



JBF Industries Limited

(Under Corporate Insolvency Resolution Process)

Ref No : JBF/SECTL/BOD/

28th May, 2025

The Secretary Bombay Stock Exchange Limited Pheroze Jeejabhoy Towers, Dalal Street, Mumbai, Maharashtra 400 001.	The Secretary National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra East Mumbai, Maharashtra 400 051.
--	---

Sub: Financial Results

Sir/Madam,

In Compliance with Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Audited Financial Results for the quarter and year ended on 31st March, 2025, approved by the Resolution Professional of the Company in the meeting held on 28th May, 2025.

The date of Annual General Meeting and Book Closure will be informed in due course of time.

The Meeting of Board of Directors of the Company commenced at 16.30 hrs. and concluded at 17.30 hrs

Thanking you,

Yours faithfully,

For JBF INDUSTRIES LIMITED


Mr. Mukesh Verma
Resolution Professional
Registration No: IBBI/IPA-001/IP-P01665/2019-2020/12522



Regd Office : Shop No.4, Ground Floor, Building No.A, Shubh Laxmi Complex, Near Prabhat School
Chanandevi, Amli, Silvassa, Dadra & Nagar Haveli – 396230,

Earlier Regd Office : 396230st Floor, Building No.B-2, Tirupati Residency, Tirupati Balaji Temple,
Basera Road, Silvassa, Dadra & Nagar Haveli – 396230,

CIN : L99999DN1982PLC000128

Tel ; +91 6356020333 E-mail : cirp.jbf@gmail.com, sec.shares@jbfmail.com

S. C. AJMERA & CO.**CHARTERED ACCOUNTANTS****INDEPENDENT AUDITOR'S REPORT ON AUDIT OF THE STANDALONE FINANCIAL RESULTS**

To
The Resolution Professional
JBF Industries Limited.

Qualified Opinion

We have audited the accompanying Statement of Standalone Financial Results of **JBF INDUSTRIES LIMITED** (the "Company") for the quarter and year ended March 31, 2025 (the "statement"), 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.

In our opinion and to the best of our information and according to the explanations given to us except for the possible effects of the matters described in the "Basis for Qualified Opinion" section of our report, the statement:

- a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India for the net profit/loss and other comprehensive income and other financial information of the Company for the quarter and year then ended March 31, 2025.

Basis for Qualified Opinion

- (i) As mentioned in Note 4 to the statement, provision of interest @ Nil% p.a. on monthly compounding basis on Term Loan and simple interest in Cash Credit Limits and Cumulative Redeemable Preference Shares (CRPS) Rs.2,47,379 (Term Loan Rs. 64,121 lakhs and Cash Credit Rs. 1,71,862 lakhs and CRPS Rs. 11,396 lakhs) lakhs for the year ended from 1st April 2024 to 31st March 2025 as against the documented rate, resulting into lower provision of finance cost for the quarter and year ended 31st March, 2025 by Rs. 10241 lakhs and Rs. 39462 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 31st March, 2025 is Rs. 156150 lakhs. Had the interest been provided at the documented rate, finance cost, net profit/loss after tax for the period/year, total comprehensive income and EPS for the quarter and year ended 31st March, 2025 would have been Rs. 10241 lakhs and Rs. 39462 lakhs, Rs. (10227) lakhs and Rs. (39988) lakhs, Rs. (10227) lakhs and Rs. (39988) lakhs, and Rs. (12.49) and Rs. (48.84) respectively as



PAN : AAQFS9420E

S. C. AJMERA & CO.
CHARTERED ACCOUNTANTS

against the reported figure of Rs. NIL and Rs. NIL, Rs. 14 lakhs and Rs. (527) lakhs, Rs. 14 lakhs and Rs. (527) lakhs and 0.02 and (0.64) respectively in the above results. Further current financial liabilities- others and other equity as at 31st March, 2025 would have been Rs.85447 lakhs and Rs. (332924) lakhs respectively as against reported figure of Rs.45985 lakhs and Rs.(293462) lakhs respectively in the above results.

