



JBF Industries Limited

CORPORATE OFFICE : 8th FLOOR, EXPRESS TOWERS, NARIMAN POINT, MUMBAI - 400 021. (INDIA)
TEL. : (91-22)22885959 FAX : (91-22) 22886393 e-mail:jbf@vsnl.com Internet site : <http://www.jbfindia.com>

Ref No. : JBF/SECTL/SE/

1st November, 2021

The Secretary
Bombay Stock Exchange Limited
Pheroz Jeejabhoy Towers,
Dalal Street,
Mumbai, Maharashtra 400 001.

Sir/Madam,

Sub : Financial Results

In Compliance with Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Unaudited Financial Results for the quarter ended on 30th September, 2021, approved by the Board of Directors of the Company in their meeting held on 1st November, 2021.

The Meeting of Board of Directors of the Company commenced at 16.00 hrs. and concluded at **17.10** hrs

Kindly acknowledge the receipt of the same.

Thanking you,

Yours Faithfully,
For JBF INDUSTRIES LIMITED

MRS. UJJWALA APTE
COMPANY SECRETARY

REGD. OFFICE : SURVEY NO. 273, VILLAGE ATHOLA, SILVASSA-396 230. (INDIA)
TEL. : +91-0260-2642745/46, 2643861/62 • FAX : +91-0260-2642297 E-mail : admin@jbfmail.com
(ISO 9001/14001 & 18001 CERTIFIED) CIN : L99999DN1982PLC000128

S.C. Ajmera & Co
Chartered Accountants

Independent Auditor's Review Report on Quarterly and year to date Unaudited Standalone Financial Results of JBF Industries Ltd. Pursuant to Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To
The Board of Directors,
JBF Industries Limited.

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of JBF Industries Limited ("the Company") for the quarter ended September 30, 2021 and for the period from April 01, 2021 to September 30, 2021 ("the statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation"), as amended.
2. This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34) as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. Our view is limited primarily to inquiries of Company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. **Basis for qualified conclusion**
 - i. As mentioned in Note 3 to the statement, provision of interest @ 9% p.a. on monthly compounding basis on Term Loan and simple interest in Cash Credit Limits and Cumulative Redeemable Preference Shares (CRPS) aggregating to Rs. 2,53,086 lakhs (Term Loan Rs. 69,828 lakhs and Cash Credit Rs. 1,71,862 lakhs and CRPS Rs. 11,396 lakhs) as at 30th September, 2021 as against the documented rate, resulting into lower provision of finance cost for the quarter and half year ended

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30th September, 2021 by Rs. 10,282 lakhs and Rs. 13,465 lakhs respectively, which is not in compliance with IND AS -23 "Borrowings Costs" read with IND AS-109 on "Financial Instruments". Aggregate amount of interest not provided for as at 30th September, 2021 is Rs. 55,568 lakhs. Had the interest been provided at the documented rate, finance cost, net loss after tax for the period/year, total comprehensive income and EPS for the quarter and half year ended 30th September, 2021 would have been Rs. 16,837 lakhs and Rs. 26,118 lakhs, Rs. (14,309) lakhs and Rs. (20,011) lakhs, Rs. (14,313) lakhs and Rs. (20,017) lakhs, and Rs. (17.48) and Rs. (24.44) respectively as against the reported figure of Rs. 6,555 lakhs and Rs. 12,653 lakhs, Rs. (4,027) lakhs and Rs. (6,546) lakhs, Rs. (4,031) lakhs and Rs. (6,552) lakhs and Rs. (4.92) and Rs. (8.00) respectively in the above results. "Further current financial liabilities-others and other equity as at 30th September, 2021 would have been Rs. 1,43,657 lakhs and Rs. (51,051) lakhs respectively as against reported figure of Rs. 88,089 lakhs and Rs. 4,517 lakhs respectively in the above results."

