

## Financial Statements

### Balance Sheet as at 31 March, 2020

(All amounts ₹ in Lacs, unless otherwise stated)

	Note	As at 31 March, 2020	As at 31 March, 2019
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
Share capital	2	1,820.80	1,820.80
Reserves and surplus	3	24,722.38	21,095.84
		<b>26,543.18</b>	<b>22,916.64</b>
<b>Non-current liabilities</b>			
Long-term borrowings	4	5,956.07	8,200.35
Deferred tax liabilities, net	5	110.39	-
Other long-term liabilities	6	1,332.82	-
Long-term provisions	7	55.43	44.43
		<b>7,454.71</b>	<b>8,244.78</b>
<b>Current liabilities</b>			
Short-term borrowings	8	13,837.25	4,495.57
Trade payables		34.04	26.21
- Total outstanding dues of micro enterprises and small enterprises			
- Total outstanding dues of creditors other than micro enterprises and small enterprises	9	70,335.52	53,478.08
Other current liabilities	10	3,667.28	7,031.25
Short-term provisions	7	641.79	101.82
		<b>88,515.88</b>	<b>65,132.93</b>
<b>Total</b>		<b>1,22,513.77</b>	<b>96,294.35</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment - tangible assets	11	17,592.99	5,322.13
Capital work-in-progress	12	-	9,549.66
Non-current investments	13	10,066.52	4,604.60
Deferred tax assets, net	5	-	8.74
Long-term loans and advances	15	698.24	3,658.37
Other non-current assets	16	5,474.98	1,707.00
		<b>33,832.73</b>	<b>24,850.50</b>
<b>Current assets</b>			
Current investments	14	3,519.15	-
Inventories	17	37,206.90	42,505.68
Trade receivables	18	6,213.59	7,960.49
Cash and bank balances	19	30,464.99	14,513.97
Short-term loans and advances	15	8,418.62	6,025.56
Other current assets	16	2,857.79	438.15
		<b>88,681.04</b>	<b>71,443.85</b>
<b>Total</b>		<b>1,22,513.77</b>	<b>96,294.35</b>

Notes 1 to 41 form an integral part of these financial statements.

This is the Balance Sheet referred to in our report of even date.

For **Walker Chandiok & Co LLP**  
Chartered Accountants  
FRN - 001076N/N500013

(**Anamitra Das**)  
Partner  
Membership No. 062191

Place: Gurugram  
Date: 18 December, 2020

For and on behalf of the Board of the Directors of  
**Budge Budge Refineries Limited**

**Ramesh Agarwal**  
(Director)  
DIN: 00564635

**Harsh Agarwal**  
(Director)  
DIN: 07100781

**Manish Karwa**  
(Company Secretary)  
MN: ACS 28027

## Financial Statements

### Statement of Profit & Loss for the year ended on 31 March, 2020

(All amounts ₹ in Lacs, unless otherwise stated)

	Note	Year Ended 31 March, 2020	Year Ended 31 March, 2019
<b>Revenue</b>			
Revenue from operations	20	2,48,851.99	2,23,739.83
Other income	21	1,518.41	1,542.62
<b>Total revenue</b>		<b>2,50,370.40</b>	<b>2,25,282.45</b>
<b>Expenses</b>			
Cost of materials consumed	22	1,69,116.33	1,37,629.80
Purchases of stock-in-trade	23	47,555.49	84,309.72
Changes in inventories of finished goods, work-in-progress and stock-in-trade	24	5,739.19	(19,526.12)
Employee benefits expense	25	745.96	1,112.60
Finance costs	26	4,160.85	4,694.03
Depreciation expense	27	795.90	455.50
Other expenses	28	12,465.14	9,827.47
<b>Total expenses</b>		<b>2,40,578.86</b>	<b>2,18,503.00</b>
<b>Profit before exceptional items and tax</b>		<b>9,791.54</b>	<b>6,779.45</b>
<b>Exceptional items</b>	29	4,239.69	-
<b>Profit Before Tax</b>		<b>5,551.85</b>	<b>6,779.45</b>
<b>Tax expense</b>			
Current tax		1,757.49	1,817.98
Deferred tax charge		119.13	17.68
Prior year taxes (net)		(261.33)	47.22
<b>Total tax expense</b>		<b>1,615.29</b>	<b>1,882.88</b>
<b>Profit after tax</b>		<b>3,936.56</b>	<b>4,896.57</b>
<b>Earnings per equity share</b>			
<b>Basic and diluted</b>	30	21.62	26.89

Notes 1 to 41 form an integral part of these financial statements.

This is the Statement of Profit and Loss referred to in our report of even date.

For **Walker Chandiok & Co LLP**  
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FRN - 001076N/N500013

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**Manish Karwa**  
(Company Secretary)  
MN: ACS 28027

## Financial Statements

### Cash Flow Statement For the year ended on 31 March, 2020

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	Year Ended 31 March, 2020	Year Ended 31 March, 2019
<b>A. Cash flow from operating activities :</b>		
Profit before exceptional items and tax	9,791.54	6,779.45
<b>Adjustment for :</b>		
Depreciation expense	795.90	455.50
Finance costs	4,160.85	4,694.03
Unrealized foreign exchange loss	846.24	68.01
Interest income	(501.42)	(766.29)
Loans and advances written off	100.00	-
Provision for doubtful debts (reversed on recovery)	(103.43)	-
Gain from sale of investments	(2.37)	-
Liabilities no longer required, written back	(0.83)	(2.65)
Bad debts written off	127.76	8.96
<b>Operating profit before working capital changes</b>	<b>15,214.24</b>	<b>11,237.01</b>
<b>Adjustments for changes in working capital:</b>		
(Increase) / decrease in assets:		
Inventories	5,298.78	(17,859.69)
Trade receivables	1,722.57	(1,024.00)
Loans and advances	1,121.23	(2,218.26)
Other assets	(1,531.58)	(68.52)
Increase / (decrease) in liabilities:		
Provisions	15.67	14.57
Trade payable	16,019.86	25,647.62
Other liabilities	(3,073.31)	(185.69)
<b>Cash generated from operations</b>	<b>34,787.46</b>	<b>15,543.04</b>
Income taxes paid (net of refunds)	(1,232.24)	(1,244.37)
<b>Net cash generated from operating activities (A)</b>	<b>33,555.22</b>	<b>14,298.67</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment (including capital work in progress)	(3,557.42)	(10,278.95)
Purchase of investments	(19,720.76)	(357.74)
Sale of investments	6,502.37	-
Loans given (net of repayments received)	(692.80)	2,970.35
(Investments made in) / redemption of deposits with bank	(14,521.96)	58,507.53
Interest received	(386.64)	815.44
<b>Net cash (used in) / generated from investing activities (B)</b>	<b>(32,377.21)</b>	<b>51,656.63</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from/(repayment of) short-term borrowings (net)	9,341.68	(66,268.06)
Proceeds from long-term borrowings	5,000.00	8,215.03
Repayment of long-term borrowings	(6,248.99)	(18.54)
Interest paid	(4,073.66)	(4,790.14)
<b>Net cash generated from / (used in) financing activities (C)</b>	<b>4,019.03</b>	<b>(62,861.71)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>5,197.04</b>	<b>3,093.59</b>
Cash and cash equivalents as at the beginning of the year	3,200.43	106.84
<b>Cash and cash equivalents as at the end of the year</b>	<b>8,397.47</b>	<b>3,200.43</b>
Note:		
Cash and bank balances (refer note 19)	30,464.99	14,513.97
Less: Other bank balance	22,067.52	11,313.54
<b>Cash and cash equivalent</b>	<b>8,397.47</b>	<b>3,200.43</b>

