



KLJ RESOURCES LIMITED

35th ANNUAL REPORT – 2020-21

CIN: L67120WB1986PLC041487

Board of Directors

Sh. Hemant Jain
Sh. Dilip Kumar Karn
Smt. Kalpana Seth
Sh. Ram Parkash Makan
Sh. Ranjit Ray Banthia

Managing Director
Non-Executive Director
Non-Executive Director
Independent Director
Independent Director

Registered Office:

8, Cammac Street,
Kolkata- 700 017,
Website: www.kljresources.in
E-mail: kljresources@kljindia.com
Phone No.: 011-25459706, 45371433

Corporate Office:

KLJ House, 8A, Shivaji Marg, Najafgarh
Road, New Delhi- 110015

Plant Location:

177, Part A, Jamal Pada Road, Village Silli,
Silvassa- 396230

Chief Financial Officer

Sh. Suresh Chand Jalthar

Company Secretary & Compliance Officer

Sh. Ajai Kumar Gupta

Statutory Auditors

M/s Kumar Chopra & Associates
Chartered Accountants,
New Delhi

Registrar & Share Transfer Agent

R & D Infotech Private Limited,
Add.:- 1st Floor, 7A, Beltala Road,
Kolkata, West Bengal-700 026,
Tel- 91-33-24192641/2642,
Email:-rdinfotec@yahoo.com

Bankers

State Bank of India
Punjab National Bank
HDFC Bank
Axis Bank
Kotak Mahindra Bank

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KLJ RESOURCES LIMITED

CIN: L67120WB1986PLC041487

Registered Office: 8, Cammac Street, Kolkata, West Bengal -700 017
Telephone: (011) 25459706, 45371433, E-mail: kljresources@kljindia.com;
Website: www.kljresources.in

NOTICE OF 35th ANNUAL GENERAL MEETING

NOTICE is hereby given that the 35th Annual General Meeting of the members of KLJ Resources Limited will be held on Thursday, 30th September, 2021 at 10:00 A.M. at the Registered Office of the Company at 22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata – 700 017 to transact the following business:

ORDINARY BUSINESS

Item No. 1- Adoption of Audited Standalone Annual Financial Statement

To receive, consider and adopt the audited standalone annual financial statement of the Company for the financial year ended 31st March, 2021 and the reports of the Board of Directors and Auditors thereon and in this regard, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** the audited standalone annual financial statement of the Company for the financial year ended 31st March, 2021 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby received, considered and adopted.”

Item No. 2- Adoption of Audited Consolidated Annual Financial Statement

To receive, consider and adopt the audited consolidated annual financial statement of the Company for the financial year ended 31st March, 2021 and the report of the Auditors thereon and in this regard, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** the audited consolidated annual financial statement of the Company for the financial year ended 31st March, 2021 and the report of the Auditors thereon laid before this meeting, be and are hereby received, considered and adopted.”

Item No. 3- Declaration of Dividend

To declare a final dividend on equity shares for the financial year ended 31st March, 2021 and in this regard, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** a final dividend at the rate of Rs. 0.25 (Twenty five paise only) per equity share of Rs. 10 (Ten Rupees) each, be and is hereby declared for the financial year ended 31st March, 2021 and the same be paid out of the profits of the Company for the financial year ended 31st March, 2021.”

Item No. 4- Re-Appointment of Director

To appoint a Director in place of Sh. Dilip Kumar Karn (DIN 00061804), who retires by rotation and being eligible offers himself for re-appointment and in this regard, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Section 152 of the Companies Act, 2013, Sh. Dilip Kumar Karn (DIN 00061804), who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

SPECIAL BUSINESS

Item No. 5- Ratification of Remuneration of Cost Auditors

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), the remuneration payable to M/s Yogesh Gupta & Associates, Cost Accountants (Firm Registration Number 000373), appointed by the Board of Directors as Cost Auditors to conduct the audit of the cost records of the company for the financial year ending 31st March 2022, amounting to Rs. 1,50,000 (Rupees One Lac Fifty Thousand only)



and also the payment of taxes, as applicable and reimbursement of out of pocket expenses incurred in connection with the aforesaid audit, be and is hereby approved.”

**By Order of the Board of Directors
For KLJ Resources Limited**


(Ajai Kumar Gupta)
Company Secretary
Membership No.: FCS 8020

3rd September, 2021
New Delhi

NOTES:

- 1) A member entitled to attend and vote at the 35th Annual General Meeting (the “Meeting”) is entitled to appoint a proxy to attend and vote on a poll instead of him and the proxy need not be a member of the Company. The instrument appointing the proxy should, however, be deposited at the Registered Office of the Company not less than forty-eight hours before the commencement of the Meeting.
- 2) A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total paid up share capital of the Company carrying voting rights. A member holding more than ten percent of the total paid up share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. The holder of proxy shall prove his identity at the time of attending the Meeting.
- 3) A Statement pursuant to Section 102(1) of the Companies Act, 2013 (“the Act”), relating to the Special Business to be transacted at the Meeting is annexed hereto.
- 4) Attendance slip, proxy form and the route map, showing directions to reach the meeting venue are annexed to the Notice.
- 5) Corporate members intending to send their authorized representative(s) to attend the Meeting are requested to send to the Company a certified true copy of the relevant Board Resolution together with the specimen signature(s) of the representative(s) authorized under the said Board Resolution to attend and vote on their behalf at the Meeting.
- 6) The Notice convening the 35th Annual General Meeting has been uploaded on the website of the company at www.kljresources.in.
- 7) The Register of Members and Share Transfer books of the Company will be closed from Friday, 24th September, 2021 to Thursday, 30th September, 2021 (both days inclusive), for the purpose of Annual General Meeting and dividend for the financial year 2020-21.
- 8) The Final Dividend for the financial year ended 31st March, 2021, as recommended by the Board, if approved at the Annual General Meeting, will be paid subject to tax deducted at source, wherever applicable, on or after Tuesday, 5th October, 2021 to those members whose names appears in the Register of Members of the Company as on the book closure date, as under:
 - In respect of equity shares held in physical form, to all those members whose names appear in the company’s Register of Members after giving effect to valid transfers in respect of transfer requests lodged with the company on or before the close of business hours on Thursday, 23rd September, 2021.
 - In respect of equity shares held in electronic form, to all beneficial owners of the shares, as per details furnished by the depositories for this purpose, as of the close of business hours on Thursday, 23rd September, 2021.
- 9) The Company is providing facility for voting by electronic means (e-voting) through an electronic voting system which will include remote e-voting as prescribed by the Companies (Management and Administration) Rules, 2014 as presently in force. Information and instructions including details of User ID and password relating to e-voting are provided in the Notice under Note No. 23.



- 10) In terms of Section 152 of the Act, Sh. Dilip Kumar Karn (DIN: 00061804) Director, retires by rotation at the Meeting and being eligible, offers himself for re-appointment. The Board of Directors of the Company recommends his re-appointment. Details of the Director retiring by rotation, as required to be provided pursuant to the provisions of (i) the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and (ii) Secretarial Standard on General Meetings ("SS-2") are provided herein below:

Name	Sh. Dilip Kumar Karn
Date of Birth	06 th February, 1953
Age	68 years
Date of first Appointment on Board	10 th October, 1997
Qualification	Graduate
Experience (including expertise in specific functional area)/ Brief Resume	39 years of experience in Accounts
Remuneration last drawn	NIL
No. of Meetings attended during the year	8 (Eight)
Relationship with other Directors/Key Managerial Personnel	NIL
Directorships held in other public companies (excluding foreign and section 8 companies)	NIL
Membership/Chairmanship of committees of other public companies (includes only Audit Committee and stakeholders' Relationship Committee)	NIL
Number of Shares held in the Company	900

- 11) Members / Proxies / Authorized Representatives are requested to bring the duly completed Attendance Slip enclosed herewith to attend the AGM.
- 12) In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
- 13) All relevant documents referred to in the Notice are open for inspection by the members at the Registered Office of the Company on all working days (i.e., except Sundays and Public Holidays) during business hours up to the date of the Meeting. The aforesaid documents will also be available for inspection by members at the Meeting.
- 14) As per Regulation 40 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended, securities of listed companies can be transferred only in dematerialized form with effect from 1st April, 2019, except in case of request received for transmission and transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrar and Transfer Agents, R & D Infotech Private Limited for assistance in this regard.
- 15) The Company's Registrar and Share Transfer Agents (the "RTA") for its share registry (both, physical as well as electronic) is R & D Infotech Private Limited, having its registered office at 1st Floor, 7A, Beltala Road, Kolkata - 700 026.
- 16) Members holding shares in electronic mode are requested to intimate any change in their address or bank mandates to their Depository Participants (DPs) with whom they are maintaining their demat accounts. Members holding shares in physical mode are requested to intimate any change in their address or bank mandates to the Company.
- 17) Members holding shares in electronic mode:
- (a) are required to submit their Permanent Account Number (PAN) to their DPs with whom they are maintaining their demat accounts.
- (b) May contact with their respective Depository Participants (DPs) for availing the nomination facility.
- 18) Members holding shares in physical mode:
- (a) are required to submit their Permanent Account Number (PAN) and bank account details to the Company/RTA, if not registered with the Company as mandated by SEBI.
- (b) are advised to make nomination in respect of their shareholding in the company by sending the nomination form (SH-13) to the company.



- 19) Members who have not registered/updated their e-mail addresses with RTA, if shares are held in physical mode or with their DPs, if shares are held in electronic mode, are requested to do so for receiving all future communications from the Company including Annual Reports, Notices, Circulars electronically.
- 20) Members who hold shares in physical mode in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to RTA, for consolidation into a single folio.
- 21) The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or arrangements in which Directors are interested under Section 189 of Companies Act, 2013, will be available for inspection at the Annual General Meeting.
- 22) Members desiring any information relating to the accounts are requested to write to the Company well in advance so as to enable the management to keep the information ready.
- 23) Information and instructions relating to e-voting are as under:
- i. Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014, as amended, and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide to its members a facility to exercise their right to vote on resolutions proposed to be passed at the Annual General Meeting by electronic means. The members may cast their vote(s) using an electronic voting system from a place other than the venue of the Meeting ('remote e-voting').
 - ii. The facility for voting through physical ballot papers will be made available at the Meeting and members attending the Meeting who have not cast their vote(s) by remote e-voting will be able to vote at the Meeting through poll 'by physical ballot'.
 - iii. The voting rights of Members shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date i.e. 23rd September, 2021. A person whose name appears in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the meeting through permitted means.
 - iv. The members who have cast their vote(s) by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote(s) again.
 - v. The Board of Directors of the Company has appointed Sh. Ganesh Dutt Sharma, a Practicing Company Secretary, New Delhi (Membership No. A43348) as Scrutinizer, who has submitted to the Company his willingness to act as such as a Scrutinizer and to scrutinize the remote e-voting and physical poll process at the Annual General Meeting venue in a fair and transparent manner.
 - vi. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date shall only be entitled to avail the facility of remote e-voting. A person, who is not a member as on the cut-off date, should treat this Notice for information purpose only.
 - vii. The Scrutinizer will, after the conclusion of voting at the Meeting, scrutinize the votes cast at the Meeting and votes cast through remote e-voting, make a consolidated Scrutinizer's Report and submit the same to the Chairman. The result declared along with the consolidated Scrutinizer's Report will be communicated to the Stock Exchange.
 - viii. **The instructions for shareholders voting electronically are as under:**
 - a) In compliance with the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended, and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the members are provided with the facility to cast their vote electronically, through the e-voting services provided by the Central Depository Services (India) Limited (CDSL) on all the resolutions set forth in this Notice. The instructions for e-voting are given herein below.
 - b) The remote e-voting period begins on Monday, 27th September, 2021 at 9:00 a.m. and ends on Wednesday, 29th September, 2021 at 5:00 p.m. During this period the shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. 23rd September, 2021 may cast their vote electronically. The remote e-voting will not be permitted beyond the aforesaid date and time and the remote e-voting module shall be disabled upon expiry of aforesaid period.
 - c) The shareholders should log on to the e-voting website www.evotingindia.com



- d) Click on Shareholders.
- e) Now Enter your User ID
 - i. For CDSL: 16 digits beneficiary ID,
 - ii. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - iii. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- f) Next enter the Image Verification as displayed and Click on Login.
- g) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- h) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. E.g. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.
Dividend Bank Details OR 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. 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.

- i) After entering these details appropriately, click on "SUBMIT" tab.
- j) Members holding shares in physical form will then directly reach the Company selection screen. However, members 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.
- k) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- l) Click on the EVSN for KLJ Resources Limited.
- m) 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.
- n) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- o) 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.
- p) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- q) You can also take a print of the votes cast by clicking on "Click here to print" option on the voting page.
- r) 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.



- s) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- t) Note for Non – Individual Shareholders and Custodians:
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporate.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to 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 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.
- u) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or call on Toll Free No.: 1800 200 5533. In case you need further assistance, you may contact Sh. Ajai Kumar Gupta, Company Secretary and Compliance Officer of the Company at Telephone No. (+91) 11-45371433 or at e-mail id: kljresources@kljindia.com.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO. 5

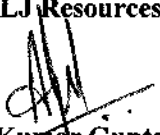
Upon the recommendation of the Audit Committee, the Board of Directors at their meeting held on 3rd September, 2021 has approved the appointment of M/s Yogesh Gupta & Associates, Cost Accountants (Firm Registration Number 000373) as Cost Auditors to conduct the audit of the cost records of the company for the financial year ending 31st March, 2022, at a remuneration of Rs. 1,50,000 (Rupees One Lac Fifty Thousand only) plus applicable taxes and out of pocket expenses that may be incurred by them during the course of audit.

In accordance with the provisions of section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the remuneration payable to the Cost Auditors has to be ratified by the members of the company.

The Board recommends the Ordinary Resolution set out at Item No. 5 of the Notice for approval of the members.

None of the Directors and Key Managerial Personnel of the company or their respective relatives is concerned or interested in the resolution mentioned at Item No. 5 of the Notice, except to the extent of their shareholding in the company, if any.

**By Order of the Board of Directors
For KLJ Resources Limited**


(Ajai Kumar Gupta)
Company Secretary
Membership No.: FCS 8020

3rd September, 2021
New Delhi



KLJ RESOURCES LIMITED

Regd. Off. : 8 Cammac Street, Kolkata, West Bengal – 700 017
CIN: L67120WB1986PLC041487

Form No. MGT-11

Proxy Form

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

35th Annual General Meeting – Thursday, 30th September, 2021 at 10:00 A.M.

Name of the member(s): Registered Address: E-mail ID: Folio/ DP ID - Client ID No.:
--

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

1. Name:
 Address:
 E-mail Id:
 Signature:, or failing him/her

2. Name:
 Address:
 E-mail Id:
 Signature:, or failing him/her

3. Name:
 Address:
 E-mail Id:
 Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 35th Annual general meeting of the company to be held on Thursday, 30th September, 2021 at 10.00 a.m. at 22, Ground Floor, Shanti Niketan Building, 8, Camac Street, Kolkata – 700 017 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution no.	Resolution	for	against
ORDINARY BUSINESS			
1.	Adoption of Standalone Annual Financial Statement and the Reports of the Board of Directors and Auditors thereon, for the Financial Year ended 31 st March, 2021.		
2.	Adoption of Consolidated Annual Financial Statement and the report of the Auditors thereon, for the Financial Year ended 31 st March, 2021.		
3.	To declare final dividend @ Rs. 0.25 per equity share of Rs. 10 each for the financial year 2020-21.		
4.	Re-appointment of Sh. Dilip Kumar Karn (DIN: 00061804), as Director.		
SPECIAL BUSINESS			
5.	To ratify the remuneration of the Cost Auditors for the financial year ending 31 st March, 2022 (Ordinary Resolution).		

Signed this..... day of..... 2021

Signature of shareholder

Signature of Proxy holder(s)

Affix Revenue Stamp

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A Proxy need not be a member of the Company.
3. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 35th Annual General Meeting.



KLJ RESOURCES LIMITED

Regd. Off. : 8 Cammac Street, Kolkata, West Bengal – 700 017
CIN: L67120WB1986PLC041487

ATTENDANCE SLIP

Registered Folio No. /DP ID No. /Client ID No.

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

No. of shares held:

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

I certify that I am a member/proxy/authorized representative for the member of the company. I hereby record my presence at the 35th Annual general meeting of the company on Thursday, 30th September, 2021 at 10.00 a.m. at 22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata – 700 017

.....
Name of the member/proxy
(in BLOCK letters)

.....
Signature of shareholder / Proxy

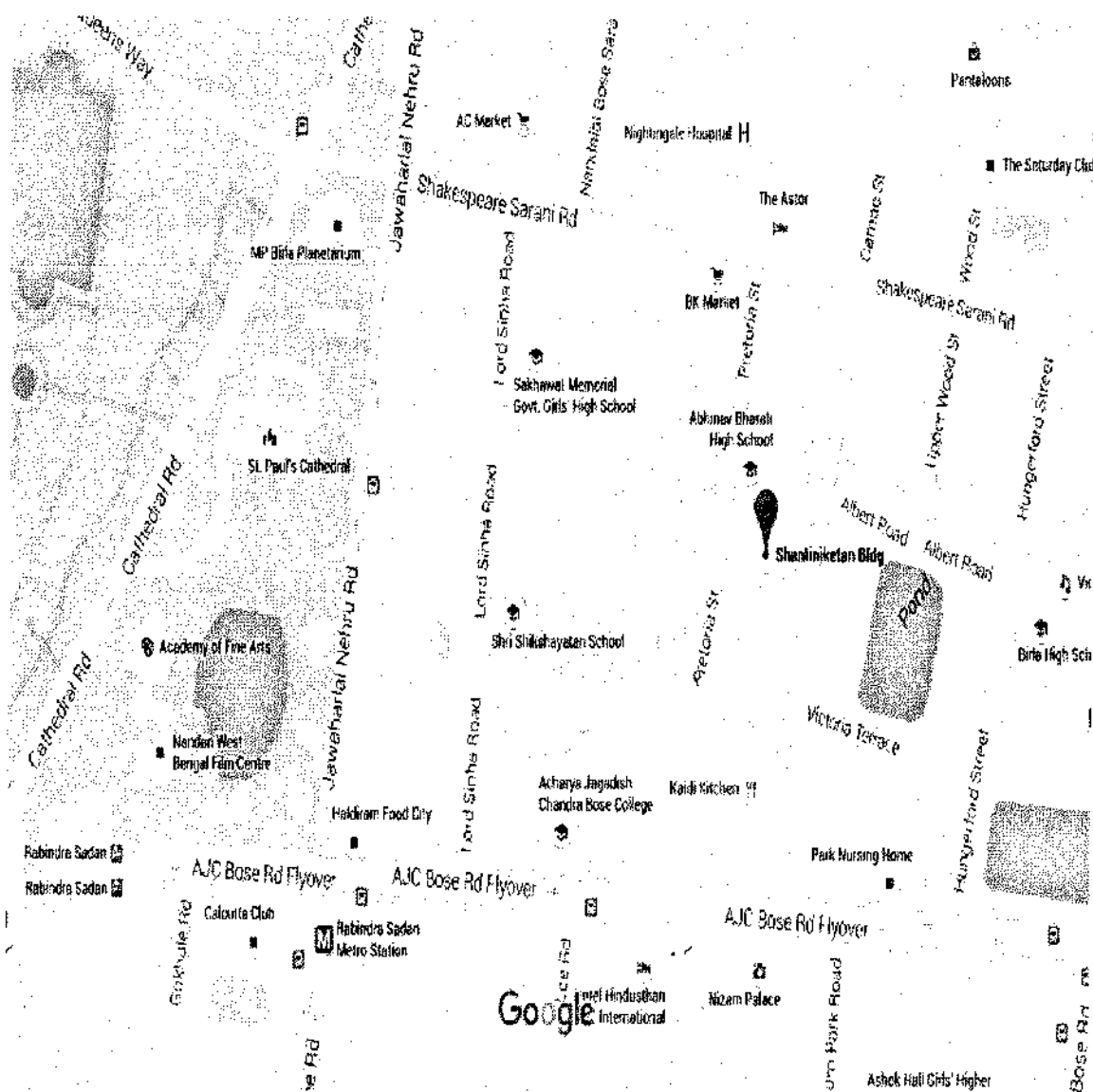
NOTE: Please fill the Folio/DP ID-Client ID No. and name and sign the Attendance Slip and hand it over at the Attendance verification Counter at the ENTRANCE OF THE MEETING HALL

.....*.....*.....*.....

Route Map to the Venue of 35th Annual General Meeting of KLJ Resources Limited

Venue of meeting: 22, Ground Floor, Shanti Niketan Building, 8, Camac Street, Kolkata – 700 017

Google Maps





DIRECTORS' REPORT

To
The Members,
KLJ Resources Limited

Your Company's Directors are pleased to present the 35th Annual Report of your Company together with the Audited Financial Statement of the Company for the financial year ended 31st March, 2021.

1. FINANCIAL PERFORMANCE (STANDALONE)

(Rupees in lakhs)

PARTICULARS	Year ended 31 st March, 2021	Year ended 31 st March, 2020
Total Revenue	2,13,614.76	2,33,921.12
Total Expenses	1,86,868.55	2,28,487.98
Profit before Finance Cost, Depreciation and Tax	27,689.10	6,822.37
Finance Cost	566.11	1,058.96
Depreciation	376.78	330.27
Profit before Tax	26,746.21	5,433.14
Tax Expenses	6,832.32	1,377.96
Profit after Tax	19,913.89	4,055.18
Earnings Per Equity Share (Basic & Diluted)	185.42	37.76

2. PERFORMANCE AND STATE OF COMPANY'S AFFAIRS

During the year under review, the Company has earned total revenue of Rs. 2,13,614.76 lakhs as compared to Rs. 2,33,921.12 lakhs in the corresponding previous year. EBIDTA for the year was Rs. 27,689.10 lakhs as compared to Rs. 6,822.37 lakhs for the previous year. Profit after Tax (PAT) stood at Rs. 19,913.89 lakhs as against Rs. 4,055.18 lakhs in the previous year.

The state of affairs of the Company is presented as part of the Management Discussion and Analysis Report forming part of the Annual Report.

3. IMPACT OF COVID-19 PANDEMIC

The spread of Covid-19 has severely affected the businesses around the globe. In many countries including India, there has been severe disruption to regular operations due to lock-downs, disruptions in transportations, supply chain, travel bans, quarantines and other emergency measures.

The Company regularly adhered to various guidelines and advisories issued by the authorities from time to time including maintaining social distancing at all its facilities and offices, reduced manpower in shift working, working from home and has taken various initiatives towards financial, medical and community support in the fight against the Second wave of Covid-19 pandemic. This included appropriate training for maintaining hygiene, use of sanitizers, use of masks, PPE and Face Shields, use of Arogya Setu App, temperature checks at entry and exit point, sanitization of the premises, etc.

4. DIVIDEND

The Board of Directors of the company in its meeting held on 30th June, 2021 has recommended a final dividend of Rs. 0.25 per equity share of Rs. 10 each for financial year 2020-21 to be paid out of the profits of the company for financial year 2020-21. The total dividend outgo for the financial year 2020-21, amounts to Rs. 26.85 lakhs. The payment of final dividend is, subject to approval of the shareholders in the ensuing Annual General Meeting of the company and shall be subject to tax deducted at source.

5. RESERVES AND SURPLUS

Net surplus in the statement of Profit & loss for the financial year 2020-21 is carried to the Retained earnings.

6. CONSOLIDATED FINANCIAL STATEMENTS

As required under provisions of Companies Act, 2013 (hereinafter, the Act), and rules issued there under read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter "SEBI Regulations"), Consolidated Financial Statement of the Company and its subsidiaries and associate form part of the Annual Report. The annual accounts of the Subsidiary Companies and the related detailed information shall be made available to Shareholders of the Company upon their request and it shall also be available on the website of the company i.e. www.kljresources.in.

7. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments have occurred after the close of the year till the date of this Report, which affect the financial position of the Company.

8. CHANGE IN NATURE OF BUSINESS

There has been no change in the nature of business of the Company during the financial year under review.

9. SUBSIDIARIES AND ASSOCIATE

The Company has following 7 (Seven) Subsidiaries and 1 (One) Associate Company as on 31st March, 2021. During the financial year 2020-21, no company has become or ceased to be subsidiary or associate of the Company.

Sl. No.	Name of the Company	Status
1	Altamonte Townships and Resorts Private Limited	Wholly Owned Subsidiary
2	Brokenhills Townships and Resorts Private Limited	Wholly Owned Subsidiary
3	Springdale Townships and Resorts Private Limited	Wholly Owned Subsidiary
4	Valley View Townships Private Limited	Wholly Owned Subsidiary
5	KLJ Resources, DMCC	Wholly Owned Subsidiary
6	Sadhok Real Estate Private Limited	Wholly Owned Subsidiary
7	AK Buildtech Private Limited	Wholly Owned Subsidiary
8	Hamlog Plastic Goods Private Limited	Associate

Subsequent to the financial year under review, 1 (one) company has become Wholly Owned Subsidiary of the company named as 'KLJ Speciality Chemicals Private Limited' which was incorporated on 20th July, 2021.

As required under the first proviso to sub-section (3) of Section 129 of the Companies Act 2013, a separate statement containing the salient features of the financial statements of the subsidiaries and associate company in Form AOC-1 is attached to the consolidated financial statement of the company. The said form also highlights the financial performance of each of the subsidiaries and associate company included in the consolidated financial statement of the company, as required under Rule 8(1) of the Companies (Accounts) Rules 2014.

10. DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year under review, Sh. Ranjit Ray Banthia was appointed as an Additional Director of the Company in the capacity of Non-Executive Independent Director with effect from 18th May, 2020, subject to the approval of the shareholders in the general meeting. The shareholders of the company in their 34th Annual General Meeting held on 30th September, 2020, confirmed the re-appointment of Sh. Ranjit Ray Banthia as Director of the company (in the capacity of Non-Executive Independent Director) for a period of 5 years, effective from 18th May, 2020 to 17th May, 2025.

Further, shareholders of the company also confirmed the re-appointment of Sh. Ram Parkash Makan as Director of the company (in the capacity of Non-Executive Independent Director) for a period of 5 years, effective from 14th November, 2019 to 13th November, 2024.

Sh. Dilip Kumar Karn (DIN: 00061804), Director of the Company retires at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Nomination and Remuneration Committee of the Board and the Board of Directors recommends his re-appointment. A brief resume of Sh. Dilip Kumar Karn proposed to be re-appointed, as stipulated under SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 and the Secretarial Standards on General Meetings (SS-2) issued by the Institute of Company Secretaries of India is provided in notes to the notice forming part of the Annual Report.

11. NUMBER OF MEETINGS OF THE BOARD AND BOARD COMMITTEES

8 (Eight) meetings of the Board were held during the financial year 2020-21. For details of the meetings of the Board, please refer the Corporate Governance Report, which forms part of the Annual Report. The Company has the following Board Committees:

1. Audit Committee
2. Stakeholders Relationship Committee
3. Nomination and Remuneration Committee
4. Corporate Social Responsibility Committee

Composition and other details of the Board Committees are provided in the Corporate Governance Report which forms part of the Annual Report.

12. BOARD AND INDIVIDUAL DIRECTORS PERFORMANCE EVALUATION

The Company has a policy for performance evaluation of the board, committees and other individual Directors (including independent directors) which include criteria for performance evaluation of Non-executive Directors and Executive Directors. Pursuant to the applicable provisions of the Companies Act, 2013 and SEBI Regulations, the board carried out an annual evaluation of its performance as well as of its committees and individual Directors, including Chairman of the board. The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of criteria such as the composition of committees, effectiveness of committee meetings, etc. The Chairman of the respective committees shared the report on evaluation with the respective committee members. In a separate meeting of independent directors, performance of non-independent directors, the Board as a whole and the Chairman of the Company was evaluated, taking into account the views of executive directors and non-executive directors.

13. ANNUAL RETURN

A copy of the Annual Return of the company containing the particulars prescribed under section 92(3) read with section 134(3)(a) of the Companies Act, 2013 and the relevant rules issued thereunder, in the form MGT-7 shall be uploaded post ensuing Annual General Meeting, on the website of the company in the Investor Relations Section and can be accessed from <http://www.kljresources.in>.

14. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Board has laid down internal financial Controls to be followed by the Company commensurate with the size, scale and complexity of its operations. To maintain its objectivity and independence, the Internal Auditors report to the Chairman of the Audit Committee and all significant audit observations and corrective actions are presented to the Committee. M/s Rakhecha & Co. Chartered Accountants, New Delhi (Firm Registration Number 02990N) are the Internal Auditors of the Company and have been entrusted to conduct Internal Audit of the functions and activities of the Company. The audit committee reviews the reports submitted by the internal auditors of the company and also seeks the views of statutory auditors on the adequacy of the internal control system in the company and keeps the board of directors informed of its major observations periodically.

Based on its evaluation, the audit committee is of opinion that, as of 31st March, 2021, the internal financial controls were adequate and operating effectively.

15. DECLARATION BY THE INDEPENDENT DIRECTORS

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of Independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and under Regulation 16 (1)(b) of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended. The Declarations received from all the Independent Directors were taken on record by the Board of Directors.

16. AUDITORS

(A) STATUTORY AUDITORS & AUDITOR'S REPORT

Pursuant to the provisions of Section 139 of the Act read with Companies (Audit and Auditors) Rules, 2014 as amended from time to time M/s Kumar Chopra & Associates, Chartered Accountants (Firm Registration Number 000131N), were appointed as statutory auditors of the Company from the conclusion of the 31st Annual General Meeting held on 29th September, 2017 till the conclusion of the 36th Annual General Meeting to be held in the year 2022 (to carry out the statutory audit for Financial Year 2017-18 to 2021-22).

The Auditor's Report does not contain any qualification(s), reservation(s) or adverse remark(s). The Auditor's Report forms part of the Annual Report and is self-explanatory requiring no further elucidation.

(B) COST AUDITORS, COST AUDIT REPORT AND MAINTENANCE OF COST RECORDS

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014, as amended, the cost audit records maintained by the Company are required to be audited. The Board, on the recommendations of the Audit Committee, has appointed M/s. Yogesh Gupta & Associates, Cost Accountants (Firm Registration Number 000373) New Delhi, as cost auditors for conducting the audit of cost records of the Company for the financial year 2020-21. In terms of provisions of section 148(3) of the Companies Act, 2013 read with Rule 14 (a) (ii) of the Company (Audit and Auditors) Rules, 2014, the remuneration of Cost Auditors for the aforementioned period is sought to be ratified by the members in the ensuing Annual General Meeting.

The Company is required to maintain Cost Records as specified by the Central Government under Section 148(1) of the Companies Act, 2013 and accordingly such accounts and records are made and maintained by the company.

(C) SECRETARIAL AUDITORS AND SECRETARIAL AUDIT REPORT

M/s. Deepthi Chawla & Associates, Company Secretaries (ICSI COP No. 8759), New Delhi, a firm of Company Secretaries in Practice have conducted Secretarial Audit of the Company for the financial year 2020-21. The Secretarial Audit Report for the financial year ended 31st March, 2021 is annexed herewith as **Annexure "I"** to this Report. The Secretarial Audit Report for the financial year 2020-21 does not contain any qualification(s), reservation(s) or adverse remark(s).

17. NOMINATION AND REMUNERATION POLICY FOR THE DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES

On the recommendation of Nomination and Remuneration Committee, the Company has formulated a Nomination and Remuneration Policy in terms of Section 178 of the Companies Act, 2013 read with Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, laying down *inter alia*, the criteria for appointment and payment of remuneration to Directors, Key Managerial Personnel and Senior Employees of the Company, a summary of which is annexed as **Annexure "II"** to this Report. Details of the policy on appointment and remuneration are available on the website of the Company (URL: <http://www.kljresources.in>).

18. REPORT ON CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION AND ANALYSIS

A Report on Corporate Governance and Management Discussion and Analysis for the period ended 31st March, 2021, as stipulated under SEBI Regulations has been provided in a separate section and forms part of the Annual Report.

19. PUBLIC DEPOSITS

During the year under review, the Company has not accepted any deposits covered under Chapter V of the Companies Act, 2013. Accordingly, no disclosure or reporting is required in respect of details relating to deposits.

20. AUDIT COMMITTEE

The Audit Committee of the Board has been formed in compliance with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Audit Committee as on 31st March, 2021 comprises of two Independent Directors namely Sh. Ram Parkash Makan and Sh. Ranjit Ray Bantia and one Non-Executive Director namely Smt. Kalpana Seth. Other relevant details as required under SEBI Regulations have been given in the Corporate Governance Report which forms part of the Annual Report. The Board has accepted all the recommendations made by the Audit Committee during the year.

21. VIGIL MECHANISM

A Vigil Mechanism as per provision of section 177(9) of Companies Act, 2013 and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been established for Directors and Employees to report to the management about suspected or actual frauds, unethical behavior or violation of the Company's code. The policy is intended to encourage and enable the employees of the Company to raise serious concerns within the organization rather than overlooking a problem or handling it externally. The Vigil Mechanism policy of the Company is available on the website of the Company (URL: <http://www.kljresources.in>).

22. CORPORATE SOCIAL RESPONSIBILITY

The Board has constituted a Corporate Social Responsibility (CSR) Committee of the Board under the Chairmanship of a Non-executive Director. Compositions of CSR Committee of the Company and other relevant details have been provided in the Corporate Governance Report which forms part of this Annual Report. "Promoting health care including preventive health care and sanitation" is the core area of CSR activities undertaken by the Company. In addition to such core CSR areas, the Company has always remained sensitive to the underprivileged people of the society and support them in improving their lives in the areas as provided in Schedule VII to the Act. The Corporate Social Responsibility policy of the Company is available on the website of the Company (URL: <http://www.kljresources.in>).

Pursuant to the provisions of Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Annual Report on CSR Activities has been annexed herewith and marked as **Annexure "III"** to this Board's Report.

23. RISK MANAGEMENT POLICY

The Company has structured a Risk Management policy in terms of section 134 of the Companies Act, 2013 read with the SEBI Regulations which is available on the website of the Company (URL: <http://www.kljresources.in>). The risk framework covers the management's approach and initiatives taken to mitigate a host of business and industry risks by identifying such risks and *inter alia* redefining processes, decision making authorities, authorization levels, risk and control documentation and reviewing these periodically. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. Details of the same are set out in the Management Discussion and Analysis Report which forms part of the Annual Report.

24. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATOR(S) OR COURT(S) OR TRIBUNAL(S) IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

During the year under review, there were no significant and material orders passed by the Regulator(s) or Court(s) or Tribunal(s) impacting the going concern status and company's operations in future.

25. PARTICULARS OF FRAUDS, IF ANY, REPORTED UNDER SUB-SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT

No frauds have been reported under sub-section (12) of Section 143 of the Companies Act, 2013 by the auditors of the Company.

26. PARTICULARS OF EMPLOYEES

The details as required in terms of provisions of Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is enclosed as **Annexure "IV"** to this Report.

27. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO

Pursuant to the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014, the information on conservation of energy, technology absorption and foreign exchange earnings and outgo is enclosed as **Annexure "V"** to this report.

28. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

In terms of Section 186 of the Companies Act, 2013 and rules framed there under, the details of loans given, investments made and guarantee provided in connection with a loan have been provided in the Notes to financial statements for the financial year 2020-21.

29. TRANSACTIONS WITH RELATED PARTIES

All related party contracts and/or arrangements entered by the Company during the financial year 2020-21 were on an arm's length basis, in the ordinary course of business and in compliance with the applicable provisions of the Companies Act, 2013 and the SEBI Regulations. All Related Party Transactions were placed before the Audit Committee for its prior approval. There were no materially significant Related Party Transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons, subsidiaries and associate Companies which might have a potential conflict with the interest of the Company. There were no transactions that were required to be reported in Form AOC-2 hence the said form does not form part of this report. However, the details of the transactions with Related Party (ies) have been provided in the Company's financial statements in accordance with the Indian Accounting Standard (Ind AS-24).