- ii. As mentioned in the Note 5 to the statement, company has exposure in subsidiaries by way of investments, loans and other receivables aggregating to Rs. 1,52,367 lakhs as on 30th September, 2021 (as at 31st March, 2021 Rs. 1,46,963 lakhs) in respect of which the company could not carry out impairment assessments due to the reasons mentioned therein. We are unable to obtain sufficient appropriate audit evidence about the recoverable amount of the Company's exposure. Consequently, we are unable to quantify the provisions for impairments in respect of the above and its consequential impacts on the financial results of the Company.
- iii. As mentioned in Note 10 to the statement regarding the application filed with the National Company Law Tribunal (NCLT), by one of the operational creditors of JBF RAK LLC (JBF RAK), situated at UAE, a subsidiary of the company, against the Company, for supply of raw materials to JBF RAK and claim of Rs. 12,848 Lakhs (US\$ 19,899,091.53). No provision has been considered for the above claim for the reasons stated therein. The matter described in above has uncertainties related to the outcome of the legal proceedings and hence we are unable to quantify the provisions for above claim at this stage, if any, and its consequential impacts on the financial results of the Company.

S.C. Ajmera & Co
Chartered Accountants

5. Material Uncertainty Related to Going Concern

Note 6 and 11 to the statement, regarding preparation of financial results on going concern basis, notwithstanding the fact that the Company has incurred the losses, defaulted in repayment of principle and interest to its lenders, lenders have classified the Company's borrowings as NPA, one of the lender has declared the company as wilful defaulter also and have even called back the loans. Further one of the operating creditors have applied before NCLT under Insolvency and Bankruptcy Code, 2016, which has not been admitted and also one of the lenders application before NCLT under the Insolvency and Bankruptcy Code, 2016, has been dismissed and disposed off by the Court. However, the said lender has filed an appeal before NCLAT.

Further, the company has received intimation from CFM Asset Reconstruction Private Limited (CFM) that all the existing lenders of the Company except Tamilnad Mercantile Bank Ltd have assigned their debts along with all the rights and interest to CFM w.e.f. 13th August, 2021. The Company has also received demand notice from CFM, under Section 13(2) of the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("Sarfaesi Act") and the Rules framed thereunder for recovery of their dues. In response, to the demand notice u/s 13(2) of the SARFAESI Act, 2002, the Company has given an "in-principle" consent of handing over the secured assets of the Company to CFM, which however, is subject to shareholder's approval.

These conditions, along with other matters as set forth in above notes indicate the existence of material uncertainty that may cast significant doubt about Company's ability to continue as a going concern. The appropriateness of assumption of Going Concern is critically dependent upon the Company's ability to raise finance and generate cash flows in future to meet its obligation.

Our opinion is not modified in respect of this matter.

6. Emphasis of Matter

We draw your attention to:-

- (i) Note 4 to the statement, regarding invocation of corporate guarantee given by the company to the lender of JBF Petro Chemicals Ltd. ("JPL"). The company has denied above invocation and is of the view that above invocation is not tenable for the reasons explained therein and hence no provision against the claims under the invoked corporate guarantee is considered necessary.

S.C. Ajmera & Co
Chartered Accountants

- (ii) Note 7 to the statement, regarding non-preparation of consolidated financial statement due to the reasons mentioned therein. The company has six subsidiaries and is required to present consolidated financial results. However, the Company has not prepared and presented the consolidated financial statements/results required by Companies Act, 2013 and IND AS 110 "Consolidated Financial Statements" and the Listing Regulation.
- (iii) Note 8 to the statement, regarding the vacancy of the post of the Chief Executive Officer and Chief Financial Officer since 1st May, 2019 and 2nd March, 2020 respectively due to the reason as mention therein.

Our opinion is not modified in respect of these matters.

7. Based on our review conducted as above, except for the possible effects of the matter described in the paragraph 4 above "Basis for Qualified Conclusion" and read with our comments in paragraph 5 & 6 above, nothing has come to our attention that causes us to believe that the statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Place : Udaipur
Date : 01.11.2021

For S.C. Ajmera & Co.
Chartered Accountants
FRN 002908C

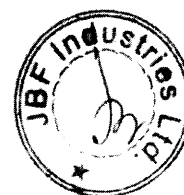
(Arun Sarupria – Partner)
M.No. 078398
UDIN:21078398AAAACJ9016