This is the Cash flow Statement referred to in our report of even date.

For **Walker Chandio & Co LLP**

Chartered Accountants  
FRN - 001076N/N500013

(Anamitra Das)

Partner

Membership No. 062191

Place: Gurugram

Date: 18 December, 2020

For and on behalf of the Board of the Directors of  
**Budge Budge Refineries Limited**

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(Director)  
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**Manish Karwa**

(Company Secretary)  
MN: ACS 28027

### Summary of significant accounting policies and other explanatory information

#### 1 Summary of Significant accounting policies

##### 1.01 Company overview

Budge Budge Refineries Limited (“the Company” or “BBRL”) is a company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The Company is engaged in the business of manufacturing and trading of edible oils.

##### 1.02 Basis of preparation of financial statements

The financial statements are prepared and presented under the historical cost convention on accrual basis of accounting in accordance with generally accepted accounting principles in India (“Indian GAAP”) and comply in all material respects with the mandatory Accounting Standards (“AS”) prescribed under Section 133 of the Companies Act, 2013 (“the Act”) read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended), and with the relevant provisions of the Act and pronouncements of the Institute of Chartered Accountants of India (“ICAI”). The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycle and other criteria set out in Schedule III to the Act. Based on the nature of the work, the Company has ascertained its operating cycle as up to twelve months for the purpose of current and non-current classification of assets and liabilities.

##### 1.03 Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires management of the Company to make estimates and assumptions that effect the reported amounts of assets and liabilities at the date of the financial statements and the results of operation during the reporting periods. Although these estimates are based upon management’s best knowledge of current events and actions, actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods. Significant estimates used by the management in the preparation of these financial statements include the estimates of the economic useful lives of property, plant and equipment, provision for doubtful debts, advances and employee benefits.

##### 1.04 Property, plant and equipment

Property, plant and equipment (“PPE”) are stated at cost less accumulated depreciation and impairment losses. The cost of PPE comprises of its purchase price and other costs attributable to bring such assets to its working condition for its intended use. Advances paid towards the acquisition of PPE outstanding at each balance sheet date are disclosed as capital advances and the cost of

PPE not ready for their intended use before such date are disclosed as capital work-in-progress.

##### 1.05 Depreciation

Depreciation on PPE is provided on straight line method over the useful lives of assets prescribed under Schedule II of the Act. In respect of additions, depreciation is provided on pro-rata basis from the date of acquisition/installation. Written down value of all assets acquired prior to 1 April 2014 are being depreciated over their remaining useful life as prescribed in Schedule II of the Act, except in case of plant and machinery (except the ones capitalised during the year) which are being depreciated over a useful life of 12 years based on technical evaluation.

##### 1.06 Impairment

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists then the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

##### 1.07 Inventories

Inventories are valued at lower of cost or net realisable value, i.e. the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale. The costs of raw materials, work-in-progress, finished goods, traded goods and stores and spares in general are ascertained under first in first out method (FIFO). The cost includes expenditure incurred in the normal course of business in bringing such inventories to its location which includes purchase price, non-refundable taxes, delivery and handling costs.

##### 1.08 Investments

Investments that are readily realizable and intended to be held for not more than a year and current maturities of long-term investments are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However provision for diminution in value is made to recognize a decline other than temporary in the value of the long-term investments.

### Summary of significant accounting policies and other explanatory information

#### 1.09 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

**Sale of products:** Revenue from sale of products is recognized in the accounts on passing of title to the goods. Gross sales are inclusive of excise duty but are net of trade discounts, where applicable.

**Dividend:** Dividend income is recognized and accounted for when the right to receive payment is established.

**Interest Income:** Interest income is recognised using the time proportion method, based on interest rates implicit in the transaction.

**Insurance claim:** Insurance claim lodged with the insurance companies are accounted for on accrual basis, to the extent these are measurable and ultimate collection is reasonably certain.

Advances received for services are reported as liabilities until all conditions for revenue recognition are met.

#### 1.10 Cash and bank balances

Cash and bank balances comprise cash and deposit with banks. The Company considers all highly liquid investments at the time of purchase with a original maturity of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

#### 1.11 Foreign currency transactions and translations

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and foreign currency at the date of the transaction.

Exchange differences in respect of all monetary assets and liabilities denominated in foreign currency are restated at the rates ruling at the year end and all exchange gains/ losses arising there from are adjusted to the Statement of Profit and Loss, except those covered by forward contracted rates where the premium or discount arising at the inception of such forward exchange contract is amortized as expense or income over the life of the contract. Non-monetary items which are carried in terms of historical cost denominated in foreign currency are reported using the exchange rate at the date of the transaction.

#### 1.12 Forward and options contracts in foreign currencies

The Company uses foreign exchange forward and option contracts to hedge its exposure to movements in foreign exchange rates. The use of these foreign exchange forward and options contracts reduces the risk or cost to the Company and the Company does not use those for trading or speculation purposes.

Forward and options contracts are fair valued at each reporting date. The Company designates certain forward exchange and options contracts as

cash flow hedges to mitigate the risk of foreign exchange exposure on highly probable forecast transactions. The Company records the gain or loss on effective hedges, if any, in the cash flow hedging reserve until the transactions are complete. On completion, the gain or loss is transferred to the Statement of Profit and Loss of that period. To designate a forward or options contract as an effective hedge, the Management objectively evaluates and evidences with appropriate supporting documents at the inception of each contract and subsequently whether the contract is effective in achieving offsetting cash flows attributable to the hedged risk. Changes in the fair value relating to the ineffective portion of the hedges and derivative instruments that do not qualify or have not been designated for hedge accounting are recognized in the Statement of Profit and Loss. Net forex loss on currency transactions and translation are netted off from hedging gain/loss.

