | 0.69            | 0.72            |
| d) Balance with Excise and Taxation Dept | 114.22          | 332.58          |
| e) Prepaid expense                       | 0.25            | 0.07            |
| <b>Total</b>                             | <b>1,372.71</b> | <b>1,578.88</b> |



As at 31 March 2021 As at 31 March 2020  
(Rs. in Lakhs)**EQUITY AND LIABILITIES****15 Equity Share Capital**

Authorised, issued, subscribed and paid-up share capital and par value per share

**Authorised**

60,00,0000 EQUITY SHARES OF RS. 10/- EACH 6,000.00 6,000.00

**Total** 6,000.00 6,000.00**Issued, subscribed and fully paid up**

45003140(previous year 45003140) equity shares of Rs. 10 each fully paid up 4,500.31 4,500.31

Add:- Share Foreited

**Total** 4,500.31 4,500.31**SHAREHOLDERS HOLDING MORE THAN 5% SHARES**

| NAME OF PERSON                              | As at 31 March 2021 |               | As at 31 March 2020 |               |
|---|---------------------|---------------|---------------------|---------------|
|   | % held              | No. of Shares | % held              | No. of Shares |
| ^Ramesh Kumar Jindal                        | 5.86                | 2636008       | 5.86                | 2636008       |
| ^Rajinder Kumar Jindal                      | 5.50                | 2477052       | 5.50                | 2477052       |
| Clareville Capital Opportunities Master Fun | 9.94                | 4475000       | 9.94                | 4475000       |
| Shri Ram Insight Share Brokers Ltd.         | 8.66                | 3898961       | 6.95                | 3125923       |

**Foot Notes :-**

^ As per family arrangement, these persons have relinquished all their rights in respect of their entire shareholdings in the company in favour of Sh. Sandeep Jindal. Since these shares are pledged with banks/ARC at the moment, the permission has been applied and is being sought from them for transfer of shares in the name of Sh. Sandeep Jindal.

As per records of the Company, including its Register of Members and other declarations received from them regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares

|   |            |            |
|---|------------|------------|
| (Equity share issued as Bonus share on 04.7.2008( in no.) | 31.03.2021 | 31.03.2020 |
|   | 48,01,596  | 48,01,596  |

**Rights, preference and restrictions attaching to each class of shares**

- Equity Shares:** The company has only one class of equity shares having par value of Rs. 10/- per share. Each holders of equity shares present is entitled to have one vote upon show of hands and upon a poll every member entitled to vote and present in person or by proxy shall have one vote, for every share held by him.
- The profits of the Company subject to any special rights relating thereto created or authorised to be created shall be divisible among the members in proportion to the amount of Capital paid up or credited as paid up on the shares held by them respectively.
- The Company in general meeting may declare a dividend to be paid to the members according to their respective rights and interests in the profits and may fix the time for payment
- Dividend shall be paid by the Company in respect of any share only to the registered holder of such share or to his order or to his
- In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the realized value of the assets of the Company, remaining after payment of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

**Reconciliation of the Shares outstanding at the beginning and at the end of the reporting year.**

|                                       |                 |                 |
|---------------------------------------|-----------------|-----------------|
| At the beginning of the year          | 4,500.31        | 4,500.31        |
| Shares issued during the year         | -               | -               |
| <b>Outstanding at the end of year</b> | <b>4,500.31</b> | <b>4,500.31</b> |

**16 Other Equity****i) Retained Earnings**

|  |                    |                    |
|--|--------------------|--------------------|
| Balance as per Last Balance sheet                        |                    |                    |
| Add- Foreign Currency Translation Reseve Transfer to P&L | (23,904.49)        | (25,403.38)        |
| Adjustment of previous years expenses                    | -                  | -                  |
| Add/Less :Profit/Loss for the Year                       | (549.49)           | 1,498.90           |
| <b>Total</b>   | <b>(24,453.98)</b> | <b>(23,904.49)</b> |

**ii) Foreign Currency Translation Reserve**

|                                      |          |          |
|--------------------------------------|----------|----------|
| Balance as per Last Balance sheet    | -        | -        |
| Add Received during the year         | -        | -        |
| Less Transfer to P&L during the year | -        | -        |
| <b>Total</b>                         | <b>-</b> | <b>-</b> |

**iii) Securities Premium Reserve**

|                              |                  |                  |
|------------------------------|------------------|------------------|
| Add Received during the year | 22,785.58        | 22,785.58        |
| <b>Total</b>                 | <b>22,785.58</b> | <b>22,785.58</b> |

**Total other equity (i+ii+iii)**

(1,668.38)





|  | As at 31 March 2021 | As at 31 March 2020 |
|--|---------------------|---------------------|
| <b>Non Current Liabilities</b>             |                     |                     |
| <b>Financial Liabilities</b>               |                     |                     |
| (Rs. in Lakhs)                             |                     |                     |
| <b>17 Borrowings</b>                       |                     |                     |
| <b>1. Term Loans From Banks (Secured)</b>  |                     |                     |
| a) Oriental Bank of Commerce               |                     |                     |
| b) Allahabad bank                          | 10,011.54           | 10,011.54           |
| c) Corporation Bank                        | 2,270.74            | 2,270.74            |
| d) State Bank Of India                     | 1,222.69            | 1,222.69            |
| e) Punjab And Sind Bank                    | 2,166.19            | 2,166.19            |
| f) Central Bank of India                   | 284.64              | 285.53              |
| g) Phoenix Trust                           | 352.58              | 352.58              |
| h) JMF ARC Allahabad Bank                  | 125.92              | 125.92              |
| i) JMF ARC Oriental Bank of Commerce       | (50.00)             | (50.00)             |
| j) SAM Branch                              | (290.00)            | (290.00)            |
| k) Interest Payable On FDR                 | (240.13)            | -                   |
| l) Provision of Interest                   | 518.93              | 518.93              |
| <b>Total (1)</b>                           | <b>18,718.19</b>    | <b>18,959.20</b>    |
| <b>2. Others Unsecured</b>                 |                     |                     |
| a) FDR Deposits from Public                | 1,199.54            | 1,209.00            |
| b) Loans and advances from related parties | 1,188.82            | 1,284.49            |
| c) From Others                             | 145.50              | 145.50              |
| <b>Total (2)</b>                           | <b>2,533.86</b>     | <b>2,638.99</b>     |
| <b>Total(1+2)</b>                          | <b>21,252.05</b>    | <b>21,598.19</b>    |

\*Maturity profile and repayment schedule of principal/interest on secured loan is not possible to determine by the company as accounts with banks slipped into sub standard category after restructuring , Hence banks has recalled the entire outstanding and started recovery action under SARFESI Act.

Since the date of default for repayment of loans to the secured lenders has become older than three years, the Debt payable by the Company to its secured lenders has, however, become barred by limitation.

- 1 (a & b) Borrowing from Oriental bank of commerce & Allahabad Bank has assigned to JM Financial Assets Reconstruction Company Private Limited are secured by way of Ist Pari Passu charge on the Fixed Assets of the Company and 2nd charge on the Current Assets of the Company. Further these Loans are Secured by way of equitable mortgage of Factory Land and Building of the company situated at VPO Jugiana, G.T. Road , Ludhiana and at Village Mandiala Kalan, Tehsil Khanna, Distt. Ludhiana. However Corporate Loan & FITL pertaining to Oriental bank of commerce Corporate Loan have exclusive charge on Residential Land & Building in the name of Mr. Sandeep Jindal 8061 sq yard situated at golf link Ludhiana.
- 1 (c & d) Borrowing from Corporation Bank and State Bank of India are secured by way of Ist Pari Passu charge on the Fixed Assets of the Company and 2nd charge on the Current Assets of the Company. Further these Loans are Secured by way of equitable mortgage of Factory Land and Building of the company situated at VPO Jugiana, G.T. Road , Ludhiana and at Village Mandiala Kalan, Tehsil Khanna, Distt. Ludhiana.
- 1 (e) Borrowing From Punjab and Sind Bank is secured by way of exclusive charge on Windmill purchased out of the These borrowing.
- 1 (f) Borrowing from Central Bank Of India is secured by way of equitable mortgage of Land in the name of the Company situated at village Mandiala Kalan, Tehsil Khanna, Distt. Ludhiana
- 1 (g) Since accounts of the company slipped into sub standard category after restructuring , Hence banks has recalled the entire outstanding and started recovery action under SARFESI Act. Provision for Interest has not been provided for the Financial Year 2020-21
- All Secured Loans have also been guaranteed by following promoters & directors 's of the Company :-
- Sh. Sandeep Jindal
  - Sh. Yash Paul Jindal
  - Sh. Rajinder jindal
  - Sh. Ramesh Jindal



- 2(a) The company has received/accepted the deposits from General Public in shape of FDR for different time frames for maturity. Due to financial constraints, the company has not able to repay the deposits within the schedule time period. The Company applied to the Company Law Board for deferment of repayment of deposits vide its order no. C.P. NO. 25/5/2013-CLB Dt. 23.12.2013 and has deferred the repayments of deposits. The company Law Board has reconstituted as National Company Law Tribunal. NCLT constitute a hardship committee & company will also repay Rs. 5 lacs on quarterly basis through hardship meeting. Since the company is facing liquidity crunch & not able to make payments to FDR holder as per CLB order.

Provision for Interest on FDR has not been provided for the Financial Year 2020-21

- 2 (b & c) All the unsecured loan received from related parties & others are repayable after 12 months from the date of squaring up bank dues. However the company reserve the right to prepay it.

#### 18 Other Financial Liabilities

##### Loans & Advances

|  |                 |                 |
|--|-----------------|-----------------|
| a) Loans and advances from related parties |                 |                 |
| b) From Others                             | (738.43)        | (806.35)        |
| <b>Total</b>                               | <b>(109.69)</b> | <b>(119.78)</b> |
|  | <b>(848.11)</b> | <b>(926.13)</b> |

#### 19 Other Non-current Liabilities

##### Deferred Income (Ind AS)

|                       |               |               |
|-----------------------|---------------|---------------|
| a) From Related Party |               |               |
| b) From Other         | 418.14        | 487.77        |
| <b>Total</b>          | <b>71.81</b>  | <b>83.77</b>  |
|                       | <b>489.95</b> | <b>571.53</b> |

##### Current Liabilities

##### Financial Liabilities

#### 20 Trade Payables

|                                       |               |               |
|---------------------------------------|---------------|---------------|
| a) Due to Micro and small Enterprises |               |               |
| b) Due to others                      |               |               |
| <b>Total</b>                          | <b>879.41</b> | <b>789.49</b> |
|                                       | <b>879.41</b> | <b>789.49</b> |

Note : The Company has not received any communication from any of its suppliers/ service providers in response to letters issued by the Company, confirming whether or not they are registered under the Micro, Small and Medium Enterprises Development Act, 2006. In the absence of any positive confirmation from the suppliers/ service providers, the information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 could not be determined.