JBF INDUSTRIES LIMITED
Survey No. 273, Village: Athola, Silvassa,
(Dadra and Nagar Haveli and Daman and Diu)
CIN : L99999DN1982PLC000128

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2021

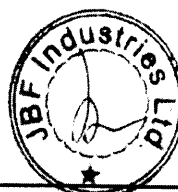
(Rs. in Lakh except per share data)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
		30.09.2021	30.06.2021	30.09.2020	30.09.2021	30.09.2020	31.03.2021
1	Income						
	a) Revenue From Operations	96,327	70,374	46,648	1,66,701	70,243	2,20,545
	b) Other Income (Refer note no-5)	336	56	274	392	648	1,073
	Total Income	96,663	70,430	46,922	1,67,093	70,891	2,21,618
2	Expenses						
	a) Cost of materials consumed	76,513	57,166	37,160	1,33,679	52,854	1,67,352
	b) Purchases of Stock-in-trade	-	-	47	-	55	114
	c) Changes in Inventories of Finished goods and work-in-progress	2,078	(4,701)	(1,037)	(2,623)	4,306	(4,097)
	d) Employee benefits expense	2,405	2,125	2,051	4,530	3,886	3,320
	e) Finance Costs (Refer note no-3)	6,555	6,098	6,224	12,653	12,252	24,302
	f) Depreciation and amortisation expense	2,218	2,229	2,216	4,447	4,416	3,778
	g) Other Expenses	10,791	9,784	9,073	20,575	13,580	35,566
	Total Expenses	1,00,560	72,701	55,734	1,73,261	91,349	2,40,335
3	Profit/(Loss) before Exceptional Items and tax (1- 2)	(3,897)	(2,271)	(8,812)	(6,168)	(20,458)	(18,717)
4	Exceptional Items (Refer note no-2)	-	246	-	246	-	267
5	Profit/(Loss) before Tax (3-4)	(3,897)	(2,517)	(8,812)	(6,414)	(20,458)	(18,984)
6	Tax Expenses						
	a) Current Tax	-	-	-	-	-	-
	b) Deferred Tax	1	2	16	3	32	6
	c) Short/(Excess) Provision of Tax of Earlier Years (Net)	129	-	-	129	-	363
	Total Tax Expense	130	2	16	132	32	369
7	Net Profit/(Loss) for the Period/Year (5 - 6)	(4,027)	(2,519)	(8,828)	(6,546)	(20,490)	(19,353)
8	Other Comprehensive Income (OCI)						
	i) Items that will not be reclassified to profit or loss:						
	a) Re-measurement gains / (losses) on defined benefit plans	(5)	(4)	(46)	(9)	(91)	(18)
	b) Income tax effect on above	1	2	16	3	32	6
	ii) Items that will be reclassified to profit or loss						
	Total Other Comprehensive Income	(4)	(2)	(30)	(6)	(59)	(12)
9	Total Comprehensive Income for the Period / Year (7+8)	(4,031)	(2,521)	(8,858)	(6,552)	(20,549)	(19,365)
10	Paid Up Equity Share Capital (Face Value of Rs. 10/- each fully paid up)	8,187	8,187	8,187	8,187	8,187	8,187
11	Other Equity excluding Revaluation Reserve	-	-	-	-	-	4,517
12	Earning per equity share: Basic & Diluted (Not Annualised)*	(4.92)*	(3.08)*	(10.78)*	(8.00)*	(25.03)*	(23.64)



Balance Sheet as at 30th September, 2021 is as under :