#### 1.13 Employee benefits

##### (a) Short-term benefits

All employee benefits falling due wholly within 12 months of rendering services are classified as short term employee benefits like salaries, wages and short-term compensated absences and are recognised as expenses in the period in which the employee renders the related services.

##### (b) Post employment benefits

###### Provident fund

The Company contributes to the statutory provident fund of the Regional Provident Fund Commissioner in accordance with the Employees Provident Fund and Miscellaneous Provisions Act, 1952. The plan is a defined contribution plan and contribution paid or payable is recognised as an expense in the period in which services are rendered by the employee.

###### Gratuity

Gratuity is a post employment defined benefit plan. The liability recognised in the balance sheet represents the present value of defined benefit obligation at the balance sheet date less fair value of plan assets, if any. The defined benefit obligation is computed annually by an independent actuary, using projected unit credit method.

Actuarial gains or losses arising from experience adjustments and changes in actuarial assumptions are credited or charged/credited to the Statement of profit and loss in the year in which such gains or losses arises.

##### (c) Other long-term employment benefits

###### Compensated absences

Liability in respect of compensated absences becoming due or expected to be availed within one year from the balance sheet date is recognised on the basis of undiscounted value of estimated amount required to be paid or estimated value of benefit expected to be availed by the employees. Liability in respect of earned leave becoming due or expected to be availed after one year of the balance sheet date is estimated on the basis of

## Summary of significant accounting policies and other explanatory information

actuarial valuation as at the balance sheet date in a manner similar to gratuity.

### 1.14 Taxes on Income

#### (a) Current tax

Current tax is the amount of income tax determined to be payable in respect of taxable income for a period as per the provisions of the Income-tax Act, 1961 ("IT Act"). The Company accounts for tax credit in respect of Minimum Alternate Tax ("MAT") in situations where the MAT payable is higher than tax payable under normal provisions of the IT Act and where there is a reasonable certainty of adjusting such credit in future years. The credit so availed is adjusted in future years when the tax under normal provisions is higher than MAT payable to the extent of the said difference.

#### (b) Deferred tax

Deferred tax is the effect of timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are reviewed at each balance sheet date and recognized/derecognized only to the extent that there is reasonable/virtual certainty, depending on the nature of the timing differences, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

### 1.15 Leases

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the lower of the fair values of the leased property and present value of the minimum lease payments at the inception of the lease term and disclosed as leased assets. Lease payments are apportioned between the finance charges and reduction of the lease liability based on the implicit rate of return. Finance charges are recognized as finance costs in the statement of profit and loss. Lease management fees, legal charges and other initial direct costs are capitalized. A leased asset is

depreciated on a straight line basis over the useful life of the asset. However, if there is no reasonable certainty that the company will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset or the lease term. Leases where the lessor effectively retains, substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on straight-line basis over the lease term.

### 1.16 Earnings per equity share ('EPS')

Basic earnings per equity share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purposes of diluted earnings per equity share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### 1.17 Provisions, contingent liabilities and contingent assets

- (a) A provision is recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.
- (b) A disclosure for a contingent liability is made when there is a possible obligation or a present obligation but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.
- (c) Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the assets and related income are recognised in the period in which the change occurs.



## Summary of significant accounting policies and other explanatory information

## 2. SHARE CAPITAL

(All amounts ₹ in Lacs, unless otherwise stated)

Share Capital	31/03/2020		31/03/2019	
	Number	Amount	Number	Amount
<b>Authorised Share Capital</b>				
Equity Shares of ₹10 each	20,000,000	2,000.00	20,000,000	2,000.00
	<b>20,000,000</b>	<b>2,000.00</b>	<b>20,000,000</b>	<b>2,000.00</b>
<b>Issued, subscribed and fully paid up</b>				
Equity Shares of ₹10 each	18,208,000	1,820.80	18,208,000	1,820.80
	<b>18,208,000</b>	<b>1,820.80</b>	<b>18,208,000</b>	<b>1,820.80</b>

## i) Reconciliation of Equity shares Capital

Particulars	31/03/2020		31/03/2019	
	Number	Amount	Number	Amount
Balance at the beginning of the year	18,208,000	1,820.80	18,208,000	1,820.80
Add : Issue of bonus shares	-	-	-	-
Balance at the end of the year	18,208,000	1,820.80	18,208,000	1,820.80

- ii) The Company had issued 6,828,000 equity shares of ₹ 10 each without payment being received in cash during the period of 5 years immediately preceding the reporting date.

## iii) Details of Shareholders holding more than 5% of the aggregate shares in the Company

Particulars	Number	Holding %	Number	Holding %
Equity shares of ₹10 each				
Altius Builders Private Limited	29,33,040	16.11 %	29,33,040	16.11 %
Jupiter Deal trade Private Limited	25,84,000	14.19 %	25,84,000	14.19 %
Vista BPO Private Limited	22,38,400	12.29 %	22,38,400	12.29 %
Kremer Mercantile Private Limited	22,33,600	12.27 %	22,33,600	12.27 %
Gaylord Sales Private Limited	20,40,000	11.20 %	20,40,000	11.20 %
A.V. Commercial Company Private Limited	15,18,650	8.34 %	15,18,650	8.34 %
DKO Trading Company LLP	12,47,200	6.85 %	12,47,200	6.85 %
Valley Distributors LLP	12,34,240	6.78 %	12,34,240	6.78 %

## iv) Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity share is entitled to one vote per share. In the event of liquidation, the equity shareholders are entitled to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholdings. During this financial year the Company has not proposed/declared any dividend. However, if any dividend is proposed by the Board of Directors, it will be subject to the approval of the Shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

## Summary of significant accounting policies and other explanatory information

## 3. RESERVES AND SURPLUS

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>i) Capital reserves</b>		
Balance at the beginning of the year	150.00	150.00
<b>Balance at the end of the year</b>	<b>150.00</b>	<b>150.00</b>
<b>ii) Securities premium account</b>		
Balance at the beginning of the year	2,714.26	2,714.26
<b>Balance at the end of the year</b>	<b>2,714.26</b>	<b>2,714.26</b>
<b>iii) General reserve</b>		
Balance at the beginning of the year	4,042.72	4,042.72
<b>Balance at the end of the year</b>	<b>4,042.72</b>	<b>4,042.72</b>
<b>iv) Cash flow hedge reserve</b>		
Balance at the beginning of the year	-	-
Add : Changes in fair value of effective portion of derivatives	1,078.92	3,281.26
Less : Net (gain)/loss reclassified to statement of profit and loss on occurrence of hedged transactions		
- Realised (gain)/loss during the year	1,078.92	(3,147.30)
- Unrealised gain during the year	310.02	(133.96)
<b>Balance at the end of the year</b>	<b>(310.02)</b>	<b>-</b>
<b>v) Surplus in the Statement of profit and loss</b>		
Balance at the beginning of the year	14,188.86	9,292.29
Add : Profit for the year	3,936.56	4,896.57
<b>Balance at the end of the year</b>	<b>18,125.42</b>	<b>14,188.86</b>
	<b>24,722.38</b>	<b>21,095.84</b>