#### 21 Other Financial Liabilities

|                                 |              |              |
|---------------------------------|--------------|--------------|
| a) Due to Employees             |              |              |
| b) Cheques under reconciliation | 47.24        | 63.32        |
| <b>Total</b>                    |              | <b>4.21</b>  |
|                                 | <b>47.24</b> | <b>67.53</b> |

#### 22 Other current Liabilities

|                                |               |               |
|--------------------------------|---------------|---------------|
| a) TDS Payable                 |               |               |
| b) Provident Fund Payable      | 1.51          | 0.57          |
| c) ESI Payable                 | 58.56         | 59.75         |
| d) Welfare Fund Payable        | 13.75         | 13.42         |
| e) Professional Tax Payable    | 0.19          | 0.22          |
| f) Electricity Expense Payable | 0.05          | 0.57          |
| g) Rent Payable                | 232.89        | 238.93        |
| h) Expense Payable             | 0.48          | 0.48          |
| i) Government Dues Payable     | 0.33          | 0.02          |
| j) Advance from Customers.     | 87.92         | 87.92         |
| k) Audit Fee Payable           | 21.74         | 10.52         |
| l) Deferred Income (Ind AS)    | 2.59          | 1.71          |
| m) Leave with Wages Payable    | 81.58         | 81.58         |
| n) Bonus Payable               | 4.41          | 9.43          |
|                                | 5.14          | 16.01         |
| <b>Total</b>                   | <b>511.14</b> | <b>521.11</b> |

#### 23 Provisions

- a) Provision for Employee benefits

**Total**



As at 31 March 2021

As at 31 March 2020

(Rs. in Lakhs)

**24 Revenue from operations**

|                  |                 |                 |
|------------------|-----------------|-----------------|
| Sale of products |                 |                 |
| <b>Total</b>     | <b>2,850.59</b> | <b>3,287.31</b> |
|                  | <b>2,850.59</b> | <b>3,287.31</b> |

**24.1 Particulars of Sale of Products**

|              |                 |                 |
|--------------|-----------------|-----------------|
| Flex Sheet   |                 |                 |
| Yarn         | 5.75            | 26.51           |
| Fabrics      | 2,210.69        | 3,009.82        |
| Chemicals    | 58.93           | -               |
| Other        | 564.19          | 240.70          |
| <b>Total</b> | <b>11.03</b>    | <b>10.28</b>    |
|              | <b>2,850.59</b> | <b>3,287.31</b> |

**25 Other Income**

|                          |               |               |
|--------------------------|---------------|---------------|
| Interest income          |               |               |
| Lease Rent               | 2.71          | 0.07          |
| Prior Period Income      | 1.20          | -             |
| Interest Income (Ind AS) | 3.82          | -             |
| Others Income (Ind AS)   | 827.37        | 747.32        |
|                          | 81.58         | 81.81         |
| <b>Total</b>             | <b>916.68</b> | <b>829.19</b> |

**26 Cost of materials consumed**

|                       |                 |                 |
|-----------------------|-----------------|-----------------|
| Opening stock         |                 |                 |
| Add : Purchases (Net) | 1.23            | 3.61            |
| Less: Closing Stock   | 1,186.83        | 1,535.69        |
| <b>Total</b>          | <b>11.73</b>    | <b>1.23</b>     |
|                       | <b>1,176.33</b> | <b>1,538.06</b> |

**26.1 Detail of cost of Material Consumed**

|                 |                 |                 |
|-----------------|-----------------|-----------------|
| Polyester Fiber |                 |                 |
| <b>Total</b>    | <b>1,176.33</b> | <b>1,535.69</b> |
|                 | <b>1,176.33</b> | <b>1,535.69</b> |

**27 Purchases of stock-in-trade**

|              |               |               |
|--------------|---------------|---------------|
| Yarn         |               |               |
| Fabric       | -             | 131.93        |
| Flex sheet   | 57.28         | -             |
| Chemical     | -             | 3.26          |
| <b>Total</b> | <b>518.19</b> | <b>347.27</b> |
|              | <b>575.47</b> | <b>482.46</b> |



**28 Change in inventories of finished goods, stock in trade and work-in-progress**

|                                 |                |               |
|---------------------------------|----------------|---------------|
| <b>A) Opening stock</b>         |                |               |
| Work-in-Progress                | 60.88          | 109.75        |
| Finished Goods / Stock in Trade | 28.62          | 89.35         |
| Waste Stock                     | 0.70           | 0.24          |
| <b>Sub Total A</b>              | <b>90.20</b>   | <b>199.34</b> |
| <b>B) Closing Stock</b>         |                |               |
| Work-in-Progress                | 95.14          | 27.82         |
| Finished Goods / Stock in Trade | 14.98          | 60.88         |
| Waste Stock                     | 0.57           | 0.70          |
| <b>Sub Total B</b>              | <b>110.69</b>  | <b>89.41</b>  |
| <b>TOTAL (A-B)</b>              | <b>(20.49)</b> | <b>109.93</b> |

**29 Employee benefit expense**

|   |               |               |
|---|---------------|---------------|
| Salary, Wages and other Allowances        | 199.31        | 275.83        |
| Contribution to Provident and other funds | 7.93          | 8.63          |
| Staff Welfare Expenses                    | 6.38          | 6.72          |
| <b>Total</b>                              | <b>213.62</b> | <b>291.18</b> |

**30 Finance cost**

|                            |              |              |
|----------------------------|--------------|--------------|
| Bank Charges               | 0.74         | 0.66         |
| Other Interest             | -            | 19.64        |
| Interest Expenses (Ind AS) | 81.79        | 70.46        |
| <b>Total</b>               | <b>82.53</b> | <b>90.76</b> |

**31 Other expenses****a) Manufacturing Expenses**

|                                     |               |               |
|-------------------------------------|---------------|---------------|
| Packing Material                    | 26.69         | 34.35         |
| Power and Fuel                      | 11.17         | 8.38          |
| Freight inward & other exp.of Store | 0.96          | 5.74          |
| Building Repair                     | 0.68          | 0.91          |
| Electricity Expenses                | 547.16        | 654.94        |
| Machinery Repair and Maintenance    | 23.95         | 8.34          |
| Electric Repair and maintenance     | 5.01          | 3.47          |
| Other Manufacturing Expenses        | 44.09         |               |
| <b>Total</b>                        | <b>659.71</b> | <b>719.36</b> |



**b) Administrative & Other Expenses**

|                               |               |               |
|-------------------------------|---------------|---------------|
| Postage & Telegram            | 0.02          | 0.08          |
| Directors Remuneration        | 7.50          | 7.50          |
| Loading & unloading           | 3.32          | 3.46          |
| Fee & Taxes                   | 6.67          | 10.47         |
| Computer Repair & Maintenance | 0.80          | 0.15          |
| Travelling & Conveyance       | 15.09         | 19.55         |
| Telephone & Internet Expenses | 1.44          | 2.15          |
| Printing and Stationary       | 0.97          | 1.14          |
| Rent Rates & Taxes            | -             | 1.25          |
| Payments to auditors          | 1.06          | 1.04          |
| Legal & Professional Charges  | 3.59          | 9.67          |
| Insurance Charges             | 0.78          | 2.06          |
| Late Fee GST                  | 0.22          | 0.83          |
| Festival Expenses             | 1.10          | 0.62          |
| Medical Expenses              | 0.66          | 0.71          |
| Misc. Expenses                | 0.53          | 2.12          |
| Charity & Donation            | 0.00          | 0.00          |
| Repairs to other Assets       | 3.50          | 3.48          |
| Car Repair & Maintenance      | 1.28          | 2.90          |
| Local Conveyance              | 1.19          | 1.06          |
| Rent Workers Colony           | 0.92          | 1.19          |
| Loss on Sale of Assets        | -             | 30.17         |
| Other Expenses (Ind AS)       | 875.73        | 878.13        |
| <b>Total</b>                  | <b>926.37</b> | <b>979.74</b> |

**c) Selling Expenses**

|                              |                 |                 |
|------------------------------|-----------------|-----------------|
| Advertisement Expenses       | 0.60            | 0.64            |
| Freight Carriage and outward | 15.81           | 28.52           |
| Rebate and Discount          | 63.85           | 8.75            |
| <b>Total</b>                 | <b>80.26</b>    | <b>37.91</b>    |
| <b>Total (a+b+c)</b>         | <b>1,666.35</b> | <b>1,737.01</b> |

**31.1 Payment to Auditors**

|                           |             |             |
|---------------------------|-------------|-------------|
| Statutory Audit Fee       | 0.80        | 0.80        |
| Company Law Matters       | 0.15        | 0.15        |
| Reimbursement of expenses | 0.11        | 0.09        |
| <b>Total</b>              | <b>1.06</b> | <b>1.04</b> |

**32 Exceptional Items**

|                                 |                |                 |
|---------------------------------|----------------|-----------------|
| Income on term loan written off | -              | 2,265.39        |
| Previous Year Expenses          | (20.18)        | (29.03)         |
| Previous Year Incomes           | 0.72           | 7.68            |
| <b>Total</b>                    | <b>(19.46)</b> | <b>2,244.04</b> |



**33 EARNINGS PER SHARE**

(Rs. in Lakhs)

| PARTICULARS   | 31.03.2021 | 31.03.2020 |
|---|------------|------------|
| i) Net Profit after tax as per Statement of Profit & Loss attributable to Equity Shareholders | (549.49)   | 1,498.90   |
| ii) Weighted Average number of equity shares used as denominator for calculating EPS          | 450.03     | 450.03     |
| iii) Basic Earnings per share   | (1.22)     | 3.33       |
| iv) Diluted Earnings per share  | (1.22)     | 3.33       |
| v) Face Value per equity share  | 10         | 10         |

**34 Information Related to Relating Party Transaction As Per IND AS - 24, issued by Institute of Chartered Accountants of India is given below:**

2020-21

**A) Associate Concerns**

Himachal Textile Park Limited

**B) Subsidiary Co.**

Jindal International FZE(foreign subsidiary)

**C) Key Management Personnel**

Mr. Sandeep Jindal (MD)

**D) KMP or their relatives are influence or control the enterprises**

Jindal Cycles Pvt Ltd  
 Jindal Medicot Limited  
 Jindal Specialty Textiles Limited  
 Jindal Fine Industries  
 Leader Cycles Ltd  
 Jindal Infomedia Pvt Ltd  
 Jindal Holdings & Investment Limited  
 Jindal Technotex Limited

**E) Relatives of Key Management Personnel**

Mrs. Manu Jindal  
 Mr. Yash Paul Jindal  
 Mr. Ramesh Jindal  
 Mr. Rajinder Jindal

2019-20

**A) Associate Concerns**

Himachal Textile Park Limited

**B) Subsidiary Co.**

Jindal International FZE(foreign subsidiary)

**C) Key Management Personnel**

Mr. Sandeep Jindal (MD)  
 Mr. Anil Malhan (CS)

**D) KMP or their relatives are influence or control the enterprises**

Jindal Cycles Pvt Ltd  
 Jindal Medicot Limited  
 Jindal Specialty Textiles Limited  
 Jindal Fine Industries  
 Leader Cycles Ltd  
 Jindal Infomedia Pvt Ltd  
 Jindal Holdings & Investment Limited  
 Jindal Technotex Limited

**E) Relatives of Key Management Personnel**

Mrs. Manu Jindal  
 Mr. Yash Paul Jindal  
 Mr. Ramesh Jindal  
 Mr. Rajinder Jindal

**Transactions with Related party**

(Rs. in Lakhs)

| Particulars           | Subsidiaries     |                  | Key Management Personnel |                  | KMP or their relatives are influence or control the enterprises |                  | Relatives of Key Management Personnel |                  |
|-----------------------|------------------|------------------|--------------------------|------------------|---|------------------|---------------------------------------|------------------|
|                       | 31 st March 2021 | 31 st March 2020 | 31 st March 2021         | 31 st March 2020 | 31 st March 2021  | 31 st March 2020 | 31 st March 2021                      | 31 st March 2020 |
| Lease Rent Income     | -                | -                | -                        | -                | -   | -                | -                                     | -                |
| Lease Rent Expenses   | -                | -                | -                        | -                | -   | -                | -                                     | -                |
| Director Remuneration | -                | -                | 7.50                     | 7.50             | -   | -                | 6.51                                  | 4.20             |
| Remuneration          | -                | -                | -                        | 1.64             | -   | -                | -                                     | -                |
| Purchase of goods     | -                | -                | -                        | -                | 159.26  | 281.15           | -                                     | -                |
| Sale of Goods         | -                | -                | -                        | -                | 1.09  | 81.08            | -                                     | -                |

**35**

Segment Information as required by Ind AS-108 "Operating Segments" issued by the ICAI and compiled on the basis of the financial statements is as under :-

(i) Management has identified two reportable business segments, namely:

- Textile: - Production/Trading of Acrylic Yarn, Polyester Yarn, Poly/cotton Blended Yarn, Cotton Yarn, Blended Yarns, Knitted cloth. & Flex Sheet
- Energy Generation: - Generation of Energy from Wind Mill.

Segments have been identified and reported taking into account the nature of products.

**(a) Information about Primary Business Segments**

(Rs. in Lakhs)

|   | Textile  |          | Wind Mill |         | Total    |          |
|---|----------|----------|-----------|---------|----------|----------|
|   | 2020-21  | 2019-20  | 2020-21   | 2019-20 | 2020-21  | 2019-20  |
| Revenue:  |          |          |           |         |          |          |
| External (Net of Excise)                              | 2,850.59 | 3,287.31 | -         | -       | 2,850.59 | 3,287.31 |
| Inter-segment   | -        | -        | -         | -       | -        | -        |
| Total Revenue   | 2,850.59 | 3,287.31 | -         | -       | 2,850.59 | 3,287.31 |
| Result:   |          |          |           |         |          |          |
| Segment Result  | (549.49) | 1,498.70 | -         | -       | (549.49) | 1,498.70 |
| Unallocated Expenditure                               | -        | -        | -         | -       | -        | -        |
| Profit before Tax                                     | (549.49) | 1,498.70 | -         | -       | (549.49) | 1,498.70 |
| Provision for Tax/Adjustment of tax for Earlier Years | -        | -        | -         | -       | -        | -        |
| Profit After Tax                                      | (549.49) | 1,498.70 | -         | -       | (549.49) | 1,498.70 |



| Particulars         | Textile   |           | Wind Mill |         | Total     |           |
|---------------------|-----------|-----------|-----------|---------|-----------|-----------|
|                     | 2020-21   | 2019-20   | 2020-21   | 2019-20 | 2020-21   | 2019-20   |
| Segment Assets      | 25,130.74 | 25,970.28 | 32.87     | 32.87   | 25,163.61 | 26,003.15 |
| Segment Liabilities | 22,026.99 | 22,317.04 | 304.69    | 304.69  | 22,331.68 | 22,621.73 |
| Capital Expenditure | -         | -         | -         | -       | -         | -         |
| Depreciation        | 603.49    | 612.43    | -         | -       | 603.49    | 612.43    |

36 In the opinion of the Board, current assets, loans and advances have a value in the ordinary course of business at least equal to that stated in the balance sheet and adequate provisions have been made for all known liabilities and depreciation in the books of accounts.