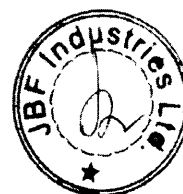
		(Rs in Lakh)	
Particulars		As at 30th September, 2021 (Unaudited)	As at 31st March, 2021 (Audited)
I.	ASSETS		
1	Non-current assets:		
	(a) Property, Plant and Equipment	1,15,642	1,17,684
	(b) Capital work-in-progress	2,600	2,877
	(c) Investment Property	23	23
	(d) Other Intangible assets	119	220
	(e) Financial Assets		
	(i) Investments	42,402	42,388
	(ii) Others	16,260	15,414
	(f) Other non-current assets	7,350	7,216
	Total Non-Current Assets	1,84,396	1,85,822
2	Current assets		
	(a) Inventories	36,020	33,605
	(b) Financial Assets		
	(i) Trade receivables	28,168	31,079
	(ii) Cash and cash equivalents	2,310	1,969
	(iii) Bank balances other than (ii) above	95	774
	(iv) Loans	84,557	79,184
	(v) Others	12,348	12,180
	(c) Current Tax Assets (Net)	-	-
	(d) Other current assets	14,591	12,461
	Total Current Assets	1,78,089	1,71,252
	Total Assets	3,62,485	3,57,074
II.	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	8,187	8,187
	(b) Other Equity	4,517	11,069
	Total Equity	12,704	19,256
	Liabilities		
1	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	-	-
	(ii) Lease Liabilities	2,358	1,036
	(b) Provisions	1,353	1,335
	(c) Deferred tax liabilities (net)	-	-
	Total Non-Current Liabilities	3,711	2,371
2	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	2,43,607	2,49,743
	(ii) Lease Liabilities	434	29
	(iii) Trade Payables:-		
	Total outstanding dues of Micro & Small Enterprises	2,096	1,953
	Total outstanding dues of Creditors other than Micro & Small Enterprises	9,143	10,950
	(iv) Other financial liabilities	11,239	12,903
	(b) Other Current liabilities	88,089	70,110
	(c) Provisions	1,493	1,508
	(d) Current Tax Liabilities (Net)	860	816
		348	340
	Total Current Liabilities	3,46,070	3,35,447
	Total Equity and Liabilities	3,62,485	3,57,074



STATEMENT OF UNAUDITED CASH FLOWS FOR THE PERIOD ENDED 30TH SEPTEMBER, 2021

(Rs in Lakh)

Particulars	For the half year ended 30th September, 2021 (Unaudited)	For the half year ended 30th September, 2020 (Unaudited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Loss Before Tax as per Statement of Profit and Loss	(6,414)	(20,458)
Adjusted for :		
Depreciation, Amortisation and Impairment Expense	4,447	4,416
Unrealised (Gain)/Loss on Foreign Currency Transactions (Net)	(102)	(452)
Loss on Sale of Property, Plant and Equipment (Net)	27	9
(Gain)/Loss on Financial Instruments Measured at Fair Value Through Profit or Loss (Net)	(14)	(5)
Finance Costs	12,653	12,252
Recovery from Doubtful Debts	(62)	
Interest Income	(75)	(60)
Sundry Balances Written Off / (Back) (Net)	10	-
Operating Profit Before Working Capital Changes	10,470	(4,298)
Adjusted for :		
Trade & Other Receivables	(4,431)	(795)
Inventories	(2,416)	7,420
Trade and Other Payables	(1,233)	(2,693)
Cash from/(used in) Operations	2,390	(366)
Direct taxes Refund/(paid)	(120)	5,272
	2,270	4,906
Exceptional Items	246	-
Net Cash from Operating Activities	2,516	4,906
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment	(415)	(72)
Sale of Property, Plant and Equipment	11	4
Proceeds from Sale of Financial Assets	25	-
Interest on Investment / Loans	12	17
Net Cash used in Investing Activities	(367)	(51)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Movement in Long Term Borrowings (net)	(113)	(114)
Movement in Short Term Borrowings (net)	(488)	(75)
Margin Money (Net)	(10)	(13)
Payment of Lease Liabilities	(201)	(84)
Finance Costs Paid	(996)	(2,192)
Net Cash used in Financing Activities	(1,808)	(2,478)
Net Increase in Cash and Cash Equivalents (A+B+C)	341	2,377
Opening Balance of Cash and Cash Equivalents	1,969	1,086
Closing Balance of Cash and Cash Equivalents	2,310	3,463



Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 01st November, 2021. The Statutory Auditors of the Company have carried out a Limited Review of the above results.
- 2 Exceptional items for the quarter ended 30th June, 2021 represent provision for doubtful debts in respect of trade receivables and exceptional items for the year ended 31st March, 2021 represent provision for doubtful debts in respect of trade receivables and other receivables (net).
- 3 The Company has provided interest @ 9% p.a. on monthly compounding basis on Term Loan and simple interest in Cash Credit Limits and Cumulative Redeemable Preference Shares (CRPS) on its borrowings aggregating to Rs. 2,53,086 lakh (Term Loan Rs. 69,828 lakhs and Cash Credit Rs. 1,71,862 lakhs and CRPS Rs. 11,396 lakh) as against the documented rate as required as per IND AS -23 "Borrowing Costs" read with IND AS-109 on "Financial Instruments" since Company expects that ultimate interest liability will not be more than 9% p.a. Aggregate amount of interest not provided for as at 30th September, 2021 is Rs. 55,568 lakh. Accordingly, finance costs for the quarter ended 30th September, 2021, for the quarter ended 30th June, 2021, for the quarter ended 30th September, 2020, for the half year ended 30th September 2021, for the half year ended 30th September 2020 and for the year ended 31st March, 2021 is lower by Rs. 10,282 lakh, Rs. 3,183 lakh, Rs. 2,878 lakh, Rs. 13,465 lakh, Rs. 6,279 lakh, and Rs. 17,801 lakh respectively. The same has been qualified by the auditors in their report on the results and was also qualified by the auditors in their reports on the financial statements & results for the earlier year/ quarters.
- 4 The Company had issued a corporate guarantee of USD 463.96 Million (equivalent of Rs. 3,44,201 lakh) to the lenders of JBF Petrochemicals limited ("JPL"), a step down subsidiary. One of the lenders of JPL vide it's letter dated 24th April, 2018 invoked corporate guarantee to the extent of USD 252.00 Million (equivalent of Rs.1,86,953 lakh) as JPL has defaulted in servicing its borrowings towards principal and interest thereon. Company has denied above invocation and is of the view that above corporate guarantee was valid only up to one year from the Commercial operation date i.e. 31st March, 2017 and all obligation of the Company towards above lenders stand rescinded, have fallen away and ceased to exist as on 1st April, 2018. In view of the above, invocation of corporate guarantee on 24th April, 2018 is not legally tenable and hence no provision is required towards the guarantee so invoked. Company has discontinued recognition of guarantee commission w.e.f. 1st April, 2018. The same has been referred by the auditors in their report on the results and was also referred by the auditors in their reports on the financial statements & results for the earlier years/ quarters.
- 5 The Company as on 30th September, 2021 has an aggregate exposure of Rs. 1,52,367 lakh (excluding corporate guarantee as mentioned in note no. 4 above) in its subsidiaries namely JBF Global Pte Ltd ("JGPL") and JBF Petrochemicals limited ("JPL") by way of investment in equity of Rs. 39,617 lakh, loans including interest of Rs. 96,235 lakh and other receivables of Rs. 16,515 lakh.

JBF RAK LLC's plant located at Ras al-Khaimah in U.A.E, a subsidiary of JGPL partially resumed commercial operations in month of April 2021. JBF RAK is working closely to resolve and address outstanding financial issues with its lenders. Uncertainty is also faced in respect of PTA project at Mangalore, being executed by JPL, due to suspension of operation as planned and default in servicing of its borrowings towards principal and interest. The lenders of JPL have also invoked the pledged equity shares of JPL held by JGPL and corporate guarantee of the Company as mentioned in note no. 4 above. One of the lenders of JPL has made an application with National Company Law Tribunal (NCLT) under Insolvency and Bankruptcy Code, 2016. No audited consolidated financial statements of JGPL are available from March 18.

Company has not carried out impairment testing in respect of the Company's exposures to its subsidiaries and hence no provision for impairment has been provided for. The same has been qualified by the auditors in their report on results and was also qualified by the auditors in their reports on the financial statements & results for the earlier years/ quarters.

Further, the Company has discontinued recognition of interest income on Inter- corporate deposits amounting to Rs. 78,047 lakh given by it to JPL w.e.f.1st April 2018 and accordingly interest income for the quarter ended 30th September 2021, for the quarter ended 30th June 2021, for the quarter ended 30th September, 2020, for the half year ended 30th September 2021, for the half year ended 30th September 2020 and for the year ended 31st March, 2021 is lower by Rs. 2,387 lakh, Rs. 2,268 lakh, Rs. 2,433 lakh, Rs. 4,655 lakh, Rs. 4,840 lakh and Rs. 9,548 lakh respectively.