## 4. LONG-TERM BORROWING

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>Secured</b>		
Term Loans from banks	4,543.30	46.74
Less: Current maturities of long-term borrowings (refer Note 10)	(1,013.83)	(18.54)
<b>Unsecured</b>		
From body corporates (*)	2,426.60	8,172.15
	<b>5,956.07</b>	<b>8,200.35</b>

(\*) Unsecured loan taken from body corporate carries interest of 12 % p.a. and repayable on demand after 2 years

## i) Nature of Security and terms of repayment for long-term borrowings:

Name	Amount Outstanding 31.03.2020 (₹)	Amount Outstanding 31.03.2019 (₹)	Nature of Security	Terms of repayment
i) Term loans from banks (Vehicle loans)	43.30	46.74	Secured by way of hypothecation of the respective vehicles financed there against.	Loans are repayable within the range of 36 to 60 months and carries interest rate ranging from 8.50 % to 9.50 % p.a.
ii) Term loans from banks for Capital projects	4,500.00	-	Secured by way of exclusive charge on property, plant and equipments (including immovable properties) and current assets of the new plant	Loan is repayable by July 2024, in quarterly installments and carries a floating interest ranging from 8.95 % to 9.45 % p.a.



## Summary of significant accounting policies and other explanatory information

### 5. DEFERRED TAX LIABILITIES, NET

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>Deferred tax liabilities</b>		
Timing difference on written down value of property, plant and equipment	2,156.30	407.98
	<b>2,156.30</b>	<b>407.98</b>
<b>Deferred tax assets</b>		
Provision for employee benefits	23.13	12.83
Expenses allowable on payment basis	540.95	377.40
Provision for doubtful debts	0.32	26.49
Provision for impairment of investment	1,481.51	-
	<b>2,045.91</b>	<b>416.72</b>
<b>Deferred tax liabilities / (assets) [net]</b>	<b>110.39</b>	<b>(8.74)</b>

### 6 OTHER LONG-TERM LIABILITIES

Particulars	As at 31 March, 2020	As at 31 March, 2019
Statutory dues	1,332.82	-
	<b>1,332.82</b>	<b>-</b>

### 7. PROVISIONS

Particulars	As at 31 March, 2020		As at 31 March, 2019	
	Long-Term	Short-Term	Long-Term	Short-Term
<b>Provision for employee benefits</b>				
- gratuity [refer Note 7(a)]	47.51	8.97	32.95	5.31
- compensated absences	7.92	1.79	11.48	0.78
Provision for income tax (net of advance taxes)	—	631.03	—	95.73
	<b>55.43</b>	<b>641.79</b>	<b>44.43</b>	<b>101.82</b>

#### 7. A. EMPLOYEE BENEFITS

Defined Benefit Plans - As per Actuarial Valuations as on 31 March 2020 and recognised in the financial statements in respect of Employee Benefit Schemes (gratuity):

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>i) Change in projected benefit obligation</b>		
Projected benefit obligation at the beginning of the year	38.26	27.95
Service cost	11.67	9.68
Interest cost	2.95	2.13
Actuarial (gain)/loss (net)	3.60	(0.95)
Benefits paid	—	(0.55)
<b>Projected benefit obligation at the end of the year</b>	<b>56.48</b>	<b>38.26</b>
<b>ii) Change in plan assets</b>		
Fair value of plan assets at the beginning of the year	-	-
Employer contributions	-	0.55
Benefits paid	-	(0.55)
<b>Fair value of plan assets at the end of the year</b>	<b>-</b>	<b>-</b>
<b>iii) Reconciliation of present value of obligation on the fair value of plan assets</b>		
Present value of projected benefit obligation at the end of the year	56.48	38.26
Funded status of the plans	-	-
<b>Liability recognised in the balance sheet</b>	<b>56.48</b>	<b>38.26</b>

## Summary of significant accounting policies and other explanatory information

## 7. A. EMPLOYEE BENEFITS

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	As at 31 March, 2020	As at 31 March, 2019
iv) <b>Components of employer expenses</b>		
Service cost	11.67	9.68
Interest cost	2.95	2.13
Recognized net actuarial loss/(gain)	3.60	(0.95)
<b>Total expense recognised in the Statement of profit and loss</b>	<b>18.22</b>	<b>10.86</b>

Net Gratuity expenses have been recognised in Contribution to Provident and other funds under Note 25.

v) <b>Key actuarial assumptions</b>		
Discount rate	7.00 %	7.70 %
Long-term rate of compensation increase	6.00 %	6.00 %
Rate of return on plan assets	0.00 %	0.00 %
Withdrawal rates, based on age (per annum)		
Upto 25 years	8.00 %	8.00 %
26 to 30 years	7.00 %	7.00 %
31 to 35 years	6.00 %	6.00 %
36 to 40 years	5.00 %	5.00 %
41 to 45 years	4.00 %	4.00 %
46 to 50 years	3.00 %	3.00 %
51 to 55 years	2.00 %	2.00 %
Above 56 years	1.00 %	1.00 %

The Company assesses these assumptions with the projected long-term plans of growth and prevalent industry standards. The estimates of future salary increases considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant facts.

## vi) Table for 5 years actuarial valuation disclosures for Gratuity

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	31 March 2020	31 March 2019	31 March 2018	31 March 2017	31 March 2016
Defined benefit obligation	56.48	38.26	27.95	9.32	7.91
Plan assets	-	-	-	-	-
Deficit	56.48	38.26	27.95	9.32	7.91
Net actuarial loss/(gain) recognized	3.60	(0.95)	13.06	0.82	0.82

vii) The Company makes contribution to statutory provident fund in accordance with Employees Provident Fund and Miscellaneous Provision Act, 1952. This is post-employment benefit and is in the nature of defined contribution plan. Contribution made by the Company during the year is ₹24.03 lacs (31 March 2019: ₹21.74 lacs).

## 8. SHORT-TERM BORROWING

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>Secured</b>		
From Banks		
Cash credit and overdraft facility	13,837.25	3,534.13
Working capital demand loan (WCDL)	-	961.44
	<b>13,837.25</b>	<b>4,495.57</b>

## Terms and conditions

## Security

- Cash credit facility are secured by a first ranking pari-passu charge on current assets and property, plant and equipment of the Company (present and future) and personal guarantees of directors of the Company.
- Working capital demand loan are secured by way of pledge of fixed deposits.
- Bank overdraft facility ₹13,745.35 lacs, is secured by way of pledge of bonds and fixed deposits.