37 Debit or Credit Balance on what so ever accounts are subject to confirmation from parties.

**38 CONTINGENT LIABILITIES AND COMMITMENTS**

| PARTICULARS  | (Rs. in Lakhs)   |                  |
|--|------------------|------------------|
|  | 31.03.2021       | 31.03.2020       |
| (To the extent not provided for)   |                  |                  |
| <b>(a) Contingent Liabilities</b>  |                  |                  |
| (i) Duty saved upon procurement of machinery pending fulfillment of export obligation  | 5.06             | 5.06             |
| (ii) Corporate Guarantee given to Banks for grant of Term Loan and CC Limits to Jindal Medicot Limited & Jindal Specialty Textiles Limited | 32,756.39        | 32,756.39        |
| <b>(b) Commitments</b>   |                  |                  |
| i) Estimated amount of contracts remaining to be executed on capital and not provided for  | 8,863.45         | 8,863.45         |
| <b>Total</b>   | <b>41,624.90</b> | <b>41,624.90</b> |

**39 Pending Legal Cases**

- The suppliers has filed the cases against the company at various levels of Distt. & Session Courts. Total amount of exposure involved in the petitions filed in the court amounts to Rs.2897.62 laes .
- There are various suits filed against the company u/s 138 of Negotiable Instruments Act, 1881.
- One of the creditor being 'vinod cotton corporation' has even filed petition application for winding up of the company.
- IDBI Capital Services Ltd. has filed application under Section 9 of IBC, 2016 against the company in NCLT which is pending for adjudication
- The company has filed writ petition against the application made by State Bank of India for decalring the company as willful defaulter. The same is pending for adjudication.

40 The Company has accumulated losses of Rs.239.04 Crores which has eroded its peak level net worth. Based on the detailed evaluation of the current situation & plans formulated, management is confident of raising adequate finance and rescheduling its debt. Therefore, the management is of the view that the company will realize its assets and discharge the liabilities in the normal course of business. Taking into account the above facts, the financial statements have been prepared on the basis that the company is a going concern.

For and on behalf of the Board

Sandeep Jindal  
Managing Director  
DIN 01639743

Kartar Chand Dhiman  
Director  
DIN 05143805

Place : Ludhiana  
DATE : 30.06.2021

As per our report of even date attached  
For K R Aggarwal & Associates



# KR Aggarwal & Associates

Chartered Accountants



SCO 549/10 (1<sup>st</sup> Floor), Sulej Tower

Near Fountain Chowk, Opp. Petrol Pump,  
Cemetery Road, Ludhiana (Punjab)-141001  
E-mail: - kraggarwalassociates@gmail.com

## Independent Auditor's Report

To the Members of

JINDAL COTEX LTD,

Report on the Consolidated Ind AS financial statements

### Opinion

We have audited the accompanying Consolidated Ind AS financial statements of JINDAL COTEX LTD. ("the Holding Company"), and its associates (collectively referred to as "the Group") which comprise the Consolidated Balance Sheet as at March 31, 2021, the consolidated statement of profit and loss [including other comprehensive income], the consolidated statement of cash flows and the consolidated statement of changes in equity for the year then ended, and a summary of the significant accounting policies and other explanatory information (herein after referred to as Consolidated Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the Consolidated financial statements give the information required by the Companies Act 2013 in the manner so required and give a true and fair view except for the matter given in Emphasis of matter paragraph, of the state of affairs of the Group as at 31 March, 2021, and its Profit and Loss (including other comprehensive income), Cash Flow Statement and its statement of changes in equity for the year ended.

### Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group, its associates and jointly controlled entities in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in India in terms of the Code of Ethics issued by ICAI and the relevant provisions of the Companies Act, 2013, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion except Ind AS on unquoted investments in wholly owned subsidiary viz. Jindal International FZE and others and on capital advance to K. Onishi & Co. have not been applied by the company, so we are unable to comment upon the effects of the same on the financial statements.





# KR Aggarwal & Associates

Chartered Accountants



SCO 549/10 (1<sup>st</sup> Floor), Sutlej Tower

Near Fountain Chowk, Opp. Petrol Pump,  
Cemetery Road, Ludhiana (Punjab)-141001  
E-mail: - kraggarwalassociates@gmail.com

## Emphasis of Matter

We draw attention to the following:

1. In the absence of balance confirmations of Trade receivables, Trade payables and Loans, Advances, the impact on the financial statements is not ascertainable.
2. Since the accounts of the Company have declared NPA with all the banks/financial institutions, no balance confirmation is thus available since their declaration as NPA.
3. The company has various statutory liabilities outstanding since long as on 31/03/2021 being Vat, CST, ESI, EPF etc.
4. The Company is in the process of challenging the SAT order in response to SEBI order WTM/AB/EFD-1/DRA-1/04/2019-2020 dated 24/04/2019 barring the Company and its directors from accessing the securities market and further prohibit them from buying, selling or otherwise dealing in securities (including unit of mutual funds), directly or indirectly, or being associated with the securities market in any manner, whatsoever, for a period of five years.
5. Ind AS on unquoted investments in wholly owned subsidiary and other and on capital advance have not been applied by the company, so we are unable to comment upon the effects of the same on the financial statements.
6. Stock is subject to confirmation from management. We have not physically verified the same.
7. The consolidated IND AS financial results include financial statements, in respect of 1 associate and 1 subsidiary whose unaudited financial statements, other financial information have been furnished to us by the Management.

## Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated 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.



# KR Aggarwal & Associates

Chartered Accountants



SCO 549/10 (1<sup>st</sup> Floor), Sutlej Tower

Near Fountain Chowk, Opp. Petrol Pump,  
Cemetery Road, Ludhiana (Punjab)-141001  
E-mail: - kraggarwalassociates@gmail.com

Except for the matters described in emphasis of matter section we have determined that there are no other key audit matters to communicate in our report.

## Information other than the financial statements and Auditor's Report thereon

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

## Management and Those Charged with Governance's Responsibility for the Consolidated Ind AS financial statements

The Management and holding company's board of directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the act') with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015.

This responsibility also includes the maintenance of adequate accounting records including financial information considered necessary for the preparation of consolidated financial statement. Further, in accordance with the provisions of the Act, the respective board of directors/management of the companies included in the group, and its associates and joint venture companies are responsible for maintenance of adequate accounting records in accordance with the provisions of the act and safeguarding of the assets of the company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



# KR Aggarwal & Associates

Chartered Accountants



SCO 549/10 (1<sup>st</sup> Floor), Sutlej Tower

Near Fountain Chowk, Opp. Petrol Pump,  
Cemetery Road, Ludhiana (Punjab)-141001  
E-mail: - kraggarwalassociates@gmail.com

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either

intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The respective board of directors is also responsible for overseeing the Group's financial reporting process.

## Auditors' Responsibility

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

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

- i. Identify and assess the risks of material misstatement of the consolidated 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.
- ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for explaining our opinion on whether the holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- iv. 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 Group's ability to continue as a going concern. If we conclude that a material uncertainty exists,



# KR Aggarwal & Associates

Chartered Accountants



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E-mail: - kraggarwalassociates@gmail.com

we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated 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**

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

- a) Except for the matters described in the Emphasis of matter section, we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion except for the matters stated in the Emphasis of matter section, proper books of account as required by law have been kept by the Group so far as appears from our examination of those books.
- c) The Balance Sheet, Statement of Profit and loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this report are in agreement with the books of account.
- d) In our opinion, except for the matters stated in the Emphasis of matter section, the aforesaid consolidated Ind AS financial statements comply with the applicable Indian Accounting Standards specified under Section 133 of the Act.
- e) On the basis of written representations received from the directors as on March 31, 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- f) Except for the matters stated in the Emphasis of matter section, there is no any other observations or comments of the auditors on financial transactions or matters which have any adverse effect on the functioning of the group;
- g) Except for the matters stated in the Emphasis of matter section, there is no any other qualification, reservation or adverse remark relating to the maintenance of accounts and other matters connected therewith;
- h) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure "B"; and
- i) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the



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Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

- i. The Group has disclosed the impact of pending litigations on its financial position in its consolidated IND AS financial statements [Refer Note no. 41]
- ii. The Group did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
- iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For K.R. Aggarwal & Associates  
Chartered Accountants

FRN: 030088N



Place: Ludhiana

Date: 30/06/2021

UDIN: 21539337AAAAFP4368

Membership No: 539337

# KR Aggarwal & Associates

Chartered Accountants



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## Annexure – B to independent Auditors' Report (Referred to in our report of even date)

### 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 Holding company as of 31<sup>st</sup> March 2021 in conjunction with our audit of the Consolidated IND AS financial statements of the Holding company for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls

The respective board of directors of the holding company, its subsidiary, associate and joint venture are 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 ("the Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Group'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 Group's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note 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.



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Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated IND AS financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Group's internal financial controls system over financial reporting.

## Meaning of Internal Financial Controls over Financial Reporting

A Group'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 Consolidated Financial Statements for external purposes in accordance with generally accepted accounting principles. A Group'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 Group; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Group are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Group assets that could have a material effect on the Consolidated 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.





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## Opinion

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of reports of the other auditors of its associates except for the matters described in the Emphasis of matter and basis for qualified opinion section have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2021, based on the internal control over financial reporting criteria established by the holding company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For K.R. Aggarwal & Associates  
Chartered Accountants

FRN: 030088N



Place: Ludhiana

Date: 30/06/2021

UDIN: 21539337AAAAFP4368

Membership No: 539337

**JINDAL COTEX LIMITED**

VILLAGE MANDIALA KALAN, PO BIJA, LUDHIANA

**CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2021**

| PARTICULARS                         | NOTE NO. | AS AT 31ST<br>MARCH, 2021 | AS AT 31ST<br>MARCH, 2020 |
|-------------------------------------|----------|---------------------------|---------------------------|
| <b>ASSETS</b>                       |          |                           |                           |
| <b>Non-current assets</b>           |          |                           |                           |
| a) Property, Plant and Equipment    | 2        | 5,360.80                  | 5,961.89                  |
| b) Capital work in progress         | 2        | -                         | -                         |
| c) Other Intangibles assets         | 2        | 0.07                      | 1.00                      |
| d) Financial Assets                 |          |                           |                           |
| i) Investments                      | 3        | 110.82                    | 110.82                    |
| ii) Loans                           | 4        | 4,094.05                  | 4,041.19                  |
| e) Other non current assets         | 5        | 872.55                    | 955.02                    |
| <b>Total</b>                        |          | <b>10,438.29</b>          | <b>11,069.92</b>          |
| <b>Current assets</b>               |          |                           |                           |
| a) Inventories                      | 6        | 134.95                    | 111.24                    |
| b) Financial Assets                 |          |                           |                           |
| i) Trade receivable                 | 7        | 16,816.37                 | 16,884.43                 |
| ii) Cash and cash equivalents       | 8        | 105.95                    | 22.43                     |
| iii) Other bank balances            | 9        | 4.20                      | 2.70                      |
| iv) Loans                           | 10       | 1.36                      | 1.25                      |
| v) Other financial assets           | 11       | 2.41                      | -                         |
| c) Current tax assets               | 12       | 3.23                      | 1.14                      |
| d) Other current assets             | 13       | 2,124.13                  | 2,330.30                  |
| <b>Total</b>                        |          | <b>19,192.60</b>          | <b>19,353.49</b>          |
| <b>Total Assets</b>                 |          | <b>29,630.89</b>          | <b>30,423.41</b>          |
| <b>EQUITY AND LIABILITIES</b>       |          |                           |                           |
| a) Equity Share Capital             | 14       | 4,500.31                  | 4,500.31                  |
| b) Other Equity                     | 15       | 2,798.90                  | 3,301.38                  |
| c) Non-controlling Interest         | 16       | -                         | -                         |
| <b>Total</b>                        |          | <b>7,299.21</b>           | <b>7,801.69</b>           |
| <b>LIABILITIES</b>                  |          |                           |                           |
| <b>Non-current liabilities</b>      |          |                           |                           |
| a) Financial Liabilities            |          |                           |                           |
| i) Borrowings                       | 17       | 21,252.05                 | 21,598.19                 |
| ii) Other Financial Liabilities     | 18       | (848.11)                  | (926.13)                  |
| b) Provisions                       | 19       | -                         | -                         |
| c) Other non current liabilities    | 20       | 489.95                    | 571.53                    |
| <b>Total</b>                        |          | <b>20,893.89</b>          | <b>21,243.59</b>          |
| <b>Current liabilities</b>          |          |                           |                           |
| a) Financial Liabilities            |          |                           |                           |
| i) Borrowings                       | 21       | -                         | -                         |
| ii) Trade payables                  | 22       | 879.41                    | 789.49                    |
| iii) Other Financial Liabilities    | 23       | 47.24                     | 67.53                     |
| b) Other current liabilities        | 24       | 511.14                    | 521.11                    |
| <b>Total</b>                        |          | <b>1,437.79</b>           | <b>1,378.13</b>           |
| <b>Total Equity and Liabilities</b> |          | <b>29,630.89</b>          | <b>30,423.41</b>          |