- (ii) As mentioned in Note 9 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) as per notice dated 17th February, 2020. 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.

We concluded our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described In the Auditor's Responsibility for the Audit of the Standalone Financial Results 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 results under the provisions of the Companies Act, 2013 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 are sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to:-

- (i) Note 2 to the statement that there is a significant and material impact on the "going concern" status of the Company and its future operations. The Company's ability to sustain itself and generate revenues to meet its financial commitment has been critically dented. Therefore, the company ceases to continue as a going concern.
- (ii) Note 2 to the statement, the Company has received demand notice from Tamilnad Mercantile Bank Ltd, (TMBL) under Section 13(2) of the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("Sarfaesi Act") and the



S. C. AJMERA & CO.

CHARTERED ACCOUNTANTS

Rules framed thereunder for recovery of their dues vide letter dated 23rd November, 2021 amounting to Rs. 32.94 Crores plus future interest as applicable thereon in terms of loan agreement. TMBL has denied to release the pro rata charge on assets of the company which was transferred to CFM and finally to Madelin Enterprises Private Limited (MEPL).

Thereafter, TMBL approached DRT Mumbai for recovery of their dues from the Company and CFM. DRT Mumbai has passed interim order and CFM challenged the maintainability of TMBL application in DRAT where their contention was upheld. Thereafter, TMBL has approached Gujarat High Court and the matter is subjudice. TMBL has also filed an IA with NCLT.

- (iii) Note 5 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.
- (iv) Note 7 to the statement, regarding non-preparation of consolidated financial statement due to the reasons mentioned therein. The company has subsidiaries and is required to present consolidated financial results. 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. However, as on 31st March 2023, M/s. Madelin Enterprises Pvt. Ltd., has acquired the holding of JBF Industries Ltd. in its Subsidiary Company JBF Global Pte Limited situated at Singapore under the Sarfaesi Act but pending transfer of shares in the name of Madelin Enterprises Pvt. Ltd., the shares are still in the company as on date.
- (v) Note 8 to the statement, regarding the vacancy of the post of the Chief Executive Officer and Chief Financial Officer due to the reason as mention therein.
- (vi) Note 8 to the statement, non-appointment of Company Secretary & Compliance Officer as required by Regulation 6 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015
- (vii) The company has not appointed any Internal Auditor, which is required by section 138 of the Companies Act 2013.



CHARTERED ACCOUNTANTS

- (viii) The company has paid remuneration to Directors, which is in excess of limit laid down under section 197 of the Companies Act, 2013. However, no remuneration was paid during the quarter.
- (ix) There is a difference of Rs. 11.46 Lakhs in GST Input credit as appearing in the books of accounts and as appearing on the GST Electronic Credit Ledger. The same is pending reconciliation.

Our opinion is not modified in respect of these matters.

Management's Responsibilities for the Standalone Financial Results

This Statement, which includes the Standalone financial results is the responsibility of the Company's Board of Directors, and has been prepared on the basis of the standalone financial statements. The Company's Board of Directors are responsible for the presentation of these standalone financial statements that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Ind AS, prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results 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 Results.



S. C. AJMERA & CO.

CHARTERED ACCOUNTANTS

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

- Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements 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 the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company 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 results 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, these standalone financial results have been prepared on the basis that the company does not continue to be a going concern as stated in the emphasis of matter paragraph.
- Evaluate the overall presentation, structure and content of the Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

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



S. C. AJMERA & CO.

CHARTERED ACCOUNTANTS

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and where applicable, related safeguards.

Other Matter

We report that the figures for the quarter ended 31st March, 2025 represent derived figures between the audited figures in respect of the financial year ended 31st March, 2025 and the published unaudited year-to-date figures up to 31st December, 2024 being the date of the end of the third quarter of the current financial year, which were subjected to a limited review by us.