## Rate of Interest

Cash credit and overdraft facility - 8.10 % p.a. to 10.20 % p.a. (31 March 2019: 8.25 % p.a. to 12.25 % p.a.)

WCDL (Indian currency) - Nil (31 March 2019: 8 % p.a. to 9 % p.a.)

## Summary of significant accounting policies and other explanatory information

### 9. TRADE PAYABLES

Particulars	As at 31 March, 2020	As at 31 March, 2019
Micro and small enterprises (refer note below)	34.04	26.21
Dues to others (*)	70,335.52	53,478.08
	<b>70,369.56</b>	<b>53,504.29</b>

(a) the principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;	34.04	26.21
(b) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(c) the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;-	-	-
(d) the amount of interest accrued and remaining unpaid at the end of each accounting year; and	0.07	0.31
(e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.-	-	-

(\*) Trade payables includes dues amounting to ₹ 30,822.30 lacs backed by Import Letter of Credits, which are fully secured against bonds and fixed deposits.

### 10. OTHER CURRENT LIABILITIES

Particulars	As at 31 March, 2020	As at 31 March, 2019
Current maturities of long term borrowings (refer note 4)	1,013.83	18.54
Interest accrued but not due on borrowings	431.06	251.34
Advance from customers	1,151.51	3,618.07
Capital creditors	13.12	53.44
Unamortised premium on forward contracts	187.49	280.02
Statutory dues	264.97	1,532.48
Liabilities for expenses	594.28	704.83
Dues to employees	9.86	531.56
Other payables	1.16	40.97
	<b>3,667.28</b>	<b>7,031.25</b>

## Summary of significant accounting policies and other explanatory information

## 11. PROPERTY, PLANT AND EQUIPMENT - TANGIBLE ASSETS

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	Freehold land	Buildings	Plant & Machinery	Storage Tanks	Furniture and Fixtures	Computers	Office Equipments	Total
Gross block								
Balance as at 1 April 2018	907.18	1,872.39	5,814.82	820.68	25.50	27.42	21.69	9,546.90
Additions	-	-	-	-	-	0.16	0.89	40.65
Disposals	-	-	-	-	-	-	-	-
Balance as at 31 March 2019	907.18	1,872.39	5,814.82	820.68	25.50	27.58	22.58	9,587.55
Additions (*)	274.73	702.26	11,299.31	768.07	3.66	3.50	2.82	13,066.76
Disposals	-	-	-	-	-	-	-	-
Balance as at 31 March 2020	1,181.91	2,574.65	17,114.13	1,588.75	29.16	31.08	25.40	22,654.31
Accumulated depreciation								
Up to 31 March 2018	-	604.28	2,800.64	338.31	17.24	25.17	17.37	3,809.92
Depreciation charge	-	69.20	343.85	28.95	1.22	1.15	2.21	455.50
Reversal on disposal of assets	-	-	-	-	-	-	-	-
Up to 31 March 2019	-	673.48	3,144.49	367.26	18.46	26.32	19.58	4,265.42
Depreciation charge	-	112.69	616.40	50.86	1.11	1.25	1.37	795.90
Reversal on disposal of assets	-	-	-	-	-	-	-	-
Up to 31 March 2020	-	786.17	3,760.89	418.12	19.57	27.57	20.95	5,061.32
Net block								
As at 31 March 2019	907.18	1,198.91	2,670.33	453.42	7.04	1.26	3.00	5,322.13
As at 31 March 2020	1,181.91	1,788.48	13,353.24	1,170.63	9.59	3.51	4.45	17,592.99

Notes: (\*) Includes borrowing cost and labour cost capitalised amounting to ₹ 301.15 lacs and ₹ 0.36 lacs respectively.

## Summary of significant accounting policies and other explanatory information

### 12. CAPITAL WORK IN-PROGRESS

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Balance at the beginning of the year	9,549.66	405.37
Add:- Additions during the year	3,320.14	9,144.29
Less:- Capitalised during the year	(12,869.80)	-
<b>Balance at the end of the year</b>	<b>-</b>	<b>9,549.66</b>

### 13. NON-CURRENT INVESTMENTS (NON-TRADE)

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>(a) In equity instruments</b> (Non-trade, unquoted) 134,372 (31 March 2019: 134,372) equity shares of ₹10 each fully paid in Hindustan Storage & Distribution Company Limited	357.43 357.43	357.43 357.43
<b>(b) In bonds and mutual funds</b> (Non-trade, unquoted) 420 units (31 March 2019: 420 units) of Yes Bank Limited's 9.50 % Bonds (Face Value ₹ 1,000,000 per unit) [refer note (i) below] 12,980,086.19 units (31 March 2019: Nil) of HDFC Corporate Bonds - Growth (Face Value ₹ 10 per unit) [refer note (i) below] 2,212,955.13 units (31 March 2019: Nil) of ICICI Pru Corporate Bonds - Growth (Face Value ₹ 10 per unit) [refer note (i) below] 12,141,872.36 units (31 March 2019: Nil) of L & T Triple Ace Bond - Growth (Face Value ₹ 10 per unit) [refer note (i) below] Less: Provision for impairment [refer note 29]	4,239.69 2,750.00 450.00 6,500.00 (4,239.69) 9,700.00	4,239.69 - - - - 4,239.69
<b>(c) Other investments</b> (Non-trade, Unquoted) Sovereign gold bond scheme Other investments [refer note (ii) below] Gold coins	1.91 0.07 7.11 9.09	0.31 0.07 7.10 7.48
<b>Total Investments</b>	<b>10,066.52</b>	<b>4,604.60</b>

Notes:

- (i) Pledged with banks against letter of credits for import of raw materials.
- (ii) Pledged with government authorities.

### 14. CURRENT INVESTMENTS (Unquoted)

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>In bonds</b> 350 units (31 March 2019: Nil) of HDFC Limited 8.55 % Bonds (Face Value ₹ 1,000,000 per unit) [refer note (i) below]	3,519.15 3,519.15	- -

Notes:

- (i) Pledged with banks against short-term borrowings.