30. SECRETARIAL STANDARDS

The Company has complied with all the applicable mandatory Secretarial Standards issued by the Institute of Company Secretaries of India for the financial year 2020-21.

31. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION PROHIBITION AND REDRESSAL) ACT, 2013

The Company is committed to provide a healthy work environment and thus does not tolerate any discrimination and/ or harassment in any form to its women employees. The Company has in place a policy for prevention, prohibition and redressal of Sexual Harassment in compliance with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013 which is available on the website of the Company. An Internal Complaints Committee has been set up to redress complaints of women employees of the Company received regarding sexual harassment. All women employees whether permanent, contractual, temporary or trainees are covered under this policy. During the financial year 2020-21, nil complaints were received by the committee.

32. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions contained in Section 134(5) of the Companies Act, 2013, it is hereby confirmed that:

- a) in the preparation of the annual accounts for the year ended 31st March, 2021, the applicable Accounting Standards have been followed and that no material departures have been made from the same;
- b) the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profits of the Company for that period;



- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the Directors have prepared the Annual Accounts on a going concern basis;
- e) the Directors have laid down internal financial controls for the Company and that such internal financial controls are adequate and are operating effectively; and
- f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

33. INDUSTRIAL RELATIONS

During the year under review, the relations between the Management and the workmen were highly cordial. Human resource initiatives such as skill up gradation, training, appropriate reward & recognition systems and productivity improvement were the key focus areas for development of the employees of the Company.


34. INVESTOR RELATIONS


Your Company always endeavours to promptly respond to shareholders' requests/grievances. Each and every issue raised by the shareholders is taken up with utmost priority and every effort is made to resolve the same at the earliest. The Stakeholders Relationship Committee of the Board periodically reviews the status of the redressal of investors' grievances.

35. ACKNOWLEDGEMENT

Your Directors wish to place on record the sincere and dedicated efforts of all the employees of the Company. Your Directors also take this opportunity to offer their sincere thanks to the Financial Institutions, Banks and other Government Agencies, valued customers and all the stakeholders for their continued support, co-operation and assistance.

**For and on behalf of
Board of Directors of KLJ Resources Limited**


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: 3rd September, 2021
Place: New Delhi

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st March, 2021

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

To
The Members
KLJ Resources Limited
8 Cammac Street
Kolkata-700 017

I, **Deepti Chawla**, Proprietor of **Deepti Chawla & Associates**, Company Secretaries have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **KLJ Resources Limited (CIN: L67120WB1986PLC041487)** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2021 according to the provisions of:

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

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- 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 period of audit
- The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; - Not applicable to the Company during the period of audit



- 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;
- The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - Not applicable to the Company during the period of audit and
- The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; - Not applicable to the Company during the period of audit
- Hazardous Wastes (Management, Handling and Transboundary Movement) Rules, 2008 and Environment (Protection) Act, 1986

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

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

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. During the period under review, Sh. Ranjit Ray Banthia was appointed as an Independent Director of the company (Non-executive) with effect from 18th May, 2020 in the place of Sh. Sukh Raj Sethia, Independent Director, who has resigned from the directorship of the company with effect from 16th March, 2020.


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

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

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

This Report is to be read with my letter of even date which is annexed along with this Report and forms an integral part thereof.

**For Deepti Chawla & Associates
Company Secretaries**


Deepti Chawla
Proprietor
ACS No.: 15008
C P No.: 8759



Place : New Delhi
Date : 3rd September 2021
UDIN: A015008C000887693

Deepti Chawla & Associates
Company Secretaries


102,DDA SFS Flats
Sector 3, Dwarka
New Delhi-110 078
Ph: 9971067554
Email Id:dchawla.cs@gmail.com

To
The Members
KLJ Resources Limited
8 Cammac Street
Kolkata-700 017

My 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. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the Secretarial records. The verification was done on test check basis to ensure that correct facts are reflected in Secretarial records. I believe that the process and practices, I followed provide a reasonable basis of my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events.
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 procedure on test check 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 **Deepti Chawla & Associates**


Deepti Chawla
Proprietor
ACS No.: 15008
C P No.: 8759



Place: New Delhi
Date: 3rd September 2021
UDIN: A015008C000887693



POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION

A. Introduction

This Policy on Directors Appointment and Remuneration of Directors, Key Managerial Personnel, Senior Management Personnel has been formulated in accordance with the provisions of Section 178 of the Companies Act, 2013 (the Act) and SEBI Regulations by the Nomination and Remuneration Committee of the Directors of the Company.

B. Definitions

Directors: Directors other than Managing Director(s) and Whole-time Director(s) appointed under the provisions of the Companies Act, 2013 and rules made there under.

Key Managerial Personnel: Managing Director, Chief Financial Officer and Company Secretary.

Senior Management Personnel: Members of the Corporate Leadership Team of the Company and Key Managerial Personnel.

C. Terms of Reference

The Board of Directors of the Company has constituted a Nomination and Remuneration Committee. Its terms of reference are as follows:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director.
- Formulation of criteria for evaluation of Independent Directors and the Board.
- Formulation of policies for remuneration to Directors, Key Managerial Personnel and Senior Management Personnel.
- Identification and recommendation to Board, the name(s) of persons who are qualified to become Directors, Key Managerial Personnel and Senior Management Personnel in accordance with the criteria laid down.
- Recommend to the Board on appointment and removal of Directors, Key Managerial Personnel, and Senior Management Personnel.

D. Criteria for recommending a person to become a Director

The Committee shall take into consideration the following criteria of qualification, positive attributes and independence for recommending to the Board, the appointment of Director(s).

1. Qualifications & Experience

The incumbent should have appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales & marketing, operations, research, corporate governance, education, community service or other disciplines.

2. Attributes/Qualities

The incumbent Director should have one or more of the following attributes:

- Respect for and strong willingness to imbibe the Company's Core Values.
- Honesty and Professional integrity.
- Strategic capability with business vision.
- Entrepreneurial spirit and track record of achievements.
- Ability to be independent.
- Capable of lateral thinking.
- Reasonable financial expertise.
- Association in the fields of Business/Corporate world/Finance/Education/Community Service.

E. Eligibility Criteria & Remuneration of Key Managerial Personnel & Senior Management Personnel

The eligibility criteria for appointment of key managerial personnel and senior management personnel shall be in accordance with the job description of the relevant position. In particular, the position of Key Managerial Personnel should be filled by senior personnel having relevant qualifications and experience.





The remuneration structure for Key Managerial Personnel and Senior Management Personnel shall be as per the Company's remuneration structure taking into account factors such as level of experience, qualification, performance and suitability which shall be reasonable and sufficient to attract, retain and motivate them.

The remuneration may consist of fixed and incentive pay/retention bonus reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.

The aforesaid employees may also be provided any facility, perquisites, commission, accommodation, interest free loans or loans at concessional rate in accordance with the policies framed for the employees or any category thereof. However loan to the Directors who are KMPs shall be governed by such approvals as may be required by the Companies Act, 2013.

**For and on behalf of
Board of the directors of KLJ Resources Limited**


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: 3rd September, 2021
Place: New Delhi



**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR FINANCIAL
YEAR 2020-21**

[Pursuant to Section 135 of the Companies Act 2013 and Rule 8 of the Companies
(Corporate Social Responsibility Policy) Amendment Rules, 2021]

1. **Brief outline on CSR Policy of the Company:** Company's CSR policy is focused on enhancing the lives of the people. The Company has identified to promote its CSR activity in the specific area of health care including Preventive health care and sanitation. However, in furtherance of the Company's CSR initiatives, it may take up one or more additional projects/ programmes covered under Schedule VII of the Act as recommended by the CSR Committee.

2. **Composition of CSR Committee:**

Sl. No.	Name of Director	Designation /Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Smt. Kalpana Seth	Chairperson	2	2
2.	Sh. Ram Parkash Makan	Member	2	2
3.	Sh. Ranjit Ray Banthia	Member	2	2

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company. – www.kljresources.in

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable - Not Applicable

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

(Rupees in lakhs)

Sl. No.	Financial Year	Amount available for set-off from preceding financial years *	Amount required to be set-off for the financial year, if any
		Nil	

6. Average net profit of the Company as per Section 135(5): Rs. 6,730.00 lakhs

7. (a) Two percent of average net profit of the Company as per Section 135(5): Rs. 134.60 lakhs

- (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil

- (c) Amount required to be set off for the financial year, if any: Nil

- (d) Total CSR obligation for the financial year (7a+7b- 7c): Rs. 134.60 lakhs

8. (a) CSR amount spent or unspent for the financial year 2020-21:

Total Amount Spent for the financial year (Rs. in lakhs)	Amount Unspent (Rs. in lakhs)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
207.50	Nil	-	-	Nil	-



(b) Details of CSR amount spent against ongoing projects for the financial year 2020-21:

(Rs. in lakhs)

(1) Sl. No.	(2) Name of the Project	(3) Item from the list of activities in Schedule VII to the Act	(4) Local area (Yes/No)	(5) Location of the project		(6) Project duration	(7) Amount allocated for the project	(8) Amount spent in the current financial year	(9) Amount transferred to Unspent CSR Account for the project as per Section 135(6)	(10) Mode of Implementation - Direct Yes/No	(11) Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number.
Nil												

(c) Details of CSR amount spent against other than ongoing projects for the financial year 2020-21:

(Rs. in lakhs)

(1) Sl. No.	(2) Name of the Project	(3) Item from the list of activities in schedule VII to the Act	(4) Local area (Yes/No)	(5) Location of the project		(6) Amount spent for the project	(7) Mode of implementation - Direct (Yes/No)	(8) Mode of implementation - Through implementing agency	
				State	District			Name	CSR Registration No.
1.	Healthcare including preventive health care and sanitation	(i)	Yes	Haryana	Faridabad	-	Yes	-	-
2.	Health, education and Skill development activity	(ii)	Yes	Delhi (spread in Jaipur, Pune & indore)	Central	51.50	No	JITO Administrative Training Foundation	CSR00010876
			Yes	Delhi	West	156.00	No	Summermal Patawari Trust	CSR00004011
TOTAL						207.50			

(d) Amount spent in Administrative Overheads:

Nil

(e) Amount spent on Impact Assessment, if applicable:

Nil

(f) Total amount spent for the financial year (8b+8c+8d+8e):

Rs. 207.50 lakhs

(g) Excess amount for set off, if any:

Nil

Sl. No.	Particulars	Amount (Rs. in lakhs)
(i)	Two percent of average net profit of the Company as per Section 135(5)	134.60
(ii)	Total amount spent for the financial year	207.50
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

9. (a) Details of Unspent CSR amount for the preceding three financial years*:

(Rs. in lakhs)

Sl. No.	Preceding financial year	Amount transferred to Unspent CSR Account under Section 135(6)	Amount spent in the reporting financial year	Amount transferred to any fund specified under Schedule VII as per Section 135(6), if any			Amount remaining to be spent in succeeding financial years*
				Name of the Fund	Amount	Date of transfer	
Not Applicable							

*An unspent CSR obligation for the financial year 2019-20, amounting to Rs. 72.33 lakhs has been donated to M/s Summeral Patavari Trust in the financial year 2020-21, as a constructive obligation of the company.


(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial year in which the project was commenced	Project duration	Total amount allocated for the project	Amount spent on the project in the reporting financial year	Cumulative amount spent at the end of reporting financial year	Status of the project - Completed / Ongoing
Not applicable								

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created : Nil
or acquired through CSR spent in the financial year

11. Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per Section 135(5): Not applicable

For and on behalf of
Board of Directors of KLJ Resources Limited


(Kalpana Seth)
Chairperson, CSR Committee
DIN: 06949098


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: 3rd September, 2021
Place: New Delhi

**Part-I****Details of Remuneration of Employees and Directors**

(Section 197 of the Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

- i. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year

And

- ii. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:-

Name	Designation	Directors Remuneration to Median Remuneration	Percentage increase in Remuneration
Executive Director			
Hemant Jain	Managing Director	162.39:1	1.89%
Key Managerial Personnel			
Suresh Chand Jalther	Chief Financial Officer	-	-0.16%
Ajai Kumar Gupta	Company Secretary	-	0.15%
Non-Executive Director			
Dilip Kumar Karn	Director	0.05:1	0.5%
Kalpana Seth	Director	0.05:1	0.5%
Ram Parkash Makan	Director	0.07:1	-
Ranjit Ray Banthia*	Director	0.07:1	-

Note: Remuneration includes sitting fees for Non-Executive (Non-Independent) Directors and Non-Executive Independent Directors.

* Sh. Ranjit Ray Banthia has been appointed as an Independent Director of the company effective from 18th May, 2020.

- iii. The percentage increase in the median remuneration of employees in the financial year 2020-21: 0.70%
- iv. The number of permanent employees on the rolls of the Company as on 31st March, 2021: 84
- v. Comparison of average percentile increase in salary of employees other than the managerial personnel and the percentile increase in the managerial remuneration:

	% change in remuneration
Average increase in salary of employees (other than managerial personnel)	1.06%
Average increase in remuneration of managerial personnel	1.41%

vi. **Affirmation:**

It is affirmed that the remuneration paid to the Directors, Key Managerial Personnel and other employees is as per the Remuneration Policy of the Company.

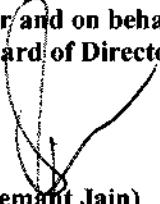
Part-II


Details of Employees

Section 197 of the Companies Act, 2013 and Rule 5 (2) & (3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sl. No.	Particulars	Details
1.	Name	Sh. Hemant Jain
2.	Designation	Managing Director
3.	Remuneration (including Performance based Commission)	Rs. 8,18,21,000
4.	Nature of Employment	Contractual
5.	Qualification and Experience of the Employee	B.Com (Delhi University) and M.B.A (Harvard university) Experience: 25 Years
6.	Date of Commencement of Employment	1 st April, 2009
7.	Age	50 years
8.	Last employment held before joining the Company	NA
9.	Relationship with other Directors	NIL

**For and on behalf of
Board of Directors of KLJ Resources Limited**


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: 3rd September, 2021
Place: New Delhi

A. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION
Conservation of Energy

Company continues to take measures towards conservation of energy through optimum utilization of energy and other resources. Utilization of energy intensive machines, procurement of energy efficient technologies etc. is done as part of energy conservation measures. The Company has been consistent in its efforts to conserve energy and natural resources and reduce consumption of power, fuel, oil, water and other energy sources by following strict adherence to:

1. Power saving processes and methods
2. Installation of Auto Power Cut-Off for electrical energy consumption.
3. Energy saving in utility by proper machine planning.
4. Proper training to the employees and workforce to ensure minimum wastage of energy and natural resources.

Technology Absorption

The Company has indigenized and absorbed technological changes. The Company continuously strives to meet international standards of precision through improvisation of existing processes, innovation and adaptation of new technologies and methods. The product quality has improved significantly due to better utilization of machines, improvised processes and enhanced precision.

B. FOREIGN EXCHANGE EARNINGS AND OUTGO
b) Value of Imports calculated on CIF Basis

(Rupees in lakhs)

Sl. No.	Particulars	2020-21	2019-20
1.	Materials (Chemicals)	1,42,963.40	1,82,948.76

c) Expenditure in Foreign Currency during the Year:

(Rupees in lakhs)

Sl. No.	Particulars	2020-21	2019-20
1.	Interest on fc	68.28	340.81
2.	Travelling & Tour	23.60	35.43
3.	Business Promotion	-	1.96
4.	Membership & Subscriptions	6.50	3.86
5.	Clearing and Handling Charges	-	-
	Total	98.38	382.06

d) Earning in Foreign Exchange

(Rupees in lakhs)

Sl. No.	Particulars	2020-21	2019-20
1.	Export of Goods calculated on F.O.B. basis	2,156.23	127.91
	Total	2,156.23	127.91

For and on behalf of
Board of Directors of KLJ Resources Limited

(Hemant Jain)
Managing Director
DIN: 00506995

(Dilip Kumar Karn)
Director
DIN: 00061804

Date: 3rd September, 2021
Place: New Delhi

CORPORATE GOVERNANCE REPORT

I. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company's corporate governance philosophy is founded on the principles of fair and transparent business practices. The governance structures are created to protect the interests of and generate long term sustainable value for all stakeholders – customers, employees, partners, investors and the community at large. The business of the Company is governed and supervised by Board of Directors and together with the management they are committed to uphold the principles of excellence across all activities.

II. BOARD OF DIRECTORS

The Board of Directors ('the Board') is responsible for and committed to sound principles of Corporate Governance in the Company. The Board plays a crucial role in overseeing how the management serves the short and long term interests of shareholders and other stakeholders. This belief is reflected in our governance practices, under which we strive to maintain an effective, informed and independent Board.

The Board of Directors is entrusted with the ultimate responsibility of the management, corporate affairs, direction and performance of the Company and has been vested with requisite powers, authorities and duties. The functional Management of the Company is headed by the Managing Director of the company and has functional heads for every department, which look after the management of the day-to-day affairs of the Company.

a) Composition of Board

Your Company's Board has an optimum combination of Executive and Non-Executive Directors having adequate knowledge and experience for providing strategic guidance and direction to the Company. As on 31st March, 2021, the Board of Directors comprised of 5 (five) directors out of which 2 (two) were Independent Directors. The Board is headed by a Non-Executive Chairman. Accordingly, the composition of the Board as on 31st March, 2021, was in accordance with Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (hereinafter "SEBI Regulations") read with Section 149 of the Companies Act, 2013. The Composition of the Board as on 31st March, 2021 is as appended below:

Sl. No.	Name of Director	DIN	Category	Date of Joining the Board	No. of Shares held in the Company
1.	Sh. Hemant Jain	00506995	Executive/Managing Director	01/10/2005	1315200
2.	Sh. Dilip Kumar Karn	00061804	Non-Executive Director/ Chairman	10/10/1997	900
3.	Smt. Kalpana Seth	06949098	Non-Executive Director	14/08/2014	900
4.	Sh. Ram Parkash Makan	08574991	Non-Executive Independent Director	14/11/2019	-
5.	Sh. Ranjit Ray Banthia	08725401	Non-Executive Independent Director	18/05/2020	-

b) Board Meetings and Board Procedures

During the year, the Board of the Company met 8 (eight) times on 30th June, 2020, 31st July, 2020, 4th September, 2020, 14th September, 2020, 19th October, 2020, 12th November, 2020, 4th December, 2020 and 12th February, 2021. The maximum gap between any two Board meetings was less than 120 days as stipulated by Section 173 of the Companies Act, 2013 read with SEBI Regulations. Meetings of the Board were generally held at Corporate Office of the Company situated at New Delhi.

All the members of the Board were provided with requisite information as required as per SEBI Regulations well before the Board Meeting. None of the Directors is disqualified for appointment as director under Section 164 of the Companies Act, 2013.

Further, the company has received a certificate from Ms. Deepti Chawla, Practicing Company Secretary (ICSI CP No. 8759), New Delhi, confirming that none of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India or Ministry of Corporate Affairs or any such other statutory authority.



The Board of Directors of your Company plays a pivotal role in ensuring good governance and functioning of the Company. The Board's role, functions, responsibility and accountability are clearly defined. All relevant information as mandated by the regulations is placed before the Board. The Board reviews compliance reports of all laws applicable to the Company, as well as steps taken by the Company to rectify the instances of non-compliances, if any.

c) skills/competence/expertise of the Board of Directors

The major skills/competencies/expertise held by the Directors are summarized below:

Name of Directors	Category of Directors	Skills/expertise
Hemant Jain	Managing Director	Chemical Industries, sales, marketing, procurement, commercial, board governance, production and technical, project set-up, strategic planning, business management and a broad perspective on global market opportunities.
Dilip Kumar Karn	Chairman & Non-executive Director	Chemical industry experience, Accounts and finance, general management, practical understanding of organizations'.
Kalpana Seth	Non-Executive Director	Chemical industry experience, sales and marketing
Ram Parkash Makan	Non-Executive & Independent	Business and general management
Ranjit Ray Banthia*	Non-Executive & Independent	Plastics and Real Estate Industry experience, Business management, business associations, Financial expertise.

*Sh. Ranjit Ray Banthia has been appointed as an Independent Director of the company effective from 18th May, 2020.

d) Details of Familiarization Programme

Details of familiarization programme of the Independent directors are available on the website of the Company ([URL:http://www.kljresources.in](http://www.kljresources.in)).

e) Inter-se relationship

The Directors of the Company are not related inter- se.

f) Directors' Attendance Record and Directorships

Attendance of Directors at Board Meetings during the year, last Annual General Meeting ("AGM") and details of other Directorship and Chairmanship/Membership of Committees of each Director are appended below:

Sl. No.	Name of Directors ¹	No. of other Directorship ¹	No. of Committee Memberships / Chairmanships in other Indian Public Companies		Attendance Particulars			Directorship in other Listed Entity (Category of Directorship)
			Member ²	Chairman ²	No. of Board Meetings		Attendance at last AGM Attended	
					Held	Attended		
1.	Sh. Hemant Jain	Nil	Nil	Nil	8	5	No	-
2.	Sh. Dilip Kumar Karn	Nil	Nil	Nil	8	8	Yes	-
3.	Smt. Kalpana Seth	1	2	Nil	8	8	Yes	KLJ Plastics Limited (Non-Executive director)
4.	Sh. Ram Parkash Makan	Nil	Nil	Nil	8	7	No	-
5.	Sh. Ranjit Ray Banthia*	Nil	Nil	Nil	8	7	No	-

**Notes:**

1. The Directorships held by Directors as mentioned above does not include KLJ Resources Limited, alternate directorships and directorships in foreign companies, companies registered under Section 8 of the Companies Act, 2013 and Private Limited Companies.
2. In accordance with the SEBI Regulations, Memberships /Chairmanships of only the Audit Committees and Stakeholders Relationship Committee of all other public limited Companies have been considered.

*Sh. Ranjit Ray Banthia has been appointed as an Independent Director of the company effective from 18th May, 2020.

g) Independent Directors

The Company currently has 2 Non-Executive Independent Directors which comprise 40% of the total strength of the Board of Directors.

During the year under review, the Board of Directors, based on the recommendation made by the Nomination & Remuneration Committee appointed Sh. Ranji Ray Banthia as an Additional Director of the Company in the capacity of Non-Executive Independent Director with effect from 18th May, 2020, subject to the approval of the shareholders in the general meeting. The shareholders of the company in their 34th Annual General Meeting held on 30th September, 2020, confirmed the re-appointment of Sh. Ranjit Ray Banthia as Director of the company (in the capacity of Non-Executive Independent Director) for a period of 5 years, effective from 18th May, 2020 to 17th May, 2025.

Further, shareholders of the company in the same meeting also confirmed the re-appointment of Sh. Ram Parkash Makan as Director of the company (in the capacity of Non-Executive Independent Director) for a period of 5 years, effective from 14th November, 2019 to 13th November, 2024.

During the year under review, no independent Director has resigned from the company.

h) Independent Directors Meeting

The Independent Directors met once during the year under review on 15th June, 2020 without the attendance of Non-Independent Directors. Both the Independent Directors namely Sh. Ram Parkash Makan and Sh. Ranjit Ray Banthia were present in that meeting. The appointment of Independent Directors is in compliance with Section 149 read with schedule IV of the Companies Act, 2013 and with the provision of SEBI Regulations.

The Independent Directors in the said meeting had, *inter alia* reviewed the performance of non-Independent directors and the Board as a whole and the performance of the chairperson of the company, taking into account the views of executive director and Non-executive directors and assessed the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

i) Remuneration of Directors

The remuneration of Managing Director is fixed by the Board of Directors upon the recommendation of Nomination and Remuneration committee and approved by the shareholders of the Company. The Non-Executive Directors are paid sitting fees for attending the Board Meetings. No Commission was paid to any Non- Executive Director for Financial Year 2020-2021. Details of remuneration paid to the Executive Director of the Company and sitting fees paid to non-executive directors for the Financial Year 2020-21 have been provided below:

- **Executive Director/Managing Director**

(Rupees in lakhs)

Name of Director	Salary*	Commission	Total
Sh. Hemant Jain	133.21	685.00	818.21

*Salary includes basic salary, perquisites and allowances, contribution to provident fund etc.

- **Details of sitting fees paid to the Non-Executive Directors during the Financial Year 2020-21 are as mentioned below:**

(Rupees in lakhs)

Sl. No.	Name of Directors	Sitting Fees
1.	Sh. Ram Parkash Makan	0.35
2.	Sh. Ranjit Ray Banthia	0.35
3.	Sh. Dilip Kumar Karn	0.24
4.	Smt. Kalpana Seth	0.24

III. COMMITTEES OF BOARD

a. Audit Committee

The Board of the Company has duly constituted an Audit Committee, comprising of three Directors. As at 31st March, 2021, the Audit Committee comprised of one non-executive and two independent directors. Sh. Ranjit Ray Banthia was inducted as a Chairperson of the committee with effect from 18th May, 2020. The constitution of the Audit Committee meets the requirement of Section 177 of the Companies Act, 2013 and SEBI Regulations. All the members of the Committee were provided with requisite information as required by the SEBI Regulations.

The terms of reference of the Audit Committee include those specified under Regulation 18 of the SEBI Regulations as well as under Section 177 of the Companies Act, 2013 which *inter alia* include:

- to oversee the Company's financial reporting process and disclosure of its financial information,
- to recommend appointment, remuneration and terms of appointment of the Auditors of the Company,
- to review and monitor the Auditor's independence and performance, and effectiveness of audit process,
- to review quarterly and annual financial statements before submission to the Board and to advice and make recommendations to the Board on matters related to financial management of the Company, including Audit Reports,
- to approve or subsequently modify the transactions of the Company with the related parties,
- to scrutinize the inter-corporate loans and investments,
- to assess the value of undertakings or assets of the Company, whenever it is necessary,
- to review and discuss with Auditors about internal control system, major accounting policies and practices reviewing financial and Risk management policy of the company, in compliance with the SEBI Regulations and legal requirements concerning financial statements,
- to monitor the end use of funds raised through public offers and related matters and
- to carry out any other functions as mentioned in terms of reference to the Audit Committee.

The committee met 6 (Six) times during the year under review. The meetings were held on 30th June, 2020, 31st July, 2020, 31st August, 2020, 14th September, 2020, 12th November, 2020 and on 12th February, 2021. The Company Secretary of the Company acts as the Secretary to the Audit Committee. The composition of the Audit Committee and the attendance of the members at the Meetings were as follows:

Sl. No.	Name of Member	Status	No. of Meetings during the financial year 2020-21	
			Held	Attended
1.	Sh. Ranjit Ray Banthia*	Chairperson	6	6
2.	Sh. Ram Parkash Makan	Member	6	6
3.	Smt. Kalpana Seth	Member	6	6

* Sh. Ranjit Ray Bnathia has been appointed as an Independent Director of the company effective from 18th May, 2020.

b. Nomination And Remuneration Committee

In terms of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI Regulations, the Board has constituted the Nomination and Remuneration Committee. The Committee *inter alia* reviews and approves the Annual salaries, commission, service agreements and other employment conditions for the Executive Director and senior management. The remuneration policy is directed towards rewarding performance, based on review of achievements on a periodical basis. As on 31st March, 2021, the Committee comprises of one non-executive and two independent Directors. Sh. Ranjit Ray Banthia was inducted as a Chairperson of the committee with effect from 18th May, 2020.

The role of Nomination and Remuneration Committee is as follows:

- to determine / recommend the criteria for appointment of Executive, Non-Executive and Independent Directors to the Board;
- to determine / recommend the criteria for qualifications, positive attributes and independence of Director;
- to identify candidates who are qualified to become Directors and recommend to the Board their appointment and removal;
- to review and determine all elements of remuneration package of Executive Director, i.e. salary, benefits, bonuses, pension etc;
- to review and determine fixed component and performance linked incentives for Directors, along with the performance criteria;
- to determine policy on service contracts, notice period, severance fees for Directors and Senior Management;
- to formulate criteria for evaluation of each Director's performance and performance of the Board as a whole.

The performance evaluation criteria for Independent Directors are determined by the Nomination and Remuneration committee of the board. An indicative list of factors that may be evaluated include participation and contribution by a director, commitment, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of behavior and judgment.

The Committee met once, during the year under review. The Company Secretary of the Company acts as the Secretary to the Committee. The meeting was held on 02nd September, 2020. The composition and the attendance of members at the meetings were as follows:

Sl. No.	Name of Member	Status	No. of Meetings during the financial year 2020-21	
			Held	Attended
1.	Sh. Ranjit Ray Banthia*	Chairperson	1	1
2.	Sh. Ram Parkash Makan	Member	1	1
3.	Smt. Kalpana Seth	Member	1	1

* Sh. Ranjit Ray Banthia has been appointed as an Independent Director of the company effective from 18th May, 2020.

c. Stakeholders' Relationship Committee

In terms of Section 178 of the Companies Act, 2013 and the SEBI Regulations, the Board has constituted a Stakeholders' Relationship Committee. The Committee *inter alia* looks into the redressal of complaints of investors such as transfer or credit of shares, non-receipt of dividend / notices / annual reports. During the year, the committee met 4 (four) times. The Meetings were held on 11th May, 2020, 9th July, 2020, 12th October, 2020 and on 7th January, 2021.

The composition of the Stakeholders' Relationship Committee and the details of meetings attended by its members are given below:

Sl. No.	Name of Member	Status	No. of Meetings during the financial year 2020-21	
			Held	Attended
1.	Smt. Kalpana Seth	Chairperson	4	4
2.	Sh. Dilip Kumar Karn	Member	4	4
4.	Sh. Ram Parkash Makan	Member	4	3

During the year under review, Nil complaints were received and hence as on 31st March, 2021, there were Nil complaints pending with the Company. Sh. Ajai Kumar Gupta, Company Secretary of the Company acts as the Secretary to the Committee.

d. Corporate Social Responsibility Committee

The Board of Directors has constituted a Corporate Social Responsibility Committee (CSR Committee) of the Board in terms of the requirements of Section 135 of the Companies Act, 2013 and Rules framed thereunder. As on 31st March, 2021, the CSR Committee consists of two independent Directors and one non-executive Director. Sh. Ranjit Ray Banthia was inducted as a member of the committee with effect from 18th May, 2020. Smt. Kalpana Seth is the Chairperson of the Committee. The Company Secretary of the Company acts as the Secretary to the Committee.

Pursuant to the provisions of the CSR Policy of the Company, the CSR Committee met 2 (two) times during the year under review i.e. on 25th August, 2020 and 26th March, 2021. Members of the CSR Committee and their attendance at the meeting are detailed below:

Sl. No.	Name of Member	Status	No. of Meetings during the financial year 2020-21	
			Held	Attended
1.	Smt. Kalpana Seth	Chairperson	2	2
2.	Sh. Ram Parkash Makan	Member	2	2
3.	Sh. Ranjit Ray Banthia*	Member	2	2

*Sh. Ranjit Ray Banthia has been appointed as an Independent Director of the company effective from 18th May, 2020.

The Committee *inter alia* recommends the amount to be spent on CSR Projects/ Programmes undertaken by the Company and ensures implementation of the same in line with the CSR Policy of the Company.



IV. SUBSIDIARY MONITORING FRAMEWORK

As on 31st March, 2021, the Company has six wholly owned Subsidiaries in India and one wholly owned Subsidiary based in UAE. Subsequent to the period under review, 'KLJ Speciality Chemicals Private Limited' has become Wholly Owned Subsidiary of the company with effect from 20th July, 2021. None of the subsidiaries of the Company is a material subsidiary in terms of SEBI Regulations. The policy for determining 'material subsidiaries' is available on the website of the company and can be accessed at www.kljresources.in.

Financial Statements, in particular the investments made by the unlisted Subsidiary Companies, are reviewed by the Audit Committee of the Company. Minutes of the meetings of the unlisted Indian Subsidiary Companies are placed before the Company's Board. A statement containing significant transactions and arrangements entered into by the unlisted Subsidiary Companies is placed before the Company's Board.

V. COMPLIANCE OFFICER

The Board has designated Sh. Ajai Kumar Gupta, Company Secretary as Compliance Officer of the Company.

VI. GENERAL BODY MEETINGS

- The last three Annual General Meetings were held as under:

Financial Year	Date	Time	Venue	No. of Special Resolution Passed
2017-2018	28 th September, 2018	10.00 A.M.	22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-700 017	1
2018-2019	30 th September, 2019	10.00 A.M.	22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-700 017	1
2019-2020	30 th September, 2020	10.00 A.M.	22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-700 017	-

- Postal Ballot Held during the Financial Year 2020-21

During the year under review the Company did not conduct any Postal Ballot.

VII. MEANS OF COMMUNICATION

During the year under review, financial results for the quarters ended 30th June, 2020, 30th September, 2020, 31st December, 2020 and the year ended 31st March, 2021, have been published in a English newspaper namely "The Echo of Kolkata" and also published in a vernacular language newspaper namely "Arthik Lipi". The Company has submitted all quarterly, half yearly and yearly compliances for the year ended on 31st March, 2021 to the Calcutta Stock Exchange Limited. The results are also displayed on the Company's website www.kljresources.in.

VIII. GENERAL SHAREHOLDERS INFORMATION

a. General Information

Particulars	Details
Registered Office	22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-700 017
Annual General Meeting: Day/Date/Time/Venue	Thursday, 30 th September, 2021 at 10.00 A.M. 22, Ground Floor, Shanti Niketan Building, 8, Cammac Street, Kolkata-700 017
Financial Year	1 st April to 31 st March
Book Closure	Friday, 24 th September, 2021 to Thursday, 30 th September, 2021 (both days inclusive)
Dividend Payment Date	The Board of Directors of the company has recommended a final dividend of Rs. 0.25 per equity share of Rs. 10 each for Financial Year 2020-21 subject to approval of the shareholders in the ensuing Annual General Meeting. The dividend, if declared at the general meeting, shall be paid on and from Tuesday, 5 th October, 2021 to the eligible shareholders.

Listing on Stock Exchanges	Calcutta Stock Exchange Limited ("CSE") 7, Lyons Range, Kolkata- 700 001 [Listed w.e.f. 16 th April, 1987] The Company has paid the Listing fee for the year 2020-21 to Calcutta Stock Exchange Limited.
ISIN	INE176K01019
Stock Code	021095
Market Price Data	The Equity Shares of the Company are not traded; hence market price data is not available.

b. Tentative Calendar for the Financial Year 2021-22

Particulars	Dates
First Quarter Results	Mid of August, 2021
Second Quarter Results	Mid of November, 2021
Third Quarter Results	Mid of February, 2022
Fourth Quarter and the year ended Results	Up to end of May, 2022

c. Dematerialization of shares and liquidity

1,05,54,500 Equity Shares of the Face Value of Rs. 10 each representing 98.27% of the Company's Equity Share Capital are in dematerialized form and 1,85,500 Equity Shares of the Face Value of Rs.10 each representing 1.73% of the Company's Equity Share Capital are in Physical form. The equity shares of the Company are listed on Calcutta Stock Exchange Limited. The equity shares of the Company are not actively traded.

d. Reconciliation of Share Capital Audit

As per the directives of the Securities & Exchange Board of India ("SEBI"), M/s Neelam Bansal & Associates, Company Secretary in whole time practice, New Delhi, undertake the Share Capital Audit on a quarterly basis. The purpose of the audit is to reconcile the total number of shares held in National Securities Depository Limited (NSDL), Central Depository Services (India) Limited (CDSL) and in physical form with the admitted, issued and paid up capital of the Company.