Place : Udaipur
Date : 28-05-2025



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

Arun
(Arun Sarupria - Partner)
M.No. 078398

UDIN:25078398BMHZCM5880

JBF INDUSTRIES LIMITED

Regd Office : Shop No.4, Ground Floor, Building No.A, Shubh Laxmi Complex, Near Prabhat School Chanandevi, Amlil, Silvassa, Dadra & Nagar Haveli - 396230

CIN : L99999DN1982PLC000128

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH, 2025

(Rs. In Lakh except per share data)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
		31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
1	Income					
	a) Revenue From Operations	-	-	(0)	-	194
	b) Other Income (Refer note no-6)	4	3	(0)	8	1
	Total Income	4	3	(0)	8	195
2	Expenses					
	a) Cost of materials consumed	-	-	-	-	-
	b) Purchases of Stock- in- trade	-	-	-	-	190
	c) Changes in Inventories of Finished goods and work-in-progress	-	-	-	-	-
	d) Employee benefits expense	(29)	12	41	87	264
	e) Finance Costs (Refer note no-3)	0	0	(17,672)	0	9
	f) Depreciation and amortisation expense	-	-	-	-	-
	g) Other Expenses	19	105	137	187	215
	Total Expenses	(10)	117	(17,494)	274	678
3	Profit/(Loss) before Exceptional Items and tax (1- 2)	14	(114)	17,493	(266)	(483)
4	Exceptional Items (Refer note no-2)	0		237	260	237
5	Profit/(Loss) before Tax (3-4)	14	(114)	17,256	(527)	(720)
6	Tax Expenses					
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax	-	-	-	-	-
	c) Short/(Excess) Provision of Tax of Earlier Years (Net)	-	-	343	-	343
	Total Tax Expense	-	-	343	-	343
7	Net Profit/(Loss) for the Period/Year (5 - 6)	14	(114)	16,913	(527)	(1,064)
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	-	-	-	-	-
	b) Income tax effect on above	-	-	-	-	-
	ii) Items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income	-	-	-	-	-
9	Total Comprehensive Income for the Period / Year (7+8)	14	(114)	16,913	(527)	(1,064)
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
11	Other Equity excluding Revaluation Reserve	-	-	-	-	-
12	Earning per equity share: Basic & Diluted (Not Annualised)*	0.02	(0.14)*	20.66	(0.64)*	(1.30)*



Balance Sheet as at 31st March, 2025 is as under :

		(Rs in Lakh)	
Particulars		As at 31st March, 2025 (Audited)	As at 31st March, 2024 (Audited)
I.	ASSETS		
1	Non-current assets:		
	(a) Property, Plant and Equipment	-	-
	(b) Capital work-in-progress	-	-
	(c) Investment Property	-	-
	(d) Other Intangible assets	-	-
	(e) Financial Assets		
	(i) Investments	-	-
	(ii) Others	-	-
	(f) Other non-current assets	-	-
	Total Non-Current Assets	-	-
2	Current assets		
	(a) Inventories	-	-
	(b) Financial Assets		
	(i) Trade receivables	311	554
	(ii) Cash and cash equivalents	437	32
	(iii) Bank balances other than (ii) above	16	19
	(iv) Others	1	1
	(c) Current Tax Assets (Net)	1	1
	(d) Other current assets	4,814	4,815
	Total Current Assets	5,580	5,422
	Total Assets	5,580	5,422
II.	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share capital	8,187	8,187
	(b) Other Equity	(2,93,462)	(2,92,936)
	Total Equity	(2,85,275)	(2,84,748)
	Liabilities		
1	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	-	-
	(ii) Lease Liabilities	-	-
	(b) Provisions	-	-
	(c) Deferred tax liabilities (net)	-	-
	Total Non-Current Liabilities	-	-
2	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	2,35,984	2,35,984
	(ii) Trade Payables:-		
	Total outstanding dues of Micro & Small Enterprises	160	160
	Total outstanding dues of Creditors other than Micro & Small Enterprises	3,561	3,441
		3,721	3,601
	(iv) Other financial liabilities	45,985	45,800
	(b) Other Current liabilities	5,122	4,719
	(c) Provisions	43	66
	(d) Current Tax Liabilities (Net)	-	-
	Total Current Liabilities	2,90,855	2,90,170
	Total Equity and Liabilities	5,580	5,422