## Summary of significant accounting policies and other explanatory information

### 15. LOANS & ADVANCES (Unsecured considered good, unless otherwise stated) (All amounts ₹ in Lacs, unless otherwise stated)

PARTICULARS	As at 31 March, 2020		As at 31 March, 2019	
	Long Term	Short Term	Long Term	Short Term
Capital advances	243.76	-	3,544.74	-
Advance to suppliers	-	1,353.12	-	754.37
Advance to employees	-	31.31	-	46.71
Advances recoverable	-	3,625.08	-	-
Loan to bodies corporate	-	1,248.74	-	555.94
Security deposits	43.10	381.64	44.57	211.41
Receivable from brokers for hedging transactions	-	390.96	-	651.84
Advance income tax (net of provisions)	331.08	-	59.70	-
Insurance claim receivable	-	215.28	-	259.09
Balances with government authorities	-	1,155.60	-	3,433.22
Prepaid expenses	80.30	-	9.36	89.37
Others	-	16.89	-	23.61
	<b>698.24</b>	<b>8,418.62</b>	<b>3,658.37</b>	<b>6,025.56</b>

### 16. OTHER ASSETS

PARTICULARS	As at 31 March, 2020		As at 31 March, 2019	
	Non-current	Current	Non-current	Current
Bank deposits with maturity of more than 12 months (*)	5,474.98	-	1,707.00	-
Interest accrued on:				
- bank deposits	-	1,011.90	-	149.01
- bonds	-	-	-	97.12
- loans given	-	127.80	-	5.51
Export licenses in hand	-	1,718.09	-	186.51
	<b>5,474.98</b>	<b>2,857.79</b>	<b>1,707.00</b>	<b>438.15</b>

(\*) Pledged with banks against letter of credits for import of raw materials.

### 17. INVENTORIES

(valued at lower of cost and net realisable value)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Raw material [refer note (a) below]	13,647.20	13,290.84
Work-in-progress	2,617.29	312.51
Finished goods [refer note (b) below]	2,715.68	8,479.52
Packing material	382.16	352.70
Stock-in-trade [refer note (c) below]	17,357.81	19,637.94
Stores and spares	486.76	432.17
	<b>37,206.90</b>	<b>42,505.68</b>

#### Notes:

(a) Raw material includes goods-in-transit ₹ 3,081.48 lacs; (31 March 2019 - ₹ 4,221.13 lacs)

(b) Finished goods includes goods-in-transit ₹ 69.26 lacs; (31 March 2019 - ₹ 510.79 lacs)

(c) Stock-in-trade includes goods-in-transit ₹ 10,654.73 lacs; (31 March 2019 - ₹ 17,491.85 lacs)

### 18. TRADE RECEIVABLES (Unsecured)

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>Debts outstanding for a period exceeding six months from the date they are due for payment</b>		
Considered good	65.10	110.13
Considered doubtful	0.93	104.36
	66.03	214.49
Less: Provision for doubtful debts	0.93	104.36
	<b>65.10</b>	<b>110.13</b>
Other debts		
Considered good	6,148.49	7,850.36
	<b>6,213.59</b>	<b>7,960.49</b>



## Summary of significant accounting policies and other explanatory information

### 19. CASH AND BANK BALANCES

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	As at 31 March, 2020	As at 31 March, 2019
(i) <b>Cash and cash equivalents</b>		
Cash on hand	6.84	5.93
Balances with banks		
- current accounts	1,370.63	639.50
- deposit accounts (with original maturity less than 3 months)	7 , 0	2 0 . 0 0
2,555.00		
	<b>8,397.47</b>	<b>3,200.43</b>
(ii) <b>Other bank balances</b>		
Bank deposits having remaining maturity for more than	22,067.52	
11,313.54		
3 months but less than 12 months (*)	22,067.52	
<b>11,313.54</b>		
	<b>30,464.99</b>	<b>14,513.97</b>

(\*) Includes deposits aggregating to ₹29,087.52 lacs (31 March 2019 - ₹10,053.45 lacs) pledged with banks against letter of credits for import of raw materials and one draft facility.

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>Sale of products</b>		
- Manufactured goods	1,94,735.74	1,52,298.94
- Traded goods	52,019.33	68,407.03
<b>Total sale of products</b>	<b>2,46,755.07</b>	<b>2,20,705.97</b>
Other operating revenue	2,096.92	3,033.86
	<b>2,48,851.99</b>	<b>2,23,739.83</b>

### 21. OTHER INCOME

Particulars	As at 31 March, 2020	As at 31 March, 2019
Interest income on:		
- bonds	299.28	399.00
- loans	202.14	210.14
- Income tax refund	-	157.15
Gain from sale of current investments	2.37	-
Net gain on foreign currency transaction and translations	-	696.91
Net gain on hedging transactions	735.47	-
Insurance claim	173.21	72.44
Liabilities no longer required, written back	0.83	2.65
Other miscellaneous income	1.68	4.33
Provision for doubtful debts	103.43	-
	<b>1,518.41</b>	<b>1,542.62</b>

### 22. COST OF MATERIALS CONSUMED

Particulars	As at 31 March, 2020	As at 31 March, 2019
Opening stock of raw materials	13,290.84	15,223.88
Add: Purchases made during the year	1,69,472.69	1,35,696.76
Less: Closing stock of raw materials	13,647.20	13,290.84
	<b>1,69,116.33</b>	<b>1,37,629.80</b>
(i) <b>Details of raw materials and components consumed</b>		
Crude plam oil	1,15,405.82	94,531.19
Crude Soyabean oil	12,299.68	-
Refined palm oil	28,223.51	40,513.17
Others	13,187.32	2,585.44
	<b>1,69,116.33</b>	<b>1,37,629.80</b>

## Summary of significant accounting policies and other explanatory information

### 22. COST OF MATERIALS CONSUMED (Contd.)

ii) Value of imported and indigenous raw materials, stores and spare parts consumed (All amounts ₹ in Lacs, unless otherwise stated)

Particulars	Year ended 31 March 2020		Year ended 31 March, 2019	
	Amount	% of consumption	Amount	% of consumption
<b>Raw materials</b>				
Imported	1,45,893.76	86 %	1,17,152.46	85 %
Indigenous	23,222.57	14 %	20,477.34	15 %
	<b>1,69,116.33</b>	<b>100%</b>	<b>1,37,629.80</b>	<b>100%</b>
<b>Stores and spare parts</b>				
Imported	-	0 %	-	0 %
Indigenous	698.08	100 %	711.05	100 %
	<b>698.08</b>	<b>100%</b>	<b>711.05</b>	<b>100%</b>

### 23. PURCHASES OF STOCK IN TRADE

Particulars	As at 31 March, 2020	As at 31 March, 2019
Crude palm oil	2,105.11	40,776.98
Refined palm oil	3,708.10	10,196.91
Soyabean oil	39,163.29	12,095.53
Sunflower oil	1,362.40	19,374.15
Stearine	154.62	433.91
Others	1,061.97	1,432.24
	<b>47,555.49</b>	<b>84,309.72</b>