The Share Capital Audit Reports as submitted by M/s Neelam Bansal & Associates, Company Secretary in whole time practice, New Delhi on quarterly basis were forwarded to the Calcutta Stock Exchange Limited where the Equity Shares of the Company are listed.

e. Share Transfer System

Pursuant to directions of SEBI, the facility to hold the Company's shares in electronic form is available to the shareholders as the Company is registered with both Depositories namely NSDL and CDSL. Share Transfer documents for physical transfer and requests for dematerialization of shares may be sent to Company's Registrar and Share Transfer Agent.

f. Registrar & Share Transfer Agent

R & D Infotech Private Limited
1st Floor, 7A, Beltala Road, Kolkata-700 026
Tel No: +91 33 24192641/42
Fax No: +91 33 24761657
Email: rdinfotec@yahoo.com
Website: www.rdinfotech.org

g. Shareholding Pattern as on 31st March, 2021

Category	Number of Shares Held	Percentage of Shareholding
Promoters & Promoters Group	66,23,228	61.67
Bodies Corporate (other than promoters)	40,58,572	37.79
Resident Individuals	58,200	0.54
Total	1,07,40,000	100.00



h. Outstanding GDRS/ADRS/Warrants or any Convertible Instruments, Conversion date and likely impact on Equity
As on the date of this report, there is no outstanding GDRs/ADRs/Warrants/or any other Convertible instruments.

i. Investors' Correspondence may be addressed to: -

Sh. Ajai Kumar Gupta
Company Secretary
KLJ House, 8A, Shivaji Marg,
Najafgarh Road, New Delhi- 110015
E-mail: kljresources@kljindia.com

IX. DISCLOSURES

a. Basis of related Party Transactions

The details of all transactions with related parties are placed before the audit committee for its prior approval. The Company has entered into related party transactions as set out in the Notes to Accounts, which are not likely to have conflict with the interest of the Company at large.

b. Whistle Blower Policy

The Company encourages an open door policy where its employees have access to the head of the business/function. In terms of Company's Code of Conduct, any instance of non-adherence to the code/any other observed unethical behavior are to be brought to the attention of the immediate reporting authority, who is required to report the same to the Vigil Mechanism Committee.

Further, the mechanism adopted by the Company encourages the Whistle Blower to report genuine concerns or grievances and provides adequate safeguards against victimization of Whistle Blower who avail of such mechanism. Under the Policy, every Director and employee has been provided direct access to the Chairman of the Audit Committee.

c. Compliance with Corporate Governance Requirements specified in Regulations 17 to 27 and Clause (b) to (i) of Sub-Regulation (2) of Regulation 46

The company has complied with all the mandatory requirements specified in Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, as amended.

d. Details of non-compliance by the Company

There were no instances of non-compliance by the Company and no penalties, or structures were imposed on the Company by the Calcutta Stock Exchange Limited, where the Equity Shares of the Company are listed or SEBI or any other statutory authority on any matter related to capital markets during the last three years.

e. Details of Total Fees paid to Statutory Auditors of the Company, on a consolidated basis

M/s Kumar Chopra & Associates, Chartered Accountants (Firm Registration Number 000131N) New Delhi, are the Statutory Auditors of the Company. The particulars of payment of Statutory Auditors fees on consolidated basis are given below:

(Rupees in Lakhs)	
Particulars	Amount
Audit fee	7.01
Tax Audit and certification work	1.00
Total	8.01

f. Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

Details as required under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, have been given in the Directors' Report which forms part of the Annual Report.

g. Code of Business Conduct and Ethics for Directors and Management Personnel

The Board has framed a Code of Conduct ("Code") for all Board members and senior management of the Company. All Board members and senior management personnel have confirmed compliance with the Code for the financial year 2020-21. A declaration to this effect signed by the Managing Director of the Company forms part of this Annual Report.

b. Disclosure of Accounting Treatment

The Company has prepared its financial statements in accordance with Ind-AS to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting standard) Rules, 2015 and the relevant provisions of the Act, as applicable, for the year ended 31st March, 2021. In the preparation of Financial Statements, there was no treatment different from that prescribed in Accounting Standards that had been followed.

i. Acceptance of recommendations of Committees by the Board of Directors

In terms of the Listing Regulations, there have been no instances during the year when the recommendations of any committees were not accepted by the Board which is mandatorily required.

j. Credit Ratings

CRISIL Limited in its credit rating report dated 9th March, 2021 has provided CRISIL A+/ positive for long-term loan facilities and CRISIL A1+ for short-term loan facilities availed by the company.

k. Risk Management

The Company has framed a Risk Management Policy to inform Board members about the risk assessment and minimization procedures. These procedures are periodically reviewed to ensure that the executive management controls risk through means of properly defined framework. The Company's Risk Management Policy focuses on ensuring that risks are identified and addressed on a timely basis. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

l. Management Discussion And Analysis Report

A Management Discussion and Analysis Report is given by means of a separate annexure forming part of this Annual Report.


m. Proceeds from Public Issues, Rights Issues, and Preferential Issues etc.


During the year under review, there were no proceeds from public issues, Right issues or preferential issues.

n. Details of Compliances

The Company is compliant with the applicable mandatory requirements of SEBI Regulations. The Company had submitted all quarterly compliances and the year-end Compliances for the year ended on 31st March, 2021 to the Calcutta Stock Exchange Limited.

For and on behalf of
Board of Directors of KLJ Resources Limited


(Hemant Jain)
Managing Director
DIN: 00306995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: 3rd September, 2021
Place: New Delhi



NEELAM BANSAL & ASSOCIATES

(Company Secretaries)

B-197, Street No. 2, Majlis Park, Adarsh Nagar, Delhi-110033
M. : +91-9555315118, 91-7982129456 Email : csneelambansal@gmail.com, nbassociates14@gmail.com

CERTIFICATE OF COMPLIANCE WITH THE CORPORATE GOVERNANCE

Company Secretary's Certificate on Compliance with the Corporate Governance requirements under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Members of
KLJ Resources Limited

This report contains details of compliance of conditions of corporate governance by KLJ Resources Limited ('the Company') for the year ended 31st March, 2021 as stipulated in Regulations 17-27, clause (b) to (i) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') pursuant to the Listing Agreement of the Company with the Calcutta Stock Exchange Limited.

Management's Responsibility for compliance with the conditions of Listing Regulations

The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

Company Secretary's Responsibility

Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

Opinion

In our opinion and to the best of our information and according to the explanations given to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and paragraphs C, D and E of Schedule V of the Listing Regulations as applicable.

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

Restriction on use

The certificate is issued solely for the purpose of complying with the aforesaid regulations and may not be suitable for any other purpose.

For Neelam Bansal &
Company Secretaries

(Neelam Bansal)
Proprietor
COP No.- 13239



Date: 3rd September, 2021
Place: New Delhi
UDIN: F010433C000885483



DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

As required under Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, it is hereby confirmed that for the year ended 31st March, 2021, the Directors of KLJ Resources Limited have affirmed compliance with the Code of Conduct for Board Members as applicable to them and members of the senior management have affirmed compliance with Code of Conduct as applicable to them.

(Hemant Jain)
Managing Director
DIN: 00506995

CEO AND CFO CERTIFICATION

To
The Board of Directors
KLJ Resources Limited

We, the undersigned, in our respective capacities as the Managing director and Chief Financial Officer of KLJ Resources Limited ('the Company') to the best of our knowledge and belief certify that:

(a) We have reviewed the financial statements and the cash flow statement for the financial year ended 31st March, 2021 and to the best of our knowledge and belief, we state that:

- (i) these statements do not contain any materially untrue statement or omit any material fact or contain any statements that might be misleading;
- (ii) these statements together present a true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.

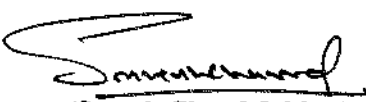
(b) We further state that to the best of our knowledge and belief, there are no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.

(c) We are responsible for establishing and maintaining internal controls and for evaluating the effectiveness of the same over the financial reporting of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

(d) We have indicated, based on our most recent evaluation, wherever applicable, to the Auditors and Audit Committee:

- (i) significant changes, if any, in the internal control over financial reporting during the year;
- (ii) significant changes, if any, in the accounting policies made during the year and that the same has been disclosed in the notes to the financial statements; and
- (iii) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having significant role in the Company's internal control system over financial reporting.


(Hemant Jain)
Managing Director
DIN: 00506995


(Suresh Chand Jalther)
Chief Financial Officer
PAN: AAUPJ2690R

Date: 3rd September, 2021
Place: New Delhi



MANAGEMENT DISCUSSION AND ANALYSIS REPORT FOR THE YEAR 2020-2021

INDIAN ECONOMY

India's economic decline was sharper than other key economies due to strict and early lockdowns to control the spread of COVID-19. The world has changed dramatically in the past 12 months and many industries were forced to adapt. The pandemic hit the economy when the growth was declining. However, the growth has continued to recover and was back in positive territory (+0.4%) in Third Quarter (3Q) of Financial Year (FY) 2021 after a decline of 24.4% and 7.3% respectively in First Quarter (1Q) FY 2021 and Second Quarter (2Q) FY2021. While Government consumption was almost stable at (0.8)%, private consumption declined by 9.1%. Exports and imports of goods and services contracted by 9.3% and 17% respectively. The agriculture sector was resilient to the effects of Covid-19. The industrial production contracted by 11%.

India's recovery in FY 2021-22, with estimated GDP growth of 11.5% at the beginning of Calendar Year (CY) 2021, has seen a downward revision between 9.6% and 10.5% due to rising Covid-19 infections at the beginning of FY 2021-22. Increasing unemployment, as reported by the Centre for Monitoring Indian Economy (CMIE) (7.9% in April 2021 against 6.9% in February 2021) and inflation (Wholesale Price Index – 7.4% highest in last 103 months) signal a risk to the recovery. However, the outlook is expected to become more positive by the middle of the year as vaccines become more widely available.

The Government spending is estimated to be higher than the previous financial year with fiscal deficit at 7.2% of GDP against a budgeted 6.8%, mainly due to a higher food subsidy bill and lower asset sale revenue. The export outlook is cautious as exporters are focusing on domestic issues. Monetary conditions are expected to remain accommodative as inflation increases with an upside risk caused by rising global commodity prices.

The Reserve Bank of India (RBI), and the Central and State governments provided critical support to the economy during the crisis. The RBI maintained expansionary monetary policy, cutting repo rates by 115 bps during early CY 2020. To keep funding markets easy, the RBI maintained liquidity surplus through various monetary measures. The Government has taken progressive steps, such as the economic stimulus package, Production Linked Incentive (PLI) Scheme, tax and labour reforms, setting up of the National Infrastructure Pipeline (NIP) and various chemical industry specific policies and schemes, including its public procurement policy, mandatory BIS standards, skill development programmes and renewal of the Petroleum, Chemicals and Petrochemicals Investment Region (PCPIR) policy.

INDUSTRY OVERVIEW

Petrochemicals play a vital role in economic development and growth of the country as it enables the growth of other sectors in economy which includes agriculture, infrastructure, healthcare, textiles and consumer durables. The Indian chemical and petrochemical industry is one of the fastest-growing sectors in the world and has a structural and locational advantage to rapidly grow from its current size of US\$ 178 billion to US\$ 300 billion over next 5 to 7 years. Over the last few years, Indian chemical manufacturers have been focusing on ramping up their respective niches through sustained capital deployment, building up of R&D capabilities and integration of manufacturing processes. These efforts have led to the capitalization of favourable trends at an opportune moment. Going forward, given the scale of potential opportunities, both globally (partly as a result of the shift from China) and domestically (in a bid to be self-reliant), Indian chemical manufacturers remain well positioned to scale up their capacities to harness the structural growth trend.

As seen in the Index of Industrial Production (IIP) for Chemical Manufacturing, the demand recovery is expected to continue in FY 2021-22 and will achieve pre-Covid levels. In addition to its demographic dividends, India has one of the lowest per capita consumption of chemicals, offering adequate headroom for the sector to grow. Speciality chemicals account for a major share of chemical exports, dominated by agrochemicals, dyes and pigments.

As the pandemic ravaged the country and the world, Indian chemical manufacturers too felt the heat and were impacted in various ways, depending on how global and domestic demand in their end-user industries shaped up. However, as economies opened up along with resurgence in international trade, and more importantly, demand surging to higher-than-expected levels, the recovery witnessed in certain segments of the Indian chemical industry. Owing to the Government of India's proactive measures such as announcing economic stimulus packages, implementing a nationwide lockdown and launching the vaccination drive, the industry progressed towards a V-shaped recovery. With the index of industrial production (IIP) for chemical manufacturing returning to pre-Covid levels, the industry is expected to grow at a CAGR of about 9.2% by FY2025.



BUSINESS OVERVIEW

The Company is primarily engaged in the business of distribution of petrochemical products. Over a period of time the Company has become one of the leading importers of petrochemical products in India. Due to increasing demand of finished products in India as well as in overseas market, the Company has also entered into manufacturing of wide range of speciality chemicals and de-aromatized solvents including blending of base oils to take lead in the market. Product range of the Company covers a range of paraffins, alcohols, aromatics, ketones, monomers, acetates and amines to name a few. The Company has strong tie-ups with leading global players which ensure cost effective and uninterrupted supply to its customers. With pan India presence of marketing network, storage tanks with sales of over 4,50,000 mt/per year, drumming and distribution facilities, the Company leverages on its modern lab testing facilities to provide comprehensive and complete solutions, ensuring satisfaction across the value chain.

During the year under review, on standalone basis the Company achieved total revenue of Rs. 2,13,614.76 lakhs from operations as compared to Rs. 2,33,921.12 lakhs in the corresponding previous year. EBIDTA for the year was Rs. 27,689.10 lakhs as compared to Rs.6,822.37 lakhs for the previous year. Profit after Tax (PAT) stood at Rs. 19,913.89 lakhs as against Rs. 4,055.18 lakhs in the previous year.

During the year under review, on consolidated basis the Company achieved total revenue of Rs. 2,34,349.44 lakhs from operations as compared to Rs. 2,43,825.39 lakhs in the corresponding previous year. EBIDTA for the year was Rs. 28,963.30 lakhs as compared to Rs. 6,866.77 lakhs for the previous year. Profit after Tax (PAT) stood at Rs. 20,959.32 lakhs as against Rs. 3,955.56 lakhs in the previous year.

STRENGTHS

Our Company has the following principle competitive strengths:

- Positioned strategically to realize opportunities in the sector
- Experience and end to end expertise in the trading and manufacturing products.
- Sustained investment in equipment and fixed assets
- Professional Board and Management Team

The steady growth of the Company owes itself to the unerring strategy of leveraging its core competencies and drawing heavily upon past experience by Company's management. An effective combination of energy, excellence and endurance is evident everywhere from the operational sites to the administrative division. The result, a holistic growth pattern that has seen the company grows into a preferred choice for its customers.

KEY CHALLENGES

Volatility in raw material prices: More than 50% of global petrochemical capacities are based on naphtha, a crude oil derived product. The prices of crude oil products have witnessed significant volatility, thereby making petrochemicals prices highly volatile.

Increased competition: Large capacity additions taking place in ethane rich Middle East and demand rich China. Out of the 30 million tons of ethylene capacity additions expected during the period from 2014 to 2019, 9 million tons is expected in Middle East alone. Since, ethane based petrochemical products are cheaper than petrochemical products in India, domestic producers are expected to witness margins pressure.

High entry barriers: Given the capital intensive nature of the petrochemical plant and tariff barriers, new entrants and small and medium size companies are prohibited from easily entering into the market.

OPPORTUNITIES

Backward & forward integration: Given the volatility of crude oil prices and India's heavy dependency on oil imports, there is an opportunity for oil and oil related companies to reap benefits of increase in presence across the value chain.

More value-added products in portfolio: Demand for performance plastics such as biodegradable polymers is expected to be on rise across the world including India. Given the environment concerns with traditional plastics, companies should look at expanding their portfolio and include more value added products.

Increased geographical presence: Given the capital intensive nature of the project and high costs associated in India (due to no duty waivers, no/ very less tax exemptions and high interest costs), the domestic companies may also look outside for organic and inorganic opportunities. Many western companies such as Dow, Shell, etc. are increasing their presence in energy rich countries like Saudi Arabia, Kuwait, Qatar, etc. and setting up manufacturing facilities.



Increasing Per Capita consumption: The current per capita consumption of chemical products in India is about one-tenth of the global average and is expected to double by 2025.

China shift: The Covid-19 outbreak has compelled companies to move their supplier base and look for alternative locations such as India that offer the advantage on low-cost labour and favourable investment policies.

FUTURE OUTLOOK

The chemical industry which had long been out of favor is finally getting its groove back. Despite a spate of headwinds, the highly cyclical industry has maintained its performance, helped by continued strength across automotive and construction markets, two major end-use markets for chemicals.

Chemical companies continue to shift their focus on attractive, growth markets in an effort to cut their exposure on other businesses that are grappling with weak demand. The industry is also seeing a pick-up in consolidation activities as chemical makers are increasingly looking for cost synergy opportunities and enhanced operational scale in a still-difficult global economic environment.

RISKS AND CONCERNS

The Company has framed a Risk Management Policy in accordance with Companies Act, 2013 read with SEBI Regulations. Accordingly, the Company has constituted a Risk Management Committee which reviews the key risks, concerns and mitigation plans at regular intervals. Risk assessment, Risk Management, Risk Monitoring and Risk Mitigation measures are adopted by the Company for timely action. By identifying and proactively addressing risks and opportunities, the objective is to build and maintain sustainable, robust business models and to protect and create value for all the stakeholders, including shareholders, employees, customers, regulators, and the community. Risks related to the Company and our responses to mitigate them are discussed below.

Strategic Risks

Strategic risks refer to long-term strategy and plans of the Company, including risks associated with macro environment in which the Company operates global petrochemical industry, growth projects and competitiveness of our operations. The Company has in place a well-developed framework to mitigate the strategic risks.

Operational Risks

Operational risks refer to risks impacting operations of the Company. It includes *inter alia* supply chain, employee productivity, health and safety of employees and environmental impact and risks to business reputation. The Company is exposed to various risks which impact Company's reputation such as labour relations, product mix, innovations and effective deployment of technology. The Company has in place a crisis management plan and is committed to servicing customers and stakeholders effectively. A key operational component is supply chain of raw materials and the costs associated with it. Supply chain disruptions could increase the operating costs and disruption in supply and volatility in the prices of raw materials poses a significant risk to operations and operating costs. The Company closely monitors the developments in supply chain and effective steps are taken to mitigate all operational risks.

Financial Risks

Financial risks refer to ability of the Company to meet financial obligations and lessen the impact of various factors like interest rates, foreign currency exchange rates etc. The Company always endeavors not to have a significant level of indebtedness and ensures availability of adequate cash to meet operational and working capital requirements as well as adverse situations.

Credit Risk is a threat to any company and in order to mitigate this, the Company undertakes a systematic assessment of the financial health of its customers. Raw material price risks are mitigated through well planned and timely purchases and also by entering into formula-based pricing with customers. Currency fluctuation risks are proactively managed through simple hedge with forward contracts/option.

Legal and Compliance Risks

Legal and compliance risks refer to risks arising from outcome of legal proceedings, government action and/or regulatory action, which could result in additional costs. The Company is subject to various laws, regulations and contractual commitments. The risk of substantial costs, liabilities and damage to reputation related to non-compliance of these laws and regulations are inherent to the Company's business. The Company has policies, systems and procedures in place aimed at ensuring substantial compliance and there is a strong commitment from the management to enforce compliance.



INTERNAL CONTROL SYSTEMS

The company has proper and adequate system of internal controls commensurate with its size and nature of operations to provide assurance that all assets are safeguarded, transactions are authorized, recorded and reported properly; applicable status, the code of conduct and corporate policies are duly complied with.

The Company has an internal auditor which conducts audit in various functional areas as per audit programme approved by the Audit Committee of the Board of Directors. The internal auditor reports its findings and observations to the audit committee, which meets at regular intervals to review the audit issues and to follow up implementation of corrective actions. The committee also seeks the views of statutory auditors on the adequacy of the internal control system in the company. The audit committee has majority of independent directors to maintain the objectivity.

HUMAN RESOURCES DEVELOPMENT

Employees are the key to achieve the Company's objectives and strategies. The Company provides to the employees a fair and equitable work environment and support from their peers with a view to develop their capabilities leaving them with the freedom to act and to take responsibilities for the tasks assigned. The Company strongly believes that its team of capable and committed manpower, which is its core strength, is the key factor behind its achievements, success and future growth.

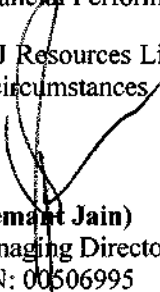
We are continuously working to create and nurture an organization that is highly motivated, result oriented and adaptable to the changing business environment. The industrial relations remained cordial during the year.


FORWARD LOOKING STATEMENTS

This communication contains statements that constitute 'forward looking statements' including, without limitation, statements relating to the implementation of strategic initiatives and other statements relating to our future business developments and economic performance. While these forward looking statements represent the management's judgments and future expectations concerning the development of our business a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from our expectations.

These factors include but not limited to general Market, Macro Economics, Governmental, regulatory trends, movement in currency exchange, interest rate, competitive pressures, technological developments, changes in Financial Conditions of third party dealing with us, legislative developments and other key factors that could adversely affect our business and Financial Performance.

KLJ Resources Limited undertakes no obligation to publicly revise any forward looking statements to reflect future events or circumstances


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804

Date: 3rd September, 2021
Place: New Delhi



INDEPENDENT AUDITOR'S REPORT

To the Members of KLJ RESOURCES LIMITED

Report on the Audit of the Standalone (Ind AS) Financial Statements

1. Opinion

We have audited the accompanying standalone financial statements of **KLJ RESOURCES LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements")

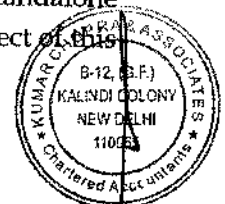
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian accounting standards (Ind AS) specified under section 133 of the Act, of the state of affairs of the Company as at March 31, 2021 and Profit including other comprehensive income, the changes in equity and cash flow for the year ended on that date.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 standalone financial statements under the provisions of the Act 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.

3. Emphasis of matter:

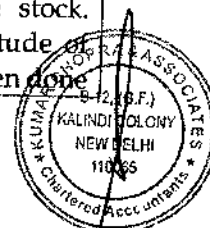
We draw attention to Note No. 51 in the standalone financial statements, which describes the economic and social consequences/disruption the entity is facing as a result of COVID-19 and its impact on supply chains / consumer demand/ financial position/exchange fluctuation/ability of the company to face the challenge/ impact on the standalone financial statements requiring adjustments. Our opinion is not modified in respect of this matter."



4. 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 standalone financial statements, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matter described below to be the key audit matter to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities section of our audit report including in relation to these matters. Our opinion is not modified in respect of these matters."

S no.	Key Audit Matter	Auditor's response
1.	In respect of parties' balances, confirmations were sought from all the parties at the year end. Some parties have sent the confirmations. In respect of other parties' management realises that due to Covid-19 lockdown with many offices being closed and others working with skeleton staff, confirmations are not coming. It has also been explained that management has the system of reconciling balances with the parties from time to time. All the parties are running parties with whom company has regular business transactions.	In the absence of external confirmations, we as auditors carried out alternative procedures to verify the balances: i. We tested the effectiveness of controls over sale and purchase transactions with the parties and accounting of the same. ii. All transactions of sale/purchase were verified through external bills and invoices to/from the parties. The payments were cross verified from the bank statements of the company. In view of the high magnitude of such transactions we followed SA 530 "Audit Sampling" in this regard.
2.	The physical verification of stock is carried out by the management during the year at various locations so as to cover all the locations during	We have followed the following processes: i. We carried out checking of the stock records to verify the stock. Keeping in view the magnitude of transactions, the same has been done



	<p>the year. Approved surveyors are also engaged for verification of inventory lying in the bonded warehouse at the port.</p> <p>The inventory is situated at multiple locations and keeping in view the magnitude, nature and specifications of the inventory, technical expertise is required to physically verify the same.</p>	<p>as per sample selection basis in accordance with SA 530 "Sample Selection" of ICAI</p> <p>ii. The records of the physical verification of stock during the year were verified.</p> <p>iii. The report of physical verification as on 31.03.2021 from surveyors in respect of stock lying in the bonded warehouses has been produced for our verification.</p> <p>iv. Keeping in view the location, magnitude and nature of the inventory consisting of Chemicals in containers of voluminous size at the port, and other places, we were not technically competent to personally verify the stock physically and relied on approved surveyor's report.</p> <p>v. We also tallied the same with the regular stock records maintained by the company and produced for our verification.</p>
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5. Information other than the standalone financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon. The report is expected to be made available to us after the date of this Auditor's Report.

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

In connection with our audit of the standalone financial statement, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.



6. Management's Responsibility for the Standalone Financial statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone Financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

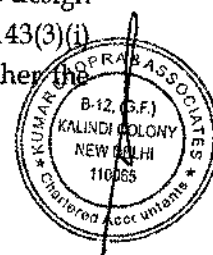
The Board of Directors are also responsible for overseeing the company's financial reporting process.

7. Auditor's Responsibilities for the Audit of the Standalone Financial statements

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

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

- i. Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 expressing 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 standalone 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 standalone financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

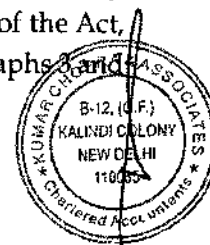
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore key audit matters. We describe these audit matters in our audit report unless law or regulation precludes public disclosure about the matters and 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.

8. Report on Other Legal and Regulatory Requirements

- I. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.



II. As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Cash flow statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- a. The company does not have any pending litigation;
- b. The company did not have any long term contracts including derivative contracts. Hence, the question of any material foreseeable losses does not arise.
- c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

III. As required by Section 197(16) of the Act, we report that in our opinion and according to the information and explanations given to us, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by provisions of section 197 of the Act.

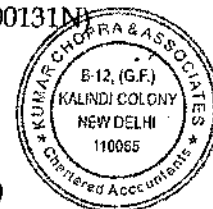
Place New Delhi
Date: 30.06.2021

For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration No.:000131N)

SUNIL JAIN
Partner

Membership No. 080990

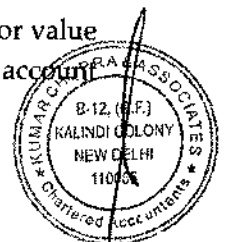
UDIN: 21080990AAAADF5934



ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 8(I) of our report of even date on the standalone Financial statements of KLJ RESOURCES LIMITED for the Year ended 31st March, 2021

1. a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) The fixed assets have been physically verified by the management during the year at reasonable interval. No material discrepancies were noticed on such verification.
c) The title deed of immovable property is in the name of the company.
2. According to the information and explanation given to us, the inventories have been physically verified by the management during the year. In our opinion, having regard to nature and location of inventory, the frequency of verification is reasonable and no material discrepancies were noticed on such verification.
3. In our opinion and according to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 & 186 of the companies act 2013 in respect of Loans granted, investments made or guarantees provided.
5. According to the information and explanation given to us, the company has not accepted any deposit during the year from the public
6. We have broadly reviewed the cost records specified by the Central Govt. u/s 148(1) of the Act, maintained by company and we are of the opinion that prima facie the prescribed cost records have been maintained. We have however, not made a detailed examination of the cost records with view to determine whether they are accurate or complete.
7. a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanation given to us, no undisputed amount payable in respect of any statutory dues were outstanding as at 31-03-2021 for a period of more than six months from the date they become payable.
b) According to the information and explanation given to us, there are no disputed dues of income tax or sales tax or wealth tax or service tax or custom duty or excise duty or value added tax or cess, or any other statutory dues which have not been deposited on account of any dispute.



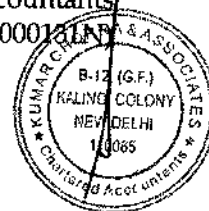
8. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, government or bank or debenture holders.
9. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments). The company has short Term loans which have been applied by the company for the purpose for which they were raised.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the company and no fraud on the company by its officers or employees has been noticed or reported during the year.
11. According to the information and explanations given to us, the managerial remuneration has been paid in accordance with requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act, 2013.
12. The Company is not a Nidhi Company and hence Para (xii) is not applicable.
13. In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with provisions of section 177 and 188 of the Act as applicable and adequate disclosures have been made in the standalone financial statements as required by the applicable accounting standards.
14. The Company has not made any preferential allotment or private placement of share or fully or partly convertible debentures during the year.
15. In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with the directors or persons connected with them under the provisions of section 192 of the Act.
16. In our opinion and as per the information and explanation given to us, the company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934.

Place New Delhi
Date: 30.06.2021

For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration No.:00012111)

SUNIL JAIN
Partner

Membership No. 080990
UDIN: 21080990AAAADF5934



ANNEXURE "B" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to in paragraph 8(II)(f) of our report of even date on the standalone Financial statements of **KLJ RESOURCES LIMITED** for the Year ended 31st March, 2021

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

Opinion

We have audited the internal financial controls over financial reporting of **KLJ Resources Limited ("the Company")** as of March 31, 2021 in conjunction with our audit of the standalone Financial statements of the Company for the year ended on that date. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 (the "Guidance Note").

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. 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 (the "Act").

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The



procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

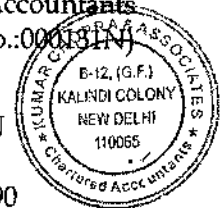
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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.

Place New Delhi
Date: 30.06.2021

For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration No.: 000131N)

SUNIL JAIN
Partner

Membership No. 080990
UDIN: 21080990AAAADF5934





STANDALONE BALANCE SHEET AS AT 31st MARCH, 2021

(Rupees in Lakhs)

Sl. No.	Particulars	Note No.	As at 31st March 2021	As at 31st March 2020
	ASSETS			
1	Non-current Assets			
	(a) Property, Plant and Equipment	2a	397.51	162.57
	(b) Right-of-use Assets	2b	1,586.45	1,345.71
	(c) Capital work-in-progress	2c	-	44.03
	(d) Investment Property	2d	620.14	640.57
	(e) Other Intangible assets	2e	2.48	3.47
	(f) Intangible assets under development	2f	16.66	16.66
	(g) Financial Assets			
	(i) Investments	3	4,933.01	4,583.06
	(ii) Others	4	297.99	318.36
	(h) Deferred tax assets (Net)	5	-	-
	(i) Other non-current assets	6	46.61	21.01
2	Current Assets			
	(a) Inventories	7	57,337.04	28,888.55
	(b) Financial Assets			
	(i) Trade receivables	8	44,924.69	37,464.31
	(ii) Cash and cash equivalents	9	24.81	13.73
	(iii) Bank balances other than (ii) above	10	5,027.77	5,150.69
	(iv) Loans	11	8,607.82	6,399.81
	(v) Other financial assets	12	160.04	122.49
	(c) Current Tax Assets (Net)	13	-	242.44
	(d) Other current assets	14	2,780.12	1,350.34
	TOTAL ASSETS		1,26,763.17	86,767.82
	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share capital	15	1,074.00	1,074.00
	(b) Other Equity	16	62,450.32	42,188.32
2	Liabilities			
	Non-current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	17	41.11	-
	(a) Provisions	18	62.83	70.81
	(b) Deferred tax liabilities (Net)	5	327.51	274.44
	(c) Other non-current liabilities	19	1,511.91	1,269.89
	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	20	12,029.24	9,455.42
	(ii) Trade payables :	21		
	a) dues of micro enterprises and small enterprises		47.95	50.36
	b) dues of creditors other than micro enterprises and small enterprises		44,841.75	31,326.38
	(iii) Other financial liabilities	22	34.02	14.52
	(b) Other current liabilities	23	3,992.29	1,043.70
	(c) Current Tax Liabilities (Net)	13	350.24	-
	TOTAL EQUITY AND LIABILITIES		1,26,763.17	86,767.82

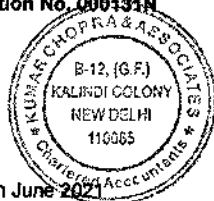
Significant Accounting Policies

The accompanying notes to the standalone financial statements

For & on behalf of the Board of Directors

As per our report of even date attached
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000134N

Sunil Jain
Partner
M.No. 080990
New Delhi, 30th June 2021



Hemant Jain
Managing Director
Din: 00506995

Suresh Chand Jaitner
Chief Financial Officer

Dilip Kumar Karm
Director
Din: 00061804

Ajal Kumar Gupta
Company Secretary



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

(Rupees in Lakhs)

	Note No.	Year Ended 31st March, 2021	Year Ended 31st March, 2020
INCOME			
I Revenue from Operations (Gross)	24	2,41,523.48	2,67,173.08
Less: GST		29,876.75	34,683.07
Revenue from Operations (Net)		2,11,646.73	2,32,490.01
II Other income	25	1,968.03	1,431.11
III TOTAL INCOME (I+II)		2,13,614.76	2,33,921.12
IV EXPENSES			
Cost of Material Consumed	26	7,436.35	6,085.05
Purchase of Stock-In-Trade	27	2,02,569.52	2,04,425.84
Changes in Inventories of Finished Goods & Stock in Trade	28	(28,585.12)	13,943.78
Employee Benefits Expense	29	1,909.07	1,081.89
Finance Costs	30	586.11	1,058.96
Depreciation and Amortization Expense	2	376.78	330.27
Other Expense	31	2,575.84	1,582.19
TOTAL EXPENSES (IV)		1,86,868.55	2,28,487.98
V PROFIT/ (LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX (III-IV)		26,746.21	5,433.14
VI Exceptional Items		-	-
VII PROFIT/ (LOSS) BEFORE TAX (V-VI)		26,746.21	5,433.14
VIII Tax Expenses			
1) Current Tax		6,820.00	1,360.00
2) Deferred Tax		(54.76)	30.74
3) Short/(Excess) Provision for Earlier Year		(32.92)	(12.78)
IX PROFIT/ (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS (VII-VIII)		19,913.89	4,055.18
X PROFIT/ (LOSS) FROM DISCONTINUED OPERATIONS		-	-
XI TAX EXPENSE OF DISCONTINUED OPERATIONS		-	-
XII PROFIT/ (LOSS) FROM DISCONTINUED OPERATIONS AFTER TAX (X-XI)		-	-
XIII PROFIT/ (LOSS) FOR THE PERIOD (IX+XII)		19,913.89	4,055.18
XIV OTHER COMPREHENSIVE INCOME	32		
A (i) Items that will not be reclassified to Profit or Loss		461.51	777.54
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		(107.83)	(180.66)
B (i) Items that will be reclassified to Profit or Loss		28.43	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss		(7.15)	-
XV TOTAL COMPREHENSIVE INCOME FOR THE YEAR (XIII+XIV)		20,288.85	4,652.08
(Comprising Profit/(Loss) and other comprehensive income for the period)			
XVI Earnings Per Equity Share (Continuing Operations):	33		
Basic		185.42	37.76
Diluted		185.42	37.76
Significant Accounting Policies	1		
The accompanying notes to the standalone financial statements	2 to 53		

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

Susil Jain
Partner
M.No. 080990
New Delhi, 30th June 2021



For & on behalf of the Board of Directors

Hemant Jain
Managing Director
Din:00008995

Dilip Kumar Karn
Director
Din:00061804

Suresh Chand Jain
Chief Financial Officer

Ajal Kumar Gupta
Company Secretary



K L J Resources Limited
Regd. Office: 8, Camac Street, Kolkata-700017

STATEMENT OF CHANGES IN EQUITY AS AT 31st MARCH 2021

A. EQUITY SHARE CAPITAL

(Rupees in Lakhs)

Particulars	Amount in Rs.
Balance as at 31st March 2020	1,074.00
Changes in equity share capital during the year	-
Balance as at 31st March 2021	1,074.00

B. OTHER EQUITY

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31st MARCH 2021

(Rupees in Lakhs)

Particulars	Reserves and Surplus				Revaluation Surplus	Other Items of Other Comprehensive Income		Total Amount
	Capital Reserve	Securities Premium Reserve	Other Reserves	Retained Earnings		Gratuity & Planned Assets	Fair Value of Investment	
Balance as at 01st April 2020	291.34	3,819.60	-	36,814.47	-	8.40	1,256.51	42,188.31
Profit for the year	-	-	-	19,813.89	-	12.55	362.41	20,288.85
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-	62,477.16
Dividends	-	-	-	(26.85)	-	-	-	(26.85)
Transfer to retained earnings	-	-	-	-	-	-	-	-
Issue of Bonus Share	-	-	-	-	-	-	-	-
Balance as at 31st March 2021	291.34	3,819.60	-	36,701.51	-	18.95	1,618.92	62,450.31

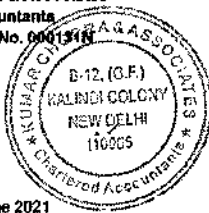
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31st MARCH 2020

Particulars	Reserves and Surplus				Revaluation Surplus	Other Items of Other Comprehensive Income		Total Amount
	Capital Reserve	Securities Premium Reserve	Other Reserves	Retained Earnings		Gratuity & Planned Assets	Fair Value of Investment	
Balance as at 01st April 2019	291.34	3,819.60	-	32,791.66	-	25.30	640.74	37,568.64
Profit for the year	-	-	-	4,066.18	-	(18.00)	615.77	4,652.05
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-	42,220.69
Dividends	-	-	-	(32.37)	-	-	-	(32.37)
Transfer to retained earnings	-	-	-	-	-	-	-	-
Issue of Bonus Share	-	-	-	-	-	-	-	-
Balance as at 31st March 2020	291.34	3,819.60	-	36,814.47	-	8.40	1,256.51	42,188.32

For & on behalf of the Board of Directors

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131N

Sunil Jain
Partner
M.No. 080990
New Delhi, 30th June 2021



Hemant Jain
Managing Director
Din:00500995

Dilip Kumar Karn
Director
Din:00061804

Suresh Chand Jalther
Chief Financial Officer

Ajay Kumar Gupta
Company Secretary

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2021

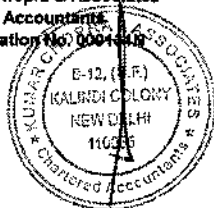
	31st March, 2021	(Rupees in Lakhs) 31st March, 2020
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	26,746.21	5,433.14
Add: Adjustments for non cash items:		
Depreciation	376.78	330.27
Add: Adjustments for other items:		
Loss/(Profit) on Sale / Discard of Assets (net)	0.03	-
Loss/(Profit) on Sale of shares (net)	(559.73)	(120.11)
Finance Costs	566.11	1,058.96
CSR Expenses	207.50	71.95
Less:		
Dividend Income	(30.18)	(0.13)
Interest Income	(981.41)	(811.46)
Other Comprehensive Income	482.78	777.54
Operating Profit before Working Capital Changes	26,808.09	6,740.16
Adjustment for Increase/decrease in operating assets		
(Increase)/Decrease Trade and Other Receivables	(7,460.38)	(10,036.93)
(Increase)/Decrease in Inventories	(28,448.49)	14,328.51
(Increase)/ Decrease in other current assets	(1,429.78)	516.89
(Increase)/ Decrease in other financial assets	(17.16)	4.32
Adjustment for Increase/decrease in operating liabilities		
Increase/(Decrease) Trade and Other Payables	13,512.98	(4,042.17)
Increase/(Decrease) other current liabilities	2,948.59	(934.37)
Increase/(Decrease) other financial liabilities	19.50	(25.40)
Increase/(Decrease) Provisions	(7.98)	(3.56)
Cash Generated from Operations	5,925.35	6,548.44
Taxes Paid (net)	6,340.14	1,796.38
Net Cash from Operating Activities	(414.79)	4,752.06
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment	(306.37)	(49.03)
Addition in Capital Work In Progress	-	(44.03)
Addition in Intangible Assets under Development	-	(16.66)
Purchase of Investment Property	(10.19)	(20.61)
(Increase)/Decrease in Loans and Advances	(2,208.01)	650.86
(Increase)/ Decrease in other non current assets	(25.60)	(88.66)
(Increase)/Decrease in Non Current Investments	(349.96)	1,348.84
Increase/(Decrease) other non current liabilities	(303.93)	(286.08)
Interest received	966.12	799.06
Increase/ (Decrease) in Other Bank Balance including FDR's	122.92	(1,891.05)
Profit on Sale of Shares	559.73	120.11
Dividend Income	30.18	0.13
CSR Expenses	(207.50)	(71.95)
Net Cash (used in) Investing Activities	(1,730.62)	650.91
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	41.11	-
Dividends Paid (Including Dividend Distribution Tax)	(26.85)	(32.37)
Short Term Borrowings (net)	2,573.82	(4,433.49)
Long Term Borrowings	-	-
Finance Costs	(431.60)	(936.67)
Net Cash (used in) / from Financing Activities	2,156.48	(5,402.53)
Net Cash inflows/(outflows) from activities	11.08	0.45
Net Increase in Cash and Cash Equivalents	11.08	0.45
Opening Balance of Cash and Cash Equivalents	13.73	13.28
Closing Balance of Cash and Cash Equivalents	24.81	13.73

Refer Note No. 9

The above cash flow statement has been prepared under the Indirect Method as set out in Ind AS-7

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 0001449

Sushil Jain
Partner
M.No. 088990
New Delhi, 30th June 2021



For & on behalf of the Board of Directors

Hemant Jain
Managing Director
Din: 07568995

Suresh Chand Jaitther
Chief Financial Officer

Dilip Kumar Kam
Director
Din: 00061804

Ajal Kumar Gupta
Company Secretary

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 Corporate Information

KLJ Resources Limited ("the Company") is a listed entity incorporated in India. The registered office of the Company is located at 8, Camac Street, Kolkata-700017, India having CIN: L67120WB1986PLC041487.