Significant Accounting Policies and Notes to Accounts 1 to 42

For and on behalf of the Board

  
Sandeep Jindal  
Managing Director  
DIN 01639743

  
Kartar Chand Dhiman  
Director  
DIN 05143805

As per our report of even date attached  
For K R Aggarwal & Associates  
Chartered Accountants

FRN NO: 030088N

  
FRN: 030088N  
(KANIKA)  
PARTNER

M.NO. 539337

PLACE : LUDHIANA  
DATE : 30.06.2021

# JINDAL COTEX LIMITED

VILLAGE MANDIALA KALAN, PO BIJA, LUDHIANA

## CONSOLIDATED PROFIT & LOSS FOR THE YEAR ENDING 31st MARCH 2021

(Rs. In Lakhs)

| PARTICULARS   | NOTE NO. | AS AT 31ST<br>MARCH,2021 | AS AT 31ST<br>MARCH,2020 |
|---|----------|--------------------------|--------------------------|
| I Revenue from Operations   | 26       | 2,850.59                 | 3,287.30                 |
| II Other Income   | 27       | 170.45                   | 155.16                   |
| <b>III Total income(I+II)</b>   |          | <b>3,021.04</b>          | <b>3,442.46</b>          |
| <b>IV EXPENSES</b>  |          |                          |                          |
| Cost of materials consumed  | 28       | 1,176.33                 | 1,538.06                 |
| Purchases of stock-in-trade   | 29       | 575.47                   | 482.46                   |
| Change in inventories of finished goods, stock in trade and work-in-progress  | 30       | (20.49)                  | 109.93                   |
| Employee benefit expense  | 31       | 213.62                   | 291.18                   |
| Finance costs   | 32       | 82.53                    | 90.76                    |
| Depreciation and amortisation expense   | 2        | 603.49                   | 612.43                   |
| Other expenses  | 33       | 873.10                   | 941.58                   |
| <b>Total expenses(IV)</b>   |          | <b>3,504.05</b>          | <b>4,066.39</b>          |
| V Profit/(loss) before exceptional items and tax (III-IV)   |          | (483.01)                 | (623.94)                 |
| VI Exceptional items  | 34       | (19.46)                  | 2,244.04                 |
| VII Profit/(loss) before tax  |          | (502.47)                 | 1,620.10                 |
| VIII Tax expense  |          | -                        | -                        |
| (1) Current tax   |          | -                        | -                        |
| (2) Deferred tax  |          | -                        | -                        |
| <b>IX Profit/(loss) for the period (VII-VIII)</b>   |          | <b>(502.47)</b>          | <b>1,620.10</b>          |
| <b>X Other Comprehensive Income</b>   |          |                          |                          |
| Items that will be reclassified to profit or loss   |          |                          |                          |
| (i) Net (loss)/gain on FVOCI equity securities  |          | -                        | -                        |
| (ii) Income tax effect  |          | -                        | -                        |
| <b>XI Total other comprehensive income</b>  |          |                          |                          |
| <b>XII Total Comprehensive Income for the period (IX+XI) (Comprising Profit (Loss) and Other Comprehensive Income for the period)</b> |          | <b>(502.47)</b>          | <b>1,620.10</b>          |
| <b>-Net Profit for the period attributable to</b>   |          |                          |                          |
| Owners of the parent  |          | (502.47)                 | 1,620.10                 |
| Non-controlling interests   |          | -                        | -                        |
| <b>Other Comprehensive Income attributable to</b>   |          |                          |                          |
| Owners of the parent  |          | -                        | -                        |
| Non-controlling interests   |          | -                        | -                        |
| <b>Total Comprehensive Income for the period</b>  |          | <b>(502.47)</b>          | <b>1,620.10</b>          |
| Owners of the parent  |          | (502.47)                 | 1,620.10                 |
| Non-controlling interests   |          | -                        | -                        |
| XIII Earnings per equity share (Basic and diluted)  | 35       |                          |                          |
| (1) Basic   |          | (1.12)                   | 3.60                     |
| (2) Diluted   |          | (1.12)                   | 3.60                     |

Significant Accounting Policies and Notes to Accounts 1 to 42

For and on behalf of the Board

As per our report of even date attached

For K R Aggarwal & Associates

Chartered Accountants

FRN NO. 030088N



(KANIKA)

PARTNER

M.NO. 539337

SD/-

Sandeep Jindal  
Managing Director  
DIN 01639743

SD/-

Kartar Chand Dhiman  
Director  
DIN 05143805

PLACE : LUDHIANA  
DATE : 30.06.2021

# JINDAL COTEX LIMITED

VILLAGE MANDIALA KALAN, PO BIJA, LUDHIANA

## CONSOLIDATED CASH FLOW STATEMENT AS AT 31.03.2021

(Rs. In Lakhs)

| PARTICULARS   | Current Year    | Previous year     |
|---|-----------------|-------------------|
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                            |                 |                   |
| Net Profit before tax and Extra Ordinary Activities                   | (502.47)        | 1,597.58          |
| Adjustment For: -   |                 |                   |
| Depreciation  | 603.49          | 612.43            |
| Loss on Sale of Fixed Asset   | -               | 30.17             |
| Interest Received   | (169.25)        | (155.16)          |
| Finance Cost  | 82.53           | 90.76             |
| Sub Total   | 516.77          | 578.20            |
| <b>A. Operating Profit before working capital Changes</b>             | <b>14.30</b>    | <b>2,175.78</b>   |
| Adjustment For  |                 |                   |
| Trade Receivables   | 68.06           | 617.13            |
| Inventories   | (23.71)         | 101.67            |
| Increase /Decrease in current tax asset                               | (2.09)          | (0.46)            |
| Increase /Decrease in other current assets                            | 206.17          | 61.56             |
| Increase /Decrease in other financial assets                          | (2.41)          | -                 |
| Increase /Decrease in non current financial investment                | -               | (0.20)            |
| Increase /Decrease in current financial loans                         | (0.11)          | (0.05)            |
| Increase /Decrease in other non current assets                        | 82.48           | 82.93             |
| Increase /Decrease in Non current financial loans                     | (52.86)         | (30.54)           |
| Increase /Decrease in other current financial Liabilities             | (20.29)         | (79.53)           |
| Increase /Decrease in other current Liabilities                       | (9.97)          | (30.96)           |
| Increase /Decrease in other current provision                         | -               | (20.32)           |
| Increase /Decrease in Trade Payables                                  | 89.92           | (443.52)          |
| Increase /Decrease in other Non current financial Liabilities         | 78.01           | 70.46             |
| Increase /Decrease in other Non current Liabilities                   | (81.58)         | (81.81)           |
| Sub Total   | 331.62          | 246.38            |
| <b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>                        | <b>345.92</b>   | <b>2,422.16</b>   |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>                         |                 |                   |
| Purchase of Fixed Assets  | (1.47)          | (6.07)            |
| Sale of Fixed Assets  | -               | 19.15             |
| Interest Received   | 169.25          | 155.16            |
| Sub Total   | 167.78          | 168.24            |
| <b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>                        | <b>167.78</b>   | <b>168.24</b>     |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>                         |                 |                   |
| Proceeds from long term borrowings/ Financial Liability               | (346.14)        | (2,492.85)        |
| Finance Cost  | (82.53)         | (90.76)           |
| Sub Total   | (428.67)        | (2,583.62)        |
| <b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>                        | <b>(428.67)</b> | <b>(2,583.62)</b> |
| <b>Net increase/(decrease) in cash &amp; Cash equivalents (A+B+C)</b> | <b>85.02</b>    | <b>6.80</b>       |
| Cash and Cash Equivalent at beginning of year                         | 25.13           | 18.34             |
| Cash and Cash Equivalent at the end of year                           | 110.15          | 25.13             |

Significant Accounting Policies and Notes to Accounts 1 to 42

For and on behalf of the Board

  
Sandeep Jindal  
Managing Director  
DIN 01639743

  
Kartar Chand Dhiman  
Director  
DIN 05143805

As per our report of even date attached  
For K R Aggarwal & Associates

Chartered Accountants  
FRN NO. 030088N  
  
PARTNER  
M. NO. 539337

PLACE : LUDHIANA  
DATE : 30.06.2021

**JINDAL COTEX LIMITED**

Consolidated Statement of changes in equity for the period ended 31 March 2021

(Rs. In Lakhs)

|                                 | Attributable to the equity holders of the parent |                 |                   |                                      |                 |                            |                    | Total Equity |
|---------------------------------|--|-----------------|-------------------|--------------------------------------|-----------------|----------------------------|--------------------|--------------|
|                                 | Issued capital                                   | Share forfeited | Retained earnings | Foreign currency Translation Reserve | General reserve | Capital Redemption Reserve | Securities Premium |              |
| As at 1 April 2020              | 4,500.31   | -               | (19,484.21)       | -                                    | -               | -                          | 22,785.58          | 7,801.68     |
| Issue of share capital          | -  | -               | -                 | -                                    | -               | -                          | -                  | -            |
| Dividends                       | 4,500.31   | -               | (19,484.21)       | -                                    | -               | -                          | 22,785.58          | 7,801.68     |
| Profit for the period           | -  | -               | (502.47)          | -                                    | -               | -                          | -                  | (502.47)     |
| Other Comprehensive Income      | -  | -               | -                 | -                                    | -               | -                          | -                  | -            |
| Transfer to Retained Earning    | -  | -               | (502.47)          | -                                    | -               | -                          | -                  | -            |
| Total comprehensive income      | -  | -               | (502.47)          | -                                    | -               | -                          | -                  | (502.47)     |
| Grand Total as at 31 March 2021 | 4,500.31   | -               | (19,986.68)       | -                                    | -               | -                          | 22,785.58          | 7,299.21     |



**1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:**

**I) BACKGROUND:**

"Jindal Cotex Limited ("the Company") is public limited entity incorporated in India, having its registered office at Village Madijala Kalan, PO Bija, Ludhiana.

**II SIGNIFICANT ACCOUNTING POLICIES:**

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

**III BASIS OF PREPARATION:**

**i Compliance with Ind AS**

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per Companies Indian Accounting Standard Rules, 2015 notified under section 133 of the Companies Act, 2013 (the Act) and other relevant provisions of the Act.

The accounts of the Company have been prepared on going concern basis and historical cost basis except certain financial assets and liabilities measured at fair value and defined benefit plans- assets measured at fair value.

**ii Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

**iii Current/Non-current classification :**

All assets and liabilities have been classified as current or non-current as per Company's normal operating cycle and other criteria set out in the Schedule III to the Act.

**iv Property, plant and equipment**

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items. On transition to Ind AS, the Company has adopted optional exemption under Ind AS 101 to measure Property, Plant and Equipment at previous GAAP carrying value.

**v Depreciation methods, estimated useful lives and residual value**

Pursuant to the enactment of the companies Act 2013, the Company has applied the estimated Useful lives as specified in schedule II. Accordingly the unamortized carrying value is being Depreciated over the revised/remaining useful lives.