6 The Company has under gone severe financial stress during the last 3-4 years due to suspension of operations of its subsidiary JPL, rising crude oil prices and undesirable market conditions. All these factors have resulted in financial constraints to the Company, including no credit limits from any of its lenders, losses in operations, default in repayment of principal and interest to lenders, classification of Company's borrowings as non- performing assets by its lenders, declaration as wilful defaulter by one of the lenders and calling back of loans by some of the lenders. Further one of the operating creditors has applied before NCLT, under the Insolvency and Bankruptcy Code, 2016, which has not been admitted and also one of the lenders application before NCLT under the Insolvency and Bankruptcy Code, 2016, has been dismissed and disposed off by the Court. However, the said lender has filed further appeal before NCLAT.

All the plants of the Company are operational and the management is of the view that above circumstances will not affect the operations of the Company and hence continue to prepare its financial statements on going concern basis. The same has been referred by the auditors in their report on results and was also referred by the auditors in their reports on the financial statements & results for the earlier years/ quarters.

7 Due to financial restructuring / negotiation with lenders and/or investors, Company did not receive the audited financial statements of its subsidiaries, hence the Company could not prepare the consolidated financial statements of the Company and accordingly no consolidated financial results have been published. The same has been referred by the auditors in their report on results and was also referred by the auditors in their report on the financial statements & results for the earlier years/ quarters.

8 Chief Executive Officer (CEO) and Chief Financial Officer (CFO) of the Company had tendered their resignations from the post of CEO and CFO with effect from 1st May, 2019 and 2nd March, 2020 respectively. Management of the Company is actively looking out for suitable candidates to fill in the above vacancies. The same has been referred by the auditors in their report on results and was also referred by the auditors in their report on the financial statements & results for the earlier years/ quarters.

9 The outbreak of corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company's operations and revenue were impacted due to COVID-19. However, it has no further significant impact with respect to COVID 19 pandemic during the quarter ended September 30, 2021.

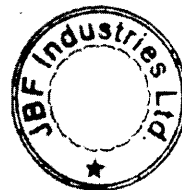
10 One of the operational creditors of JBF RAK LLC, situated at UAE (JBF RAK), a subsidiary of the Company, had made an application before the National Company Law Tribunal (NCLT) under Insolvency and Bankruptcy Code, 2016 against the Company, for supply of raw materials to JBF RAK and claimed an amount of Rs. 12,848 lakh (US\$ 19,899,091.53) as per notice dated 17th February, 2020. Management is of the opinion that in view of the on-going negotiations with the above creditor by JBF RAK and based on past settlement by the Company with above creditor in respect of raw material purchased by the Company, there will be no liability on account of it to the Company and hence no provision is required towards above claim. The same has been referred by the auditors in their report on results and was also referred by the auditors in their report on the financial statements & results for the earlier years/ quarters.

11 Company has received an intimation from CFM Asset Reconstruction Private Limited (CFM) that all the existing lenders of the Company except Tamilnadu Mercantile Bank Ltd has assigned their debts alongwith all the rights and interest to CFM w.e.f. 13th August, 2021.

Further to the above intimation, the Company has received demand notice from CFM, under Section 13(2) of the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI Act") and the Rules framed thereunder for recovery of their dues. In response, to the demand notice u/s 13(2) of the SARFAESI Act, 2002, the Company has given an "in-principle" consent of handing over the secured assets of the Company to CFM, which however, is subject to shareholder's approval.

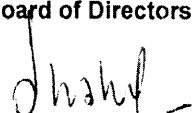
12 In the opinion of the management, the Company is engaged only in the business of producing polyester based products. As such, there are no separate reportable segments.

13 The figures for the corresponding previous period/year have been regrouped/re-arranged wherever necessary, to make them comparable.



Place : Mumbai
Date : 01st November, 2021

By order of the Board of Directors


SEETHARAM N SHETTY
DIRECTOR
DIN-07962778