The Company is engaged in importing marketing and distribution and blending of Base oils, Aromatics in India. Product range also covers range of Paraffins, Glycol Ethers, Oxo-Alcohols, Aromatics, Ketones, Monomers, Esters & Amines etc. Company having offices at Delhi, Mumbai, Kandla (Gujarat), Kolkata, Chennai and factory situated at Silvassa.

1.2 Basis of Preparation

a) Statement of Compliance

These financial statements are separate financial statements and have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian accounting standards) Amendment Rules 2016.

b) Basis of Measurement

The financial statements have been prepared under the historical cost convention and on an accrual basis except for the following which have been valued at Fair value as required under Ind-AS instead of historical cost.

- i. Defined benefit Plan-Gratuity
- ii. Certain Financial assets and liabilities
- iii. Assets held for sale-measured at lower of cost or fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an assets or liability, the company takes into account the characteristics of the assets or liability if market participants would take those characteristics into account when pricing the assets or liability at the measurement date.

c) Use of Estimates and Judgment

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates include estimates of future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment actual results may differ from these estimates.

- i. **Useful life of Property, Plant and equipment (PPE):** The company depreciates PPE on a Written Down Value (WDV) over estimated useful lives of the assets. The charge in respect of periodic depreciation is derived based on an estimate of an asset's expected useful life and the expected residual value at the end of its life. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their lives, such as changes in technology. The estimated useful life is reviewed at least annually.



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- ii. **Defined benefit plans:** The cost of the defined benefit plans and the present value of the defined benefit obligations are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates.

Under the projected unit credit (PUC) method a projected accrued benefit is calculated at the beginning of the period and again at the end of the period for each benefit that will accrue for all active members of the plan. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

- iii. **Useful life of Intangible assets:** Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset will flow to the enterprise and the cost of the asset can be measured reliably.

The Company amortizes intangible assets on a Written Down Value (WDV) over estimated useful lives of the assets. The useful life is Estimated based on a number of factors including the effects of obsolescence, demand, competition and other economic factors such as the stability of the industry and known technological advances and the level of maintenance expenditures required to obtain the expected future cash flows from the assets. The estimated useful life is reviewed at the end of each annual reporting period.

- iv. **Expected credit losses on financial assets:** The company provides for impairment provisions of trade receivables based on assumptions about risk of default and expected timing of collection. The Company uses judgment in making these assumptions and selecting the inputs to the expected credit loss calculation based on the Company's history of collections, customer's creditworthiness, existing market conditions as well as forward looking estimates at the end of each reporting period.

- v. **Leases:**

Ind AS 116 defines a lease term as the noncancelable period for which the lessee has the right to use an underlying asset including optional periods, when an entity is reasonably certain to exercise an option to extend (or not to terminate) a lease. The Company considers all relevant facts and circumstances that create an economic incentive for the lessee to exercise the option when determining the lease term. The option to extend the lease term is included in the lease term, if it is reasonably certain that the lessee would exercise the option. The Company reassesses the option when significant events or changes in circumstances occur that are within the control of the lessee.

- vi. **Impairment of tangible and intangible assets other than goodwill:** As at the end of each accounting year, the Company reviews the carrying amounts of its PPE, Investment property Investments and Intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If such indication exists, the PPE, investment property, Investments and intangible assets are tested for impairment so as to determine the impairment loss, if any. Goodwill and the intangible assets with indefinite life are tested for impairment each year.

Impairment loss is recognized when the carrying amount of an asset exceeds its recoverable amount.



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Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialize.

All financial information presented in Indian rupees and all values are rounded to the nearest lakhs rupees with two decimal points except where otherwise stated.

1.3 Cash Flow Statement

Cash flow statement is reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

1.4 Exceptional items

On certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the Company, is such that its disclosure improves an understanding of the performance of the Company. Such income or expense is classified as an exceptional item and accordingly disclosed in the Notes to Accounts.

1.5 Investments

1) Investments in Subsidiaries & Associates

Investments in subsidiaries and associates are accounted for at cost less impairment loss, if any.

2) Other Investments

All other investments are measured at fair value, with value changes recognized in Statement of Other Comprehensive Income.

1.6 Inventories

Items of inventories are valued at lower of specific cost or net estimated realizable value after providing for obsolescence, if any. Inventory of raw materials lying at factory are valued on FIFO Basis.

Cost of inventories comprises of cost of purchase, cost of transport, cost of conversion and other costs including manufacturing /other overheads incurred in bringing them to their respective present location and condition. Inter-unit goods transfers are valued at lower of cost/ net estimated realizable value.

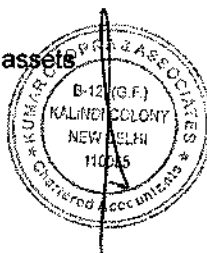
Non duty paid goods lying at port has been valued without Basic Custom Duty due to uncertainty of quantum of material to be sold against transfer of ownership/ duty paid.

1.7 Property, Plant and Equipment and Depreciation / Amortization

- a) Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any.

Cost of asset includes the following:

- i. Cost directly attributable to the acquisition of the assets



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- ii. Incidental expenditure during the construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is directly related to construction or is incidental thereto.
- iii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.
- b) Cost of replacement, major inspection, repair of significant parts and borrowing costs for long-term construction projects are capitalised if the recognition criteria are met.
- c) Upon sale of assets cost and accumulated depreciation are eliminated from the financial statements and the resultant gains or losses are recognized in the statement of profit and loss.
- d) Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work- in-progress.

Depreciation

Depreciation on Property, plant and Equipment is provided on Written Down Value (WDV) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013.

1.8 Investment Property

Property that is held for long term rental yields or for capital appreciation or both, and that is not occupied by the company, is classified as investment property, Investment Property is measured at its cost, including related transaction costs and where applicable borrowing costs less depreciation and impairment, if any.

1.9 Intangible Assets and Amortisation

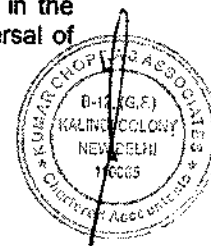
Intangible assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/ depreciation and impairment loss, if any. The cost comprises of purchase price, borrowing costs and any cost directly attributable to bringing the asset to its working condition for the intended use.

Cost of items of intangible assets not ready for intended use as on the balance sheet date is disclosed as intangible assets under development.

Intangible assets are amortized over the estimated useful life. The estimated useful life and amortization method are reviewed at the end of each annual reporting period, with the effect of any change in the estimate being accounted for on a prospective basis.

1.10 Impairment of non-financial assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. At each reporting date company assesses the estimate amount of impairment loss. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the Statement of Profit & Loss.



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1.11 Revenue Recognition

The Company derives revenues primarily from sale of traded goods, manufactured goods and related services.

Effective 01 April 2018, the Company has adopted Indian Accounting Standard 115 (Ind AS 115) - 'Revenue from contracts with customers'.

There is no effect on adoption of Ind-AS 115. Revenue is recognized on satisfaction of performance obligation which is treated as satisfied upon transfer of control of promised products or services to customers on output method in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.

On each reporting date expected credit loss on receivables is measured and accounted for as per Ind-AS 109.

The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money.

Revenue from sale of products and services are recognized at a time on which the performance obligation is satisfied.

Other operating revenue – Service Charges

Company renders services only incidental to its primary activity that is trading of goods and sale of manufactured goods. Service charges are accounted for on satisfaction of performance obligation which is treated as satisfied on completion of rendering of services under the contract.

Dividend income is recognized as and when received.

Claims: All sorts of claims by or against the company are recognized as and when acknowledged / accepted / settled / received.

1.12 Employee Benefits

Short-term employee benefits- Employee benefits payable wholly within 12 months of rendering services are classified as short term employee benefits and are recognized as an expense in the Statement of Profit and Loss for the year in which the related service is rendered.

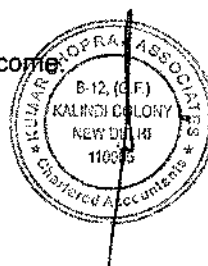
The obligations for employee benefit such as Leave encashment is accounted for on accrual basis.

Defined Contribution Plan: Contribution to defined schemes such as Provident Fund and ESI is recognized during the period in which the employee renders the related service.

Defined Benefit Plan: The Gratuity benefit is funded through the Group Gratuity Scheme under the Life Insurance Corporation of India. Contribution made under the scheme is charged as expense in the Statement of Profit & Loss.

The liability /asset in respect of defined benefit plan is the present value of the defined benefit obligation at the end of reporting period less fair value of the planned assets. The defined benefit obligation is calculated annually by actuarial valuer.

Actuarial gains or losses are recognized in Other Comprehensive Income



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Performance based declared ex-gratia & accretion thereto is provided in the Statement of Profit and Loss and to be disbursed as per the policy framed by the management.

1.13 Borrowing Costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

All other borrowing costs are charged to Statement of Profit and Loss account in the year in which they are incurred.

1.14 Functional and Presentation Currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates. (Functional Currency) The financial statements are presented in Indian rupees, which is the presentation currency of company.

Foreign Currency Transactions

- a. All foreign currency transactions are translated into functional Currency at the rate prevalent on the date of transaction.
- b. Non-monetary items are translated at the rate on the date of initial transaction.
- c. Monetary items denominated in foreign currency are translated at the prevailing closing spot rate at each reporting date.
- d. Foreign exchange gain or losses in respect of monetary and non-monetary items is recognised in statement of profit and loss.

1.15 Tax expenses represents the sum of current tax and deferred tax

a Current Income Tax

- i. Taxes including current income-tax are computed using the applicable tax rates and tax laws.
- ii. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.
- iii. Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities Liability for additional taxes, if any, is provided / paid as and when assessments are completed.
- iv. Current tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

b Deferred tax

- i. Deferred income tax is recognized using balance sheet approach



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- ii. Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.
- iii. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.
- iv. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.
- v. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

1.16 Provisions

Provision is recognized when:

- i. The Company has a present obligation as a result of a past event, and
- ii) A probable outflow of resources is expected to settle the obligation and
- iii) A reliable estimate of the amount of the obligation can be made.
Reimbursement of the expenditure required to settle a provision is recognised as per contract provisions or when it is virtually certain that reimbursement will be received.

Provisions are reviewed at each Balance Sheet date.

Discounting of Provisions

Provision which expected to be settled beyond 12 months are measured at the present value by using pre-tax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

1.17 Contingent Liabilities and contingent Assets

- a) Contingent Liabilities are disclosed in either of the following cases:
 - i) A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or
 - ii) A reliable estimate of the present obligation cannot be made; or
 - iii) A possible obligation, unless the probability of outflow of resource is remote.
- b) Contingent assets is disclosed where an inflow of economic benefits is probable.
- c) Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.
- d) Contingent Liability is net of estimated provisions considering possible outflow on settlement.



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1.18 Earnings Per Share

In determining earnings per share, the Company considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year. The dilutive earning per share is same as basic earning per share as there is no dilution involved during the year.

1.19 Fair Value Measurement

Company measures financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

1.20 Dividend to equity holders

Dividend paid/payable shall be recognised in the year in which the related dividends are approved by shareholders or board of directors as appropriate.

1.21 Financial instruments:-

a) Initial recognition and measurement

Financial Instruments are recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

b) Subsequent measurement

A. FINANCIAL ASSETS

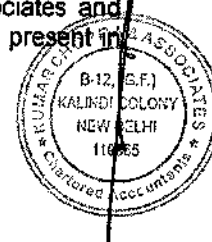
i. Financial Assets At Amortized Cost

A financial asset shall be measured at amortized cost if it 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.

ii. Fair value through Other Comprehensive Income.

A financial asset is classified as at the FVTOCI if it is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the 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.

The company in respect of equity investments (other than in subsidiaries, associates and joint ventures) which are not held for trading has made an irrevocable election to present in



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other comprehensive income subsequent changes in the fair value of such equity instruments.

iii. Fair value through Profit and loss account

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

B. FINANCIAL LIABILITIES

a) Financial liabilities at Amortized Cost

Financial liabilities at amortized cost are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

b) Financial liabilities at FVTPL

The company has not designated any financial liabilities at FVTPL.

c) Derecognition

Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset.

Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.

d) Impairment of financial assets:

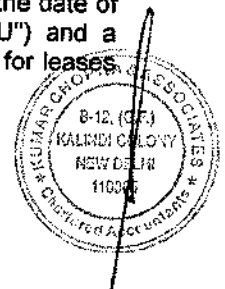
The company assesses on forward looking basis the expected credit losses associated with its assets carried at amortized cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 45(b) details how the company determines whether there has been significant increase in credit risk.

For trade receivables only, the companies applied a simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognized from initial recognition of receivables.

1.22 Leases:

As a Lessee

The Company lease asset classes primarily consist of leases for buildings taken on lease. The company assesses whether a contract contains a lease, at inception of a contract. At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases



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with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use asset is measured by applying cost model i.e. right-of use asset at cost less accumulated depreciation. Right-of use assets are depreciated from the commencement date on a straight-line basis over the lease term.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The carrying amount of lease liability is increased by interest on lease liability and reduce by lease payment made.

As a Lessor

Lease income from operating leases where the company is a lessor is recognized in income on straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

Transition

Effective April 1, 2019, the company adopted Ind AS 116 "Leases" and applied the standard to all lease contracts existing on April 1, 2019 using the modified retrospective method, on the date of initial application. Accordingly, Comparatives as at and for the year ended March 31, 2019 have not been retrospectively adjusted.

For the comparative information that is till March 31, 2019, the Company has followed the following accounting policy as a lessee

Finance Lease:

Leases are classified as finance leases whenever the terms of the lease, transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating lease.

Assets held under finance leases are initially recognised as Assets of the Company at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Operating Lease:

Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

1.23 Non-current Assets (or disposal groups) held for Sale

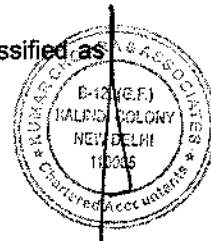
Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortized once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position.



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If the criteria stated by IND AS 5 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of

- (i) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognised had that asset not been classified as held for sale, and
- (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale.





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Notes to Standalone Financial Statements as at 31st March 2021

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	As at 31.03.21	Deduction / Adjustment	As at 31.03.21	As at 31.03.21
Factory Building	24.62	-	-	24.62	13.83	1.14	-	15.07	18.29	3.54	-	18.29	31.03.20
Office Building	7.12	-	-	7.12	3.75	8.16	-	3.91	4.07	3.06	-	4.07	31.03.21
Plant & Machinery	209.89	-	-	209.89	142.44	11.43	-	159.88	188.11	40.77	-	188.11	31.03.21
Furniture & Fixtures	107.33	1.50	-	108.83	63.21	6.50	-	69.71	103.08	56.90	-	103.08	31.03.21
Office Equipments	89.42	15.51	-	104.93	73.55	13.19	-	86.74	109.31	93.99	-	109.31	31.03.21
Computers & Printers	85.49	4.27	-	89.76	59.37	4.86	-	64.23	72.31	17.51	-	72.31	31.03.21
Vehicles	173.33	27.44	-	200.77	127.81	16.28	-	144.09	186.44	178.77	-	186.44	31.03.21
Total	677.79	49.63	-	726.32	509.87	82.77	-	592.64	689.90	287.51	-	689.90	31.03.21

2 (b) RIGHT-OF-USE ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	As at 31.03.21	Deduction / Adjustment	As at 31.03.21	As at 31.03.21
Buildings #	-	1,990.10	-	1,990.10	479.52	244.39	-	723.91	1,266.19	483.17	-	1,266.19	31.03.21
Total	-	1,990.10	-	1,990.10	479.52	244.39	-	723.91	1,266.19	483.17	-	1,266.19	31.03.21

2 (c) CAPITAL WORK IN PROGRESS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	As at 31.03.21	Deduction / Adjustment	As at 31.03.21	As at 31.03.21
Leasehold Improvement*	41.03	-	-	41.03	44.03	-	-	44.03	44.03	-	-	44.03	31.03.21
Total	41.03	-	-	41.03	44.03	-	-	44.03	44.03	-	-	44.03	31.03.21

2 (d) INVESTMENT PROPERTY

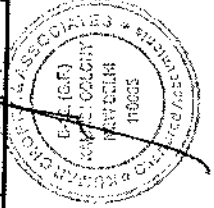
Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	As at 31.03.21	Deduction / Adjustment	As at 31.03.21	As at 31.03.21
Land, Freehold	19.08	-	-	19.08	-	-	-	-	19.08	-	-	19.08	31.03.21
Buildings †	595.90	20.81	-	616.71	328.89	30.41	-	359.30	976.02	308.72	-	667.30	31.03.21
Total	614.98	20.81	-	635.79	328.89	30.41	-	359.30	1,611.80	347.42	-	1,264.38	31.03.21

2 (e) INTANGIBLE ASSETS

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	As at 31.03.21	Deduction / Adjustment	As at 31.03.21	As at 31.03.21
Software	23.86	-	-	23.86	16.06	1.71	-	17.77	41.63	21.37	-	20.26	31.03.21
Total	23.86	-	-	23.86	16.06	1.71	-	17.77	41.63	21.37	-	20.26	31.03.21

2 (f) INTANGIBLE ASSETS UNDER DEVELOPMENT

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK				
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	As at 31.03.21	Deduction / Adjustment	As at 31.03.21	As at 31.03.21
Software	16.56	-	-	16.56	16.06	-	-	16.06	32.62	16.06	-	16.06	31.03.21
Total	16.56	-	-	16.56	16.06	-	-	16.06	32.62	16.06	-	16.06	31.03.21





K L J Resources Limited

Regd. Office: 8, Camac Street, Kolkata-700017

Notes to Standalone Financial Statements as at 31st March 2021

3 NON CURRENT INVESTMENTS

(Rupees in Lakhs)

Sl. No.	Name of the Company	Nature of Investment	Face Value	No. of Shares		Amount	
				As at 31-03-21	As at 31-03-20	As at 31-03-21	As at 31-03-20
A In Equity Shares							
a) Quoted (Fully Paid Up)							
1	Hindustan Petroleum Corporation Ltd. Market Value as on 31-3-21 Rs. 3,16,843/- (PY- Rs.2,56,702/-)	Equity Shares	10	1,350	1,350	3.17	2.67
2	DCM Sirkam Ltd. Market Value as on 31-3-21 Rs.85,09,350/- (PY-NIL)	Equity Shares	2	17,000	-	85.09	-
3	GAIL (India) Ltd. Market Value as on 31-3-21 Rs. NIL- (PY- Rs. 3,19,94,325/-)	Equity Shares	10	-	4,16,500	-	319.94
b) Unquoted (Fully Paid Up)							
i) in Wholly Owned Subsidiary							
1	Allamonte Townships and Resorts Pvt. Ltd.	Equity Shares	10	11,30,000	11,30,000	113.00	113.00
2	Brokenhills Townships and Resorts Pvt. Ltd.	Equity Shares	10	16,10,000	16,10,000	161.00	161.00
3	Springdale Townships and Resorts Pvt. Ltd.	Equity Shares	10	10,90,000	10,90,000	109.00	109.00
4	Valley View Townships Pvt. Ltd.	Equity Shares	10	20,10,000	20,10,000	201.00	201.00
5	KLJ Resources DMCC	Equity Shares	AED1000	3,670	3,670	626.18	626.18
6	AK Buildtech Pvt. Ltd.	Equity Shares	10	10,000	10,000	37.00	37.00
7	Sadhok Real Estate Pvt. Ltd.	Equity Shares	10	10,000	10,000	1.00	1.00
ii) in Associates							
1	Hamlog Plastic Goods Pvt. Ltd. (Shareholding 24%)	Equity Shares	10	16,235	16,235	2.64	2.64
2	Priyatan Traders Pvt. Ltd.	Equity Shares	10	-	-	-	-
iii) in Others							
1	Prithvi Sound Products Co. Pvt. Ltd.	Equity Shares	100	5,715	5,715	1,040.47	915.89
2	Lubhavani Properties Pvt. Ltd.	Equity Shares	10	8,600	8,600	52.96	52.72
3	H.N Bulktach Pvt. Ltd.	Equity Shares	10	6,40,000	6,40,000	66.11	66.86
4	Bhadani Financera Pvt. Ltd.	Equity Shares	10	33,500	33,500	71.02	63.60
5	Pragati Imports Pvt. Ltd.	Equity Shares	10	45,000	45,000	77.40	60.75
6	Pragati Imtrade Pvt. Ltd.	Equity Shares	10	45,000	45,000	58.95	46.35
7	Pragati Tradecom Pvt. Ltd.	Equity Shares	10	45,000	45,000	63.00	49.60
8	Swastik Exports and Imports Pvt. Ltd.	Equity Shares	10	45,000	45,000	88.85	54.00
9	Swastik Tracom Pvt. Ltd.	Equity Shares	10	45,000	45,000	69.30	54.45
10	Swastik Tradex Pvt. Ltd.	Equity Shares	10	45,000	45,000	68.85	54.00
11	KLJ Developers Pvt Ltd.	Equity Shares	10	4,76,000	4,76,000	1,480.36	1,437.52
12	KLJ Plastic Ltd	Equity Shares	10	58,000	58,000	-	-
13	AMF Computers Ltd	Equity Shares	10	2,000	2,000	-	-
14	Asia Pacific Financial Services Ltd	Equity Shares	10	500	500	-	-
15	S M Dyechem Ltd	Equity Shares	10	500	500	-	-
B In Preference Shares- Unquoted (Fully Paid Up)							
1	KLJ Plastic Ltd	Preference Shares	10	15,210	15,210	-	-
d) In Bonds: Quoted (Fully Paid Up)							
1	9.25% Shriram Transport Finance Company Market Value As on 31-03-21 Rs. 1,01,13,900/- (PY Rs NIL)	Bonds	10,00,000	10	-	101.13	-
2	8.6% Vedanta Limited Market Value as on 31-03-21 Rs. 1,00,02,000/- (PY Rs NIL)	Bonds	10,00,000	10	-	100.02	-
C In Mutual Funds: Quoted (Fully Paid Up)							
1	Kotak Standard Multicap Fund Market Value as on 31-3-2021 Rs. 2,76,48,741/- (PY- Rs. 1,66,09,784/-)	Mutual Funds (No's in units)	10	6,14,949	6,14,949	276.48	166.10
Total Investments						4,933.01	4,593.06

a) Aggregate amount of quoted investments and market value thereof;

565.90 458.61

b) Aggregate amount of unquoted investments;

4,367.11 4,094.45

c) Aggregate amount of impairment in value of investments.

88.19 88.19

d) Investments other than investments in subsidiaries and Associates are recognised at Fair Value through Other Comprehensive Income as per Ind AS 108. Investments in subsidiaries and associates have been carried at cost.





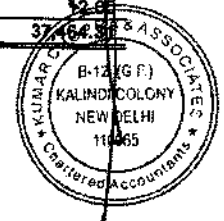
K L J Resources Limited
 Regd. Office: 8, Camac Street, Kolkata-700017

Notes to Standalone Financial Statements as at 31st March 2021

(Rupees in Lakhs)

	<u>As At</u> <u>31st March 2021</u>	<u>As At</u> <u>31st March 2020</u>
4 OTHER NON CURRENT FINANCIAL ASSETS (Unsecured, considered good)		
Security Deposits	297.99	318.38
	<u>297.99</u>	<u>318.38</u>
5 DEFERRED TAX ASSETS / (LIABILITIES) (net)		
Opening Balance	(274.44)	(63.04)
Add: Charge/(Credit) to Statement of Profit and Loss	54.76	(30.74)
Add: Charge/(Credit) to Other Comprehensive Income	(107.83)	(180.66)
	<u>(327.51)</u>	<u>(274.44)</u>
Component of Deferred Tax Asset / (Liabilities)		
Opening Balance		
Property, Plant & Equipment and Intangible Asset	80.89	103.69
Provisions	20.84	28.78
Fair Value of Investment	(381.62)	(194.60)
Defined Benefit Plans	5.44	(0.91)
	<u>(274.45)</u>	<u>(63.04)</u>
Charge/(Credit) to Statement of Profit and Loss		
Property, Plant & Equipment and Intangible Asset	9.52	(22.80)
Provisions	45.24	(7.94)
	<u>54.76</u>	<u>(30.74)</u>
Charge/(Credit) to Other Comprehensive Income		
Fair Value of Investment	(103.61)	(187.02)
Defined Benefit Plans	(4.22)	6.36
	<u>(107.83)</u>	<u>(180.66)</u>
Closing Balance		
Property, Plant & Equipment and Intangible Asset	90.41	80.89
Provisions	66.08	20.84
Defined Benefit Plans	1.22	5.44
Fair Value of Investment	(485.22)	(381.62)
	<u>(327.51)</u>	<u>(274.45)</u>
6 OTHER NON CURRENT ASSETS		
Planned Asset (Gratuity)	46.61	21.01
	<u>46.61</u>	<u>21.01</u>
7 INVENTORIES		
Stock in Trade	56,809.26	28,198.38
Raw Materials	403.18	519.81
Finished Goods	124.60	170.38
	<u>57,337.04</u>	<u>28,888.55</u>
Goods in transit included in above Inventories of Rs.11498.40 Lakhs (Stock in Trade Rs.11449.30 Lakhs and Raw Materials Rs.49.10 Lakhs) in FY 2020-21		
Goods in transit included in above Inventories of Rs.7302.25 Lakhs (Stock in Trade Rs.7267.99 Lakhs and Raw Materials Rs.14.26 Lakhs) in FY 2019-20		
8 TRADE RECEIVABLE (Unsecured, considered good)		
Related Party	1,356.45	1,776.06
Others	43,593.24	35,700.25
	<u>44,949.69</u>	<u>37,476.31</u>
Less: Provision for Expected Credit Losses	25.00	-
	<u>44,924.69</u>	<u>37,476.31</u>

Refer note no. 46 for market risk and credit risk

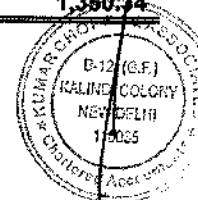


K L J Resources Limited
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Notes to Standalone Financial Statements as at 31st March 2021

(Rupees in Lakhs)

	As At 31st March, 2021	As At 31st March, 2020
9 CASH AND CASH EQUIVALENTS		
Cash on Hand	9.18	6.88
<u>Balance with Banks:</u>		
Current Accounts	15.63	6.85
	<u>24.81</u>	<u>13.73</u>
10 BANK BALANCES OTHER THAN CASH & CASH EQUIVALENTS		
FDR's with Banks as Margin Money	3,435.81	3,600.69
FDR's with Banks as Security	1,591.96	1,550.00
	<u>5,027.77</u>	<u>5,150.69</u>
11 LOANS		
(Unsecured, Considered Good)		
Loans to related parties	2,321.88	2,189.77
Others	6,285.94	4,210.04
	<u>8,607.82</u>	<u>6,399.81</u>
"Refer note no. 46 for credit risk and market risk"		
12 OTHER CURRENT FINANCIAL ASSETS		
SAD Receivable	-	9.44
Accrued Interest on FDR's	71.98	67.72
Advances (Recoverable in cash or in kind or for value to be received)	27.38	27.68
Rent Receivable	60.68	17.65
	<u>160.04</u>	<u>122.49</u>
13 CURRENT TAX		
13.1 Current Tax Asset		
Advance Tax & TDS		1,602.44
Less: Direct Tax Payable		1,360.00
		<u>242.44</u>
13.2 Current Tax Liability		
Direct Tax Payable	6,920.00	-
Less: Advance Tax & TDS	6,569.76	-
	<u>350.24</u>	<u>-</u>
14 OTHER CURRENT ASSETS		
Prepaid Expenses	246.67	142.97
Balance of GST	2,204.59	1,080.77
Advances Others	328.86	126.60
	<u>2,780.12</u>	<u>1,350.34</u>





Notes to Standalone Financial Statements as at 31st March 2021



(Rupees in Lakhs)
As At
31st March, 2020
2,500.00

As At
31st March, 2021
2,500.00

15 EQUITY SHARE CAPITAL
Authorised Share Capital:

2,50,00,000 Equity Shares (PY 2,50,00,000 Equity Shares) of Rs. 10/- each

Issued, Subscribed, Called & fully Paid -up shares:

1,07,40,000 Equity Shares (PY 1,07,40,000 Equity Shares) of Rs. 10/- each, fully paid up.

1,074.00
1,074.00

1,074.00
1,074.00

(a) Reconciliation of the shares outstanding at the beginning and at the end of the

Equity Shares	As At 31st March, 2021		As At 31st March, 2020	
	No. of Shares Held	Amount	No. of Shares Held	Amount
At the beginning of the year	1,07,40,000	1,074.00	1,07,40,000	1,074.00
Issued during the year				
Outstanding at the end of the year	1,07,40,000	1,074.00	1,07,40,000	1,074.00

(b) Rights, preference and restrictions attached to Equity Shares:

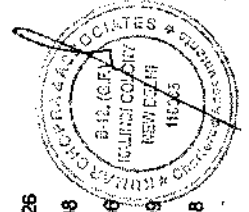
The company has at present only one class of equity shares having a par value of Rs. 10/- each share. Each shareholder is entitled for one vote per share held & entitled to dividend in proportion of their shareholdings. In the event of liquidation of the company, the holders of the equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholdings.

(c) During the financial year 2017-18 the Company has issued 35,80,000 Bonus share in the ratio of one equity share for every two shares held by capitalization of Securities Premium

(d) The Company has not issued any shares for a consideration other than cash immediately preceding five year except aforesaid Bonus Shares.