STATEMENT OF UNAUDITED CASH FLOWS FOR THE PERIOD ENDED 31ST MARCH,2025

(Rs in Lakh)

Particulars	For the year ended 31st March, 2025 (Audited)	For the year ended 31st March, 2024 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Loss Before Tax as per Statement of Profit and Loss	(527)	(720)
Adjusted for :		
Finance Costs	0	9
Interest Income	(8)	(1)
Provision for doubtful debts	260	237
Sundry Balances Written Off / (Back) (Net)	0	(9)
Operating Profit Before Working Capital Changes	(274)	(484)
Adjusted for :		
Trade & Other Receivables	(17)	182
Inventories	-	-
Trade and Other Payables	688	318
Cash from/(used in) Operations	397	16
Direct taxes Refund/(paid)	-	(4)
	397	12
Exceptional Items		
Net Cash from Operating Activities	397	12
B. CASH FLOW FROM INVESTING ACTIVITIES		
Interest on Investment / Loans	8	1
Net Cash used in Investing Activities	8	1
C. CASH FLOW FROM FINANCING ACTIVITIES		
Finance Costs Paid	(0)	(9)
Net Cash used in Financing Activities	(0)	(9)
Net Increase in Cash and Cash Equivalents (A+B+C)	405	4
Opening Balance of Cash and Cash Equivalents	32	28
Closing Balance of Cash and Cash Equivalents	437	32



Notes :