### 24. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

Particulars	As at 31 March, 2020	As at 31 March, 2019
Opening stock		
- Finished goods (including stock in transit)	8,479.52	5,095.38
- Work-in-progress	312.51	256.95
- Stock-in-trade (including Stock in transit)	19,637.94	3,551.52
	<b>28,429.97</b>	<b>8,903.85</b>
Less: Closing stock		
- Finished goods (including stock in transit)	2,715.68	8,479.52
- Work-in-progress	2,617.29	312.51
- Stock-in-trade (including stock-in-transit)	17,357.81	19,637.94
	<b>22,690.78</b>	<b>28,429.97</b>
	<b>5,739.19</b>	<b>(19,526.12)</b>

### 25. EMPLOYEE BENEFITS EXPENSE

Particulars	As at 31 March, 2020	As at 31 March, 2019
Salaries, wages and bonus	676.99	1,061.66
Contribution to provident and other funds [refer note 7 (a)]	49.00	32.96
Staff welfare expenses	19.97	17.98
	<b>745.96</b>	<b>1,112.60</b>

## Summary of significant accounting policies and other explanatory information

### 26. FINANCE COSTS

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>Interest expenses on:</b>		
- cash credit and working capital demand loan	507.10	1,631.23
- letter of credit (imports)	1,652.97	1,488.17
- other borrowings	490.85	5.58
<b>Other borrowing costs:</b>		
- Forward premium amortized	1,004.59	1,086.70
- Processing fees and others	505.34	482.35
	<b>4,160.85</b>	<b>4,694.03</b>

### 27. DEPRECIATION EXPENSES

Particulars	As at 31 March, 2020	As at 31 March, 2019
Depreciation on tangible assets	795.90	
455.50		
	<b>795.90</b>	<b>455.50</b>

### 28. OTHER EXPENSES

Particulars	As at 31 March, 2020	As at 31 March, 2019
Consumption of stores and spare parts [refer note 22(ii)]	698.08	711.05
Consumption of packing material	3,816.47	4,306.49
Labour processing and transportation charges	274.80	199.89
Other manufacturing expenses	135.61	59.25
Power and fuel	2,238.57	1,631.92
Repairs and maintenance:		
- Plant and equipments	52.84	93.26
- Others	48.55	40.43
Legal and professional fees	53.92	73.09
Director sitting fees	1.80	1.80
Bank charges	35.58	9.44
Rates and taxes	157.00	333.11
Rent (refer note 39)	19.58	15.51
Security charges	86.70	70.57
Freight and forwarding	2,122.52	1,689.33
Sales promotion	225.36	365.70
Insurance	280.28	18.22
Corporate social responsibility expenses (refer note 31)	22.31	8.00
Travelling and conveyance	62.83	108.21
Payment to auditor [refer note (a) below]	14.59	15.03
Net loss on foreign currency transactions and translation	1,779.39	-
Bad debts written off	127.76	8.96
Loans and advances written off	100.00	-
Miscellaneous expenses	110.60	68.21
	<b>12,465.14</b>	<b>9,827.47</b>
<b>Note:</b>		
(a) Payment to auditors:		
- For statutory audit	12.50	12.50
- For tax audit	1.50	1.50
- For other services	-	0.65
- Reimbursement of expenses	0.59	0.38
	<b>14.59</b>	<b>15.03</b>

## Summary of significant accounting policies and other explanatory information

## 29. EXCEPTIONAL ITEMS

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	As at 31 March, 2020	As at 31 March, 2018
Provision for impairment in investment [refer note 13(b)]	4,239.69	-
	<b>4,239.69</b>	<b>-</b>

**Note:**

The Company has investments aggregating to ₹4,239.69 lacs in perpetual subordinated Basel-III compliant Additional Tier 1 Bonds (AT-1 Bonds) of Yes Bank Limited. The Company's business includes import of raw materials and traded goods and in the course of such business transactions, we need to pledge liquid securities with banks for issuance of letter of credits in favour of suppliers towards these imports. These AT-1 Bonds were purchased and pledged with the bankers due to commercial expediency for the purpose of carrying on business of imports.

Yes Bank Limited attempted to write down the liability of AT-1 Bonds in their books, through a public notice to the investors. AXIS Trustee Services Limited (in capacity as debenture trustee, acting on the instructions of the investors) has filed a writ petition before the Hon'ble High Court of Bombay against the said action. The Hon'ble High Court has passed an interim order on 16 March 2020 which vide order dated 29 October 2020 has been extended till 22 December 2020 or until further order restraining the respondents (Union of India through Ministry of Finance, Reserve Bank of India, Administrator of Yes Bank Limited, Yes Bank Limited and National Securities Depository Limited) from taking any action in the matter relating to the write down of AT-1 Bonds.

The Company, based on legal advice and on a prudent basis, has provided for the entire value of such investments amounting to ₹4,239.69 lacs.

## 30. EARNING PER EQUITY SHARE (EPS)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Net profit after tax	3,936.56	4,896.57
Weighted average number of equity shares	1,82,08,000	18,208,000
Basic and diluted earnings per equity share (face value of ₹10 each)	21.62	26.89

## 31. DISCLOSURE IN RESPECT OF CORPORATE SOCIAL RESPONSIBILITY UNDER SECTION 135 OF THE COMPANIES ACT, 2013 AND RULES THEREON

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Gross amount required to be spent during the year:	206.94	89.30
(b) Amount spent during the year on purposes other than construction/acquisition of any asset		
Paid	22.31	8.00
Yet to be paid	184.63	81.30

## 32. CONTINGENT LIABILITIES

Particulars	As at 31 March, 2020	As at 31 March, 2019
In respect of		
- Excise duty matters	172.27	172.27
- Sales tax matters	-	105.14
- Income tax matters	53.78	53.78
	<b>226.05</b>	<b>331.19</b>

## 33. DERIVATIVE INSTRUMENTS

- (i) (a) The Company uses foreign currency forward contracts to hedge its risk associated with foreign currency fluctuations. The use of foreign currency forward contracts is governed by the Company's strategy approved by the Board of Directors, which provides principles on the use of such forward contracts consistent with the Company's Risk Management Policy. The Company does not use forward contracts for speculative purposes.
- Outstanding short-term forward exchange contracts entered into by the Company on account of payables including forecast payables:

## Summary of significant accounting policies and other explanatory information

## 33. DERIVATIVE INSTRUMENTS (Contd.)

(All amounts ₹ in Lacs, unless otherwise stated)

Particulars	Year ended 31 March, 2020	Year ended 31 March, 2019
No. of contracts	29	28
US Dollars equivalent (in lacs)	\$ 630.86	\$ 370.31
INR equivalent (in lacs)	47,686.83	27,051.05

(b) The Company also uses derivative contracts other than forward contracts to hedge the interest rate and currency risk on foreign currency exposure.