(e) Details of Shareholders holding more than 5% shares in the company:

Name of the Shareholders	As At 31st March, 2021		As At 31st March, 2020	
	No. of Shares Held	Percentage of Holding	No. of Shares Held	Percentage of Holding
Sh. Hemant Jain	13,15,200	12.25	13,15,200	12.25
Sh. Kamal Jain	13,14,750	12.24	13,14,750	12.24
Sh. Pushp Jain	13,15,050	12.24	13,15,050	12.24
Bhadant Financiers Pvt. Ltd.	12,00,000	11.17	12,00,000	11.17
Siddhi Shree Vincom Pvt. Ltd.	12,09,022	11.26	12,09,022	11.26
Sh. K. L. Jain	9,75,000	9.08	9,75,000	9.08
Mangalshree Suppliers Pvt. Ltd.	8,98,200	8.36	8,98,200	8.36
Pioneer Infra-Constructions (P) Ltd.	7,50,750	6.99	7,50,750	6.99
Smt. Sushila Jain	6,75,000	6.28	6,75,000	6.28





Notes to Standalone Financial Statements as at 31st March 2021

	As At 31st March, 2021	(Rupees in Lakhs) As At 31st March, 2020
16 OTHER EQUITY		
a) Securities Premium Account		
Balance as per last financial statements	3,819.60	3,819.60
Closing Balance	<u>3,819.60</u>	<u>3,819.60</u>
b) Capital Reserves		
Balance as per last financial statements	291.34	291.34
Closing Balance	<u>291.34</u>	<u>291.34</u>
c) Retained Earnings		
Balance as per last financial statements	36,814.47	32,791.66
Add: Profit for the year	19,913.89	4,055.18
Less: Dividend (Including Tax)	26.85	32.37
Net Surplus in the statement of profit and loss	<u>56,701.51</u>	<u>36,814.47</u>
d) Other Comprehensive Income		
Balance as per last financial statements	1,262.91	666.04
Add: Adjustment of Planned Assets (Gratuity)	12.55	(18.90)
Add: Fair Value of Investment	362.41	615.77
Net Balance of Other Comprehensive Income	<u>1,637.87</u>	<u>1,262.91</u>
	<u>62,450.32</u>	<u>42,188.32</u>
17 BORROWINGS-NON-CURRENT		
Secured		
Vehicle Loan		
Secured with HDFC Bank Ltd. by Hypothecation of Vehicle Repayable in 37 months by Aug,2023	36.75	-
Secured with Corporation Bank Ltd. by Hypothecation of Vehicle Repayable in 24 months by Sep,2022	4.36	-
	<u>41.11</u>	<u>-</u>
18 PROVISIONS-NON-CURRENT		
Provisions for employee benefits		
Ex-Gratia	62.83	70.81
	<u>62.83</u>	<u>70.81</u>
19 OTHER NON CURRENT LIABILITIES		
Security Deposits	119.01	119.99
Lease Liability *	1,392.90	1,149.90
	<u>1,511.91</u>	<u>1,269.89</u>

refer note no. 50 for lease liability





K L J Resources Limited

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Notes to Standalone Financial Statements as at 31st March 2021

	(Rupees in Lakhs)	
	As At 31st March, 2021	As At 31st March, 2020
20 BORROWINGS-CURRENT		
Secured		
From Banks:		
Cash Credit Facilities*	5,786.85	326.93
Buyer's Credit in Foreign Currency*	6,010.95	8,525.21
	<u>11,797.80</u>	<u>8,852.14</u>
Unsecured		
Loans		
Related Parties	231.44	603.28
	<u>231.44</u>	<u>603.28</u>
	<u>12,029.24</u>	<u>9,455.42</u>
<p>*Credit Facilities are secured as under: The facilities are secured by the first charge on pari passu basis with all banks in Consortium on stocks in trade and the entire current assets including goods in transit and Book Debts and Receivables. Further the loans are collateralized by the guarantees of promoter directors/group concern and some additional properties owned by the company/directors' relatives/group concerns. In respect of Buyer's Credit, Indian Bankers have given guarantee to foreign banks.</p>		
21 TRADE PAYABLES		
a) dues of micro enterprises and small enterprises	47.95	50.36
b) dues of creditors other than micro enterprises and small enterprises		
Related Parties	281.42	354.08
Others	44,560.33	30,972.30
	<u>44,889.70</u>	<u>31,376.74</u>
<p>*Refer note no. 41 for MSME Disclosure</p>		
22 OTHER FINANCIAL CURRENT LIABILITIES		
Current Maturity of Long Term Borrowings	33.66	-
Interest accrued	0.36	14.52
	<u>34.02</u>	<u>14.52</u>
23 OTHER CURRENT LIABILITIES		
Statutory Liabilities	246.49	262.11
Current Maturity of Long Term Lease Liability	177.22	119.27
Advances From Customers	2,383.24	261.05
Other Payables	1,185.34	401.27
	<u>3,992.29</u>	<u>1,043.70</u>

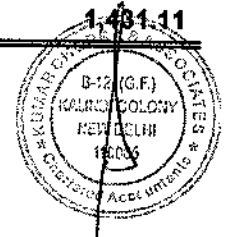




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Notes to Standalone Financial Statements for the Year Ended 31st March 2021

	Year Ended 31st March, 2021	(Rupees in Lakhs) Year Ended 31st March, 2020
24 REVENUE FROM OPERATIONS (GROSS)		
Sale of Products	2,40,746.47	2,66,471.79
Other Operating revenues	777.01	701.29
	<u>2,41,523.48</u>	<u>2,67,173.08</u>
25 OTHER INCOME		
Interest on FDRs	182.97	238.00
Interest on Right-of-use Assets	13.29	12.40
Interest Other's	785.15	561.06
Rent	377.74	445.88
Bad Debts Recovery (Net of Write off)	19.00	53.33
Profit on Sale of Shares (Net)	559.73	120.11
Dividend	30.18	0.13
Profit on Sale of Fixed Assets	(0.03)	-
Misc. Income	-	0.20
	<u>1,968.03</u>	<u>1,481.11</u>





Notes to Standalone Financial Statements for the Year Ended 31st March 2021

	(Rupees in Lakhs)	
	Year Ended 31st March, 2021	Year Ended 31st March, 2020
26 COST OF MATERIAL CONSUMED		
Opening Stock	519.81	905.54
Add : Purchases	7,319.72	5,699.32
	7,839.53	6,604.86
Less: Closing Stock	403.18	519.81
	<u>7,436.36</u>	<u>6,085.05</u>
27 PURCHASE OF STOCK-IN-TRADE		
Purchase of Traded Goods	1,96,432.54	1,85,791.77
Import Expenses	5,277.42	5,440.88
Foreign Exchange Fluctuation Effect	(1,140.44)	3,193.21
	<u>2,02,569.52</u>	<u>2,04,425.84</u>
28 CHANGES IN INVENTORIES OF FINISHED GOODS & STOCK-IN-TRADE		
Opening Stock		
Traded Goods	28,198.38	42,198.82
Finished Goods	170.36	115.70
	<u>28,368.74</u>	<u>42,312.62</u>
Less : Closing Stock		
Traded Goods	56,809.28	28,198.38
Finished Goods	124.60	170.36
	<u>56,933.88</u>	<u>28,368.74</u>
	<u>(28,565.12)</u>	<u>13,943.78</u>
29 EMPLOYEE BENEFITS EXPENSES		
Salaries & Wages *	1,792.73	969.37
Contribution to Provident and other funds	75.40	67.84
Staff Welfare Expenses	40.94	24.88
	<u>1,909.07</u>	<u>1,061.89</u>

* Included Managerial Remuneration Rs.818.20 Lakhs (PY Rs.293.20 Lakhs)





K L J Resources Limited
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Notes to Standalone Financial Statements for the Year Ended 31st March 2021

	Year Ended 31st March, 2021	(Rupees in Lakhs) Year Ended 31st March, 2020
30 FINANCE COST		
Interest Paid	323.32	845.82
Bank Charges & Commission	108.28	90.85
Interest on Right-of-use Liability	134.51	122.29
	<u>566.11</u>	<u>1,058.96</u>
31 OTHER EXPENSES		
Rent	21.15	20.85
Rates & Taxes / Fees	11.30	18.66
Repairs & Maintenance	71.06	28.16
Insurance Expenses	1.43	1.37
Power, Electricity & Water	28.69	16.72
Consumable Stores, Spares Parts Consumed	1.42	0.82
Telephone & Mobile	10.78	12.00
Postage & Courier Charges	6.12	5.85
Printing, Stationery & Computer expenses	13.32	13.63
Travelling and Conveyance	52.84	132.83
Vehicle Running & Maintenance	22.10	14.63
Cess Expenses	250.00	46.75
Advertising & Publicity	7.16	7.83
Business Promotion	73.12	89.67
Brokerage & Commission	572.08	254.95
Reclassified Net Cumulative Loss on Investment in Equity Share Carried at FVTOCI	21.27	-
Export Expenses	5.53	0.46
Freight Expenses	905.92	624.21
Consultancy, Legal & Professional Fees	143.93	114.45
Membership & Subscriptions	36.91	12.88
Director Sitting Fee	1.18	0.43
Miscellaneous Expense	85.77	76.86
CSR Expenses	207.50	71.95
Provision for Expected Credit Losses	13.00	4.00
Auditor Remuneration- Refer Note 37	12.25	12.25
	<u>2,575.84</u>	<u>1,582.19</u>
32 OTHER COMPREHENSIVE INCOME		
The disaggregation of changes to OCI by each type of reserve in equity is shown below:		
a) <u>Remeasurement of Defined benefit plans</u>		
Items that will not be reclassified to Profit or Loss	16.77	(25.25)
Income Tax relating to items that will not be reclassified to Statement of Profit and Loss	(4.22)	6.36
b) <u>Remeasurement of Fair Value Investment</u>		
Items that will not be reclassified to Profit or Loss	444.74	802.79
Income Tax relating to items that will not be reclassified to Statement of Profit and Loss	(103.61)	(187.02)
<u>Breakup of Tax</u>		
i) Current year Income Tax	(103.61)	(187.02)
ii) Excess Income Tax of earlier year reversed	-	-
	<u>353.68</u>	<u>596.86</u>
c) <u>Remeasurement of Fair Value Investment</u>		
Items that will be reclassified subsequently to Profit or Loss		
Net cumulative (gain)/loss reclassified to statement of profit and loss of investment in equities carried at fair value through other comprehensive income	28.43	-
Income Tax relating net cumulative gain reclassified to statement of profit and loss of investment in equities carried at fair value through other comprehensive income	(7.15)	-
	<u>21.28</u>	<u>-</u>
Actuarial Gain on Gratuity and increase in fair valuation of Investments along with its tax component are recognised in other comprehensive income		





Note 33. Earnings per Share:

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
	(Rs. per share)	(Rs. per share)
Basic EPS		
From continuing operation	185.42	37.76
From discontinuing operation	-	-
Diluted EPS		
From continuing operation	185.42	37.76
From discontinuing operation	-	-

33.1 Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:-

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Profit attributable to equity holders of the Group:		
Continuing operations	19,913.89	4,055.18
Discontinuing operations	-	-
Earnings used in calculation of Basic Earning Per Share	19,913.89	4,055.18

Weighted average number of shares for the purpose of basic earnings per share	1,07,40,000	1,07,40,000
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33.2 Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Profit attributable to equity holders of the Group:		
Continuing operations	19,913.89	4,055.18
Discontinuing operations	-	-
Earnings used in calculation of diluted Earning Per Share from continuing operations	19,913.89	4,055.18

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows:

Particulars	31st March 2021		31st March 2020	
Weighted average number of Equity shares used in calculation of basic earnings per share	1,07,40,000		1,07,40,000	
Effect of dilution:				
Share Options	-		-	
Weighted average number of Equity shares used in calculation of diluted earnings per share	1,07,40,000		1,07,40,000	

Note 34. Employee Benefit Obligation

The Group obtained reports as required by Ind AS 19 (Employee Benefits) based on which disclosures have been made in the financial statement for the year ended March, 31 2021. The disclosures as required by the Ind AS 19 are as below.

Defined Benefit Plan

Gratuity

The Group makes annual contributions to an income tax approved irrevocable trust gratuity fund to finance the plan liability, a funded defined benefit plan for qualifying employees.

Actuarial Assumptions

Particulars	31st March 2021		31st March 2020	
i) Discounting Rate	6.80%		6.80%	
ii) Future Salary Increase	6.00%		6.00%	
Particulars	31st March 2021	31st March 2020		
Retirement Age (Years)	60	60		
Mortality rates inclusive of provision for disability	100% of IALM (2012-14)	100% of IALM (2012-14)		
Attrition at Ages	Withdrawal Rate	Withdrawal Rate		
Up to 30 Years	3.00%	3.00%		
From 31 to 44 years	2.00%	2.00%		
Above 44 years	1.00%	1.00%		

Balance Sheet and related analysis

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Present Value of the obligation at end	140.86	139.25
Fair value of plan assets	167.27	160.27
Unfunded Liability/provision in Balance Sheet	46.61	21.01

The amounts recognized in the income statement

Particulars	31st March 2021		31st March 2020	
Total Service Cost	15.51		15.56	
Net Interest Cost	(1.43)		(4.26)	
Expense recognized in the Income Statement	14.08		11.31	

Other Comprehensive Income (OCI)

Net cumulative unrecognized actuarial gain/(loss) opening			(23.46)	
Actuarial gain / (loss) for the year on PBO	16.65		(1.79)	
Actuarial gain / (loss) for the year on Asset	0.12		(25.28)	
Unrecognized actuarial gain/(loss) at the end of the year	16.77			





Change in Net Defined Benefit Obligation		
Net defined benefit liability at the start of the period	(21.01)	(56.57)
Acquisition adjustment		(29.54)
Total Service Cost	15.51	15.56
Net Interest cost (Income)	(1.43)	(4.28)
Re-measurements	(16.77)	25.25
Contribution paid to the Fund	(22.91)	(2.00)
Benefit paid directly by the enterprise		-
Net defined benefit liability at the end of the period	(46.61)	(21.01)

Sensitivity Analysis of the defined benefit obligation

a) Impact of the change in discount rate

<u>Present Value of Obligation at the end of the period</u>	139.25	139.25
Impact due to increase of 0.50%	(7.24)	(7.89)
Impact due to decrease of 0.50 %	7.67	8.28

Impact of the change in salary increase

<u>Present Value of Obligation at the end of the period</u>	139.25	139.25
Impact due to increase of 0.50%	7.90	8.30
Impact due to decrease of 0.50 %	(7.33)	(7.68)

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated. Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable.

Note 36. Investment Properties

(i) Lease Arrangements

The Group has various premises under operating lease arrangements. These are cancellable and range between 11 months to 5 years which are renewable by mutual consent on mutually agreeable terms. The Group has taken interest free security deposit under certain agreements.

(ii) Amount recognised in profit or loss for investment properties

Rental Income	377.74	445.88
Depreciation	30.82	30.41
Rental	0.64	0.47
Profit from investment properties	346.28	415.60

(iii) Estimation of fair value

The Company has two properties that have been considered as Building under investment properties. The fair value of the leased properties is estimated at Rs. 4723 lakhs. The fair valuation is based on valuation report by the approved valuers.

(iv) Immovable Property held for rental income and capital appreciation classified as investment property as per Ind AS 40.

Note 36. Loans and Advances etc.

Balances in Loans and advances, Receivables / Recoverable, Advance from Customers, Sundry Creditors and Sundry Debtors etc. are subject to reconciliation, confirmation and consequential adjustments, if any.

In the opinion of the management, the value of Current Assets, Loans and Advances, on realization in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet, except unless stated otherwise. The Provision for all known Liability is adequate and not in excess of the amount considered reasonably necessary.

Note 37. Commitments, Contingent Liabilities and Contingent Assets

37.1 Capital Commitments : As at 31st March, 2021 Rs. Nil and 31st March, 2020 Rs.74.37 (under agreements to purchase/construct property and equipment. These amounts are net of capital advance paid in respect of these purchases.)

37.2 Contingent Liabilities

i) Contingent Liabilities, as defined in Ind AS 37 on "Provisions on Contingent Liabilities and Contingent Assets", are disclosed below. Provision is made, if it becomes probable that an outflow of future economic benefits will be required for the item previously dealt with as Contingent Liability.

Particulars	(Rupees in Lakhs)	
	As at 31st March 2021	As at 31st March 2020
Net Outstanding LC's with Bank	5,621.24	7,103.60
Corporate Guarantee Issued to Bank (for wholly owned subsidiary)	4,042.76	7,538.50

ii) It is not practical of the company to estimate the timing of cash outflow if any in respect of above stated contingent liabilities.

iii) Company does not expect any reimbursement from third party in respect of these contingent liabilities.

37.3 Contingent Asset

NIL

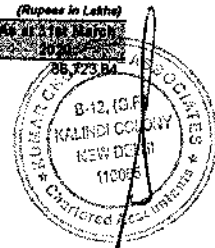
Note 38. Break Up of Auditors Remuneration

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Payment to Statutory Auditors		
- Audit Fee	6.25	6.25
- Certification Work	1.00	1.00
Payment to Tax Auditors	0.50	0.50
Payment to Cost Auditors	1.50	1.50
Payment to Internal Auditors	3.00	3.00
	12.25	12.25

Note 39. Detail of Unhedged Foreign currency exposures are as under:

Particulars	(Rupees in Lakhs)	
	As at 31st March 2021	As at 31st March 2020
Un-hedged Foreign Currency Payable	44,031.52	26,723.84

Note 40. No amounts are due for deposits at the Balance Sheet date to the Investor Education and Protection Fund.





Note 41. MSME Disclosure

The company has not received confirmations from many suppliers regarding their status of registration under Micro, Small and Medium Enterprises Development Act, 2006 and as such, it is presumed that they are not registered under the Act. In case of supplier who have confirmed their MSME status following information is disclosed as per the Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 :

i) The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year :

Particulars	(Rupees in Lakhs)	
	As at 31st March 2021	As at 31st March 2020
Principal Unpaid as at 31st March, 2021	47.95	50.38
Interest accrued thereon and unpaid	NIL	NIL
Total amount outstanding as at 31st March, 2021	47.95	50.38

ii) The amount of interest paid by the buyer in terms of section 16, alongwith the amount of the payment made to the supplier beyond the appointed day during each accounting year;

Particulars	31st March 2021	31st March 2020
Principal paid beyond appointed day during the year	NIL	NIL
Interest paid during the year	NIL	NIL

iii) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act;

Particulars	31st March 2021	31st March 2020
Interest due and payable as at 31st March, 2021	NIL	NIL

iv) The amount of interest accrued and remaining unpaid at the end of each accounting year;

Particulars	31st March 2021	31st March 2020
Interest due and payable for the year ended 31st March, 2021	NIL	NIL

v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as deductible expenditure under section 23 - NIL

Note 42. Additional Information:

a) Value of Imports calculated on CIF Basis

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Materials (Chemicals)	1,42,963.40	1,82,948.76

b) Expenditure in Foreign Currency during the Year

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Interest on LC financed	68.28	340.81
Travelling & Tour	23.60	35.43
Business Promotion	-	1.98
Membership & Subscriptions	6.50	3.86
Cleaning and Handling Charges	-	-

c) Value of Raw Materials and Stores and Spares consumed during the Year Ended

Raw Materials	(Rupees in Lakhs)		Percentage %	
	31st March 2021	31st March 2020	31st March 2021	31st March 2020
Imported	2,201.27	4,178.97	29.60%	69.68%
Indigenous	5,235.09	1,906.08	70.40%	31.32%
Total	7,436.36	6,085.05	100.00%	100.00%
Stores & Spares				
Indigenous	1.42	0.82	100.00%	100.00%
Total	1.42	0.82	100.00%	100.00%

d) Earning in Foreign Exchange

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Export of Goods calculated on F.O.B. basis	2,158.23	127.91

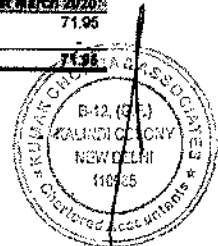
Note 43. Corporate Social Responsibility (CSR)

a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year is Rs.134.60 Lakhs (Previous Year Rs.144.29 Lakhs)

b) Expenditure related to Corporate Social Responsibility is Rs.207.5 lakhs (Previous Year Rs.71.95 Lakhs)

Detail of Amount spent towards CSR given below:

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Health (Construction/acquisition of assets)	-	71.95
Health, Education & Skill Development Activity	207.50	-
Total	207.50	71.95





K L J Resources Limited

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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

1 Enterprises where control exists:-

Subsidiaries:

Allamonte Townships and Resorts Pvt. Ltd.
Brokenhills Townships and Resorts Pvt. Ltd.
Springdale Townships and Resorts Pvt. Ltd.
Valley View Townships Pvt. Ltd.
KLJ Resources DMCC
AK Buildtech Pvt. Ltd.
Sadhok Real Estate Pvt. Ltd.
KLJ Resources PTE Limited (Subsidiary of KLJ Resources DMCC)

2 Other related parties with whom the company had transactions:-

a) Associates:

Hemlog Plastic Goods Pvt. Ltd.
KLJ Organic (Thailand) Ltd. (Associate of KLJ Resources DMCC)

b) Others (Group Concern):

KLJ Plasticizers Limited.
KLJ Organic Ltd.
Prithvi Sound Products Co. Pvt. Ltd.
KLJ Polymers & Chemicals Ltd.
HH Buildtech Pvt. Ltd.
Inspiration Dealers Pvt. Ltd.
Hemlog Traders Pvt. Ltd.
KLJ Developers Private Limited
D M Realty Developers Pvt. Ltd.

c) Key Management Personnel:

Sh. Hemant Jain	Managing Director
Sh. Ajai Kumar Gupte	Company Secretary
Sh. Suresh Chand Jalther	Chief Financial Officer
Sh. Dip Kumar Kam	Director
Sh. Sukh Raj Sethia	Director
Sh. Gulshan Raj Kanwal	Director
Sh Ram Prakash Maken	Director
Ms Kalpana Sath	Director

Relatives of Key Management Personnel:

Ms. Neeta Jain	Sr. Manager (Business Development)
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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2021	31st March, 2020
a) Transactions during the year					
1	Purchases	KLJ Plasticizers Limited.	Group Concern	1,814.27	2,589.71
		KLJ Organic Ltd.	Group Concern	1,285.04	2,600.67
		Prithvi Sound Products Co. Pvt. Ltd.	Group Concern	-	593.47
				3,099.32	5,783.85
2	Sales	KLJ Plasticizers Limited.	Group Concern	1,909.81	1,856.32
		KLJ Organic Ltd.	Group Concern	6,066.99	7,350.19
		KLJ Polymers & Chemicals Ltd.	Group Concern	-	0.03
				7,976.80	9,306.54
3	Rent Paid	KLJ Polymers & Chemicals Ltd.	Group Concern	8.50	14.16
		KLJ Plasticizers Limited.	Group Concern	14.16	14.16
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	289.04	259.04
		HH Buildtech Pvt. Ltd.	Group Concern	1.42	1.42
		Inspiration Dealers Pvt. Ltd.	Group Concern	5.31	7.08
				298.42	304.86
4	Rent Received	KLJ Developers Private Limited	Group Concern	19.81	29.72
	Storage Rent Received	KLJ Organic Ltd.	Group Concern	94.88	6.64
				114.67	36.36
5	Maintenance Paid	D M Realty Developers Pvt. Ltd.	Group Concern	5.89	8.84
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	10.31	10.66
				16.20	19.50
6	Reimb. of Exp. Paid	Prithvi Sound Products Co. Pvt. Ltd.	Group Concern	-	55.17
		KLJ Organic Ltd.	Group Concern	2.42	16.72
		KLJ Plasticizers Limited.	Group Concern	261.41	0.05
				263.83	72.01
7	Reimb. of Exp. Recd	KLJ Organic Ltd.	Group Concern	44.84	76.19
		A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	-	15.77
		KLJ Plasticizers Limited.	Group Concern	27.11	29.08
				71.95	121.02
	Storage Rent Paid	KLJ Organic Ltd.	Group Concern	-	16.71
				-	16.71





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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2021	31st March, 2020
9	Interest Paid	Sh.Hemant Jain	Managing Director	31.53	57.85
				31.53	57.85
10	Interest Received	A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	124.11	121.42
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	45.05	12.85
				169.16	134.27
11	CSR Expenditure	KLJ Developers Private Limited	Group Concern	-	55.00
				-	55.00
12	CSR Contribution Received	KLJ Developers Private Limited	Group Concern	-	12.11
				-	12.11
13	Remuneration (Key Managerial Personnel)	Sh. Hemant Jain	Managing Director	618.21	263.20
		Sh.Suresh Chand Jalther	Chief Financial Officer	21.44	25.67
		Sh. Ajal Kumar Gupta	Company Secretary	13.46	11.67
		Ms Neetu Jain	Sr. Manager (Business Development)	19.99	17.51
				673.11	338.05
14	Director Sitting Fees	Sh. Dilip Kumar Kam	Director	0.24	0.10
		Sh. Sukh Raj Sethia	Director	-	0.25
		Sh. Gulshan Raj Karwal	Director	-	0.15
		Sh Ram Prakash Makan	Director	0.35	0.10
		Sh. Ranjeet Ray Banthia	Director	0.35	-
		Ms Kaipana Seth	Director	0.24	0.10
				1.18	0.70
15	Loans & Advances Given	A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	35.14	15.50
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	498.50	333.00
				531.64	348.50
16	Loans & Advances Received back	A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	585.00	-
				585.00	-
17	Unsecured Loan Taken	Sh.Hemant Jain	Managing Director	679.00	754.00
				679.00	754.00
18	Unsecured Loan Repaid	Sh.Hemant Jain	Managing Director	1,080.00	1,094.00
				1,080.00	1,094.00



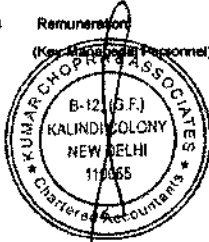


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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2021	31st March, 2020
b) Outstanding Balance as at 31st March 2021					
1	Unsecured Loans Taken	Sh. Hemant Jain	Managing Director	231.44	603.28
				231.44	603.28
2	Loans & Advances Given	A K Buildtech Pvt. Ltd.	Wholly Owned Subsidiary	1,408.14	1,845.20
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	913.74	344.57
				2,321.88	2,189.77
3	Trade Payables	KLJ Plasticizers Limited.	Group Concern	279.17	139.51
		KLJ Organic Ltd.	Group Concern	-	164.48
		Prithvi Sound Products Co. Pvt Ltd.	Group Concern	-	25.02
				279.17	348.01
4	Trade Receivables	KLJ Plasticizers Limited.	Group Concern	695.87	1,078.24
		KLJ Developers Private Limited	Group Concern	-	6.90
		KLJ Organic Ltd.	Group Concern	662.58	697.89
				1,358.45	1,782.93
5	Advance from Customer	KLJ Organic Ltd.	Group Concern	2.42	-
				2.42	-
6	Rent Payable	KLJ Plasticizers Limited.	Group Concern	-	2.18
		Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	1.59	0.22
		HH Buildtech Pvt. Ltd.	Group Concern	-	0.35
		Inspiration Dealers Pvt. Ltd.	Group Concern	-	1.62
		KLJ Polymers & Chemicals Ltd.	Group Concern	0.66	0.65
				2.25	5.00
7	Security deposit	Sadhok Real Estate Pvt. Ltd.	Wholly Owned Subsidiary	244.07	244.07
				244.07	244.07
8	Remuneration (Key Management Personnel)	Sh. Hemant Jain	Managing Director	709.82	168.82
		Sh. Suresh Chand Jalther	Chief Financial Officer	2.01	2.99
		Sh. Ajai Kumar Gupta	Company Secretary	1.62	1.52
		Ms Neetu Jain	Sr. Manager (Business Development)	4.28	4.28
				711.72	177.66





Note 45. Capital management

(Rupees in Lakhs)

The company manages its capital to ensure that the company will be able to continue as a going concern while maximizing the return to stakeholder through optimization of the debt and equity balance. The capital structure of the company comprises of debt and total equity of the company.

Debt Equity Ratio

Particulars	(Rupees in Lakhs)	
	As at 31st March 2021	As at 31st March 2020
Borrowing (Note No. 19)	12,070.35	9,455.42
Short term debt	12,070.35	9,455.42
Equity (Note No.15)		
Other equity (Note No.16)	1,074.00	1,074.00
Total equity	82,450.32	42,188.32
Debt equity Ratio	63,624.32	43,262.32
	421	732

Note 46. Fair Value measurements
(i) Financial Instruments by Category

(Rupees in Lakhs)

Particulars	As at 31st March, 2021			As at 31st March, 2020		
	FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Financial Assets						
Investment	-	3,683.18	1,249.82	-	3,333.24	1,249.82
Trade Receivables	-	-	44,924.89	-	-	37,464.31
Loans	-	-	8,607.82	-	-	8,398.81
Cash and Cash Equivalents	-	-	24.81	-	-	13.73
Bank Balances	-	-	5,927.77	-	-	5,150.89
Others	-	-	450.03	-	-	440.87
Total Financial Assets	-	3,683.18	60,893.34	-	3,333.24	60,718.33
Financial Liabilities						
Borrowings	-	-	12,070.35	-	-	9,455.42
Trade Payables	-	-	44,668.70	-	-	31,378.74
Others	-	-	34.02	-	-	14.52
Total Financial Liabilities	-	-	56,954.67	-	-	40,848.68

i) The carrying amounts of trade receivables, trade payable, cash and cash equivalents and other short term receivables and payables which are due to be settled within 12 months are considered to be the same as their fair values, due to short term nature.

ii) Borrowings-Current are evaluated by company on parameters such as interest rates, specific country risk factors and other risk factors. Based on this evaluation the fair value of such payables are not materially different from their carrying amount. As the amount is immaterial, no fair valuation is required.

iii) Non Current Loans given and Security Deposit have been continued at carrying value as measurement implication are immaterial.

iv) All investments other than subsidiary and associates are measured at fair value, with value changes recognized in Statement of Other Comprehensive Income.

8) Fair Value hierarchy

- Level 1- Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2- Inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3- Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)

The following table presents the fair value measurement hierarchy of financial assets measured at Fair value :-

As at 31-03-2021

Particulars	(Rupees in Lakhs)			
	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial Assets at Fair Value through OCI				
Investment	565.90	3,117.29	-	3,683.19
	565.90	3,117.29	-	3,683.19

As at 31-03-2020

Particulars	(Rupees in Lakhs)			
	Level 1	Level 2	Level 3	Total
Financial Assets				
Financial assets at Fair Value through OCI				
Investment	488.61	2,844.63	-	3,333.24
	488.61	2,844.63	-	3,333.24

(B) Valuation technique used to determine fair value

- a) Quoted investments have been valued based on market price quotation.
- b) Investment in Mutual Funds have been valued as per NAV declared on the balance sheet date.
- c) Investments in unquoted equity instruments are not held for trading. They are held for long term strategic purpose. The company has chosen to designate these investments at FVOCI, since it provides a more meaningful presentation.

d) The carrying amount of financial assets and liabilities other than investment are considered to be the same as their fair values.

e) Management uses its best judgement in estimating the fair value of its financial instruments. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of the amounts that the company could have realized or paid in sale transactions as of respective dates. As such, fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date.

(iv) Financial risk management

The Company's principal financial liabilities comprise of Borrowings, Trade Payables and others. The main purpose of these financial liabilities is to finance the company's operations. The Company's principal financial assets include Trade Receivables, Loans, cash and cash equivalents and other bank balances that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The company financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the company policies and risk objectives. The board of directors reviews and agrees policies for managing each of these risks, which are summarized below:-

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market risk comprises interest rate risk and foreign currency risk.

i) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of change in market interest rate. Company is not exposed to significant interest rate risk as all the financial instruments which are subject to interest rate are due to be settled within 12 months and carry fixed rate of interest.

ii) Foreign Currency Risk

Foreign Currency Risk is the risk that the Fair Value or Future Cash Flows of an exposure will fluctuate because of changes in foreign currency rates. Exposures can arise on account of the various assets and liabilities which are denominated in currencies other than Indian Rupee.





The following table shows foreign currency exposures in US Dollar, Euro, AED on financial instruments at the end of the reporting period. The exposure to all other foreign currencies are not material.

Particulars	Foreign Currency Exposure					
	As at 31st March, 2021			As at 31st March, 2020		
	EUR	USD	AED	EUR	USD	AED
Borrowings	-	61.78	-	-	113.28	-
Trade Payables	34.04	474.62	305.35	-	325.73	-
Total	34.04	536.40	305.35	34.04	439.01	35.41

b) Credit risk

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses financial reliability of customers and other counter parties, taking into account the financial condition, current economic trends and analysis of historical bad debts and ageing of financial assets. Individual risk limits are set periodically reviewed on the basis of such information.

Financial assets are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Company. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized as income in the statement of profit and loss.

The Company has used a practical expedient by way of computing the expected credit loss for trade receivables based on provision matrix. The matrix also takes into account historical credit loss experience and adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the days the receivables are due and rates as given in the provision matrix.

The provision matrix at the year end is as follows.

Particulars

Ageing

1-30 days

30 days to 12 months

More than 12 months

Expected Credit loss (Percentage)

FY 20-21 FY 19-20

0.00% 0.00%

0.22% 0.22%

1.74% 1.74%

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	Receivables	Expected Credit loss	Receivables	Expected Credit loss
1-30 days	-	-	-	-
30 days to 12 months	40,902.03	-	32,216.10	-
More than 12 months	3,036.57	7.00	5,257.06	12.00
Total	1,011.10	16.00	2.22	-

Provision for expected credit loss made in accordance with Ind AS 109 due to which there is change in Trade Receivable.

ii) Other Financial Assets

Company makes loans and advances out of its surplus funds to Corporates. In the past 5 years there is only incidence where Bad Debts have been written off. The Writeoff happened in FY 17-18 and Company is of the view that this is one of incident and management is of view that bad debts are not bound to recur again. Accordingly there is no need to create a Expected Credit loss provision for such Financial Assets.

iii) Financial Instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the company policy. Investment of surplus are made only with approved with counterparty on the basis of the financial quotes received from the counterparty.

c) Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they become due. The company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the company's reputation.

The company's principal sources of liquidity are cash and cash equivalents, cash flow that is generated from operations and the borrowings from Directors and Banks. The company believes that the working capital is sufficient to meet its current requirements. Any short term surplus cash generated, over and above the amount require for working capital management and operational requirements, are given as interest bearing loans repayable on demand.

As at 31st March 2021 the company had working capital of Rs. 57,501.81 Lakhs including cash and bank Balances of Rs.5,052.58 Lakhs.

As at 31st March 2020 the company had working capital of Rs. 37,741.98 Lakhs including cash and bank Balances of Rs.5,164.42 Lakhs.

Note 47 Segment Reporting

There is no reportable segment due to quantitative thresholds as per Ind AS 106.

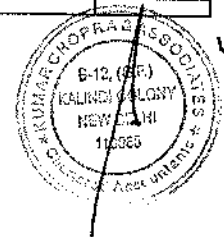
Note 48 Income Tax Expense

Reconciliation of the income tax expenses to the amount computed by applying the statutory income tax rate to the profit before income taxes is summarized below:

	Year ended 31st March, 2021	Year ended 31st March, 2020
Enacted income tax rate in India applicable to the Company		
Profit before tax	25.168%	25.168%
Current tax expenses on Profit before tax expenses at the enacted income tax rate in India	26,746.21	3,433.14
Tax effect of the amounts which are not deductible (taxable) in calculating taxable income	6,751.49	1,907.41
Permanent Disallowances		
Deduction under section 24 of the Income Tax Act	202.16	154.84
Interest income from Joint Venture on liability element of compound financial instrument	(28.01)	(33.16)
Tax in respect of earlier years	-	-
Income exempted from income taxes	(32.92)	(12.78)
Differential tax rate on capital gains	-	-
Other items	83.06	-
Total income tax expense/(credit)	(216.84)	(123.54)
Consequent to reconciliation items shown above, the effective tax rate (in %) is	6,738.73	1,382.78
	25.20	24.90

Note 49. Disclosure pursuant to section 186(4) of the Companies Act 2013

Name of the Beneficiary (Name of the Investment/Instrument/Asset/Security provided) & Purpose	(Rupees in Lakhs)	
	As at 31st March, 2021	As at 31st March, 2020
(A) Loan and Advances: (Given for Business purpose)		
1. AK Buildtech Pvt. Ltd.	-	-
2. Bhadeni Financers Pvt. Ltd.	1,408.14	1,645.20
3. Fencilon Equipments (India) Pvt. Ltd.	5,196.34	3,603.80
4. Headstart International Pvt. Ltd.	-	25.07
5. Luxor Writing Instrument Pvt. Ltd.	144.39	144.36
6. Manaberie Tea Co Limited	-	200.00
7. Sadhok Real Estate Pvt. Ltd.	236.79	236.79
8. Jagbir Singh Ahlawat	913.74	344.57
9. Advance Chemicals	524.90	-
Total	6,607.82	6,399.81
(B) Guarantees: (Given for Subsidiary's debt)		
KLJ Resources DMCC	4,042.78	7,538.59
(C) Investments made are disclosed under Note 3		





Note 50. Leases	As at 31st March, 2021	As at 31st March, 2020
i) Rights to use assets		
Particulars	(Rupees in Lakhs)	
Opening ROU recognised (net)	1,345.71	-
Add: Additions during the year	479.52	1,590.10
Less: Depreciation during the year	238.78	244.39
Closing ROU recognised	1,586.46	1,345.71
ii) Lease Liability		
Particulars	(Rupees in Lakhs)	
Opening Lease Liability	1,269.17	-
Add: Additions during the year	469.39	1,454.48
Add: Interest Accrued during the year	134.51	122.29
Less: Payment	302.94	307.61
Closing Lease Liability	1,570.13	1,269.17
Breakup:		
Current Maturity of long term lease liability	177.22	119.27
Non Current lease liability	1,392.91	1,149.90
iii) Security Deposit Paid		
Particulars	(Rupees in Lakhs)	
Opening Security Deposit	137.67	-
Add: Additions during the year	(10.13)	(135.62)
Add: Interest Income during the year	13.29	12.40
Add: Payment	17.57	260.89
Closing Security Deposit	158.41	137.67
iv) Cash Flow during the year		
Particulars	(Rupees in Lakhs)	
Low value leases	4.02	1.71
Short term leases	62.70	21.00

v) Extension and termination options

The Company has lease contracts for which are used for regular operations of its business. There are several lease contracts that include extension and termination options which are further discussed below.