- 1 The above results have been reviewed and approved by the Resolution Professional at their meeting held on 28th May 2025. These Audited Result have been reviewed by the Statutory Auditors of the Company.
All the lenders (except Tamilnad Mercantile Bank Ltd) had assigned the debts along with all the rights and interests on the secured assets to CFM Asset Reconstruction Private Limited (CFM) , who in turn sold it to Madelin Enterprises Private Limited (MEPL) under the SARFAESI Act 2002 and manufacturing operations from all locations have been discontinued.
- 2 In addition, the Company has received demand notice from Tamilnad Mercantile Bank Ltd, (TMBL) under Section 13(2) of the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("Sartaesi Act") and the Rules framed thereunder for recovery of their dues vide letter dated 23rd November, 2021. amounting to Rs. 32.94 Crores plus future interest as applicable thereon in terms of loan agreement. TMBL has denied to release the pro rata charge on assets of the company. Therefore TMBL approached DRT Mumbai for recovery of their dues from the Company and CFM. DRT Mumbai has passed interim order and CFM challenged the maintainability of TMBL application in DRAT where their contention was upheld, thereafter TMBL has approached Gujarat High Court & matter is subjudice. TMBL has also filed an IA with NCLT.
In light of the above facts, there could be a significant and material impact on the "going concern" status of the Company and its future operations. The Company's ability to sustain itself and generate revenues to meets its financial commitment, has been critically dented. 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.
- 3 Exceptional items for the year ended 31st March 2025 and for year ended 31st March 2024 represents loss on account of Provision for doubtful debts and repossession of secured assets by the Lender.
As the Company was admitted by the Hon'ble NCLT vide its order dated 25th January 2024, therefore, the Company has provided interest @ Nil% p.a. w.e.f. 1st April 2023 on term loan, Cash Credit limits and Cumulative Redeemable Preference Shares (CRPS) on its borrowings aggregating to Rs. 2,47,379 lakhs (Term Loan Rs. 64,121 lakhs and Cash Credit Rs. 1,71,862 lakhs and CRPS Rs. 11,396 lakhs) as against the documented rate as required as per IND AS -23 "Borrowing Costs" read with IND AS-109 on "Financial Instruments" since Company unable to service interest liability. Aggregate amount of interest not provided for as at 31st March, 2025 is Rs.1,56,150 lakhs. Accordingly, finance costs for the quarter ended 31st March 2025, for the quarter ended 31st Dec, 2024, for the quarter ended 31st March,2024 and for the year ended 31st March 2025 and for the year ended 31st March 2024 is lower by Rs. 10,241 lakh, Rs.10,110 lakh, Rs. 8,819 lakh, Rs. 39,462 lakh and Rs. 34,390 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. 3,77,587 lakhs) to the lenders of JBF Petrochemicals Limited ("JPL"), a step-down subsidiary. However, following the sale of secured assets (including its investments in subsidiaries and 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.1,99,155 lakhs) 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 obligations 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. Further IDBI bank has filed IA with NCLT Ahmedabad against rejection of their claim in CIRP process, which stands allowed & in compliance of orders of Honourable NCLT, RP has admitted the claim of IDBI. However, RP & CFM have filed appeal in NCLAT against the NCLT order. Voting on the Resolution plan has been stayed by the Hon'ble NCLAT. 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 Due to the repossession of secured assets including all investments made by the Company in its subsidiaries and step-down subsidiary on 6th June, 2022, the exposures has been reduced to NIL.
- 6 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. As on 31st March 2023, M/s Madelin Enterprises Pvt Ltd., has acquired the holding of our Company in the Subsidiary Company JBF Global Pte Limited situated at Singapore under the Sarfaesi Act but pending transfer in the name of Madelin Enterprises Pvt. Ltd., the shares are still in name of the company as on date.
- 7 There is no Chief Executive Officer (CEO), Chief Financial Officer (CFO) and Company Secretary (CS) & Compliance Officer of the Company. 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 One of the operational creditors of JBF RAK LLC, situated at UAE (JBF RAK), had made an application with National Company Law Tribunal (NCLT) under Insolvency and Bankruptcy Code, 2016 against the Company, for supply of raw materials to JBF RAK and claimed for a debt of Rs. 12,848 lakh (US\$ 19,899,091.53) as per notice dated 17th February, 2020. This application stand dismissed as infructuous hence no provision is required for above claim. Further, the operational creditor of JBF RAK LLC has filed its claim with RP, which also has been rejected by him and matter is subjudice. As rejection is contested by the operational Creditor, 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 In the opinion of the management, the Company was engaged only in the business of producing polyester based products. As such, there are no separate reportable segments.
- 10 An application was filed before the National Company Law Tribunal (NCLT), Ahmedabad, by one of the Operational Creditor against the Company under section 9 of Insolvency and Bankruptcy Code, 2016. The matter was admitted by the Hon'ble NCLT vide its order dated 25th January 2024 & Corporate Insolvency Resolution Process(CIRP) is in progress. Further resolution plans have been received but voting on the same is stayed by Hon'ble NCLAT.
- 12 The figures for the corresponding previous period/year have been regrouped/re-arranged wherever necessary, to make them comparable.



Place - Mumbai
Date - 28th May 2025



Resolution Professional in the matter of
JBF Industries Limited
(Company undergoing Corporate Insolvency Resolution Process)

Mukesh Verma
MUKESH VERMA
Resolution Professional (RP)
Registration No: IBBI/IPA-001/IP-P01665/2019-2020
AFA Valid up to 31-12-2025



Statement on Impact of Audit Qualification

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2025 on Standalone Financial Statements

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualification)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/ Total Income	Rs. 0.08 Crore	Rs.0.08 Crore
	2.	Total Expenditure (Including Exceptional Items)	Rs. 5.35 Crore	Rs.399.97 Crore
	3.	Net (Loss) [after taxes, before OCI]	Rs.(5.27) Crore	Rs.(399.88) Crore
	4.	Earnings Per Share	Rs. (0.64)	Rs. (48.84)
	5.	Total Assets	Rs. 55.80 Crore	Rs.55.80 Crore
	6.	Total Liabilities	Rs.55.80 Crore	Rs.450.42 Crore
	7.	Net Worth	Rs. (2852.75) Crore	Rs.(3,247.37) Crore
	8.	Any other financial item(s)	Not Applicable	Not Applicable

II. Audit Qualifications

(a) Details of Audit Qualification:

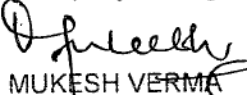
The auditors of the Company in their report on the Standalone Financial Statements, have reported in their report, that:-

- i. As the Company was admitted by the Hon'ble NCLT vide its order dated 25th January 2024, therefore, the Company has provided interest @ Nil% p.a. w.e.f. 1st April 2023 on term loan, Cash Credit limits and Cumulative Redeemable Preference Shares (CRPS) on its borrowings aggregating to Rs. 2,47,379 lakhs (Term Loan Rs. 64,121 lakhs and Cash Credit Rs. 1,71,862 lakhs and CRPS Rs. 11,396 lakhs) as against the documented rate as required as per IND AS -23 "Borrowing Costs" read with IND AS-109 on "Financial Instruments" since Company unable to service interest liability. Aggregate amount of interest not provided for as at 31st March, 2025 is Rs.1,56,150 lakhs. Accordingly, finance costs for the quarter ended 31st March 2025, for the quarter ended 31st Dec, 2024, for the quarter ended 31st March,2024 and for the year ended 31st March 2025 and for the year ended 31st March 2024 is lower by Rs. 10,241 lakh, Rs.10,110 lakh, Rs. 8,819 lakh, Rs. 39,462 lakh and Rs. 34,390 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.
- ii. One of the operational creditors of JBF RAK LLC, situated at UAE (JBF RAK), had made an application with National Company Law Tribunal (NCLT) under Insolvency and Bankruptcy Code, 2016 against the Company, for supply of raw materials to JBF RAK and claimed for a debt of Rs. 12,848 lakh (US\$ 19,899,091.53) as per notice dated 17th February, 2020. This application stand dismissed as infructuous hence no provision is required for above claim. Further, the operational creditor of JBF RAK LLC has filed its claim with RP, which also has been rejected by him and matter is subjudice. As rejection is contested by the operational Creditor, 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.



	<p>(b) Type of Audit Qualification:- Qualified Opinion</p> <p>(c) Frequency of Audit Qualification: Qualification Referred in II (a) (i) – Since March 2019, in II (a) (ii) – Appeared since March 2020.</p> <p>(d) For Audit Qualification where the impact is quantified by the auditor, Management's Views:</p> <p>(i) As the Company was admitted by the Hon'ble NCLT vide its order dated 25th January 2024 and the Company will not be in a position to service the finance cost.</p> <p>(e) For Audit Qualification where the impact is not quantified by the auditor:</p> <p>(i) Management's estimation on the impact of audit qualification: Not Applicable</p> <p>(ii) If the Management is unable to estimate the impact, reasons for the same:</p> <ul style="list-style-type: none"> In respect of Audit Qualification as referred in (II) (a) (ii) above –application filed by one of the operational creditors of JBF RAK LLC, a subsidiary of the Company, against the Company - This application stand dismissed as infructuous. hence no provision is required for above claim. Further, the operational creditor of JBF RAK LLC has filed its claim with RP, which also has been rejected by him and matter is subjudice. The company has shown this as Contingent Liability. <p>(iii) Auditors' Comments on (i) or (ii) above:- Refer " Basis for Qualified Opinion " in the Independent Audit Report on the Standalone Financial Statements dated 28th May, 2025.</p>
III.	Signatories:

Resolution Professional in the matter of
JBF Industries Limited
(Company undergoing Corporate Insolvency Resolution Process)


MUKESH VERMA



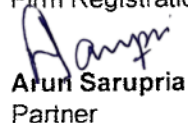
Resolution Professional (RP)
Registration No: IBBI/IPA-001/IP-P01665/2019-2020/12522
AFA Valid up to 31-12-2025



Place: Mumbai
Date: 28.05.2025

Refer our Independent Auditor's Report dated 28th May, 2025 on the Standalone Financial Statements of the Company.

For S.C. Ajmera & Co.
Chartered Accountants
Firm Registration No – 002908C


Arun Sarupria
Partner



Membership No – 078398
UDIN :
Place: Udaipur
Date: 28.05.2025