**vi Intangible assets**

Computer software are stated at cost, less accumulated amortization and impairment, if any

**vii Impairment of Non-financial assets**

The Company assesses at each reporting date as to whether there is any indication that any property, plant and equipment and intangible assets or group of assets, called cash generating units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual assets, the Company estimates the recoverable amount of the (CGU) to which the asset belongs.

An impairment loss is recognized in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**viii INVENTORIES**

Raw materials and stores, work in progress, traded and finished goods are stated at the lower of cost and net realisable value. Cost of raw materials and stores & spares at the weighted average cost, Cost of work in progress and finished goods comprises direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition. Costs of purchased inventory are determined after deducting rebates and discounts.

**ix Borrowing costs**

(refer note 17 of Financial Statements)



**x Provisions, Contingent liabilities and Contingent Assets**

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognized for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. A present obligation that arises from past events where it is neither probable that an outflow of resources will be required to settle nor a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. However, when the realization of income is virtually certain, then the related asset is not a contingent asset and is recognized.

**xi Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivables. Amounts disclosed as revenue are inclusive of excise duty and net of returns, trade allowances, rebates and value added Taxes. The Company recognizes revenue when the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the company's activities as described below. The company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and specific of each arrangement.

**Timing of recognition**-The company manufactures and sells hosiery knitwears, cotton yarn/blended yarn. Revenue from sales are recognized when significant risk and rewards of ownership of the goods has been transferred to the buyer and entity does not have the effective control over the goods sold.

**xii Accounting for Taxes on Income**

Provision for current tax is made in accordance with the provisions of the Income Tax law applicable for the relevant year. Deferred tax asset/liability is created only to the extent there is virtual certainty that future taxable income will be available against which such deferred tax asset can be realized. As there is no virtual certainty available So deferred tax assets/ Liability not created.

In terms of the Guidance Note on "Accounting for Credit available in respect of Minimum Alternate Tax (MAT) under the Income Tax Act, 1961" issued by the Institute of Chartered Accountants of India, MAT credit is recognized as an asset only to the extent there is a convincing evidence that the company will be paying regular income tax during the specified period.

**xiii Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, other bank balances.

**xiv Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

**xv Employee Benefits**

**(a) Short-Term Employee benefits**

Employee benefits payable wholly within twelve months of rendering services are classified as short term employee benefits and are recognized in the period in which the employee renders the related services.

**(b) Post-employment benefits**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service

The liability on account of compensated absences i.e. leave with wages is accounted for on the basis of unutilized leave standing to the credit of the employee at the close of the year.

Since company has not conducted actuarial valuation of employee benefits during the previous years, hence Ind AS 19, Employee Benefits is not applied.

**xvi Borrowings**

Amortization of processing fees of term loans has not been done as required by Ind AS, since accounts of the company has been classified as NPA before the transition date as per Ind AS.

Since all the accounts of the company has been declared Sub-standard over a period of time, the banks have started recovery action under SARFAESI Act. In the absence of any information on interest on outstanding dues to the bank, the provision of interest has not been made by the company.



**xvii Financial instruments**

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

**Initial Recognition:**

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

**Classification and Subsequent Measurement: Financial Assets**

The Company classifies financial assets as subsequently measured at amortized cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- The entity's business model for managing the financial assets and
- The contractual cash flow characteristics of the financial asset.

**Amortized Cost:**

A financial asset shall be classified and measured at amortized cost if both of the following conditions are met:

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

**Fair Value through OCI:**

A financial asset shall be classified and measured at fair value through OCI if both of the following conditions are met:

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

**Fair Value through Profit or Loss:**

A financial asset shall be classified and measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through OCI.

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

**Classification and Subsequent Measurement: Financial liabilities:**

Financial liabilities are classified as either financial liabilities at FVTPL or 'other financial liabilities'.

**Financial Liabilities at FVTPL:**

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL:

Gains or Losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

**Other Financial Liabilities:**

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortized cost using the effective interest method.

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

**Impairment of financial assets:**

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at the end of each reporting period. The Company assesses on a forward looking basis the expected credit losses associated with its assets. The impairment methodology applied depends on whether there has been a significant increase in credit risk. In case of trade receivables, the Company Follows the simplified approach permitted by Ind AS 109 – Financial Instruments for recognition of impairment loss

allowance. The application of simplified approach does not require the Company to track changes in credit risk. The Company calculates the expected credit losses on trade receivables using a provision matrix on the basis of its historical credit loss experience.

**Derecognition of financial assets:**

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





**xviii Critical Accounting Judgment and Key of Estimation Uncertainty**

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the Company's accounting policies.

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

**xix Segment reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker [CODM]. The managing committee is considered to be the 'Chief Operating Decision Maker' (CODM) as defined in IND AS 108. The Operating Segment is the level at which discrete financial information is available. The CODM allocates resources and assess performance at this level. The Group has Operating segments comprising of Textile and Wind Mill.



# JINDAL COTEX LIMITED

## PROPERTY, PLANT AND EQUIPMENT

(Rs. in Lakhs)

| Sr. No                                     | Particulars              | Gross Block      |                          |                      |                  | Deprecation     |                          |                           |                 | Net Block       |                 |
|--|--------------------------|------------------|--------------------------|----------------------|------------------|-----------------|--------------------------|---------------------------|-----------------|-----------------|-----------------|
|  |                          | 31st March 2020  | Addition during the year | Sale during the year | 31st March 2021  | 31st March 2020 | Addition during the year | Deduction during the year | 31st March 2021 | 31st March 2021 | 31st March 2020 |
| <b>2 (i) PROPERTY, PLANT AND EQUIPMENT</b> |                          |                  |                          |                      |                  |                 |                          |                           |                 |                 |                 |
| 1  | Land                     | 696.87           | -                        | -                    | 696.87           | 393.02          | -                        | -                         | 401.51          | 696.87          | 696.87          |
| 2  | Factory Building         | 577.90           | -                        | -                    | 577.90           | 756.47          | 8.49                     | -                         | 828.79          | 176.40          | 184.89          |
| 3  | Building                 | 2,406.21         | -                        | -                    | 2,406.21         | 516.78          | 72.32                    | -                         | 6,741.27        | 1,577.42        | 1,649.74        |
| 4  | Plant & Machinery        | 9,579.95         | 0.27                     | -                    | 9,580.22         | 9.49            | 516.78                   | -                         | 9.49            | 2,838.95        | 3,355.46        |
| 5  | Weigh Bridge & scales    | 13.77            | -                        | -                    | 13.77            | 9.49            | -                        | -                         | 9.49            | 4.27            | 4.27            |
| 6  | Electrical Installations | 76.87            | 1.20                     | -                    | 78.07            | 67.20           | 2.75                     | -                         | 69.95           | 8.12            | 9.67            |
| 7  | Office Equipments        | 48.17            | -                        | -                    | 48.17            | 42.93           | 0.58                     | -                         | 43.51           | 4.66            | 5.24            |
| 8  | Computers                | 101.63           | -                        | -                    | 101.63           | 96.58           | 0.01                     | -                         | 96.59           | 5.04            | 5.05            |
| 9  | Scooter                  | 0.92             | -                        | -                    | 0.92             | 0.37            | 0.06                     | -                         | 0.43            | 0.49            | 0.55            |
| 10   | Furniture & Fixtures     | 40.95            | -                        | -                    | 40.95            | 32.70           | 0.92                     | -                         | 33.62           | 7.33            | 8.25            |
| 11   | Wind Mill                | 657.48           | -                        | -                    | 657.48           | 624.58          | -                        | -                         | 624.58          | 32.90           | 32.90           |
| 12   | Vehicles                 | 6.45             | -                        | -                    | 6.45             | 0.68            | 0.73                     | -                         | 1.41            | 5.04            | 5.77            |
| 13   | Cars                     | 4.80             | -                        | -                    | 4.80             | 1.57            | 0.57                     | -                         | 2.14            | 2.66            | 3.23            |
|  | <b>TOTAL</b>             | <b>14,211.97</b> | <b>1.47</b>              | -                    | <b>14,213.44</b> | <b>8,250.08</b> | <b>603.22</b>            | -                         | <b>8,853.29</b> | <b>5,360.15</b> | <b>5,961.89</b> |
| <b>2 (ii) INTANGIBLE ASSET</b>             |                          |                  |                          |                      |                  |                 |                          |                           |                 |                 |                 |
| 1  | Trademarks               | 1.34             | -                        | -                    | 1.34             | 1.27            | -                        | -                         | 1.27            | 0.07            | 0.07            |
| 2  | ERP Software             | 13.17            | -                        | -                    | 13.17            | 12.24           | 0.27                     | -                         | 12.51           | 0.66            | 0.93            |
|  | <b>TOTAL</b>             | <b>14.51</b>     | -                        | -                    | <b>14.51</b>     | <b>13.51</b>    | <b>0.27</b>              | -                         | <b>13.78</b>    | <b>0.73</b>     | <b>1.00</b>     |
|  | <b>GROSS TOTAL(i+ii)</b> | <b>14,226.48</b> | <b>1.47</b>              | -                    | <b>14,227.95</b> | <b>8,263.59</b> | <b>603.49</b>            | -                         | <b>8,867.07</b> | <b>5,360.88</b> | <b>5,962.89</b> |



|   | As at 31 March 2021 | As at 31 March 2020 |
|---|---------------------|---------------------|
| <b>3 Financial Assets</b>                           |                     |                     |
| <b>Investments ( Long Term )</b>                    |                     |                     |
| i) <b>Associate company</b>                         |                     |                     |
| M/s Himachal Textile Park Ltd                       | 8.85                | 8.85                |
| 88500 Equity Shares of Rs 10/- each fully paid up   |                     |                     |
| ii) (Quoted -Fully paid up )other than Subsidiaries |                     |                     |
| Investment at fair value through profit or loss     |                     |                     |
| Baroda Pioneer PSU Equity Fund                      | 1.97                | 1.97                |
| (20000 Growth Equity Fund @ Rs. 10 each)            |                     |                     |
| iii) <b>Member's Contribution</b>                   |                     |                     |
| Contribution to HTPL against Building               | 100.00              | 100.00              |
| <b>Total</b>  | <b>110.82</b>       | <b>110.82</b>       |
| 1 Market Value of Quoted Investment                 | 1.97                | 1.97                |
| 2 Aggregate amount of Unquoted Investment           | 108.85              | 108.85              |
| 3 Aggregate amount of Total Investment              | 110.82              | 110.82              |

Note : Quoted investments are valued at market value as on 31-03-2021. All other investments are valued at cost.

|  |                 |                 |
|--|-----------------|-----------------|
| <b>4 Loans</b>                           |                 |                 |
| a) Security Deposit                      | 153.40          | 167.92          |
| b) Loans and Advances to Related Parties | 111.66          | 44.29           |
| c) Others                                | 3,828.99        | 3,828.99        |
| <b>Total</b>                             | <b>4,094.05</b> | <b>4,041.19</b> |

|                                   |               |               |
|-----------------------------------|---------------|---------------|
| <b>5 Other Non-Current Assets</b> |               |               |
| <b>Prepaid Expense(Ind AS)</b>    |               |               |
| a) Prepaid Expense                | 495.33        | 577.81        |
| b) Others                         |               |               |
| b) Tuf Claim Receivable           | 377.21        | 377.21        |
| <b>Total</b>                      | <b>872.54</b> | <b>955.02</b> |

#### **CURRENT ASSETS**

|   |               |               |
|---|---------------|---------------|
| <b>6 Inventories</b>                                  |               |               |
| (As taken, valued and approved by management)         |               |               |
| a) Raw Materials                                      | 11.73         | 1.23          |
| b) Work-in-Progress                                   | 95.14         | 60.88         |
| c) Finished Goods/ Stock in Trade                     | 14.98         | 27.82         |
| d) Waste Stock  | 0.54          | 20.60         |
| e) Store, Spares, Dyes & Chemicals & Packing Material | 12.56         | 0.70          |
| <b>Total</b>  | <b>134.95</b> | <b>111.24</b> |

Inventories are valued at cost or net realizable value, whichever is lower. The cost in respect of the various items of inventory is computed as under:

- In case of raw material at actual cost determined on FIFO basis plus direct expenses.
- In case of Stores and spares at weighted average cost.
- In case of Work in process at raw material cost plus appropriate proportion of direct labour and overheads.
- In case of finished goods at raw material cost plus conversion cost and appropriate proportion of overheads.