The Company has several lease contracts that include extension and termination options which are used for regular operations of its business. These options are negotiated by management to provide flexibility in managing the Company's business needs. Management exercises significant judgement in determining whether these extension and termination options are reasonably certain to be exercised.

vi) Critical Judgements in determining the lease term

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

The assessment is reviewed if a significant event or a significant change in circumstances occurs which affects this assessment and that is within the control of the lessee.

vii) Discount Rate

Discount rate at which the lease liability is recognised as on the initial application is 10%

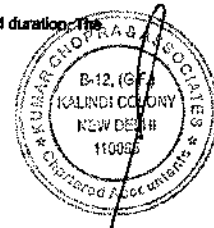
Note 51. Impact of COVID-19 pandemic

Impact of COVID-19 pandemic : The spread of Covid-19 has severely affected the businesses around the globe. In many countries including India, there has been severe disruption to regular operations due to lock-downs, disruptions in transportations, supply chain, travel bans, quarantines and other emergency measures.

The Company has made detailed assessment of its liquidity position for the next few months and of the recoverability and carrying values of its assets comprising Property, Plant and Equipment, Intangible assets, Trade Receivables, Inventories and Investments as at the Balance sheet date, and based on the internal and external information upto the date of approval of these financial statements including credit reports and economic forecasts, has concluded that no material adjustments are required to be made in the financial results.

In assessing the recoverability of receivables including unbilled receivables, intangible assets, and certain investments, the Company has considered internal and external information up to the date of approval of these standalone financial statements including credit reports and economic forecasts. The Company has performed sensitivity analysis on the assumptions used herein. Based on the current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company on the basis of its assessment believes that the probability of the occurrence of forecasted transactions is not impacted by COVID-19. The Company has also considered the effect of changes, if any, in expected credit loss and is of the view that there shall be no impact. The management believes that it has considered all the possible impact of known events arising from Covid-19 global health pandemic in the preparation of financial results.

However, the impact assessment of Covid-19 is a continuing process given the uncertainties associated with its nature, extent and duration. The management shall continue to monitor any material changes to future economic conditions on a continuing basis.





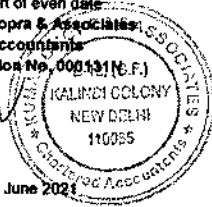
Note 52. The previous years figures have been regrouped and reclassified, to the extent necessary, to conform to the current years figures.

Note 53. Approval of financial statement

The financial statements were approved for issue by the Board of Directors on 30th June 2021. The board of directors has recommended a dividend of Rs.0.25 per fully paid up equity share of Rs. 10/ each, aggregating to Rs.26.85 Lakhs, which is based on relevant share capital as on 31st March, 2021

The accompanying notes to the standalone financial statements

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 000131 (N.F.)
Sunit Jaisri
Partner
M.No. 080993
New Delhi, 30th June 2021



Hemanth Jain
Managing Director
Din:00506995

Suresh Chand Jaitner
Chief Financial Officer

For & on behalf of the Board of Directors

Dilip Kumar Karn
Director
Din:00061804

Ajay Kumar Gupta
Company Secretary



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KLJ RESOURCES LIMITED

Report on the Audit of the Consolidated Ind AS Financial Statements

1. *Opinion*

We have audited the accompanying Consolidated Ind AS financial statements of **KLJ RESOURCES LIMITED** ("the Holding Company"), its subsidiaries ("the Holding Company and its subsidiaries together referred to as "the Group") and its associate (Refer Note No 44 of the attached consolidated Ind AS financial statements) comprising of the Consolidated Balance Sheet as at 31st March, 2021, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Cash Flow Statement 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 (hereinafter 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 and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries and associate, referred below in other matter paragraph, the aforesaid Consolidated Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian accounting standards (Ind AS), of the consolidated state of affairs of the Group and its associate as at 31st March, 2021, and their consolidated Profit (including other comprehensive income), its consolidated cash flows and the consolidated changes in equity for the year ended on that date.

2. *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 Consolidated Ind AS financial statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, 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.

3. *Emphasis of matter:*

We draw attention to Note 51 in the consolidated financial statements, which describes the economic and social consequences/disruption the entity is facing as a result

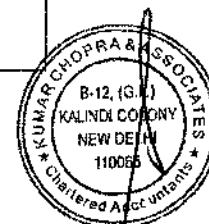


COVID-19 and its impact on supply chains / consumer demand/ financial position/exchange fluctuation/ability of the company to face the challenge/ impact on the standalone financial statements requiring adjustments. Our opinion is not modified in respect of this matter.”

4. 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 consolidated financial statements, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matter described below to be the key audit matter to be communicated in our report. We have fulfilled the responsibilities described in the Auditor’s responsibilities section of our audit report including in relation to these matters. Our opinion is not modified in respect of this matter.

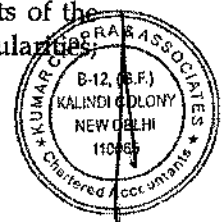
S no.	Key Audit Matter	Auditor’s response
1.	In respect of parties’ balances, confirmations were sought from all the parties at the year end. Some parties have sent the confirmations. In respect of other parties’ management realises that due to Covid-19 lockdown with many offices being closed and others working with skeleton staff, confirmations are not coming. It has also been explained that management has the system of reconciling balances with the parties from time to time. All the parties are running parties with whom company has regular business transactions.	In the absence of external confirmations, we as auditors carried out alternative procedures to verify the balances: i. We tested the effectiveness of controls over sale and purchase transactions with the parties and accounting of the same. ii. All transactions of sale/purchase were verified through external bills and invoices to/from the parties. The payments were cross verified from the bank statements of the company. In view of the high magnitude of such transactions we followed SA 530 “Audit Sampling” in this regard.



<p>2.</p>	<p>The physical verification of stock is carried out by the management during the year at various locations so as to cover all the locations during the year. Approved surveyors are also engaged for verification of inventory lying in the bonded warehouse at the port.</p> <p>The inventory is situated at multiple locations and keeping in view the magnitude, nature and specifications of the inventory, technical expertise is required to physically verify the same.</p>	<p>We have followed the following processes:</p> <p>i. We carried out checking of the stock records to verify the stock. Keeping in view the magnitude of transactions, the same has been done as per sample selection basis in accordance with SA 530 "Sample Selection" of ICAI</p> <p>ii. The records of the physical verification of stock during the year were verified.</p> <p>iii. The report of physical verification as on 31.03.2021 from surveyors in respect of stock lying in the bonded warehouses has been produced for our verification.</p> <p>iv. Keeping in view the location, magnitude and nature of the inventory consisting of Chemicals in containers of voluminous size at the port, and other places, we were not technically competent to personally verify the stock physically and relied on approved surveyor's report.</p> <p>v. We also tallied the same with the regular stock records maintained by the company and produced for our verification.</p>
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5. Responsibilities of Management and Those Charged with Governance for the Consolidated Ind AS financial statements

The Holding Company's Board of Directors is responsible for the preparation of these Consolidated Ind AS financial statements in terms of requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group and its associate in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its Associate and for preventing and detecting frauds and other irregularities.



the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Ind AS financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated Ind AS financial statements, the respective Board of Directors of the companies included in the Group and of its associate are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

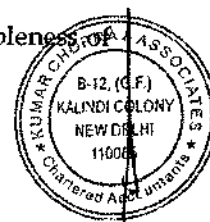
The respective Board of Directors of the companies included in the Group and of its associate are also responsible for overseeing the financial reporting process of the Group and of its associate.

6. Auditor's Responsibility

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

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

- Identify and assess the risks of material misstatement of the consolidated Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



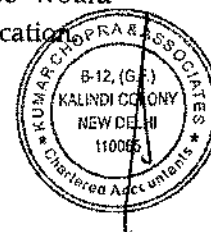
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated Ind AS financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated Ind AS financial statements, including the disclosures, and whether the consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group and its associate to express an opinion on the consolidated Ind AS financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated Ind AS financial statements of which we are independent auditors

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

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated Ind AS financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings 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 key audit matters. We describe these audit matters in our audit report unless law or regulation precludes public disclosure about the matters and 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.



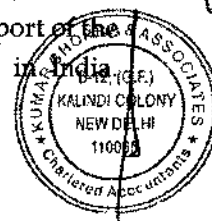
7. Other Matters

We did not audit the financial statements/ Consolidated financial statements/financial information of two Indian subsidiaries and one foreign subsidiary (including its subsidiary and associate), whose financial statements/financial information reflect total assets of Rs.11225.05 lakhs as at 31st March, 2021, total revenue of Rs. 20829.24 lakhs and net cash inflows amounting to Rs. 1353.59 lakhs for the year ended on that date, as considered in the consolidated Ind AS financial statements. The consolidated Ind AS financial statements also include the Group's share of net profit/(Loss) of 270.75 lakhs for the year ended 31st March, 2021, as considered in the consolidated Ind AS financial statements in respect of 1 associate whose financial statements / financial information have not been audited by us. These financial statements/financial information of have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associate, and our report in terms of sub-section (3) and (11) of section 143 of the Act, in so far as it relates to the aforesaid subsidiaries and associate, is based solely on the reports of such other auditors.

Our opinion on the Consolidated Ind AS financial statements, and our report on the legal and regulatory requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements/ financial information certified by the Management.

8. Report on Other Legal and Regulatory Requirements

- I. As required by Section 143(3) of the Act, we report, to the extent applicable, that:
- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of aforesaid Consolidated Ind AS financial statements.
 - In our opinion, proper books of account as required by law relating to consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books.
 - The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Cash flow statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of consolidated Ind AS financial statements.
 - In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2021 taken on record by the Board of Directors of Holding Company and the reports of auditors of its subsidiaries and associates incorporated in India, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
 - 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 A" which is based on the auditor's report of the holding company, subsidiaries companies and associate incorporated in India.

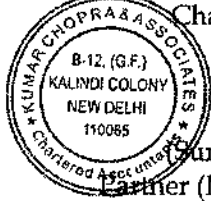


Our report expresses an unqualified opinion that the holding company, subsidiaries companies and associate which are companies incorporated in India, have in all material aspects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting was operating effectively as at March 31, 2021.

- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The group and its associate does not have pending litigations hence, there is no impact on the consolidated financial position.
 - ii. The group and its associate does not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary and associate.
 - iv. As required by Section 197(16) of the Act, we report that in our opinion and according to the information and explanations given to us, the holding Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by provisions of section 197 of the Act and in case of subsidiary companies and associate company based on audit reports of the respective statutory auditors, Companies have not paid any managerial remuneration.

Place of signature: New Delhi
Date: 30.06.2021

For Kumar Chopra & Associates
Chartered Accountants
(FRN:000131N)



(Sunil Jain)
Partner (M. No. 080990)
UDIN: 21080990AAAADG4697

ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

Annexure to the Independent Auditors' Report referred to paragraph 6(f) of our report of even date on the Consolidated Ind AS financial statements of **KLJ RESOURCES LIMITED** for the Year ended 31st March, 2021

Report on the Internal Financial Controls with reference to the consolidated financial statements under Section 143(3)(i) of the Companies Act, 2013 ("the Act")

Opinion

In conjunction with our audit of consolidated financial statements of the **KLJ Resources LIMITED** ("the Holding Company"), as of and for the year ended 31 March 2021, we have audited the internal financial controls with reference to the consolidated financial statements of the Holding Company and its subsidiary company, as of that date.

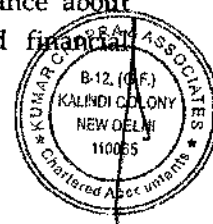
In our opinion, the Holding Company and its subsidiary company have, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at March 31, 2020, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. (the "Guidance Note")

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

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to the consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to the consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to the consolidated financial



statements were established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in term of their reports referred to in other matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on internal financial controls with reference to the consolidated financial statements.

Meaning of Internal Financial Controls with reference to the consolidated financial statements

A company's internal financial controls with reference to the consolidated financial statements 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 company's internal financial controls with reference to the consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated 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 consolidated financial statements.

Inherent Limitations of Internal Financial Controls with reference to the consolidated financial statements

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



Kumar Chopra & Associates
Chartered Accountants


KLJ Resources Limited
FY 2020-21

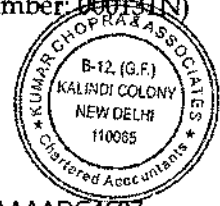
Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to one subsidiary company, which is a company incorporated in India, is based on the corresponding reports of the auditors of such company incorporated in India.

For Kumar Chopra & Associates
Chartered Accountants
(Firm Registration Number: 000131N)

Place of signature: New Delhi
Date: 30.06.2021


SUNIL JAIN
Partner
(M. No 80990)
UDIN: 21080990AAAADG4697





CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2021

		(Rupees in Lakhs)		
Sl. No.	Particulars	Note No.	As at 31st March 2021	As at 31st March 2020
ASSETS				
1	Non-current Assets			
	(a) Property, Plant and Equipment	2a	1,256.44	1,072.17
	(b) Right-of-use Assets	2b	510.64	97.83
	(c) Capital work-in-progress	2c	-	44.03
	(d) Investment Property	2d	4,233.82	5,015.76
	(e) Other Intangible assets	2e	2.48	3.47
	(f) Intangible assets under development	2f	16.66	16.68
	(g) Goodwill		36.00	36.00
	(h) Financial Assets			
	(i) investments	3	4,722.92	4,125.29
	(ii) Others	4	526.94	1,702.80
	(h) Deferred tax assets (Net)	5	-	-
	(i) Other non-current assets	6	62.68	37.08
2	Current Assets			
	(a) Inventories	7	57,337.04	28,888.55
	(b) Financial Assets			
	(i) Trade receivables	8	48,280.81	39,506.57
	(ii) Cash and cash equivalents	9	1,995.26	630.74
	(iii) Bank balances other than (ii) above	10	5,027.77	5,150.69
	(iv) Loans	11	6,285.94	4,210.04
	(v) Other financial assets	12	191.05	238.75
	(c) Current Tax Assets (Net)	13	-	281.91
	(d) Other current assets	14	-	1,448.99
TOTAL ASSETS			1,33,720.05	92,607.32
EQUITY AND LIABILITIES				
1	Equity			
	(a) Equity Share capital	15	1,074.00	1,074.00
	(b) Other Equity	16	65,755.84	44,526.57
2	Liabilities			
	Non-current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	17	1,595.21	2,404.10
	(a) Provisions	18	99.55	83.69
	(b) Deferred tax liabilities (Net)	5	362.19	274.44
	(c) Other non-current liabilities	19	584.00	209.96
	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	20	12,030.74	9,458.86
	(ii) Trade payables :	21		
	a) dues of micro enterprises and small enterprises		47.95	50.36
	b) dues of creditors other than micro enterprises and small enterprises		45,692.01	31,769.93
	(iii) Other financial liabilities	22	277.96	195.34
	(b) Other current liabilities	23	5,845.27	2,462.07
	(c) Current Tax Liabilities (Net)	13	355.32	-
TOTAL EQUITY AND LIABILITIES			1,33,720.05	92,607.32

Significant Accounting Policies

The accompanying notes to the consolidated financial statements

2 to 53

As per our report of even date attached
For Kumar Chopra & Associates

Chartered Accountants
Firm Registration No. 000131A
B-12, (G.F.)
KALINDI COLONY
NEW DELHI
110065

Sunil Jain
Partner
M.No. 080990

New Delhi, 30th June 2021

For & on behalf of the Board of Directors

Hemant Jain
Managing Director
Din:00506995

Dilip Kumar Karn
Director
Din:00061804

Suresh Chand Jaitner
Chief Financial Officer

Ajai Kumar Gupta
Company Secretary



K L J Resources Limited

Regd. Office: 8, Camac Street, Kolkata-700017

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

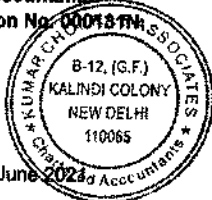
	Note No.	Year Ended 31st March, 2021	(Rupees in Lakhs) Year Ended 31st March, 2020
INCOME			
I Revenue from Operations (Gross)	24	2,62,352.72	2,77,000.88
Less: GST		29,876.75	34,683.07
Revenue from Operations (Net)		2,32,475.97	2,42,317.81
II Other Income	25	1,873.47	1,507.58
III TOTAL INCOME (I+II)		2,34,349.44	2,43,825.39
IV EXPENSES			
Cost of Material Consumed	26	7,436.35	6,085.05
Purchase of Stock-In-Trade	27	2,21,839.98	2,13,841.32
Changes in Inventories of Finished Goods & Stock in Trade	28	(28,565.12)	13,943.78
Employee Benefits Expense	29	2,243.96	1,355.66
Finance Costs	30	720.81	1,195.57
Depreciation and Amortization Expense	2	364.75	331.14
Other Expense	31	2,701.72	1,709.35
TOTAL EXPENSES (IV)		2,06,742.46	2,38,461.87
V PROFIT/ (LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX (III-IV)		27,606.99	5,363.52
VI Exceptional Items		-	-
Share in Profit/(Loss) of Associates		270.75	(23.46)
VII PROFIT/ (LOSS) BEFORE TAX (V-VI)		27,877.74	5,340.06
VIII Tax Expenses		-	-
1) Current Tax		6,971.42	1,366.74
2) Deferred Tax		(20.08)	30.74
3) Short/(Excess) Provision for Earlier Year		(32.92)	(12.98)
IX PROFIT/ (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS (VII-VIII)		20,959.32	3,955.56
X PROFIT/ (LOSS) FROM DISCONTINUED OPERATIONS		-	-
XI TAX EXPENSE OF DISCONTINUED OPERATIONS		-	-
XII PROFIT/ (LOSS) FROM DISCONTINUED OPERATIONS AFTER TAX (X-XI)		-	-
XIII PROFIT/ (LOSS) FOR THE PERIOD (IX+XII)		20,959.32	3,955.56
XIV OTHER COMPREHENSIVE INCOME	32	-	-
A (i) Items that will not be reclassified to Profit or Loss		403.47	911.40
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		(107.83)	(180.66)
B (i) Items that will be reclassified to Profit or Loss		2.84	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss		(0.72)	-
XV TOTAL COMPREHENSIVE INCOME FOR THE YEAR (XIII+XIV) (Comprising Profit/(Loss) and other comprehensive income for the period)		21,257.09	4,686.30
XVI Earnings Per Equity Share (Continuing Operations):	33	-	-
Basic		195.15	36.83
Diluted		195.15	36.83
Significant Accounting Policies	1	-	-
The accompanying notes to the consolidated financial statements	2 to 53	-	-

For & on behalf of the Board of Directors

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants

Firm Registration No. 0001371K

Sunil Jain
Partner
M.No. 080990
New Delhi, 30th June 2021



Hemant Jain
Managing Director
Din: 00506995

Dilip Kumar Karn
Director
Din: 00067804

Suresh Chand Jaithar
Chief Financial Officer

Ajai Kumar Gupta
Company Secretary



K L J Resources Limited
Regd. Office: 8, Camac Street, Kolkata-700017

STATEMENT OF CHANGES IN EQUITY AS AT 31st MARCH 2021

A. EQUITY SHARE CAPITAL

(Rupees in Lakhs)

Particulars	Amount in Rs.
Balance as at 31st March 2020	1,074.00
Changes in equity share capital during the year	-
Balance as at 31st March 2021	1,074.00

B. OTHER EQUITY

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31st MARCH 2021

(Rupees in Lakhs)

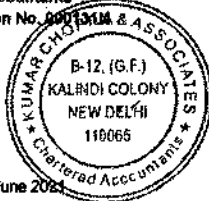
Particulars	Reserves and Surplus				Revaluation Surplus	Other Items of Other Comprehensive Income		Total Amount
	Capital Reserve	Securities Premium Reserve	Other Reserves	Retained Earnings		Gratuity/Funded Assets	Fair Value of Investment	
Balance as at 01st April 2020	291.34	3,819.60	-	38,816.96	-	6.40	1,256.51	44,190.81
Profit for the year	-	-	-	20,959.32	-	12.55	362.41	21,334.28
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-	85,525.08
Dividends	-	-	-	(26.85)	-	-	-	(26.85)
Transfer to retained earnings	-	-	-	-	-	-	-	-
Issue of Bonus Share	20.13	-	-	-	-	-	-	20.13
Balance as at 31st March 2021	311.47	3,819.60	-	69,748.43	-	18.95	1,618.92	65,618.36

STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31st MARCH 2020

Particulars	Reserves and Surplus				Revaluation Surplus	Other Items of Other Comprehensive Income		Total Amount
	Capital Reserve	Securities Premium Reserve	Other Reserves	Retained Earnings		Gratuity/Funded Assets	Fair Value of Investment	
Balance as at 01st April 2019	291.34	3,819.60	-	34,893.77	-	25.30	640.74	39,670.75
Profit for the year	-	-	-	3,955.58	-	(18.90)	615.77	4,552.45
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	-	-	-	-	-	-	-	-
Total Comprehensive Income for the year	-	-	-	-	-	-	-	44,223.18
Dividends	-	-	-	(32.37)	-	-	-	(32.37)
Transfer to retained earnings	-	-	-	-	-	-	-	-
Issue of Bonus Share	-	-	-	-	-	-	-	-
Balance as at 31st March 2020	291.34	3,819.60	-	38,816.96	-	6.40	1,256.51	44,190.81

For & on behalf of the Board of Directors

as per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 001131M & ASSOCIATES



Sunil Jain
Partner
M.No. 060990
New Delhi, 30th June 2021

Hemant Jain
Managing Director
Din: 02506995

Suresh Chand Jajher
Chief Financial Officer

Dilip Kumar Karn
Director
Din: 00081804

Ajai Kumar Gupta
Company Secretary


CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2021

	31st March, 2021	(Rupees in Lakhs) 31st March, 2020
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	27,877.75	5,340.06
Add: Adjustments for non cash items:		
Depreciation	364.28	331.14
Add: Adjustments for other items:		
Loss/(Profit) on Sale / Discard of Assets (net)	0.03	2.06
Loss/(Profit) on Sale of shares (net)	(559.73)	(120.11)
Finance Costs	720.81	1,195.57
CSR Expenses	207.50	71.86
Less:		
Dividend Income	(30.18)	(0.13)
Interest Income	(800.03)	(668.17)
Other Comprehensive Income	296.80	972.14
Operating Profit before Working Capital Changes	28,077.23	7,124.61
Adjustment for increase/decrease in operating assets		
(Increase)/Decrease Trade and Other Receivables	(8,774.24)	(11,636.16)
(Increase)/Decrease in Inventories	(28,445.49)	14,329.51
(Increase)/ Decrease in other current assets	(1,784.61)	459.95
(Increase)/ Decrease in other financial assets	47.70	509.35
Adjustment for increase/decrease in operating liabilities		
Increase/(Decrease) Trade and Other Payables	13,919.67	(3,878.63)
Increase/(Decrease) other current liabilities	3,363.21	(1,318.39)
Increase/(Decrease) other financial liabilities	82.62	(10.88)
Increase/(Decrease) Provisions	15.86	(0.99)
Cash Generated from Operations	6,518.94	5,578.06
Taxes Paid (net)	6,193.44	1,803.69
Net Cash from Operating Activities	325.51	3,774.37
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipment	(822.26)	(50.15)
Deletion in Capital Work In Progress	44.03	(44.03)
Addition in Intangible Assets under Development	-	(16.66)
Purchase of Investment Property	(30.53)	(20.61)
Sale of Property, Plant & equipment	674.32	0.24
(Increase)/Decrease in Loans and Advances	(2,075.90)	1,320.21
(Increase)/ Decrease in other non current assets	1,150.26	33.13
(Increase)/Decrease in Non Current Investments	(597.63)	1,306.40
Increase/(Decrease) other non current liabilities	374.04	(58.09)
Interest received	800.03	668.91
Increase/ (Decrease) in Other Bank Balance including FDR's	122.92	(1,891.05)
Profit on Sale of Shares	559.73	120.11
Dividend Income	30.18	0.13
CSR Expenses	(207.50)	(71.95)
Net Cash (used in) Investing Activities	21.69	1,294.59
C) CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	(239.71)	227.73
Dividends Paid (Including Dividend Distribution Tax)	(26.85)	(32.37)
Short Term Borrowings (net)	2,004.70	(4,778.06)
Finance Costs	(720.81)	(1,185.76)
Net Cash (used in) / from Financing Activities	1,017.33	(5,768.46)
Net Cash inflows/(outflows) from activities	1,364.52	(699.50)
Net Increase in Cash and Cash Equivalents	1,364.52	(699.50)
Opening Balance of Cash and Cash Equivalents	630.74	1,330.24
Closing Balance of Cash and Cash Equivalents	1,995.26	630.74

The above cash flow statement has been prepared under the Indirect Method as set out in Ind AS-7

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 006131H

Sunil Jain
Partner
M.No. 080990
New Delhi, 30th June 2021



For & on behalf of the Board of Directors

Hemant Jain
Managing Director
Din: 00506995

Dilip Kumar Kam
Director
Din: 00061804

Suresh Chand Jathar
Chief Financial Officer

Ajal Kumar Gupta
Company Secretary

1. SIGNIFICANT ACCOUNTING POLICIES ON CONSOLIDATED FINANCIAL STATEMENTS

1.1 Corporate Information

KLJ Resources Limited ("the Parent Company") is a listed entity incorporated in India. The registered office of the Company is located at 8, Camac Street, Kolkata-700017, India having CIN: L67120WB1986PLC041487.

The Company has seven wholly owned subsidiaries including one foreign subsidiary and one associate company hereinafter collectively referred to as "the Group". The Company & its foreign subsidiary are engaged in the business of trading/ manufacturing of chemicals. Other six Indian subsidiaries are primarily engaged in the business of real estate and one Indian Associate is primarily engaged in the business of trading.

The consolidated financial statements relate to KLJ Resources Ltd., its subsidiary companies & associate.

1.2 Basis of Preparation

a) Statement of Compliance

These consolidated financial statements of the group have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian accounting standards) Amendment Rules 2016.

b) Basis of Measurement

The consolidated financial statements have been prepared under the historical cost convention and on an accrual basis except for the following which have been valued at Fair value as required under Ind-AS instead of historical cost.

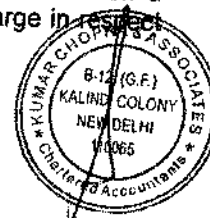
- i. Defined benefit Plan-Gratuity
- ii. Certain Financial assets and liabilities
- iii. Assets held for sale-measured at lower of cost or fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an assets or liability, the group takes into account the characteristics of the assets or liability if market participants would take those characteristics into account when pricing the assets or liability at the measurement date.

c) Use of Estimates and Judgment

The preparation of consolidated financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates include estimates of future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment actual results may differ from these estimates.

- i. **Useful life of Property, Plant and equipment (PPE):** The group depreciates PPE on a Written Down Value (WDV) over estimated useful lives of the assets. The charge in respect



K L J Resources Limited
Regd. Office : 8, Camac Street, Kolkata – 700017

of periodic depreciation is derived based on an estimate of an asset's expected useful life and the expected residual value at the end of its life. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their lives, such as changes in technology. The estimated useful life is reviewed at least annually.

- ii. **Defined benefit plans:** The cost of the defined benefit plans and the present value of the defined benefit obligations are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates.

Under the projected unit credit (PUC) method a projected accrued benefit is calculated at the beginning of the period and again at the end of the period for each benefit that will accrue for all active members of the plan. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

- iii. **Useful life of Intangible assets:** Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset will flow to the enterprise and the cost of the asset can be measured reliably.

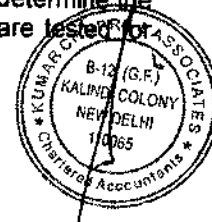
The Group amortizes intangible assets on a Written Down Value (WDV) over estimated useful lives of the assets. The useful life is Estimated based on a number of factors including the effects of obsolescence, demand, competition and other economic factors such as the stability of the industry and known technological advances and the level of maintenance expenditures required to obtain the expected future cash flows from the assets. The estimated useful life is reviewed at the end of each annual reporting period.

- iv. **Expected credit losses on financial assets:** The group provides for impairment provisions of trade receivables based on assumptions about risk of default and expected timing of collection. The Company uses judgment in making these assumptions and selecting the inputs to the expected credit loss calculation based on the Group's history of collections, customer's creditworthiness, existing market conditions as well as forward looking estimates at the end of each reporting period.

- v. **Leases:**

Ind AS 116 defines a lease term as the noncancelable period for which the lessee has the right to use an underlying asset including optional periods, when an entity is reasonably certain to exercise an option to extend (or not to terminate) a lease. The Group considers all relevant facts and circumstances that create an economic incentive for the lessee to exercise the option when determining the lease term. The option to extend the lease term is included in the lease term, if it is reasonably certain that the lessee would exercise the option. The Group reassesses the option when significant events or changes in circumstances occur that are within the control of the lessee.

- vi. **Impairment of tangible and intangible assets other than goodwill:** As at the end of each accounting year, the Group reviews the carrying amounts of its PPE, Investment property Investments and Intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If such indication exists, the PPE, investment property, Investments and intangible assets are tested for impairment so as to determine the impairment loss, if any. Goodwill and the intangible assets with indefinite life are tested for impairment each year.



K L J Resources Limited
Regd. Office : 8, Camac Street, Kolkata - 700017

Impairment loss is recognized when the carrying amount of an asset exceeds its recoverable amount.

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialize.

All financial information presented in Indian rupees and all values are rounded to the nearest lakhs rupees with two decimal points except where otherwise stated.

d) Basis of Consolidation

The consolidated financial statements comprises of KLJ Resources Limited and all its subsidiaries and associate, being the entity that it controls. Controls are assessed in accordance with the requirement of Ind AS-110- Consolidated financial statements

(i) Consolidation of Subsidiaries:

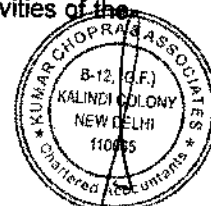
- a) The consolidated financial statements of the Group combine Standalone financial statements of the Parent Company and its subsidiaries line-by-line by adding together the like items of assets, liabilities, income and expenses.
- b) All intra-group assets, liabilities, income, expenses and unrealised profits/losses on intra-group transactions are eliminated on consolidation. The accounting policies of subsidiaries have been harmonised to ensure the consistency with the policies adopted by the Parent Company.
- c) In case of foreign subsidiary, revenue items are consolidated at the average rate for the period. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognized in the Other Comprehensive Income.
- d) Excess of acquisition cost over the carrying amount of the Parent's share of equity of the acquire at the date of acquisition is recognized as goodwill. In cases where the share of the equity in the acquire as on the date of acquisition is in excess of acquisition cost, such excess of share in equity is recognised as 'Capital reserve' and classified under 'Reserves and Surplus'.
- e) The consolidated financial statements have been presented in the same manner as Parent Company's standalone financial statements.

(ii) Consolidation of Associate:

- a) Investment in associates has been accounted under the equity method as per Ind AS 28 - Investments in Associates and Joint Ventures.
- b) The Company accounts for its share of post acquisition changes in net assets of associate, after eliminating unrealised profits and losses resulting from transactions between the Company and its associate to the extent of its share, through its Consolidated Statement of Profit and Loss.

1.3 Cash Flow Statement

Consolidated Cash flow statement is reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.



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1.4 Exceptional items

On certain occasions, the size, type or incidence of an item of income or expense, pertaining to the ordinary activities of the group, is such that its disclosure improves an understanding of the performance of the group. Such income or expense is classified as an exceptional item and accordingly disclosed in the Notes to Accounts.

1.5 Investments

All investments other than Subsidiaries and Associates are measured at fair value, with value changes recognized in Statement of Other Comprehensive Income.

1.6 Inventories

Items of inventories are valued at lower of specific cost or net estimated realizable value after providing for obsolescence, if any. Inventory of raw materials lying at factory are valued on FIFO Basis.

Cost of inventories comprises of cost of purchase, cost of transport, cost of conversion and other costs including manufacturing /other overheads incurred in bringing them to their respective present location and condition. Inter-unit goods transfers are valued at lower of cost/ net estimated realizable value. Non duty paid goods lying at port has been valued without Basic Custom Duty due to uncertainty of quantum of material to be sold against transfer of ownership/ duty paid.

1.7 Property, Plant and Equipment and Depreciation / Amortization

- a) Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any.

Cost of asset includes the following:

- i. Cost directly attributable to the acquisition of the assets.
 - ii. Incidental expenditure during the construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is directly related to construction or is incidental thereto.
 - iii. Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.
- b) Cost of replacement, major inspection, repair of significant parts and borrowing costs for long-term construction projects are capitalised if the recognition criteria are met.
- c) Upon sale of assets cost and accumulated depreciation are eliminated from the financial statements and the resultant gains or losses are recognized in the statement of profit and loss.
- d) Amounts paid towards the acquisition of property, plant and equipment outstanding as of each reporting date and the cost of property, plant and equipment not ready for intended use before such date are disclosed under capital work- in-progress.



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Depreciation

Depreciation on Property, plant and Equipment is provided on Written Down Value (WDV) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013.

1.8 Investment Property

Property that is held for long term rental yields or for capital appreciation or both, and that is not occupied by the group, is classified as investment property, Investment Property is measured at its cost, including related transaction costs and where applicable borrowing costs less depreciation and impairment, if any.

1.9 Intangible Assets and Amortisation

Intangible assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/ depreciation and impairment loss, if any. The cost comprises of purchase price, borrowing costs and any cost directly attributable to bringing the asset to its working condition for the intended use.

Cost of items of intangible assets not ready for intended use as on the balance sheet date is disclosed as intangible assets under development.

Intangible assets are amortized over the estimated useful life. The estimated useful life and amortization method are reviewed at the end of each annual reporting period, with the effect of any change in the estimate being accounted for on a prospective basis.

1.10 Impairment of non-financial assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. At each reporting date group assesses the estimate amount of impairment loss. The impairment loss recognized in prior accounting periods is reversed if there has been a change in the estimate of recoverable amount and such losses either no longer exists or has decreased. Reversal of impaired loss is recognized in the Statement of Profit & Loss.

1.11 Revenue Recognition

The Group derives revenues primarily from sale of traded goods, manufactured goods and related services.

Effective 01 April 2018, the Group has adopted Indian Accounting Standard 115 (Ind AS 115) -Revenue from contracts with customers'.

There is no effect on adoption of Ind-AS 115. Revenue is recognized on satisfaction of performance obligation which is treated as satisfied upon transfer of control of promised products or services to customers on output method in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.

On each reporting date expected credit loss on receivables is measured and accounted for as per Ind-AS 109.

The Group does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, does not adjust any of the transaction prices for the time value of money.



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Revenue from sale of products and services are recognized at a time on which the performance obligation is satisfied.

Other operating revenue – Service Charges

Group renders services only incidental to its primary activity that is trading of goods and sale of manufactured goods. Service charges are accounted for on satisfaction of performance obligation which is treated as satisfied on completion of rendering of services under the contract.

Dividend income is recognized as and when received.

Claims: All sorts of claims by or against the company are recognized as and when acknowledged / accepted / settled / received.

1.12 Employee Benefits

Short-term employee benefits- Employee benefits payable wholly within 12 months of rendering services are classified as short term employee benefits and are recognized as an expense in the Statement of Profit and Loss for the year in which the related service is rendered.