(ii) Unhedged foreign currency exposure

Particulars	As at 31 March 2020		As at 31 March, 2019	
	Foreign Currency	Amount in (₹)	Foreign Currency	Amount in (₹)
<b>Payable balances</b>				
Trade payables (including acceptances)	\$ 339.23	25,642.40	\$ 239.10	16,533.77
		<b>25,642.40</b>		<b>16,533.77</b>

**Note:**

The unhedged foreign currency exposure as at 31 March 2020 is \$339.23 lacs. The Company is not exposed to foreign currency risk until the underlying goods (for which the letter of credit has been opened) are processed and sold in the market. The selling prices of these goods at the time of sale are calculated at the existing international market prices (in USD terms) considering the prevailing USD rates. Accordingly the foreign currency risk arises only when the goods are actually sold in the market.

The Company follows a strict hedging policy for foreign exposure and after considering the above facts, the actual foreign currency exposure stands at \$ 20.40 lacs as at 31 March 2020.

## 34. EXPENDITURE IN FOREIGN CURRENCY (ON ACCRUAL BASIS)

Particulars	As at 31 March, 2020	As at 31 March, 2019
Legal and professional fees	2.80	1.21
	<b>2.80</b>	<b>1.21</b>

## 35. VALUE OF IMPORTS CALCULATED ON CIF BASIS

Particulars	As at 31 March, 2020	As at 31 March, 2019
-Raw materials	7,764.44	10,504.94
-Capital goods	-	1,056.24
	<b>7,764.44</b>	<b>11,561.18</b>

## 36. RELATED PARTY DISCLOSURES

i) Name of related parties and related party relationship

Relationship	Name of the related Party
Key Management Personnel (KMP)	Harsh Agarwal - Director
	Shyam Sundar Nangalia - Director
	Manish Karwa - Company Secretary
	Bijay Kumar Agarwal - Director
	Ramesh Agarwal - Director
	Lakshmendra Kumar Agarwal - individual exercising significant influence
	Shree Gopal Saraf - individual exercising significant influence
Relatives of KMP	Surya Agarwal
	Shivam Agarwal
	Puja Agarwal
Enterprise over which KMP have significant influence or control	Edible Products India Limited
	Ramesh Agarwal HUF
	Shree Gopal Saraf and Sons

## Summary of significant accounting policies and other explanatory information

(All amounts ₹ in Lacs, unless otherwise stated)

### ii) Transactions with related parties

Particulars	Year ended 31 March, 2020	Year ended 31 March, 2019
<b>Sale of goods</b>		
Edible Products India Limited	3,114.41	1,298.15
<b>Purchase of goods</b>		
Edible Products India Limited	1,537.50	904.66
<b>Salary and remuneration</b>		
Shyam Sundar Nangalia	25.98	143.09
Ramesh Agarwal	25.28	117.22
Bijay Kumar Agarwal	26.56	122.39
Lakshmendra Kumar Agarwal	16.80	117.59
Shree Gopal Saraf	25.46	117.22
Harsh Agarwal	18.00	18.00
Manish Karwa	4.39	3.68
Surya Agarwal	15.00	15.00
Shivam Agarwal	18.00	12.00
Puja Agarwal	5.00	7.20
<b>Reimbursement of expenses</b>		
Ramesh Agarwal	2.30	0.08
Shyam Sundar Nangalia	4.89	1.50
Bijay Kumar Agarwal	7.30	4.82
Surya Agarwal	5.21	2.27
<b>Brokerage on sales</b>		
Ramesh Agarwal HUF	-	4.22
Shree Gopal Saraf and Sons	-	4.50

### iii) Year-end balances with related parties

Particulars	Year ended 31 March, 2020	Year ended 31 March, 2019
<b>Receivables</b>		
Edible Products India Limited	339.53	36.18
Harsh Agarwal	-	10.09
Lakshmendra Kumar Agarwal	0.31	-
Surya Agarwal	2.56	0.41
Shivam Agarwal	-	0.34
Ramesh Agarwal	10.15	-
Shree Gopal Saraf	0.05	-
<b>Payables</b>		
Shyam Sundar Nangalia	0.15	114.28
Ramesh Agarwal	-	92.19
Bijay Kumar Agarwal	0.11	97.46
Shivam Agarwal	0.35	-
Lakshmendra Kumar Agarwal	-	117.59
Shree Gopal Saraf	-	93.93



### Summary of significant accounting policies and other explanatory information

#### 37 Segment reporting

Segments has been identified in line with the Accounting Standards on Segment Reporting (AS 17), taking into account the nature of products, the different risks and returns, the organisational structure and the internal financial reporting system. The Company is engaged in the business of manufacturing and trading of edible oil. It has manufacturing location in India only. Based on dominant source and nature of risk and returns of the Company, its internal organisation and management structure and its system of internal financial reporting, business segment has been identified as the primary segment. Accordingly, the Company has only one reportable segment.

#### 38 Capital commitments

Estimated amount of capital contracts remaining to be executed and not provided for, net of advances ₹ Nil lacs (31 March 2019: ₹205.24 lacs).

#### 39 Leases

In accordance with Accounting Standard (AS) 19 - 'Leases', lease payments made under cancellable operating lease amounting to ₹ 19.58 lacs (31 March 2019: ₹ 15.51 lacs) disclosed as rent and the same has been recognized as an expense in the Statement of profit and loss.

#### 40 Impact of Covid - 19 pandemic

Covid-19, a global pandemic has affected the world economy including India, leading to significant decline in economic activities. The Company's operations were temporarily disrupted due to the sudden announcement of nationwide lockdown. Though the edible oil sector was exempt from the lockdown measures, the demand was effected, and as a result the plant facilities continued to operate albeit below capacity and with minimum number of workforce. The Company, to the extent possible, has considered the risks that may result from the uncertainty relating to Covid - 19 pandemic and its impact on the carrying amounts of trade receivables, investments and other assets. Based on the analysis of the current indicators of the future economic condition on its business and the estimates used in its financial statements, the Management does not foresee any material impact in the recoverability of the carrying value of the assets. The risk assessment is a continuous process, and the Company will continue to monitor the impact of the changes in future economic conditions on its business.

41 Previous year's amounts have been regrouped/ rearranged wherever considered necessary to conform with the classification of current year.

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This is the summary of significant accounting policies and other explanatory information referred to in our report of even date.

As per our report of even date

For **Walker Chandiok & Co LLP**  
Chartered Accountants  
FRN - 001076N/N500013

**(Anamitra Das)**

Partner  
Membership No. 062191

Place: Gurugram  
Date: 18 December, 2020

For and on behalf of the Board of the Directors of  
**Budge Budge Refineries Limited**

**Ramesh Agarwal**  
(Director)  
DIN: 00564635

**Harsh Agarwal**  
(Director)  
DIN: 07100781

**Manish Karwa**  
(Company Secretary)  
MN: ACS 28027