**FINANCIAL ASSETS****7 Trade receivables**

|   |                  |                  |
|---|------------------|------------------|
| a) Outstanding for a period less than six months from the date they are due for payment | 710.60           | 746.24           |
| b) Outstanding for a period more than six months from the date they are due for payment | 18,493.58        | 18,526.00        |
| <b>Sub Total</b>  | <b>19,204.19</b> | <b>19,272.25</b> |
| Less provision for doubtful bad debts   | 2,387.82         | 2,387.82         |
| <b>Total</b>  | <b>16,816.37</b> | <b>16,884.43</b> |

**8 Cash and Cash Equivalents**

|                       |               |              |
|-----------------------|---------------|--------------|
| a) Balance with banks | 90.38         | 10.34        |
| b) Cash-in-Hand       | 15.57         | 12.09        |
| c) Cheque in Hand     |               |              |
| <b>Total</b>          | <b>105.95</b> | <b>22.43</b> |

**9 Other bank balances**

|   |             |             |
|---|-------------|-------------|
| Fixed deposit (having original maturity more than 3 months but less than 12 months) | 4.20        | 2.70        |
| <b>Total</b>  | <b>4.20</b> | <b>2.70</b> |

**10 Loans**

|                       |             |             |
|-----------------------|-------------|-------------|
| Advances to employees | 1.36        | 1.25        |
| <b>Total</b>          | <b>1.36</b> | <b>1.25</b> |

**11 Other Financial assets**

|                                      |             |          |
|--------------------------------------|-------------|----------|
| a) Interest accrued but not received | 2.41        | -        |
| <b>Total</b>                         | <b>2.41</b> | <b>-</b> |

**12 Current tax assets**

|                            |             |             |
|----------------------------|-------------|-------------|
| Advance Income Tax TDS/TCS | 3.23        | 1.14        |
| <b>Total</b>               | <b>3.23</b> | <b>1.14</b> |

**13 Other current assets**

|  |                 |                 |
|--|-----------------|-----------------|
| a) Prepaid expense(Ind AS)               | 82.47           | 82.47           |
| b) Advance to Suppliers                  | 381.82          | 369.78          |
| c) Prepaid Insurnace & Expenses          | 0.94            | 0.72            |
| d) Balance with Excise and Taxation Dept | 114.22          | 332.58          |
| e) Balance with Income Tax Dept          |                 |                 |
| f) Others advances                       | 1,544.68        | 1,544.75        |
| <b>Total</b>                             | <b>2,124.13</b> | <b>2,330.30</b> |



| <u>EQUITY AND LIABILITIES</u>  | As at 31 March 2021 | As at 31 March 2020 |
|--|---------------------|---------------------|
| <b>14 Equity Share Capital</b>   |                     |                     |
| Authorised, issued, subscribed and paid-up share capital and par value per share |                     |                     |
| <b>Authorised</b>  |                     |                     |
| 60,00,0000 EQUITY SHARES OF RS. 10/- EACH  | 6,000.00            | 6,000.00            |
| <b>Total</b>   | <b>6,000.00</b>     | <b>6,000.00</b>     |
| <b>Issued, subscribed and fully paid up</b>                                      |                     |                     |
| 45003140(previous year 45003140) equity shares of Rs. 10 each fully paid up      | 4,500.31            | 4,500.31            |
| Add:- Share Foreited   | 4,500.31            | 4,500.31            |
| <b>Total</b>   | <b>4,500.31</b>     | <b>4,500.31</b>     |

**SHAREHOLDERS HOLDING MORE THAN 5% SHARES**

| NAME OF PERSON                              | As at 31 March 2021 |              | As at 31 March 2020 |               |
|---|---------------------|--------------|---------------------|---------------|
|   | % held              | No. of Share | % held              | No. of Shares |
| ^Ramesh Kumar Jindal                        | 5.86                | 2636008      | 5.86                | 2636008       |
| ^Rajinder Kumar Jindal                      | 5.50                | 2477052      | 5.50                | 2477052       |
| Clareville Capital Opportunities Master Fun | 9.94                | 4475000      | 9.94                | 4475000       |
| Shri Ram Insight Share Brokers Ltd.         | 8.66                | 3898961      | 6.95                | 3125923       |

**Foot Notes :-**

^ As per family arrangement, these persons have relinquished all their rights in respect of their entire shareholdings in the company in favour of Sh. Sandeep Jindal. Since these shares are pledged with banks/ARC at the moment, the permission has been applied and is being sought from them for transfer of shares in the name of Sh. Sandeep Jindal.

As per records of the Company, including its Register of Members and other declarations received from them regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares

|   |            |            |
|---|------------|------------|
|   | 31.03.2021 | 31.03.2020 |
| (Equity share issued as Bonus share on 04.7.2008( in no.) | 48,01,596  | 48,01,596  |

**Rights, preference and restrictions attaching to each class of shares**

- (i) **Equity Shares:** The company has only one class of equity shares having par value of Rs. 10/- per share. Each holders of equity shares present is entitled to have one vote upon show of hands and upon a poll every member entitled to vote and present in person or by proxy shall have one vote, for every share held by him.
- (ii) The profits of the Company subject to any special rights relating thereto created or authorised to be created shall be divisible among the members in proportion to the amount of Capital paid up or credited as paid up on the shares held by them respectively.
- (iii) The Company in general meeting may declare a dividend to be paid to the members according to their respective rights and interests in the profits and may fix the time for payment
- (iv) Dividend shall be paid by the Company in respect of any share only to the registered holder of such share or to his order or to his banker.
- (v) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the realized value of the assets of the Company, remaining after payment of all preferential dues. The distribution will be in proportion to the number of equity shares held by the shareholders.

**Reconciliation of the Shares outstanding at the beginning and at the end of the reporting year.**

|                                       |                 |                 |
|---------------------------------------|-----------------|-----------------|
| At the beginning of the year          | 4,500.31        | 4,500.31        |
| Shares issued during the year         |                 | -               |
| <b>Outstanding at the end of year</b> | <b>4,500.31</b> | <b>4,500.31</b> |

**15 Other Equity**

|  |                    |                    |
|--|--------------------|--------------------|
| <b>i) Retained Earnings</b>                              |                    |                    |
| Balance as per Last Balance sheet                        | (19,484.21)        | (21,081.79)        |
| Add- Foreign Currency Translation Reseve Transfer to P&L |                    | -                  |
| Adjustment of Inter company profit                       |                    | (22.52)            |
| Add/Less :Profit/Loss for the Year                       | (502.47)           | 1,620.10           |
| <b>Total</b>   | <b>(19,986.68)</b> | <b>(19,484.21)</b> |
| <b>ii) Foreign Currency Translation Reserve</b>          |                    |                    |
| Add Received during the year                             |                    | -                  |
| <b>Total</b>   |                    | -                  |
| <b>iii) Securities Premium Reserve</b>                   | 22,785.58          | 22,785.58          |
| Add Received during the year                             |                    | -                  |
| <b>Total</b>   | <b>22,785.58</b>   | <b>22,785.58</b>   |
| <b>Total other equity(i+ii+iii)</b>                      | <b>2,798.90</b>    | <b>3,301.38</b>    |

**16 Non-controlling Interest**

|                                |   |   |
|--------------------------------|---|---|
| EQUITY SHARES OF RS. 10/- EACH | - | - |
| Share of Profit /(Loss)        | - | - |
| <b>Total</b>                   | - | - |



|  | (Rs. In Lakhs)      |                     |
|--|---------------------|---------------------|
|  | As at 31 March 2021 | As at 31 March 2020 |
| <b>Non Current Liabilities</b>             |                     |                     |
| <b>Financial Liabilities</b>               |                     |                     |
| 17 <b>Borrowings</b>                       |                     |                     |
| <b>1. Term Loans From Banks (Secured)</b>  |                     |                     |
| a) Oriental Bank of Commerce               | 10,011.54           | 10,011.54           |
| b) Allahabad bank                          | 2,270.74            | 2,270.74            |
| c) Corporation Bank                        | 1,222.69            | 1,222.69            |
| d) State Bank Of India                     | 2,166.19            | 2,166.19            |
| e) Punjab And Sind Bank                    | 284.64              | 285.53              |
| f) Central Bank of India                   | 352.58              | 352.58              |
| g) Phoenix Trust                           | 125.92              | 125.92              |
| h) JMF ARC Allahabad Bank                  | (50.00)             | (50.00)             |
| i) JMF ARC Oriental Bank of Commerce       | (290.00)            | (290.00)            |
| j) Interest Payable On FDR                 | 518.93              | 518.93              |
| k) Provision of Interest                   | 2,345.08            | 2,345.08            |
| l) SAM Branch                              | (240.13)            | -                   |
| <b>Total (1)</b>                           | <b>18,718.19</b>    | <b>18,959.20</b>    |
| <b>2. Others Unsecured</b>                 |                     |                     |
| a) FDR Deposits from Public                | 1,199.54            | 1,209.00            |
| b) Loans and advances from related parties | 1,188.82            | 1,284.49            |
| c) From Others                             | 145.50              | 145.50              |
| <b>Total (2)</b>                           | <b>2,533.86</b>     | <b>2,638.99</b>     |
| <b>Total(1+2)</b>                          | <b>21,252.05</b>    | <b>21,598.19</b>    |

\*Maturity profile and repayment schedule of principal/interest on secured loan is not possible to determine by the company as accounts with banks slipped into sub standard category after restructuring, Hence banks has recalled the entire outstanding and started recovery action under SARFESI Act.

- 1(a&b) Borrowing from Oriental bank of commerce & Allahabad Bank has assigned to JM Financial Assets Reconstruction Company Private Limited are secured by way of 1st Pari Passu charge on the Fixed Assets of the Company and 2nd charge on the Current Assets of the Company. Further these Loans are Secured by way of equitable mortgage of Factory Land and Building of the company situated at VPO Jugiana, G.T. Road, Ludhiana and at Village Mandiala Kalan, Tehsil Khanna, Distt. Ludhiana. However Corporate Loan & FITL pertaining to Oriental bank of commerce Corporate Loan have exclusive charge on Residential Land & Building in the name of Mr. Sandeep Jindal 8061 sq yard situated at golf link Ludhiana.
- 1(c&d) Borrowing from Corporation Bank and State Bank of India are secured by way of 1st Pari Passu charge on the Fixed Assets of the Company and 2nd charge on the Current Assets of the Company. Further these Loans are Secured by way of equitable mortgage of Factory Land and Building of the company situated at VPO Jugiana, G.T. Road, Ludhiana and at Village Mandiala Kalan, Tehsil Khanna, Distt. Ludhiana.
- 1(e) Borrowing From Punjab and Sind Bank is secured by way of exclusive charge on Windmill purchased out of the These borrowing..
- 1(f) Borrowing from Central Bank Of India is secured by way of equitable mortgage of Land in the name of the Company situated at village Mandiala Kalan, Tehsil Khanna, Distt. Ludhiana
- 1(g) Since accounts of the company slipped into sub standard category after restructuring, Hence banks has recalled the entire outstanding and started recovery action under SARFESI Act. Provision for Interest has not been provided for the Financial Year 2020-21
- All Secured Loans have also been guaranteed by following promoters & directors 's of the Company :-
- Sh. Sandeep Jindal
  - Sh. Yash Paul Jindal
  - Sh. Rajinder jindal
  - Sh. Ramesh Jindal



- 2(a) The company has received/accepted the deposits from General Public in shape of FDR for different time frames for maturity. Due to financial constraints, the company has not able to repay the deposits within the schedule time period. The Company applied to the Company Law Board for deferment of repayment of deposits vide its order no. C.P. NO. 25/5/2013-CLB Dt. 23.12.2013 and has deferred the repayments of deposits. The company Law Board has reconstituted as National Company Law Tribunal. NCLT constitute a hardship committee & company will also repay Rs. 5 lacs on quarterly basis through hardship meeting . Since the company is facing liquidity crunch & not able to make payments to FDR holder as per CLB order.  
Provision for Interest on FDR has not been provided for the Financial Year 2020-21
- 2(b&c) All the unsecured loan received from related parties & others are repayable after 12 months from the date of squaring up bank dues. However the company reserve the right to repay it.