The obligations for employee benefit such as Leave encashment is accounted for on accrual basis.

Defined Contribution Plan: Contribution to defined schemes such as Provident Fund and ESI is recognized during the period in which the employee renders the related service.

Defined Benefit Plan: The Gratuity benefit is funded through the Group Gratuity Scheme under the Life Insurance Corporation of India. Contribution made under the scheme is charged as expense in the Statement of Profit & Loss.

The liability /asset in respect of defined benefit plan is the present value of the defined benefit obligation at the end of reporting period less fair value of the planned assets. The defined benefit obligation is calculated annually by actuarial valuer.

Actuarial gains or losses are recognized in Other Comprehensive Income.

Performance based declared ex-gratia & accretion thereto is provided in the Statement of Profit and Loss and to be disbursed as per the policy framed by the management.

1.13 Borrowing Costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

All other borrowing costs are charged to Statement of Profit and Loss account in the year in which they are incurred.

1.14 Functional and Presentation Currency

Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the Company operates. (Functional Currency) The consolidated financial statements are presented in Indian rupees, which is the presentation currency of company.



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Foreign Currency Transactions

- a. All foreign currency transactions are translated into functional Currency at the rate prevalent on the date of transaction.
- b. Non-monetary items are translated at the rate on the date of initial transaction.
- c. Monetary items denominated in foreign currency are translated at the prevailing closing spot rate at each reporting date.
- d. Foreign exchange gain or losses in respect of monetary and non-monetary items is recognised in statement of profit and loss.

1.15 Tax expenses represents the sum of current tax and deferred tax

a Current Income Tax

- i. Taxes including current income-tax are computed using the applicable tax rates and tax laws.
- ii. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the countries where the company operates and generates taxable income.
- iii. Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. Liability for additional taxes, if any, is provided / paid as and when assessments are completed.
- iv. Current tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

b Deferred tax

- i. Deferred income tax is recognized using balance sheet approach.
- ii. Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.
- iii. Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.
- iv. The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilized.
- v. Deferred tax related to OCI Item are recognized in Other Comprehensive Income (OCI).

1.16 Provisions

Provision is recognized when:

- i. The Group has a present obligation as a result of a past event, and
- ii) A probable outflow of resources is expected to settle the obligation



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- iii) A reliable estimate of the amount of the obligation can be made. Reimbursement of the expenditure required to settle a provision is recognised as per contract provisions or when it is virtually certain that reimbursement will be received.

Provisions are reviewed at each Balance Sheet date.

Discounting of Provisions

Provision which expected to be settled beyond 12 months are measured at the present value by using pre-tax discount rate that reflects the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

1.17 Contingent Liabilities and contingent Assets

- a) Contingent Liabilities are disclosed in either of the following cases:
- i) A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or
 - ii) A reliable estimate of the present obligation cannot be made; or
 - iii) A possible obligation, unless the probability of outflow of resource is remote.
- b) Contingent assets is disclosed where an inflow of economic benefits is probable.
- c) Contingent Liability and Provisions needed against Contingent Liability and Contingent Assets are reviewed at each Reporting date.
- d) Contingent Liability is net of estimated provisions considering possible outflow on settlement.

1.18 Earnings Per Share

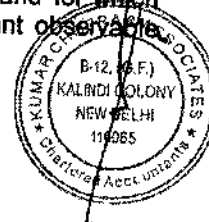
In determining earnings per share, the Company considers the net profit attributable to equity shareholders. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year. The dilutive earning per share is same as basic earning per share as there is no dilution involved during the year.

1.19 Fair Value Measurement

Group measures financial instruments at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to the group. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.



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1.20 Dividend to equity holders

Dividend paid/payable shall be recognised in the year in which the related dividends are approved by shareholders or board of directors as appropriate.

1.21 Financial instruments:-

a) Initial recognition and measurement

Financial Instruments are recognized at its fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of the financial instruments.

b) Subsequent measurement

A. FINANCIAL ASSETS

i. Financial Assets At Amortized Cost

A financial asset shall be measured at amortized cost if it 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.

ii. Fair value through Other Comprehensive Income.

A financial asset is classified as at the FVTOCI if it is held within a business model whose objective is achieved both by collecting contractual cash flows and selling the 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.

The group in respect of equity investments (other than in subsidiaries, associates and joint ventures) which are not held for trading has made an irrevocable election to present in other comprehensive income subsequent changes in the fair value of such equity instruments.

iii. Fair value through Profit and loss account

Financial assets included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

B. FINANCIAL LIABILITIES

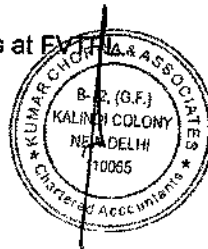
a) Financial liabilities at Amortized Cost

Financial liabilities at amortized cost are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest rate method.

b) Financial liabilities at FVTPL

The group has not designated any financial liabilities at FVTPL

c) Derecognition



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Financial Asset

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset.

Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.

d) Impairment of financial assets:

The group assesses on forward looking basis the expected credit losses associated with its assets carried at amortized cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 46(iv)(b) details how the group determines whether there has been significant increase in credit risk.

For trade receivables only, the group applied a simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognized from initial recognition of receivables.

1.22 Leases:

As a Lessee

The Group's lease asset classes primarily consist of leases for buildings taken on lease. The group assesses whether a contract contains a lease, at inception of a contract. At the date of commencement of the lease, the group recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use asset is measured by applying cost model i.e. right-of use asset at cost less accumulated depreciation. Right-of use assets are depreciated from the commencement date on a straight-line basis over the lease term.

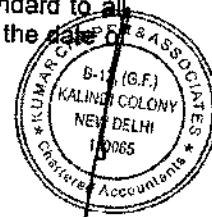
The lease liability is initially measured at amortized cost at the present value of the future lease payments. The carrying amount of lease liability is increased by interest on lease liability and reduce by lease payment made.

As a Lessor

Lease income from operating leases where the group is a lessor is recognized in income on straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

Transition

Effective April 1, 2019, the group adopted Ind AS 116 "Leases" and applied the standard to all lease contracts existing on April 1, 2019 using the modified retrospective method, on the date of



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initial application. Accordingly, Comparatives as at and for the year ended March 31, 2019 have not been retrospectively adjusted.

For the comparative information that is till March 31, 2019, the Group has followed the following accounting policy as a lessee

Finance Lease:

Leases are classified as finance leases whenever the terms of the lease, transfers substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating lease.

Assets held under finance leases are initially recognised as Assets of the group at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Operating Lease:

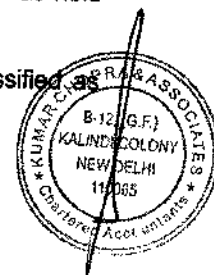
Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term except where another systematic basis is more representative of time pattern in which economic benefits from the leased assets are consumed.

1.23 Non-current Assets (or disposal groups) held for Sale

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortized once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position.

If the criteria stated by IND AS 5 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of

- (i) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognised had that asset not been classified as held for sale, and
- (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale.





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Notes to Consolidated Financial Statements as at 31st March 2021

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK					
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	For the year	Deduction / Adjustment	As at 31.03.21	As at 31.03.20	As at 31.03.19
Factory Buildings	24.82	-	-	24.82	13.93	1.14	-	15.07	16.08	1.02	-	17.10	6.54	9.55
Office Buildings	1,041.16	-	-	1,041.16	107.37	46.47	-	152.84	198.10	43.26	-	241.36	869.32	933.79
Plant & Machinery	209.89	-	-	209.89	149.44	11.43	-	160.87	160.11	8.24	-	168.35	60.77	51.44
Furniture & Fixtures	130.07	1.50	4.15	135.72	89.45	10.76	1.85	97.36	114.09	16.73	-	130.82	30.05	41.61
Office Equipments	91.63	16.53	-	108.16	74.24	14.10	-	88.34	111.86	23.54	-	135.40	94.94	17.38
Computers & Peripherals	77.95	4.27	-	82.20	62.79	10.64	-	73.44	84.48	10.03	-	94.51	20.22	15.13
Vehicles	194.38	27.44	-	221.82	136.46	20.09	-	156.55	210.72	54.30	0.43	265.05	65.25	97.90
Total	1,739.07	50.33	4.15	1,839.55	631.72	103.44	1.85	735.00	801.48	108.41	0.43	910.11	1,072.17	1,131.28

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK					
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	For the year	Deduction / Adjustment	As at 31.03.21	As at 31.03.20	As at 31.03.19
Buildings #	-	169.87	-	169.87	-	71.94	-	71.94	138.93	66.71	-	205.64	97.83	-
Total	-	169.87	-	169.87	-	71.94	-	71.94	138.93	66.71	-	205.64	97.83	-

Refer note no. 46 for Right-of-use Assets

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK					
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	For the year	Deduction / Adjustment	As at 31.03.21	As at 31.03.20	As at 31.03.19
Leasehold improvement *	-	44.03	-	44.03	-	-	-	-	-	-	-	-	44.03	-
Total	-	44.03	-	44.03	-	-	-	-	-	-	-	-	44.03	-

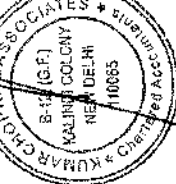
* Refer note no. 36B for Capital Commitments

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK					
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	For the year	Deduction / Adjustment	As at 31.03.21	As at 31.03.20	As at 31.03.19
Land: Franchised Buildings /	2,184.34	-	673.84	2,858.18	1,530.13	-	-	1,530.13	2,184.34	2,184.34	-	4,368.68	2,184.34	2,184.34
Buildings /	3,441.21	20.81	-	3,462.02	486.44	143.95	-	630.39	2,702.99	138.83	-	2,841.82	2,631.43	2,964.78
Total	5,625.55	20.81	673.84	6,320.17	2,016.57	143.95	-	2,160.78	4,881.41	182.68	-	5,064.09	4,815.77	5,149.12

* Refer note no. 34 for Investment Property

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK					
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	For the year	Deduction / Adjustment	As at 31.03.21	As at 31.03.20	As at 31.03.19
Software	23.85	-	-	23.85	18.06	1.71	-	19.77	21.37	0.90	-	22.27	3.47	5.18
Total	23.85	-	-	23.85	18.06	1.71	-	19.77	21.37	0.90	-	22.27	3.47	5.18

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK					
	As at 01.04.19	Additions	Sales / Adjustments	As at 31.03.20	As at 01.04.19	For the year	Deduction / Adjustment	As at 31.03.20	Total As At 31.03.21	For the year	Deduction / Adjustment	As at 31.03.21	As at 31.03.20	As at 31.03.19
Software	18.86	-	-	18.86	16.86	-	-	16.86	18.86	-	-	18.86	16.86	16.86
Total	18.86	-	-	18.86	16.86	-	-	16.86	18.86	-	-	18.86	16.86	16.86





Notes to Consolidated Financial Statements as at 31st March 2021

3 NON CURRENT INVESTMENTS

(Rupees in Lakhs)

S.No	Name of the Company	Nature of Investment	Face Value	No of Shares		Amount	
				As at 31-03-21	As at 31-03-20	As at 01-04-21	As at 01-04-20
A In Equity Shares							
a) Quoted (Fully Paid Up)							
1	Hindustan Petroleum Corporation Ltd. Market Value as on 31-3-21 Rs. 3,16,643/- (PY- Rs.2,56,702/-)	Equity Shares	10	1,350	1,350	3.17	2.57
2	DCM Sircam Ltd. Market Value as on 31-3-21 Rs.65,09,350/- (PY-Nil)	Equity Shares	2	17,000	-	85.09	-
3	GAIL (India) Ltd. Market Value as on 31-3-21 Rs. NIL- (PY- Rs. 3,19,94,325/-)	Equity Shares	10	-	4,18,500	-	319.94
b) Unquoted (Fully Paid Up)							
i) In Wholly Owned Subsidiary							
1	Atamnic Township and Resorts Pvt. Ltd.	Equity Shares	10	11,30,000	11,30,000	-	-
2	Brokenhills Township and Resorts Pvt. Ltd.	Equity Shares	10	16,10,000	16,10,000	-	-
3	Springdale Township and Resorts Pvt. Ltd.	Equity Shares	10	10,90,000	10,90,000	-	-
4	Valley View Township Pvt. Ltd.	Equity Shares	10	20,10,000	20,10,000	-	-
5	KLJ Resources OMCC	Equity Shares	AED1000	3,870	3,870	-	-
6	AK Buildtech Pvt. Ltd.	Equity Shares	10	10,000	10,000	-	-
7	Sadhok Real Estate Pvt. Ltd.	Equity Shares	10	10,000	10,000	-	-
ii) In Associates							
1	Hamiog Plastic Goods Pvt. Ltd. (Shareholding 24%)	Equity Shares	10	18,235	18,235	4.86	4.87
2	KLJ Organic (Thailand) Limited (Shareholding 27.84%)	Equity Shares	Baht 126	-	2,70,010	1,034.88	787.18
iii) In Others							
1	Pithvi Sound Products Co. Pvt. Ltd.	Equity Shares	100	5,715	5,715	1,040.47	915.89
2	Lubhavani Properties Pvt. Ltd.	Equity Shares	10	8,600	8,600	52.98	52.72
3	MH Buildtech Pvt. Ltd.	Equity Shares	10	6,40,000	6,40,000	88.11	65.88
4	Bhadani Financers Pvt. Ltd.	Equity Shares	10	33,500	33,500	71.02	53.60
5	Pragati Imports Pvt. Ltd.	Equity Shares	10	45,000	45,000	77.40	60.76
6	Pragati Imtrade Pvt. Ltd.	Equity Shares	10	45,000	45,000	58.95	46.35
7	Pragati Tradecom Pvt. Ltd.	Equity Shares	10	45,000	45,000	63.00	49.50
8	Sweetik Exports and Imports Pvt. Ltd.	Equity Shares	10	45,000	45,000	88.85	54.00
9	Sweetik Tracom Pvt. Ltd.	Equity Shares	10	45,000	45,000	69.30	54.45
10	Sweetik Tradex Pvt. Ltd.	Equity Shares	10	45,000	45,000	68.85	54.00
11	KLJ Developers Pvt Ltd.	Equity Shares	10	4,76,000	4,76,000	1,480.36	1,437.82
12	KLJ Plastic Ltd	Equity Shares	10	58,000	58,000	-	-
13	AMI Computers Ltd	Equity Shares	10	2,000	2,000	-	-
14	Asia Pacific Financial Services Ltd	Equity Shares	10	500	500	-	-
15	S M Dyechem Ltd	Equity Shares	10	500	500	-	-
B In Preference Shares- Unquoted (Fully Paid Up)							
1	KLJ Plastic Ltd	Preference Shares	10	15,210	15,210	-	-
c) In Bonds: Quoted (Fully Paid Up)							
1	5.25% Shriram Transport Finance Company Market Value As on 31-03-21 Rs. 1,01,13,000/- (PY Rs NIL)	Bonds	10,00,000	10	-	101.13	-
2	8.5% Vedanta Limited Market Value as on 31-03-21 Rs. 1,00,02,000/- (PY Rs NIL)	Bonds	10,00,000	10	-	100.02	-
C In Mutual Funds: Quoted (Fully Paid Up)							
1	Kotak Standard Multicap Fund Market Value as on 31-3-2021 Rs. 2,78,48,741/- (PY- Rs. 1,66,09,784/-)	Mutual Funds (No's in units)	10	8,14,948	8,14,948	278.49	166.10
Total Investments						4,722.92	4,125.29

a) Aggregate amount of quoted investments and market value thereof;

279.66 488.81

b) Aggregate amount of unquoted investments;

4,157.02 3,636.48

c) Aggregate amount of impairment in value of investments.

85.10 85.10

Investments other than investments in subsidiaries and Associates are recognized at Fair Value through Other Comprehensive income as per Ind AS 109. Investments in subsidiaries and associates have been carried at cost.





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Notes to Consolidated Financial Statements as at 31st March 2021

(Rupees in Lakhs)

	As At 31st March 2021	As At 31st March 2020
4 OTHER NON CURRENT FINANCIAL ASSETS (Unsecured, considered good)		
Security Deposits	163.49	196.11
Income Tax Refundable		
Others		
Advance for Investment *	363.45	1,506.69
	<u>526.94</u>	<u>1,702.80</u>
5 DEFERRED TAX ASSETS / (LIABILITIES) (net)		
Opening Balance	(274.44)	(63.04)
Add: Charge/(Credit) to Statement of Profit and Loss	20.08	(30.74)
Add: Charge/(Credit) to Other Comprehensive Income	(107.83)	(180.66)
	<u>(362.19)</u>	<u>(274.44)</u>
Component of Deferred Tax Asset / (Liabilities)		
Opening Balance		
Property, Plant & Equipment and Intangible Asset	80.89	103.69
Provisions	20.84	28.78
Fair Value of Investment	(381.62)	(194.60)
Defined Benefit Plans	5.44	(0.91)
	<u>(274.45)</u>	<u>(63.04)</u>
Charge/(Credit) to Statement of Profit and Loss		
Property, Plant & Equipment and Intangible Asset	9.52	(22.80)
Provisions	10.57	(7.94)
	<u>20.09</u>	<u>(30.74)</u>
Charge/(Credit) to Other Comprehensive Income		
Fair Value of Investment	(103.61)	(187.02)
Defined Benefit Plans	(4.22)	6.36
	<u>(107.83)</u>	<u>(180.66)</u>
Closing Balance		
Property, Plant & Equipment and Intangible Asset	90.41	80.89
Provisions	31.41	20.84
Defined Benefit Plans	1.22	5.44
Fair Value of Investment	(485.22)	(381.62)
	<u>(362.18)</u>	<u>(274.45)</u>
6 OTHER NON CURRENT ASSETS		
Planned Asset (Gratuity)	46.61	21.01
Security Deposit	16.07	16.07
	<u>62.68</u>	<u>37.08</u>
7 INVENTORIES		
Stock In Trade	56,809.26	28,198.38
Raw Materials	403.18	519.81
Finished Goods	124.60	170.36
	<u>57,337.04</u>	<u>28,888.55</u>
Goods in transit included in above Inventories of Rs.11498.40 Lakhs (Stock in Trade Rs.11449.30 Lakhs and Raw Materials Rs.49.10 Lakhs) in FY 2020-21		
Goods in transit included in above Inventories of Rs.7302.25 Lakhs (Stock in Trade Rs.7287.99 Lakhs and Raw Materials Rs.14.26 Lakhs) in FY 2019-20		
8 TRADE RECEIVABLE (Unsecured, considered good)		
Related Party	1,356.45	1,776.06
Others	46,949.36	37,742.51
	<u>48,305.81</u>	<u>39,518.57</u>
Less: Provision for Expected Credit Losses	25.00	12.00
	<u>48,280.81</u>	<u>39,506.57</u>

*Refer note no. 46 for market risk and credit risk"





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Notes to Consolidated Financial Statements as at 31st March 2021

(Rupees in Lakhs)

	As At 31st March, 2021	As At 31st March, 2020
9 CASH AND CASH EQUIVALENTS		
Cash on Hand	12.71	10.89
<u>Balance with Banks:</u>		
Current Accounts	1,982.55	619.85
	<u>1,995.26</u>	<u>630.74</u>
10 BANK BALANCES OTHER THAN CASH & CASH EQUIVALENTS		
FDR's with Banks as Margin Money	3,435.81	3,600.69
FDR's with Banks as Security	1,591.96	1,550.00
	<u>5,027.77</u>	<u>5,150.69</u>
11 LOANS		
(Unsecured, Considered Good)		
Loans to related parties	-	-
Others	6,285.94	4,210.04
	<u>6,285.94</u>	<u>4,210.04</u>
"Refer note no. 46 for credit risk and market risk"		
12 OTHER CURRENT FINANCIAL ASSETS		
SAD Receivable	-	9.44
Accrued Interest on FDR's	71.98	67.72
Advances (Recoverable in cash or in kind or for value to be received)	58.39	143.94
Rent Receivable	60.68	17.65
	<u>191.05</u>	<u>238.75</u>
13 CURRENT TAX		
Advance Tax & TDS	6,616.09	1,648.65
Less: Direct Tax Payable	6,971.41	1,366.74
	<u>(355.32)</u>	<u>281.91</u>
14 OTHER CURRENT ASSETS		
Prepaid Expenses	246.67	142.97
Balance of GST	2,207.46	1,084.35
Advances Others	779.47	221.67
	<u>3,233.60</u>	<u>1,448.99</u>





Notes to Consolidated Financial Statements as at 31st March 2021

(Rupees in Lakhs)

	As At 31st March, 2021	As At 31st March, 2020
15 EQUITY SHARE CAPITAL		
Authorised Share Capital:	2,500.00	2,500.00
2,50,00,000 Equity Shares (PY 2,50,00,000 Equity Shares) of Rs 10/- each		
Issued, Subscribed, Called & fully Paid -up shares:	1,074.00	1,074.00
1,07,40,000 Equity Shares (PY 1,07,40,000 Equity Shares) of Rs.10/- each, fully paid up	1,074.00	1,074.00

(a) Reconciliation of the shares outstanding at the beginning and at the end of the

	As At 31st March, 2021		As At 31st March, 2020	
	No. of Shares Held	Amount	No. of Shares Held	Amount
Equity Shares				
At the beginning of the year	1,07,40,000	1,074.00	1,07,40,000	1,074.00
issued during the year				
Outstanding at the end of the year	1,07,40,000	1,074.00	1,07,40,000	1,074.00

(b) Rights, preference and restrictions attached to Equity Shares:

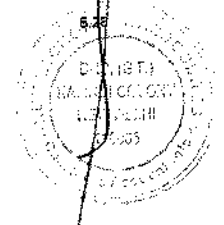
The company has at present only one class of equity shares having a par value of Rs.10/- each share. Each shareholder is entitled for one vote per share held & entitled to dividend in proportion of their shareholdings. In the event of liquidation of the company, the holders of the equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholdings.

(c) During the financial year 2017-18 the Company has issued 35,80,000 Bonus share in the ratio of one equity share for every two shares held by capitalization of Securities Premium

(d) The Company has not issued any shares for a consideration other than cash immediately preceding five year except aforesaid Bonus Shares.

(e) Details of Shareholders holding more than 5% shares in the company:

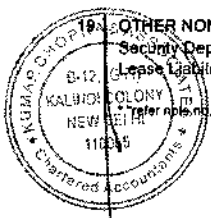
Name of the Shareholders	As At 31st March, 2021		As At 31st March, 2020	
	No. of Shares Held	Percentage of Holding	No. of Shares Held	Percentage of Holding
Sh. Hemant Jain	13,15,200	12.26	13,15,200	12.26
Sh. Kamal Jain	13,14,750	12.24	13,14,750	12.24
Sh. Pushp Jain	13,15,050	12.24	13,15,050	12.24
Bhadani Financers Pvt. Ltd	12,00,000	11.17	12,00,000	11.17
Siddhi Shree Vincom Pvt. Ltd.	12,09,022	11.26	12,09,022	11.26
Sh. K. L. Jain	9,75,000	9.08	9,75,000	9.08
Mangalshree Suppliers Pvt. Ltd.	8,98,200	8.36	8,98,200	8.36
Pioneer Infra-Constructions (P) Ltd	7,50,750	6.99	7,50,750	6.99
Smt. Sushila Jain	6,75,000	6.28	6,75,000	6.28





Notes to Consolidated Financial Statements as at 31st March 2021

		(Rupees in Lakhs)	
		As At	As At
		<u>31st March, 2021</u>	<u>31st March, 2020</u>
16	OTHER EQUITY		
a)	Securities Premium Account		
	Balance as per last financial statements	3,819.60	3,819.60
	Closing Balance	<u>3,819.60</u>	<u>3,819.60</u>
b)	Capital Reserves		
	Balance as per last financial statements	416.89	356.15
	Add: Exchange fluctuation on investment with foreign subsidiary	(20.13)	60.74
	Closing Balance	<u>396.76</u>	<u>416.89</u>
c)	Retained Earnings		
	Balance as per last financial statements	38,816.96	34,893.77
	Add: Profit for the year	20,959.32	3,955.65
	Less: Dividend (including Tax)	26.85	32.37
	Net Surplus in the statement of profit and loss	<u>59,749.43</u>	<u>38,816.96</u>
d)	Other Comprehensive Income		
	Balance as per last financial statements	1,473.12	742.39
	Add: Adjustment of Planned Assets (Gratuity)	12.55	(18.90)
	Add: Fair Value of Investment	362.41	615.77
	Add: Exchange Fluctuation Difference	(68.04)	133.86
	Net Balance of Other Comprehensive Income	<u>1,780.04</u>	<u>1,473.12</u>
		<u>65,765.84</u>	<u>44,526.57</u>
17	BORROWINGS-NON-CURRENT		
	Secured		
	Vehicle Loan		
	Secured with HDFC Bank Ltd. by Hypothecation of Vehicle Repayable in 37 months by Aug,2023	36.75	-
	Secured with Corporation Bank Ltd. by Hypothecation of Vehicle Repayable in 24 months by Sep,2022	4.36	-
	Term Loan	944.79	1,628.15
	(Secured by equitable mortgaged on immovable properties at DLF Magnollas, gurgaon, Haryana)		
	(All loans taken by the Group for tenor of 10 years and are repayable on September, 2027 as per loan agreement and interest is payable at 8.5% per annum)		
	Unsecured		
	Others	609.31	775.95
	Vehicle Loan		
	(Secured with Axis Bank Ltd. by Hypothecation of Vehicle)		
	(All loans taken by the Group and are repayable on March, 2022 as per loan agreement dated March 01, 2020 and interest is payable at 3% per annum)		
		<u>1,596.21</u>	<u>2,404.10</u>
18	PROVISIONS-NON-CURRENT		
	Provisions for employee benefits		
	Ex-Gratia	99.55	83.69
		<u>99.55</u>	<u>83.69</u>
19	OTHER NON CURRENT LIABILITIES		
	Security Deposits	119.01	119.99
	Lease Liability	464.99	89.97
	(Refer note no. 50 for lease liability)	<u>584.00</u>	<u>209.96</u>





Notes to Consolidated Financial Statements as at 31st March 2021

	(Rupees in Lakhs)	
	As At	As At
	31st March, 2021	31st March, 2020
20 BORROWINGS-CURRENT		
Secured		
From Banks:		
Cash Credit Facilities*	5,786.85	326.93
Buyer's Credit In Foreign Currency*	6,010.95	8,525.21
	<u>11,797.80</u>	<u>8,852.14</u>
Unsecured		
Loans		
Related Parties	232.94	604.72
	<u>232.94</u>	<u>604.72</u>
	<u>12,030.74</u>	<u>9,456.86</u>

*Credit Facilities are secured as under:

The facilities are secured by the first charge on pari passu basis with all banks in Consortium on stocks in trade and the entire current assets including goods in transit and Book Debts and Receivables. Further the loans are collateralized by the guarantees of promoter directors/group concern and some additional properties owned by the company/directors' relatives/group concerns. In respect of Buyer's Credit, Indian Bankers have given guarantee to foreign banks.

21 TRADE PAYABLES		
a) dues of micro enterprises and small enterprises	47.95	50.36
b) dues of creditors other than micro enterprises and small enterprises		
Related Parties	678.75	683.36
Others	44,813.26	31,086.57
	<u>45,739.96</u>	<u>31,820.29</u>
Refer note no. 40 for MSME Disclosure		
22 OTHER FINANCIAL CURRENT LIABILITIES		
Current Maturity of Long Term Borrowings	277.61	180.62
Interest accrued	0.36	14.52
	<u>277.97</u>	<u>195.34</u>

23 OTHER CURRENT LIABILITIES		
Statutory Liabilities	262.60	278.96
Current Maturity of Long Term Lease Liability	49.12	7.23
Advances From Customers	4,341.44	367.54
Other Payables	1,192.12	1,808.34
	<u>5,845.27</u>	<u>2,462.07</u>

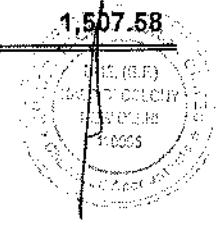




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Notes to Consolidated Financial Statements for the Year Ended 31st March 2021

	Year Ended 31st March, 2021	(Rupees in Lakhs) Year Ended 31st March, 2020
24 REVENUE FROM OPERATIONS (GROSS)		
Sale of Products	2,61,575.71	2,76,299.59
Other Operating revenues	777.01	701.29
	<u>2,62,352.72</u>	<u>2,77,000.88</u>
25 OTHER INCOME		
Interest on FDRs	182.97	238.00
Interest on Right-of-use Assets	1.06	1.26
Interest Other's	616.00	428.91
Rent	414.08	477.79
Bad Debts Recovery (Net of Write off)	19.00	53.33
Profit on Sale of Shares (Net)	559.73	120.11
Dividend	30.18	0.13
Profit on Sale of Fixed Assets	(133.87)	-
Misc. Income	184.33	188.05
	<u>1,873.47</u>	<u>1,507.58</u>

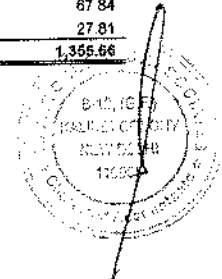




Notes to Consolidated Financial Statements for the Year Ended 31st March 2021

	Year Ended 31st March, 2021	(Rupees in Lakhs) Year Ended 31st March, 2020
26 COST OF MATERIAL CONSUMED		
Opening Stock	519.81	905.54
Add: Purchases	7,319.72	5,699.32
	7,839.53	6,604.86
Less: Closing Stock	403.18	519.81
	7,436.35	6,085.05
27 PURCHASE OF STOCK-IN-TRADE		
Purchase of Traded Goods	2,15,763.87	2,04,526.87
Import Expenses	7,206.37	6,116.76
Foreign Exchange Fluctuation Effect	(1,130.26)	3,197.69
	2,21,839.98	2,13,841.32
28 CHANGES IN INVENTORIES OF FINISHED GOODS & STOCK-IN-TRADE		
Opening Stock		
Traded Goods	28,198.36	42,196.82
Finished Goods	170.36	115.70
	28,368.74	42,312.52
Less : Closing Stock		
Traded Goods	56,809.26	28,196.38
Finished Goods	124.60	170.36
	66,933.86	28,366.74
	(28,565.12)	13,943.78
29 EMPLOYEE BENEFITS EXPENSES		
Salaries & Wages *	2,127.62	1,260.01
Contribution to Provident and other funds	75.40	67.84
Staff Welfare Expenses	40.94	27.81
	2,243.96	1,355.66

* Included Managerial Remuneration Rs.818.20 Lakhs (PY Rs.283.20 Lakhs)



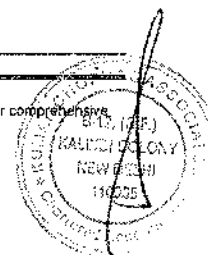


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Notes to Consolidated Financial Statements for the Year Ended 31st March 2021

	Year Ended 31st March, 2021	(Rupees in Lakhs) Year Ended 31st March, 2020
30 FINANCE COST		
Interest Paid	464.46	1,031.72
Bank Charges & Commission	213.88	154.04
Interest on Right-of-use Liability	22.47	9.81
	720.81	1,195.57
31 OTHER EXPENSES		
Rent	42.30	24.63
Rates & Taxes / Fees	15.78	24.74
Repairs & Maintenance	93.18	72.04
Insurance Expenses	8.49	3.41
Power, Electricity & Water	29.02	17.47
Consumable Stores, Spares Parts Consumed	1.42	0.82
Telephone & Mobile	12.86	20.22
Postage & Courier Charges	6.31	7.71
Printing, Stationery & Computer expenses	13.42	14.69
Travelling and Conveyance	76.44	173.08
Vehicle Running & Maintenance	22.10	14.83
Loss on Sale of Fixed Assets	-	2.06
Cess Expenses	250.00	46.75
Advertising & Publicity	7.16	7.83
Business Promotion	73.12	94.95
Brokerage & Commission	572.09	254.95
Reclassified Net Cumulative Loss on Investment in Equity Share Carried at FVTOCI	21.27	-
Export Expenses	5.53	0.46
Freight Expenses	906.92	624.21
Consultancy, Legal & Professional Fees	149.31	119.40
Membership & Subscriptions	36.92	13.35
Director Sitting Fee	1.18	0.43
Miscellaneous Expense	178.06	79.29
Bad Debts (Net)	17.45	-
CSR Expenses	207.50	71.95
Provision for Expected Credit Losses	13.00	4.00
Auditor Remuneration- Refer Note 37	15.10	16.28
	2,701.72	1,709.35
32 OTHER COMPREHENSIVE INCOME		
The disaggregation of changes to OCI by each type of reserve in equity is shown below:		
a) <u>Remeasurement of Defined benefit plans</u>		
Items that will not be reclassified to Profit or Loss		
Income Tax relating to items that will not be reclassified to Statement of Profit and Loss	16.77	(25.25)
	(4.22)	6.38
b) <u>Exchange Fluctuation Difference</u>	(58.04)	133.86
c) <u>Remeasurement of Fair Value Investment</u>		
Items that will not be reclassified to Profit or Loss		
Income Tax relating to items that will not be reclassified to Statement of Profit and Loss	444.74	802.79
Breakup of Tax	(103.61)	(167.02)
i) Current year Income Tax	(103.61)	(167.02)
ii) Excess Income Tax of earlier year reversed	-	-
	295.64	730.74
d) <u>Remeasurement of Fair Value Investment</u>		
Items that will be reclassified subsequently to Profit or Loss		
Net cumulative (gain)/loss reclassified to statement of profit and loss of investment in equities carried at fair value through other comprehensive income	28.43	-
Income Tax relating net cumulative gain reclassified to statement of profit and loss of investment in equities carried at fair value through other comprehensive income	(7.13)	-
	21.28	-

Actuarial Gain on Contingency and increase in fair valuation of investments along with its tax component are recognised in other comprehensive income.





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Note 33. Earnings per Share:

Particulars	(Rupees in Lakhs)	
	31st March 2021 (Rs. per share)	31st March 2020 (Rs. per share)
Basic EPS		
From continuing operation	195.15	36.83
From discontinuing operation	-	-
Diluted EPS		
From continuing operation	195.15	36.83
From discontinuing operation	-	-

33.1 Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share:-

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Profit attributable to equity holders of the group:		
Continuing operations	20,959.32	3,955.56
Discontinuing operations	-	-
Earnings used in calculation of Basic Earning Per Share	20,959.32	3,955.56

Weighted average number of shares for the purpose of basic earnings per share	1,07,40,000	1,07,40,000
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33.2 Diluted Earning per Share

The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Profit attributable to equity holders of the group:		
Continuing operations	20,959.32	3,955.56
Discontinuing operations	-	-
Earnings used in calculation of diluted Earning Per Share from continuing operations	20,959.32	3,955.56

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows:

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Weighted average number of Equity shares used in calculation of basic earnings per share	1,07,40,000	1,07,40,000
Effect of dilution:		
Share Options	-	-
Weighted average number of Equity shares used in calculation of diluted earnings per share	1,07,40,000	1,07,40,000

Note 34. Employee Benefit Obligation

The company obtained reports as required by Ind AS 19 (Employee Benefits) based on which disclosures have been made in the financial statement for the year ended March, 31 2021. The disclosures as required by the Ind AS 19 are as below.

Defined Benefit Plan

Gratuity

The company makes annual contributions to an income tax approved irrevocable trust gratuity fund to finance the plan liability, a funded defined benefit plan for qualifying employees.