**18 Other Financial Liabilities****Loans & Advances**

|  |                 |                 |
|--|-----------------|-----------------|
| a) Loans and advances from related parties | (738.43)        | (806.35)        |
| b) From Others                             | (109.69)        | (119.78)        |
| <b>Total</b>                               | <b>(848.11)</b> | <b>(926.13)</b> |

**19 Provisions**

|                                   |          |          |
|-----------------------------------|----------|----------|
| a) Provision for Gratuity         | -        | -        |
| b) Provision for Leave with Wages | -        | -        |
| <b>Total</b>                      | <b>-</b> | <b>-</b> |

**20 Other Non-current Liabilities**

|                       |               |               |
|-----------------------|---------------|---------------|
| a) From Related Party | 418.14        | 487.77        |
| b) From Other         | 71.81         | 83.77         |
| <b>Total</b>          | <b>489.95</b> | <b>571.53</b> |

**Current Liabilities****Financial Liabilities****21 Borrowings**

|                |          |          |
|----------------|----------|----------|
| 1) From Banks  | -        | -        |
| UCO Bank       | -        | -        |
| 2) From Others | -        | -        |
| <b>Total</b>   | <b>-</b> | <b>-</b> |

**22 Trade Payables**

|                                       |               |               |
|---------------------------------------|---------------|---------------|
| a) Due to Micro and small Enterprises | -             | -             |
| b) Due to others                      | 879.41        | 789.49        |
| <b>Total</b>                          | <b>879.41</b> | <b>789.49</b> |

**Note :** The Company has not received any communication from any of its suppliers/ service providers in response to letters issued by the Company, confirming whether or not they are registered under the Micro, Small and Medium Enterprises Development Act, 2006. In the absence of any positive confirmation from the suppliers/ service providers, the information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 could not be determined.



23 **Other Financial Liabilities**

|                                 |              |              |
|---------------------------------|--------------|--------------|
| a) Deposit due with in one year |              | -            |
| b) Due to Employees             | 47.24        | 63.32        |
| c) Cheques under reconciliation | -            | 4.21         |
| <b>Total</b>                    | <b>47.24</b> | <b>67.53</b> |

24 **Other current Liabilities**

|                                |               |               |
|--------------------------------|---------------|---------------|
| a) Statutory dues payables     | 82.05         | 98.82         |
| b) Electricity Expense Payable | 232.89        | 238.93        |
| c) Rent Payable                | 0.48          | 0.48          |
| d) Expense Payable             | 0.33          | 0.02          |
| e) Government Dues Payable     | 89.43         | 88.48         |
| f) Professional Tax Payable    | 0.05          | 0.57          |
| g) Advance from Customers      | 21.74         | 10.52         |
| h) Audit Fee Payable           | 2.59          | 1.71          |
| i) Deferred Income (Ind AS)    | 81.58         | 81.58         |
| <b>Total</b>                   | <b>511.14</b> | <b>521.11</b> |

25 **Provisions**

a) Provision for Employee benefits

**Total**



**JINDAL COTEX LIMITED**

Notes on Financial Statements for the year ended 31.03.2021

|   | (Rs. In Lakhs)      |                     |
|---|---------------------|---------------------|
|   | As at 31 March 2021 | As at 31 March 2020 |
| <b>26 Revenue from operations</b>               |                     |                     |
| Sale of products                                | 2,850.59            | 3,287.30            |
| <b>Total</b>                                    | <b>2,850.59</b>     | <b>3,287.30</b>     |
| <b>26.1 Particulars of Sale of Products</b>     |                     |                     |
| Electricity                                     |                     | -                   |
| Flex Sheet                                      | 5.75                | 26.51               |
| Yarn  | 2,210.69            | 3,009.82            |
| Fabrics   | 58.93               | -                   |
| Other   | 11.03               | 10.28               |
| Chemicals                                       | 564.19              | 240.70              |
| <b>Total</b>                                    | <b>2,850.59</b>     | <b>3,287.30</b>     |
| <b>27 Other Income</b>                          |                     |                     |
| Interest income                                 | 2.71                | 0.07                |
| Lease Rent                                      | 1.20                | -                   |
| Interest Income(Ind AS)                         | 81.13               | 73.29               |
| Others Income (Ind AS)                          | 81.58               | 81.81               |
| Prior Period Income                             | 3.82                | -                   |
| <b>Total</b>                                    | <b>170.45</b>       | <b>155.16</b>       |
| <b>28 Cost of materials consumed</b>            |                     |                     |
| Opening stock                                   | 1.23                | 3.61                |
| Add : Purchases (Net)                           | 1,186.83            | 1,535.69            |
| Less: Closing Stock                             | 11.73               | 1.23                |
| <b>Total</b>                                    | <b>1,176.33</b>     | <b>1,538.06</b>     |
| <b>28.1 Detail of cost of Material Consumed</b> |                     |                     |
| Fiber   | 1,176.33            | 1,538.06            |
| <b>Total</b>                                    | <b>1,176.33</b>     | <b>1,538.06</b>     |



**JINDAL COTEX LIMITED**

Notes on Financial Statements for the year ended 31.03.2021

**29 Purchases of stock-in-trade**

|              |               |               |
|--------------|---------------|---------------|
| Yarn         | -             | 131.93        |
| Fabric       | 57.28         | -             |
| Flex Sheet   | -             | 3.26          |
| Chemical     | 518.19        | 347.27        |
| <b>Total</b> | <b>575.47</b> | <b>482.46</b> |

**30 Change in inventories of finished goods,  
stock in trade and work-in-progress**

|                                 |                |               |
|---------------------------------|----------------|---------------|
| <b>A) Opening stock</b>         |                |               |
| Work-in-Progress                | 60.88          | 109.75        |
| Finished Goods / Stock in Trade | 28.62          | 89.35         |
| Waste Stock                     | 0.70           | 0.24          |
| <b>Sub Total A</b>              | <b>90.20</b>   | <b>199.34</b> |
| <b>B) Closing Stock</b>         |                |               |
| Work-in-Progress                | 95.14          | 27.82         |
| Finished Goods / Stock in Trade | 14.98          | 60.88         |
| Waste Stock                     | 0.57           | 0.70          |
| <b>Sub Total B</b>              | <b>110.69</b>  | <b>89.41</b>  |
| <b>TOTAL (A-B)</b>              | <b>(20.49)</b> | <b>109.93</b> |

**31 Employee benefit expense**

|   |               |               |
|---|---------------|---------------|
| Salary, Wages and other Allowances        | 199.31        | 275.83        |
| Contribution to Provident and other funds | 7.93          | 8.63          |
| Staff Welfare Expenses                    | 6.38          | 6.72          |
| <b>Total</b>                              | <b>213.62</b> | <b>291.18</b> |

**32 Finance cost**

|                            |              |              |
|----------------------------|--------------|--------------|
| Bank Charges               | 0.74         | 0.66         |
| Other Interest             | -            | 19.64        |
| Interest Expenses (Ind AS) | 81.79        | 70.46        |
| <b>Total</b>               | <b>82.53</b> | <b>90.76</b> |

**33 Other expenses****a) Manufacturing Expenses**

|                              |               |               |
|------------------------------|---------------|---------------|
| Packing Material             | 26.69         | 34.35         |
| Power and Fuel               | 558.33        | 663.32        |
| Store Consumption            | 0.96          | 5.74          |
| Repair and Maintenance       | 29.64         | 12.71         |
| Other Manufacturing Expenses | 44.10         | 3.23          |
| <b>Total (a)</b>             | <b>659.72</b> | <b>719.35</b> |



**JINDAL COTEX LIMITED**

Notes on Financial Statements for the year ended 31.03.2021

|   |                |                 |
|---|----------------|-----------------|
| <b>b) Administrative &amp; Other Expenses</b> |                |                 |
| Loading & unloading                           | 3.32           | 3.46            |
| Fee & Taxes                                   | 6.67           | 10.47           |
| Travelling & Conveyance                       | 16.28          | 20.61           |
| Telephone & Internet Expenses                 | 1.44           | 2.15            |
| Printing and Stationary                       | 0.97           | 1.14            |
| Rent Rates & Taxes                            | -              | 1.25            |
| Payments to auditors                          | 1.06           | 1.04            |
| Legal & Professional Charges                  | 3.59           | 9.67            |
| Insurance Charges                             | 0.78           | 2.06            |
| Misc. Expenses                                | 3.24           | 4.72            |
| Repair & Maintenance                          | 5.57           | 6.53            |
| Director Remuneration                         | 7.50           | 7.50            |
| Other Expenses (Ind AS)                       | 82.48          | 82.71           |
| Demand & Penalty                              | 0.22           | 0.83            |
| Charity and Donation                          | 0.00           | 0.00            |
| Loss on sale of Investment                    | -              | 30.17           |
| <b>Total (b)</b>                              | <b>133.12</b>  | <b>184.32</b>   |
| <b>c) Selling Expenses</b>                    |                |                 |
| Advertisement Expenses                        | 0.60           | 0.64            |
| Rebate and Discount                           | 15.81          | 8.75            |
| Freight Carriage and outward                  | 63.85          | 28.52           |
| <b>Total ©</b>                                | <b>80.26</b>   | <b>37.91</b>    |
| <b>Total (a+b+c)</b>                          | <b>873.10</b>  | <b>941.58</b>   |
| <b>33.1 Payment to Auditors</b>               |                |                 |
| Statutory Audit Fee                           | 0.80           | 0.80            |
| Company Law Matters                           | 0.15           | 0.15            |
| Reimbursement of expenses                     | 0.11           | 0.09            |
| <b>Total</b>                                  | <b>1.06</b>    | <b>1.04</b>     |
| <b>34 Exceptional Items</b>                   |                |                 |
| Income on Liability foregone                  | -              | 2,265.39        |
| Previous Year Expenses                        | (20.18)        | (29.03)         |
| Previous Year Incomes                         | 0.72           | 7.68            |
| <b>Total</b>                                  | <b>(19.46)</b> | <b>2,244.04</b> |



| 35 EARNINGS PER SHARE   | (Rs. In Lakhs) |            |
|---|----------------|------------|
|   | 31.03.2021     | 31.03.2020 |
| <b>PARTICULARS</b>  |                |            |
| i) Net Profit after tax as per Statement of Profit & Loss attributable to Equity Shareholders | (502.47)       | 1,620.10   |
| ii) Weighted Average number of equity shares used as denominator for calculating EPS          | 450            | 450        |
| iii) Basic Earnings per share   | (1.12)         | 3.60       |
| iv) Diluted Earnings per share  | (1.12)         | 3.60       |
| v) Face Value per equity share  | 10             | 10         |

36 Information Related to Relating Party Transaction As Per IND AS - 24, issued by Institute of Chartered Accountants of India is given below:

2020-21

A) Associate Concerns

Himachal Textile Park Limited

B) Subsidiary Co.

Jindal International FZE(foreign subsidiary)

C) Key Management Personnel

Mr. Sandeep Jindal (MD)

D) KMP or their relatives are influence or control the enterprises

Jindal Cycles Pvt Ltd  
Jindal Medicot Limited  
Jindal Specialty Textiles Limited  
Jindal Fine Industries  
Leader Cycles Ltd  
Jindal Infomedia Pvt Ltd  
Jindal Holdings & Investment Limited  
Jindal Technotex Limited

E) Relatives of Key Management Personnel

Mrs. Manu Jindal  
Mr. Yash Paul Jindal  
Mr. Ramesh Jindal  
Mr. Rajinder Jindal

2019-20

A) Associate Concerns

Himachal Textile Park Limited

B) Subsidiary Co.

Jindal International FZE(foreign subsidiary)

C) Key Management Personnel

Mr. Sandeep Jindal (MD)  
Mr. Anil Malhan (CS)

D) KMP or their relatives are influence or control the enterprises

Jindal Cycles Pvt Ltd  
Jindal Medicot Limited  
Jindal Specialty Textiles Limited  
Jindal Fine Industries  
Leader Cycles Ltd  
Jindal Infomedia Pvt Ltd  
Jindal Holdings & Investment Limited  
Poonam Enterprises  
Jindal Technotex Limited

E) Relatives of Key Management Personnel

Mrs. Manu Jindal  
Mr. Yash Paul Jindal  
Mr. Ramesh Jindal  
Mr. Rajinder Jindal

Transactions with Related party

(Rs. In Lakhs)

| Particulars           | Subsidiaries     |                  | Key Management Personnel |                  | KMP or their relatives are |                  | Relatives of Key |                  |
|-----------------------|------------------|------------------|--------------------------|------------------|----------------------------|------------------|------------------|------------------|
|                       | 31 st March 2021 | 31 st March 2020 | 31 st March 2021         | 31 st March 2020 | 31 st March 2021           | 31 st March 2020 | 31 st March 2021 | 31 st March 2020 |
| Lease Rent Income     | -                | -                | -                        | -                | -                          | -                | -                | -                |
| Lease Rent Expenses   | -                | -                | -                        | -                | -                          | -                | -                | -                |
| Director Remuneration | -                | -                | 7.50                     | 7.50             | -                          | -                | -                | -                |
| Remuneration          | -                | -                | -                        | 1.64             | -                          | -                | 6.51             | 4.20             |
| Purchase of goods     | -                | -                | -                        | -                | 159.26                     | 281.15           | -                | -                |
| Sale of Goods         | -                | -                | -                        | -                | 1.09                       | 81.08            | -                | -                |

37 Segment Information as required by Ind AS-108 "Operating Segments" issued by the ICAI and compiled on the basis of the financial statements is as under :-

(i) Management has identified two reportable business segments, namely:

- Textile: - Production/Trading of Acrylic Yarn, Polyester Yarn, Poly/cotton Blended Yarn, Cotton Yarn, Blended Yarns, Knitted cloth. & Flex Sheet
  - Energy Generation: - Generation of Energy from Wind Mill.
- Segments have been identified and reported taking into account the nature of products.

(a) Information about Primary Business Segments

(Rs. in Lakhs)

|   | Textile  |          | Wind Mill |         | Total    |          |
|---|----------|----------|-----------|---------|----------|----------|
|   | 2020-21  | 2019-20  | 2020-21   | 2019-20 | 2020-21  | 2019-20  |
| Revenue:  |          |          |           |         |          |          |
| External (Net of Excise)                              | 2,850.59 | 3,287.30 | -         | -       | 2,850.59 | 3,287.30 |
| Inter-segment   | -        | -        | -         | -       | -        | -        |
| Total Revenue   | 2,850.59 | 3,287.31 | -         | -       | 2,850.59 | 3,287.31 |
| Result:   |          |          |           |         |          |          |
| Segment Result  | (502.47) | 1,620.10 | -         | -       | (502.47) | 1,620.10 |
| Unallocated Expenditure                               | -        | -        | -         | -       | -        | -        |
| Profit before Tax                                     | (502.47) | 1,620.10 | -         | -       | (502.47) | 1,620.10 |
| Provision for Tax/Adjustment of tax for Earlier Years | -        | -        | -         | -       | -        | -        |
| Profit After Tax                                      | (502.47) | 1,620.10 | -         | -       | (502.47) | 1,620.10 |



| Particulars         | Textile   |           | Wind Mill |         | Total     |           |
|---------------------|-----------|-----------|-----------|---------|-----------|-----------|
|                     | 2020-21   | 2019-20   | 2020-21   | 2019-20 | 2020-21   | 2019-20   |
| Segment Assets      | 29,598.02 | 30,390.55 | 32.87     | 32.87   | 29,630.89 | 30,423.42 |
| Segment Liabilities | 22,026.99 | 22,317.04 | 304.69    | 304.69  | 22,331.68 | 22,621.73 |
| Capital Expenditure | -         | -         | -         | -       | -         | -         |
| Depreciation        | 603.49    | 612.43    | -         | -       | 603.49    | 612.43    |

- 38 In the opinion of the Board, current assets, loans and advances have a value in the ordinary course of business at least equal to that stated in the balance sheet and adequate provisions have been made for all known liabilities and depreciation in the books of accounts.
- 39 Debit or Credit Balance on what so ever accounts are subject to confirmation from parties.

| 40 CONTINGENT LIABILITIES AND COMMITMENTS   | (Rs. in Lakhs)   |                  |
|---|------------------|------------------|
|   | 31.03.2021       | 31.03.2020       |
| <b>PARTICULARS</b>  |                  |                  |
| (To the extent not provided for)  |                  |                  |
| (a) Contingent Liabilities  |                  |                  |
| i) Duty saved upon procurement of machinery pending fulfillment of export obligation  | 5.06             | 5.06             |
| ii) Corporate Guarantee given to Banks for grant of Term Loan and CC Limits to Jindal Medicot Limited & Jindal Specialty Textiles Limited | 32,756.39        | 32,756.39        |
| (b) Commitments   |                  |                  |
| i) Estimated amount of contracts remaining to be executed on capital and not provided for   | 8,863.45         | 8,863.45         |
| <b>TOTAL</b>  | <b>41,624.90</b> | <b>41,624.90</b> |

#### 41 Pending Legal Cases

- The suppliers has filed the cases against the company at various levels of Distt. & Session Courts. Total amount of exposure involved in the petitions filed in the court amounts to Rs.2897.62 lacs .
  - There are various suits filed against the company u/s 138 of Negotiable Instruments Act, 1881.
  - One of the creditor being 'vinod cotton corporation' has even filed petition application for winding up of the company.
  - IDBI Capital Services Ltd. has filed application under Section 9 of IBC, 2016 against the company in NCLT which is pending for
  - The company has filed writ petition against the application made by State Bank of India for decalring the company as willful defaulter. The
- 42 The Company has accumulated losses of Rs.239.04 Crores which has eroded its peak level net worth. Based on the detailed evaluation of the current situation & plans formulated, management is confident of raising adequate finance and rescheduling its debt. Therefore, the management is of the view that the company will realize its assets and discharge the liabilities in the normal course of business. Taking into account the above facts, the financial statements have been prepared on the basis that the company is a going concern.

For and on behalf of the Board

  
Sandeep Jindal  
Managing Director  
DIN 01639743

  
Kartar Chand Dhiman  
Director  
DIN 05143805

As per our report of even date attached

For K R Aggarwal & Associates  
Chartered Accountants  
FRN NO-030088N  
  
(KANIKA)  
PARTNER  
M.NO. 539337

Place : Ludhiana  
DATE : 30.06.2021

JINDAL COTEX LIMITED  
 REGD. OFFICE: Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana-141412  
 Ph: 01628 - 289842, CIN NO: L17115PB1998PLC021084  
 Website: www.jindalcotex.com; Email: cs@sjgroup.in

**Form AOC-1  
 As on 31.03.2021**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures  
 Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

| Sl. No. | Particulars   | Details                  |
|---------|---|--------------------------|
| 1       | Name of the subsidiary  | Jindal International FZE |
| 2       | Reporting period for the subsidiary concerned, if different from the holding company's reporting period                     | 31.03.2021               |
| 3       | Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries |                          |
| 4       | Share capital   | 1,26,27,664              |
| 5       | Reserves & surplus  | 57,914,099               |
| 6       | Total assets  | 2,075,715,621            |
| 7       | Total Liabilities   | 1,718,849,139            |
| 8       | Investments (Net of Provision For Dimulation in Value)  | 12,627,664               |
| 9       | Turnover  | --                       |
| 10      | Profit before taxation  | --                       |
| 11      | Provision for taxation  | --                       |
| 12      | Profit after taxation   | --                       |
| 13      | Proposed Dividend   | Nil                      |
| 14      | % of shareholding   | 100%                     |

JINDAL COTEX LIMITED  
 REGD. OFFICE: Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana-141412  
 Ph: 01628 - 289842, CIN NO: L17115PB1998PLC021084  
 Website: www.jindalcotex.com; Email: [cs@sjgroup.in](mailto:cs@sjgroup.in)

**Part "B": Associates and Joint Ventures**

**Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures**

|  |   |
|--|---|
| Name of associates/Joint Ventures  | Himachal Textile Park Ltd               |
| Latest audited Balance Sheet Date  | 31.03.2021                              |
| Shares of Associate/Joint Ventures held by the company on the year end     |   |
| No. of Shares  | 88,500                                  |
| Amount of Investment in Associates/Joint Venture                           | 8,85,000                                |
| Extend of Holding%   | 23.29%                                  |
| Description of how there is significant influence                          | Section 2(6) of the Companies Act, 2013 |
| Reason why the associate/joint venture is not consolidated                 | --                                      |
| Net worth attributable to shareholding as per latest audited Balance Sheet | 885,000                                 |
| Profit/Loss for the year*  | N.A.                                    |
| Considered in Consolidation  | N.A.                                    |
| Not Considered in Consolidation  | N.A.                                    |

1. Names of associates or joint ventures which are yet to commence operations.
- \* The Associates company i.e. Himachal textile Park Limited is under implementation stage, therefore, there is no profit or loss in the said company and has no impact on consolidation of financial statement.
2. Names of associates or joint ventures which have been liquidated or sold during the year. N.A.

**Note:** This Form is to be certified in the same manner in which the Balance Sheet is to be certified.

**JINDAL COTEX LIMITED**

CIN :17115PB1998PLC021084

Registered Office: Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana-141412

**ATTENDANCE SLIP**

Ref. Folio/DP/ & Client No. \_\_\_\_\_

No. of shares held \_\_\_\_\_

I/We certify that I am a registered shareholder/proxy for the registered shareholder of the company. I hereby record my presence at the 24<sup>th</sup> Annual General Meeting of the company held on Wednesday, 15<sup>th</sup> day of September, 2021 at 9.00 A.M. at its Registered Office at Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana-141412.

Name of the Shareholder/Proxy

Signature of the Shareholder/Proxy

(In Block Letter)

Note: Please fill the attendance slip and hand it over at the entrance of meeting venue. Joint shareholders may obtain additional attendance slip on request. Shareholder/Proxy desiring to attend the meeting should bring his copy of the Annual Report at the Annual General Meeting.

Form No. MGT-11

CIN :17115PB1998PLC021084

**JINDAL COTEX LIMITED**

Registered Office: Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana-141412

**PROXY FORM**

(Pursuant to section 105(6) of the Companies Act, 2013 and rules 19(3) of the Companies (Management and Administration) Rules, 2014

Name of the member (s) : \_\_\_\_\_

Registered Address: \_\_\_\_\_

Folio No./DP & Client Id: \_\_\_\_\_

I/We, being the member (s) holding \_\_\_\_\_ shares of the above named company, hereby appoint:

1. Name & Address \_\_\_\_\_ Signature \_\_\_\_\_ or failing him/her

2. Name & Address \_\_\_\_\_ Signature \_\_\_\_\_ or failing him/her

3. Name & Address \_\_\_\_\_ Signature \_\_\_\_\_ or failing him/her as

my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 24<sup>th</sup> Annual General Meeting of the company, to be held on Wednesday, 15<sup>th</sup> day of September, 2021 at 9.00 A.M. at its Registered Office at Village Mandiala Kalan, P.O. Bija, Tehsil Khanna, District Ludhiana and at any adjournment thereof in respect of the following resolutions as are indicated below:-

| S. No. | ORDINARY BUSINESS  | Optional |         |
|--------|--|----------|---------|
|        |  | For      | Against |
| 1      | Adoption of financial statements for the year ended 31st March, 2021   |          |         |
| 2      | Appointment of Mr. Sandeep Jindal (DIN : 01639743) who retires by rotation and being eligible offers himself for re-appointment. |          |         |
|        | <b>SPECIAL BUSINESS</b>  |          |         |
| 3      | Re-appointment of Ms. Alisha (DIN- 07549385), a non-executive Independent director of the company.                               |          |         |
| 4      | Re-appointment of Sh. Sandeep Jindal (DIN 01639743) as Managing Director of the company.   |          |         |
| 5      | Ratify the appointment and remuneration of M/s. Gurvinder Chopra and Co., Cost Auditors of the company                           |          |         |
| 6      | Approval to sell, transfer or otherwise dispose off whole or substantially the whole of the undertakings of the Company.         |          |         |

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2021

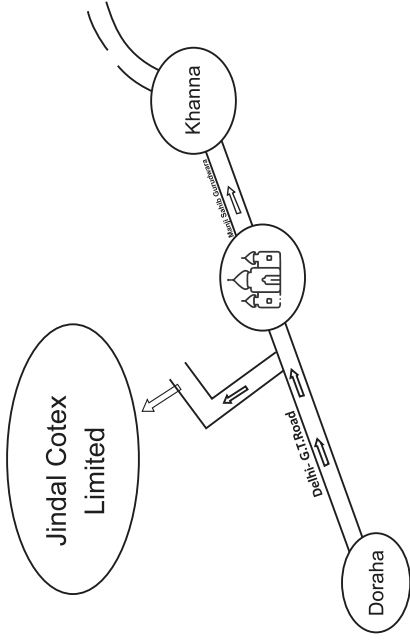
Signature -----

Signature of shareholder

Affix  
Revenue  
Stamp  
of Rs.

**Note:** This form duly filled up, stamped and signed by the appointer must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the aforesaid Meeting.





**VENUE OF ANNUAL GENERAL MEETING**

**Jindal Cotex Limited**

Village Mandiata Kalan,  
P.O. Bija, Tehsil Khanna,  
Distt. Ludhiana (PB) 141412

If undelivered please return to :

**Bigshare Services Private Limited**

**(Unit : Jindal Cotex Limited)**

Mumbai - 400059 - Maharashtra,

Phones: (022) 62638200, 62638209

1st Floor, Bharat Tin Works Building,

Opp. Vasant Oasis, Makwana Road, Marol, Andheri East