Actuarial Assumptions

Particulars	31st March 2021	31st March 2020
i) Discounting Rate	6.80%	6.80%
ii) Future Salary Increase	6.00%	6.00%

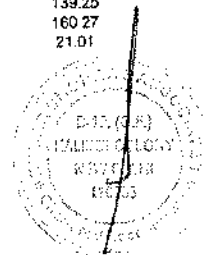
Particulars	31st March 2021	31st March 2020
Retirement Age (Years)	60	60
Mortality rates inclusive of provision for disability	100% of IALM (2012-14)	100% of IALM (2012-14)

Particulars	Withdrawal Rate	Withdrawal Rate
Attrition at Ages		
Up to 30 Years	3.00%	3.00%
From 31 to 44 years	2.00%	2.00%
Above 44 years	1.00%	1.00%

Balance Sheet and related analysis

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Present Value of the obligation at end	140.66	139.25
Fair value of plan assets	187.27	160.27
Unfunded Liability/provision in Balance Sheet	46.61	21.01

The amounts recognized in the income statement





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Particulars	31st March 2021	31st March 2020
Total Service Cost	15.51	15.56
Net Interest Cost	(1.43)	(4.26)
Expense recognized in the Income Statement	14.08	11.31
Other Comprehensive Income (OCI)		
Net cumulative unrecognized actuarial gain/(loss) opening	-	-
Actuarial gain / (loss) for the year on PBO	16.65	(23.46)
Actuarial gain / (loss) for the year on Asset	0.12	(1.79)
Unrecognized actuarial gain/(loss) at the end of the year	16.77	(25.25)
Change in Net Defined Benefit Obligation		
Net defined benefit liability at the start of the period	(21.01)	(55.57)
Acquisition adjustment	-	(29.54)
Total Service Cost	15.51	15.56
Net Interest cost (Income)	(1.43)	(4.26)
Re-measurements	(16.77)	25.25
Contribution paid to the Fund	(22.91)	(2.00)
Benefit paid directly by the enterprise	-	-
Net defined benefit liability at the end of the period	(46.61)	(21.01)
Sensitivity Analysis of the defined benefit obligation		
a) Impact of the change in discount rate		
<u>Present Value of Obligation at the end of the period</u>	139.25	139.25
Impact due to increase of 0.50%	(7.24)	(7.59)
Impact due to decrease of 0.50 %	7.67	8.25
Impact of the change in salary increase		
<u>Present Value of Obligation at the end of the period</u>	139.25	139.25
Impact due to increase of 0.50%	7.90	8.30
Impact due to decrease of 0.50 %	(7.33)	(7.58)

Sensitivities due to mortality & withdrawals are not material & hence impact of change due to these not calculated

Sensitivities as rate of increase of pensions in payment, rate of increase of pensions before retirement & life expectancy are not applicable.

Note 35. Investment Properties

(i) Lease Arrangements

The group has various premises under operating lease arrangements. These are cancellable and range between 11 months to 5 years which are renewable by mutual consent on mutually agreeable terms. The group has taken interest free security deposit under certain agreements

(ii) Amount recognised in profit or loss for investment properties

Rental Income	377.74	445.88
Depreciation	30.82	30.41
Rental Expenses	0.84	0.47
Profit from Investment properties	346.28	415.00

(iii) Estimation of fair value

a) The group has two properties that have been considered as Building under investment properties. The fair value of the leased properties is estimated at Rs. 7294 lakhs. The fair valuation is based on valuation report by the approved valuers.

Immovable Property held for rental income and capital appreciation classified as investment property as per Ind AS 40.

b) The group has certain piece of land that have been considered as Land under investment properties. The fair value of the properties is estimated at Rs. 1368 lakhs. The fair valuation is based on as per circle rate.

Fair value hierarchy

The fair value of investment property has been determined by circle rates provided by stamp Authority.

The fair value measurement for all of the investment property has been categorised as a level 3 fair value based on the inputs to the valuation techniques used.

The company has not earned any rental income on the above properties.

Note 36. Loans and Advances etc.

Balances in Loans and advances, Receivables / Recoverable, Advance from Customers, Sundry Creditors and Sundry Debtors etc. are subject to reconciliation, confirmation and consequential adjustments, if any.

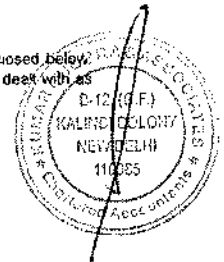
In the opinion of the management, the value of Current Assets, Loans and Advances, on realization in the ordinary course of business, will not be less than the value at which these are stated in the Balance Sheet, except unless stated otherwise. The Provision for all known Liability is adequate and not in excess of the amount considered reasonably necessary

Note 37. Commitments, Contingent Liabilities and Contingent Assets

37.1 Capital Commitments : As at 31st March, 2021 Rs. Nil and 31st March, 2020 Rs.74.37 (under agreements to purchase/construct property and equipment. These amounts are net of capital advance paid in respect of these purchases.)

37.2 Contingent Liabilities

i) Contingent Liabilities, as defined in Ind AS 37 on "Provisions on Contingent Liabilities and Contingent Assets", are disclosed below. Provision is made, if it becomes probable that and outflow of future economic benefits will be required for the item previously dealt with as Contingent Liability.





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Particulars	(Rupees in Lakhs)	
	As at 31st March 2021	As at 31st March 2020
Net Outstanding LC's with Bank	6,988.69	7,103.60
Corporate Guarantee issued to Bank (for wholly owned subsidiary)	4,042.76	7,538.69
Bank Guarantee Outstanding with ICICI Bank		904.01

In case of foreign subsidiary

The Group has working capital facilities (WCF) from ICICI Bank Limited (DIFC Branch), Dubai, UAE. The WCF are comprising of fund based facilities in the form of Trust Receipt of USD 10.0 million with fund based sub limit of Working Capital Demand Loan upto USD 5.0 million and non-fund based sub limit of Financial Guarantee and Performance Guarantee and Letter of Credit of USD 10.0 million and additional non fund based sub limit of Stand by Letter of Credit of USD 5.0 million.

The facilities are secured by

- Hypothecation of stocks and inventory of the borrower on a pari passu basis
- Corporate Guarantee of KLJ Resources Limited (Parent/Holding Company) up to 110.0% of the Facility amount.
- Personal Guarantee of Mr. Hemant Jain (Promoter/Director)
- Subordination of KLJ Resources Ltd's current account with the borrower

It is not practical of the company to estimate the timing of cash outflow if any in respect of above stated contingent liabilities

Group does not expect any reimbursement from third party in respect of these contingent liabilities.

37.3 Contingent Asset

NIL

Note 38. Break Up of Auditors Remuneration

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Payment to Statutory Auditors		
-Audit Fee	9.10	10.28
-Certification Work	1.00	1.00
Payment to Tax Auditors	3.50	0.50
Payment to Cost Auditors	1.50	1.50
Payment to Internal Auditors	3.00	3.00
	16.10	16.28

Note 39. Detail of Unhedged Foreign currency exposures are as under:

Particulars	(Rupees in Lakhs)	
	As at 31st March 2021	As at 31st March 2020
Un-hedged Foreign Currency Payable	44,031.62	39,723.84

Note 40. No amounts are due for deposits at the Balance Sheet date to the Investor Education and Protection Fund.

Note 41. MSME Disclosure

The group has not received confirmations from many suppliers regarding their status of registration under Micro, Small and Medium Enterprises Development Act, 2006 and as such, it is presumed that they are not registered under the Act. In case of supplier who have confirmed their MSME status following information is disclosed as per the Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year

Particulars	(Rupees in Lakhs)	
	As at 31st March 2021	As at 31st March 2020
Principal Unpaid as at 31st March, 2021	47.95	50.36
Interest accrued thereon and unpaid	NIL	NIL
Total amount outstanding as at 31st March, 2021	47.95	50.36

i) The amount of interest paid by the buyer in terms of section 18, alongwith the amount of the payment made to the supplier beyond the appointed day during each accounting year:

Principal paid beyond appointed day during the year	NIL	NIL
Interest paid during the year	NIL	NIL

ii) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act

Interest due and payable as at 31st March, 2021	NIL	NIL
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iii) The amount of interest accrued and remaining unpaid at the end of each accounting year:

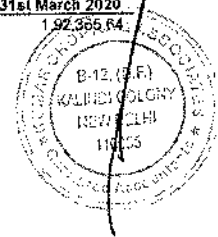
Interest due and payable for the year ended 31st March, 2021	NIL	NIL
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iv) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as deductible expenditure under section 23. NIL

Note 42. Additional Information:

a) Value of imports calculated on CIF Basis

Particulars	(Rupees in Lakhs)	
	31st March 2021	31st March 2020
Materials (Chemicals)	1,62,232.03	1,92,366.64





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(Rupees in Lakhs)		
b) Expenditure in Foreign Currency during the Year		
Particulars	31st March 2021	31st March 2020
Interest on LC financed	92.74	455.49
Travelling & Tour	24.09	48.32
Business Promotion	-	1.96
Membership & Subscriptions	6.50	3.86
Insurance	5.11	1.95
Survey Fee		0.72
Commission		24.37

c) Value of Raw Materials and Stores and Spares consumed during the Year Ended				
	(Rupees in Lakhs)		Percentage %	
	31st March 2021	31st March 2020	31st March 2021	31st March 2020
Raw Materials				
Imported	2,201.27	4,178.97	29.60%	68.66%
Indigenous	5,235.09	1,906.08	70.40%	31.32%
Total	7,436.35	6,085.05	100.00%	100.00%
Stores & Spares				
Indigenous	1.42	0.82	100.00%	100.00%
Total	1.42	0.82	100.00%	100.00%

(Rupees in Lakhs)		
d) Earning in Foreign Exchange		
Particulars	31st March 2021	31st March 2020
Export of Goods calculated on F.O.B. basis	18,199.65	9,285.55

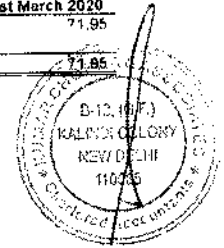
Note 43, Corporate Social Responsibility (CSR)

a) CSR amount required to be spent as per Section 135 of the Companies Act, 2013 read with Schedule VII thereof by the Company during the year is Rs.134.60 Lakhs (Previous Year Rs.144.29 Lakhs)

b) Expenditure related to Corporate Social Responsibility is Rs.207.5 lakhs (Previous Year Rs.71.95 Lakhs)

Detail of Amount spent towards CSR given below

(Rupees in Lakhs)		
Particulars	31st March 2021	31st March 2020
Health (Construction/acquisition of assets)		71.95
Health, Education & Skill Development Activity	207.50	
Total	207.50	71.95





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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

1 Enterprises where control exists:-

Subsidiaries:

Allamonte Townships and Resorts Pvt. Ltd.

Brokenhills Townships and Resorts Pvt. Ltd.

Springdale Townships and Resorts PVT. Ltd.

Valley View Townships Pvt. Ltd

KLJ Resources DMCC

AK Buildtech Pvt. Ltd.

Sadhok Real Estate Pvt. Ltd

KLJ Resources PTE Limited (Subsidiary of KLJ Resources DMCC)

2 Other related parties with whom the company had transactions:-

a) Associates:

Hamiog Plastic Goods Pvt. Ltd.

KLJ Organic (Thailand) Ltd. (Associate of KLJ Resources DMCC)

b) Others (Group Concern):

KLJ Plasticizers Limited.

KLJ Organic Ltd.

KLJ Organic Ltd. Qatar WLL

Prithvi Sound Products Co. Pvt Ltd.

KLJ Polymers & Chemicals Ltd.

HH Buildtech Pvt. Ltd.

Inspiration Dealers Pvt. Ltd.

Hamiog Traders Pvt. Ltd.

KLJ Developers Private Limited

D M Realty Developers Pvt. Ltd.

c) Key Management Personnel:

Sh. Hemant Jain	Managing Director
Sh. Ajai Kumar Gupta	Company Secretary
Sh. Suresh Chand Jaitner	Chief Financial Officer
Sh. Dilip Kumar Karn	Director
Sh. Sukh Raj Sethia	Director
Sh. Gulshan Raj Kanwal	Director
Sh Ram Prakash Makan	Director
Ms Kalpana Seth	Director

d) Relatives of Key Management Personnel:

Ms Neha Jain	Sr Manager (Business Development)
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Note 44 Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2021	31st March, 2020
a) Transactions during the year					
1	Purchases	KLJ Plasticizers Limited.	Group Concern	1,814.27	2,589.71
		KLJ Organic Ltd. Qatar WLL	Group Concern	11,737.71	4,331.93
		KLJ Organic Ltd.	Group Concern	1,285.04	2,600.67
		Prithvi Sound Products Co. Pvt Ltd.	Group Concern	-	593.47
			14,837.02	10,115.78	
2	Sales	KLJ Plasticizers Limited.	Group Concern	1,909.81	1,956.32
		KLJ Organic Ltd.	Group Concern	6,068.99	7,350.19
		KLJ Polymers & Chemicals Ltd.	Group Concern	-	0.03
			7,978.80	9,306.54	
3	Rent Paid	KLJ Polymers & Chemicals Ltd.	Group Concern	8.50	14.16
		KLJ Plasticizers Limited.	Group Concern	14.18	14.16
		HH Buildtech Pvt. Ltd.	Group Concern	1.42	1.42
		Inspiration Dealers Pvt. Ltd.	Group Concern	5.31	7.08
			29.38	36.82	
4	Rent Received	KLJ Developers Private Limited	Group Concern	19.81	29.72
	Storage Rent Received	KLJ Organic Ltd.	Group Concern	94.85	6.54
			114.67	36.36	
5	Maintenance Paid	D M Realty Developers Pvt. Ltd.	Group Concern	5.89	8.84
			5.89	8.84	
6	Reimb. of Exp. Paid	Prithvi Sound Products Co. Pvt Ltd.	Group Concern	-	55.17
		KLJ Organic Ltd.	Group Concern	2.42	16.72
		KLJ Plasticizers Limited.	Group Concern	261.41	0.05
			263.83	71.94	
7	Reimb. of Exp. Recd	KLJ Organic Ltd.	Group Concern	44.84	76.19
		KLJ Plasticizers Limited.	Group Concern	27.11	29.08
			71.95	105.25	
	Storage Rent Paid	KLJ Organic Ltd.	Group Concern	-	18.71
				-	18.71





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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):					
S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2020	
9	Interest Paid	Sh Hemant Jain	Managing Director	31.53	57.85
				31.53	57.85
10	CSR Expenditure	KLJ Developers Private Limited	Group Concern	-	55.00
				-	55.00
11	CSR Contribution Received	KLJ Developers Private Limited	Group Concern	-	12.11
				-	12.11
12	Remuneration (Key Managerial Personnel)	Sh. Hemant Jain	Managing Director	818.21	283.20
		Sh. Suresh Chand Jalther	Chief Financial Officer	21.44	25.67
		Sh. Ajai Kumar Gupta	Company Secretary	13.46	11.67
		Ms Neetu Jain	Sr. Manager (Business Development)	19.99	17.51
		873.11	338.05		
13	Director Sitting Fees	Sh. Dilip Kumar Kam	Director	0.24	0.10
		Sh. Sukh Raj Sethia	Director	-	0.25
		Sh. Gulshan Raj Karwal	Director	-	0.15
		Sh. Ram Prakash Maken	Director	0.35	0.10
		Sh. Ranjeet Ray Banthia	Director	0.35	-
		Ms Kalpana Sath	Director	0.24	0.10
1.18	0.70				
14	Unsecured Loan Taken	Sh. Hemant Jain	Managing Director	679.00	754.00
				679.00	754.00
	Unsecured Loan Repaid	Sh. Hemant Jain	Managing Director	1,080.00	1,094.00
				1,080.00	1,094.00





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Note 44. Disclosures in respect of Indian Accounting Standard (Ind AS-24) 'Related Party Disclosures' as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule 2014 (as amended):

S.No.	Nature of Transaction	Name of Related Parties	Relationship	31st March, 2020	
b) Outstanding Balance as at 31st March 2021					
1	Unsecured Loans Taken	Sh.Hemant Jain	Managing Director	231.44	803.28
				231.44	803.28
2	Trade Payables	KLJ Plasticizers Limited.	Group Concern	279.17	139.51
		KLJ Organic Ltd.	Group Concern	-	184.48
		Prithvi Sound Products Co. Pvt Ltd.	Group Concern	-	25.02
		KLJ Organic Ltd.Qatar WLL	Group Concern	596.92	329.50
				678.09	678.51
3	Trade Receivables	KLJ Plasticizers Limited.	Group Concern	693.87	1,078.24
		KLJ Developers Private Limited	Group Concern	-	6.80
		KLJ Organic Ltd.	Group Concern	562.58	697.89
				1,356.45	1,782.93
4	Advance form Customer	KLJ Organic Ltd.	Group Concern	2.42	-
				2.42	-
5	Rent Payable	KLJ Plasticizers Limited.	Group Concern	-	2.16
		HH Buildtech Pvt. Ltd.	Group Concern	-	0.35
		Inspiration Dealers Pvt. Ltd.	Group Concern	-	1.62
		KLJ Polymers & Chemicals Ltd.	Group Concern	0.66	0.65
				0.66	4.78
6	Remuneration (Key Managerial Personnel)	Sh. Hemant Jain	Managing Director	703.82	168.82
		Sh.Suresh Chand Jalilher	Chief Financial Officer	2.01	2.93
		Sh. Ajai Kumar Gupta	Company Secretary	1.62	1.62
		Ms Neetu Jain	Sr.Manager (Business)	4.28	4.28
				711.72	177.65





Note 45. Capital management

(Rupees in Lakhs)

The group manages its capital to ensure that the company will be able to continue as a going concern while maximising the return to stakeholders through optimization of the debt and equity balance. The capital structure of the company comprises of debt and total equity of the company.

Debt Equity Ratio

Particulars	(Rupees in Lakhs)	
	As at 31st March 2021	As at 31st March 2020
Borrowing (Note No. 19):	13,903.58	12,041.76
Short term debt	13,903.58	12,041.76
Equity (Note No. 15):	1,074.00	1,074.00
Other equity (Note No. 16):	65,755.84	44,526.55
Total equity	66,829.84	45,600.55
Debt equity Ratio	5/24	14/53

Note 45. Fair Value measurements
(i) Financial Instruments by Category

(Rupees in Lakhs)

Particulars	As at 31st March, 2021			As at 31st March, 2020		
	FVTPL	FVTOCI	Amortized Cost	FVTPL	FVTOCI	Amortized Cost
Financial Assets						
Investment		1,683.19	1,039.73		3,333.24	762.05
Trade Receivables			48,280.81			39,506.57
Loans			9,205.24			4,211.04
Cash and Cash Equivalents			1,925.28			630.74
Bank Balances			5,027.77			3,150.69
Others			717.99			1,841.55
Total Financial Assets		3,683.19	65,347.50		3,333.24	52,232.64
Financial Liabilities						
Borrowings			13,825.95			11,880.96
Trade Payables			45,736.98			51,820.28
Others			277.95			128.34
Total Financial Liabilities			59,840.88			63,829.58

- The carrying amounts of trade receivables, trade payable, cash and cash equivalents and other short term receivables and payables which are due to be settled within 12 months are considered to be the same as their fair values due to short term nature.
- Borrowings due to be evaluated by company on parameters such as interest rates, specific country risk factors and other risk factors. Based on this evaluation the fair value of such payables are not materially different from the carrying amount. As the amount is immaterial, no fair valuation is required.
- Non Current Loans given and Security Deposits have been continued at carrying value as measurement implication are immaterial.
- All investments other than subsidiary and associates are measured at fair value, with value changes recognized in Statement of Other Comprehensive Income.

(ii) Fair Value hierarchy

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. prices) or indirectly (i.e. derived from prices)

Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)

The following table presents the fair value measurement hierarchy of financial assets measured at Fair Value -

Particulars	(Rupees in Lakhs)			Total
	Level 1	Level 2	Level 3	
As at 31-03-2021				
Financial Assets				
Financial Assets at Fair Value through OCI:				
Investment	565.80	3,117.29		3,683.19
	565.80	3,117.29		3,683.19
As at 31-03-2020				
Financial Assets				
Financial Assets at Fair Value through OCI:				
Investment	468.61	2,864.63		3,333.24
	468.61	2,864.63		3,333.24

(iii) Valuation technique used to determine fair value

- Quoted investments have been valued based on market price quotation.
- Investment in Mutual Funds have been valued as per NAV declared on the balance sheet date.
- Investments in unquoted equity instruments are not held for trading. They are held for long term strategic purpose. The group has chosen to designate these investments at FVOCI since it provides a more meaningful presentation.

(iv) The carrying amount of financial assets and liabilities other than investment are considered to be the same as their fair values

(v) Management uses its best judgement in estimating the fair value of its financial instruments. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of the amounts that the company could have realized or paid in sale transactions as of respective dates. As such, fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date.

(vi) Financial risk management

The Group's principal financial liabilities comprise of Borrowings, Trade Payables and others. The main purpose of these financial liabilities is to finance the company's operations. The Company's principal financial assets include Trade Receivables, Loans, cash and cash equivalents and other bank balances that derive directly from its operations.

The group is exposed to market risk, credit risk and liquidity risk. The company financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the company's policies and risk objectives. The board of directors reviews and agrees policies for managing each of these risks, which are summarised below -

a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises interest rate risk and foreign currency risk.

(i) Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of change in market interest rate. Company is not exposed to significant interest rate risk as all the financial instruments which are subject to interest risk are due to be settled within 12 months and carry fixed rate of interest.

(ii) Foreign Currency Risk

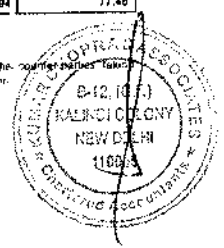
Foreign Currency Risk is the risk that the fair value of future cash flows of an exposure will fluctuate because of changes in foreign currency rates. Exposure can arise on account of the various assets and liabilities which are denominated in currencies other than Indian Rupee.

The following table shows foreign currency exposures in US Dollar, Euro, AED on financial instruments at the end of the reporting period. The exposure to all other foreign currencies are not material.

Particulars	Foreign Currency Exposure					
	As at 31st March, 2021			As at 31st March, 2020		
	EUR	USD	INR	EUR	USD	AED
Borrowings		81.78			142.56	37.80
Trade Payables	34.04	491.85	305.35	34.04	337.44	33.08
Total	34.04	573.63	305.35	34.04	479.94	77.40

b) Credit risk

(i) Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To mitigate this, the Company periodically assesses financial reliability of customers and also take into account the financial condition, current economic trends and analysis of historical bad debts and ageing of financial assets. Individual risk limits are set periodically reviewed on the basis of such information.





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Financial assets are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Company. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized as income in the statement of profit and loss.

The group has used a practical expedient by way of computing the expected credit loss for trade receivables based on provision matrix. The matrix also takes into account historical credit loss experience and adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the days the receivables are due and rates as given in the provision matrix.

The provision matrix at the year end is as follows:

Particulars	Expected Credit loss (Percentage)	
	FY 20-21	FY 19-20
Ageing		
1-30 days	0.00%	0.00%
30 days to 12 months	0.22%	0.22%
More than 12 months	1.74%	1.74%

Particulars	As at 31st March 21		As at 31st March 20	
	Receivables	Expected Credit loss	Receivables	Expected Credit loss
1-30 days	40,551.85	-	32,216.10	-
30 days to 12 months	2,978.00	7.00	2,237.88	12.03
More than 12 months	1,011.19	18.00	2.22	-

Provision for expected credit loss made in accordance with Ind AS 399 due to which there is change in Trade Receivable

In Case of Foreign Subsidiary
 In determining the recoverability of trade receivables, the group considers any change in the credit quality of the trade receivable from the date the credit was initially granted upto the date of adoption of the accounts. Management has taken the current market conditions and payment received subsequent to the reporting date when assessing the credit quality of trade receivables. Accordingly, taking all of the above into account, no provision is required on account of doubtful trade receivables.

ii) Other Financial Assets
 Company makes loans and advances out of its surplus funds to Corporates. In the past 5 years there is only incidence where Bad Debts have been written off. The Writeoff happened in FY 17-18 and Company is of the view that this is one of incident and mismanagement is of view that bad debts are not bound to reoccur again. Accordingly there is no need to issue a Expected Credit loss provision for such Financial Assets.

iii) Financial Instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed in accordance with the companies policy. Investment of surplus are made only with approved with counterparty on the basis of the financial queries received from the counterparty.

c) Liquidity risk

Liquidity risk is the risk that the company will not be able to meet its financial obligations as they become due. The company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the company's reputation. The group principal sources of liquidity are cash and cash equivalents, cash flow that is generated from operations and the borrowings from Directors and Banks. The company believes that the working capital is sufficient to meet its current requirements. Any short term surplus cash generated, over and above the amount require for working capital management and operational requirements, are given as interest bearing loans repayable on demand.

As at 31st March 2021 the company had working capital of Rs. 59015.98 Lakhs, including cash and bank balances of Rs. 7,023.03 Lakhs

As at 31st March 2020 the company had working capital of Rs. 39798.23 Lakhs, including cash and bank balances of Rs. 5,751.43 Lakhs

Note 47 Segment Reporting

Particulars	(Rupees in Lakhs)	
	As at 31st March 21	As at 31st March 20
Segment Revenue From Operation		
India	2,13,091.52	2,33,777.80
Outside India	21,049.91	10,047.56
Total	2,34,141.44	2,43,825.36
Segment Result PBT		
India	27,957.07	6,404.78
Outside India	1,341.48	130.85
Total	29,298.55	6,535.63
Less Finance Cost	720.87	1,195.57
Profit/(loss) before tax	28,577.68	5,340.06
Capital Employed (Total Asset Minus Total Liability)		
India	62,854.79	42,906.96
Outside India	1,975.05	2,594.19
Total	64,829.84	45,501.15

Note 48 Income Tax Expense

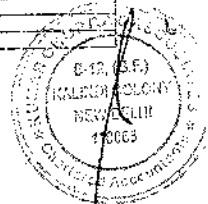
Reconciliation of the income tax expenses to the amount computed by applying the statutory income tax rate to the profit before income taxes is summarized below

Particulars	(Rupees in Lakhs)	
	Year ended 31st March, 2021	Year ended 31st March, 2020
Enacted income tax rate in India applicable to the Company	25.168%	25.168%
Profit before tax	27,827.74	3,340.06
Current tax expenses on profit before tax computed at the enacted income tax rate in India	7,016.27	1,343.98
Tax effect of the amounts which are not deductible/(taxable) in calculating taxable income		
Permanent Disallowances	202.16	154.64
Deduction under section 24 of the Income Tax Act	(28.51)	(33.16)
Interim income from Joint Venture on liability element of compound financial instrument	(32.32)	(12.28)
Tax in respect of earlier years		32.52
Adjustment of Subsidies		
Income exercised from income taxes		
Differential tax rate on capital gains	(219.80)	155.85
Other items	8,937.70	1,329.34
Total income tax expenses (credit)	24.89	24.89

Consequent to reconciliation above shows the effective tax rate (in %) is

Note 49 Disclosure pursuant to section 150(e) of the Companies Act 2013

Nature of the transaction (Loans given/investment made/guarantee given/security provided, & purpose)	(Rupees in Lakhs)	
	As at 31st March, 2021	As at 31st March, 2020
(A) Loans and Advances (Given for Business purpose)		
1. Bhadani Finances Pvt. Ltd	5,186.74	3,803.30
2. Penzion Equipments (India) Pvt. Ltd		25.07
3. Headstart International P. n. Ltd	44.78	144.39
4. Luxor Writing Instrument Pvt. Ltd		200.00
5. Manjhar Tea Co Limited	235.79	236.78
6. Jagbir Singh Ahluwal	324.80	
7. Aayence Chemicals	192.52	
Total	6,285.94	4,210.04
(B) Guarantees (Given to Subsidiary's debt)		
K L J Resources DMCC	4,042.78	7,538.39
(C) Investments made are disclosed under Note 2		





K L J Resources Limited
Regd. Office: 8, Camac Street, Koikata-700017

Note 50. Leases	As at 31st March, 2021	As at 31st March, 2020
i) Rights to use assets		
Particulars		
Opening ROU recognised (net)	97.83	-
Add: Additions during the year	479.52	169.67
Less: Depreciation during the year	66.71	71.84
Closing ROU recognised	510.64	97.83
ii) Lease Liability		
Particulars		
Opening Lease Liability	97.19	-
Add: Additions during the year	469.39	166.99
Add: Interest Accrued during the year	22.47	9.61
Less: Payment	74.94	79.61
Closing Lease Liability	514.11	97.19
Breakup:		
Current Maturity of long term lease liability	49.12	7.23
Non Current lease liability	464.99	89.97
iii) Security Deposit Paid		
Particulars		
Opening Security Deposit	15.40	-
Add: Additions during the year	(10.13)	(2.68)
Add: Interest Income during the year	17.57	1.25
Add: Payment	17.57	16.62
Closing Security Deposit	40.42	15.40
iv) Cash Flow during the year		
Particulars		
Low value leases	4.02	5.49
Short term leases	62.70	21.00

v) Extension and termination options

The Company has lease contracts for which are used for regular operations of its business. There are several lease contracts that include extension and termination options which are further discussed below.

The Company has several lease contracts that include extension and termination options which are used for regular operations of its business. These options are negotiated by management to provide flexibility in managing the Company's business needs. Management exercises significant judgement in determining whether these extension and termination options are reasonably certain to be exercised.

vi) Critical judgements in determining the lease term

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

The assessment is reviewed if a significant event or a significant change in circumstances occurs which affects this assessment and that is within the control of the lessee.

vii) Discount Rate

Discount rate at which the lease liability is recognised as on the initial application is 10%

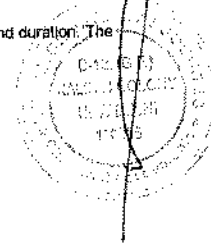
Note 51. Impact of COVID-19 pandemic

Impact of COVID-19 pandemic : The spread of Covid-19 has severely affected the businesses around the globe. In many countries including India, there has been severe disruption to regular operations due to lock-downs, disruptions in transportations, supply chain, travel bans, quarantines and other emergency measures.

The Company has made detailed assessment of its liquidity position for the next few months and of the recoverability and carrying values of its assets comprising Property, Plant and Equipment, intangible assets, Trade Receivables, Inventories and Investments as at the Balance sheet date, and based on the internal and external information upto the date of approval of these financial statements including credit reports and economic forecasts, has concluded that no material adjustments are required to be made in the financial results.

In assessing the recoverability of receivables including unbilled receivables, intangible assets, and certain investments, the Company has considered internal and external information up to the date of approval of these standalone financial statements including credit reports and economic forecasts. The Company has performed sensitivity analysis on the assumptions used herein. Based on the current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company on the basis of its assessment believes that the probability of the occurrence of forecasted transactions is not impacted by COVID-19. The Company has also considered the effect of changes, if any, in expected credit loss and is of the view that there shall be no impact. The management believes that it has considered all the possible impact of known events arising from Covid-19 global health pandemic in the preparation of financial results.

However, the impact assessment of Covid-19 is a continuing process given the uncertainties associated with its nature, extent and duration. The management shall continue to monitor any material changes to future economic conditions on a continuing basis.





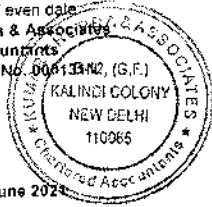
Note 52. The previous years figures have been regrouped and reclassified, to the extent necessary, to conform to the current years figures.

Note 53. Approval of financial statement

The financial statements were approved for issue by the Board of Directors on 30th June 2021. The board of directors has recommended a dividend of Rs.0.25 per fully paid up equity share of Rs. 10/ each, aggregating to Rs.26.85 Lakhs, which is based on relevant share capital as on 31st March, 2021

The accompanying notes to the standalone financial statements

As per our report of even date
For Kumar Chopra & Associates
Chartered Accountants
Firm Registration No. 00013442, (G.F.)
Sunil Jain
Partner
M.No. 080990
New Delhi, 30th June 2021



Hemant Jain
Managing Director
Din:00006995

Suresh Chand Jaitter
Chief Financial Officer

For & on behalf of the Board of Directors

Dilip Kumar Karn
Director
Din:00061804

Ajai Kumar Gupta
Company Secretary

Form AOC-1

(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 and associate for the financial year 2020-21

Part "A": Subsidiaries

(Rupees/AED in Lakhs)

<i>Sl. No.</i>	<i>1 (Figures in Rs.)</i>	<i>2 (Figures in Rs.)</i>	<i>3 (Figures in Rs.)</i>	<i>4 (Figures in Rs.)</i>	<i>5 (Figures in AED)</i>	<i>6 (Figures in Rs.)</i>	<i>7 (Figures in Rs.)</i>
<i>Name of the subsidiary</i>	Altamonte Townships and Resorts Pvt. Ltd.	Brokenhills Townships and Resorts Pvt. Ltd.	Springdale Townships and Resorts Pvt. Ltd.	Valley View Townships Pvt. Ltd.	KLJ Resources , DMCC	AK Buildtech Pvt. Ltd.	Sadhok Real Estate Pvt. Ltd.
<i>The date since when subsidiary was acquired</i>	25.08.2014	25.08.2014	25.08.2014	25.08.2014	14.05.2014	28.02.2018	03.07.2017
<i>Reporting period for the subsidiary concerned, if different from the holding Company's reporting period</i>	Same Reporting Period	Same Reporting Period	Same Reporting Period	Same Reporting Period	Same Reporting Period	Same Reporting Period	Same Reporting Period
<i>Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries</i>	INR	INR	INR	INR	Dirham 1 AED = 20.0148	INR	INR
<i>Share capital</i>	113.00	161.00	109.00	201.00	36.70	1.00	1.00
<i>Reserves & surplus</i>	(5.81)	(6.12)	(5.76)	(7.11)	193.58	(100.06)	(182.06)
<i>Total assets</i>	108.17	155.98	104.41	195.08	403.10	1,368.62	2172.48
<i>Total Liabilities</i>	108.17	155.98	104.41	195.08	403.10	1,368.62	2172.48
<i>Investments</i>	Nil	Nil	Nil	Nil	51.71	Nil	Nil
<i>Turnover</i>	Nil	Nil	Nil	Nil	1027.54	Nil	Nil
<i>Profit before taxation</i>	(0.41)	(0.41)	(0.41)	(0.41)	67.53	(135.24)	(61.14)
<i>Provision for taxation</i>	Nil	Nil	Nil	Nil	(2.54)	Nil	Nil
<i>Profit after taxation</i>	(0.41)	(0.41)	(0.41)	(0.41)	64.99	(135.24)	(61.14)
<i>Proposed Dividend</i>	Nil	Nil	Nil	Nil	Nil	Nil	Nil
<i>% of shareholding of holding Company</i>	100%	100%	100%	100%	100%	100%	100%

Notes:

1. The reporting period for the Company as well as its all subsidiaries is 31st March, 2021.
2. AED stands for United Arab Emirates Dirham. The value of 1 AED as on 31st March, 2021 is **Rs. 20.0148**

Part "B": Associate and Joint Venture

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

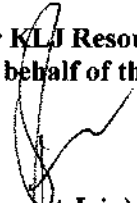
(Rupees in Lakhs)

Name of associate/Joint Venture		Hamlog Plastic Goods Private Limited
1. Latest audited Balance Sheet Date		31 st March, 2021
2. Date on which the Associate or Joint Venture was associated or Acquired		12 th March, 1998
3. Shares of Associate/Joint Ventures held by the Company on the year end	No. of equity shares	16,235
	Amount of Investment in Associates/ Joint Venture	2.64
	Extend of Holding %	24%
4. Description of how there is significant influence		Control of more than 20% of total voting power
5. Reason why the associate/joint venture is not consolidated		Not applicable, as the consolidation is done.
6. Net worth attributable to shareholding as per latest audited Balance Sheet		5.31
7. Profit/(Loss) for the year	Considered in Consolidation	(0.02)
	Not Considered in Consolidation	(0.06)

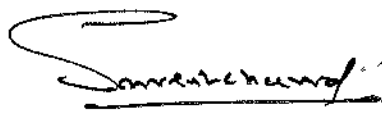
Notes:


1. The reporting period for the Associate is 31st March, 2021.
2. The Company does not have a Joint Venture as on 31st March, 2021.

For KLJ Resources Limited
On behalf of the Board


(Hemant Jain)
Managing Director
DIN: 00506995


(Dilip Kumar Karn)
Director
DIN: 00061804


(Suresh Chand Jalther)
Chief Financial Officer
PAN: AAUPJ2690R


(Ajai Kumar Gupta)
Company Secretary
Membership No.: FCS 8020

Date: 30th June, 2021
Place: New Delhi