

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF STANDALONE FINANCIAL RESULTS  
TO THE BOARD OF DIRECTORS OF AI CHAMPDANY INDUSTRIES LIMITED**

**Opinion**

We have audited the accompanying Statement of Standalone Financial Results of **AI CHAMPDANY INDUSTRIES LIMITED** (the "Company"), for the three months and year ended **March 31, 2021** (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- a. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- b. gives a true and fair view in conformity with Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34) prescribed under Section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the three months and year ended **March 31, 2021**.

**Basis for Opinion**

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**Management's Responsibilities for the Standalone Financial Results**

This Statement is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related audited Interim condensed standalone financial statements for the year ended March 31, 2021. The Company's Board of Directors are responsible

**Standalone audit report for the quarter and year ended 31.03.2021 of AI CHAMPDANY INDUSTRIES LIMITED**



for the preparation and presentation of the Standalone Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Ind AS 34, 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 is free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the 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 is 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 this Standalone Financial Results.

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

- Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, Standalone audit report for the quarter and year ended 31.03.2021 of AI CHAMPDANY INDUSTRIES LIMITED



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, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- 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.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone Financial Results.

Materiality is the magnitude of misstatements in the Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified Standalone audit report for the quarter and year ended 31.03.2021 of AI CHAMPDANY INDUSTRIES LIMITED



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**G. BASU & CO.**  
CHARTERED ACCOUNTANTS

**BASU HOUSE**  
1ST FLOOR  
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KOLKATA - 700 072

misstatements in the Standalone Financial Results.

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

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

Place : Kolkata  
Date : 28<sup>th</sup> August, 2021  
UDIN : 21054702AAAABR3870

For G. BASU & CO.  
Chartered Accountants  
R. No.-301174E

  
(G. GUHA)  
Partner  
(M. No.-054702)

**AI CHAMPDANY INDUSTRIES LIMITED**  
 CIN:L51909WB1917PLC002767. Regd. office: 25 Princep Street , Kolkata-700 072  
 Phone:2237 7880 , Fax:033-2236 3754, E-mail:cll@ho.champdany.co.in Website:www.jute-world.com  
 Audited Standalone financial results for the year ended March 31,2021

Rs in lacs

Particulars	Quarter ended			Year ended	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
	Audited	Unaudited	Audited	Audited	Audited
1 Income					
Revenue from Operations	2,022.79	2,736.26	3,484.40	6,635.89	12,696.46
Other Income	354.67	73.84	98.20	558.42	274.45
Total Income	2,377.46	2,810.10	3,582.60	7,194.31	12,970.91
2 Expenses					
Cost of materials consumed	1,107.48	1,023.54	1,160.81	3,000.73	4,684.84
Purchase of stock in trade	16.85	563.48	490.74	580.33	1,568.07
Changes in Inventories of Finished goods ,Work in Progress and stock in trade	47.57	8.77	(13.41)	(80.64)	(591.76)
Employee benefit expense	1,074.37	902.42	1,060.43	3,012.98	4,170.08
Finance cost	171.19	143.55	123.97	590.01	658.43
Depreciation and amortisation expense	64.40	97.00	142.88	355.40	386.05
Other expenses	614.41	340.20	614.32	1,465.71	2,057.87
Total expenses	3,096.28	3,078.96	3,579.74	8,924.53	12,931.58
3 Profit/(Loss) before exceptional Items & tax	(718.82)	(268.85)	2.86	(1,730.22)	39.33
4 Exceptional items	-	-	-	-	-
5 Profit/(Loss) before tax	(718.82)	(268.85)	2.86	(1,730.22)	39.33
6 Tax expense					
a. Current Tax	-	-	(3.74)	-	-
b. MAT Credit entitlement	-	-	2.23	-	-
c. Adjustment relating to earlier years (Taxes)	-	-	-	-	-
d. Deferred Tax Expense / (Income)	198.41	84.02	60.06	18.30	67.00
6 Total Tax expense	198.41	84.02	58.55	18.30	67.00
7 Net profit/(loss) for the period	(917.23)	(352.87)	(55.69)	(1,748.52)	(27.67)
Profit/(Loss) from discontinuing operations	-	-	-	-	-
8 Other comprehensive income					
i) Items that will be reclassified to profit/(loss)	-	-	-	-	-
ii) Tax relating to Items that will be reclassified to profit/(loss)	-	-	-	-	-
iii) Items that will not be reclassified to profit/(loss)	1,083.26	(2.55)	(48.44)	1,064.20	(50.11)
iv) Tax relating to Items that will not be reclassified to profit/(loss)	(274.71)	0.03	5.11	(275.04)	5.00
Total other comprehensive Income	808.55	(2.52)	(43.33)	789.16	(45.11)
9 Total comprehensive income for the period	(108.67)	(355.39)	(99.02)	(959.35)	(72.78)
10 Paid-up equity share capital (Face value of Rs.5/- each)	1,537.69	1,537.69	1,537.69	1,537.69	1,537.69
Reserve excluding Revaluation reserve as per balance sheet of previous accounting year.					
11 Earning Per Share(Face value of Rs. 5/- each) not annualized					
Basic	(2.98)	(1.15)	0.19	(5.73)	(0.09)
Diluted	(2.98)	(1.15)	0.19	(5.73)	(0.09)





**AI CHAMPDANY INDUSTRIES LIMITED**  
STANDALONE BALANCE SHEET AS AT 31st MARCH 2021

(Rs in lacs)

	As at 31st Mar 2021	As at 31st Mar 2020
<b>ASSETS</b>		
<b>I Non - Current Assets</b>		
(a) Property, Plant and Equipment	6,046.06	6,415.41
(b) Capital work in progress	942.51	942.51
(c) investment Property (Free hold land)	753.39	753.39
(d) Financial Assets-		
i) Investments	720.19	709.55
ii) Fixed Deposits with Banks (Maturing after 12 months)	500.00	400.00
(e) Deferred Tax Assets (Net)		-
(f) Other Non Current Assets	39.31	37.89
<b>Total Non - Current Assets</b>	<b>9,001.46</b>	<b>9,258.75</b>
<b>II Current Assets</b>		
a) Inventories	15,190.22	15,129.27
b) Financial Assets		
i) Trade Recievables	1,523.21	1,579.19
ii) Cash and Cash Equivalents	31.37	9.71
iii) Bank Balance other than (ii) above (3 months to 12 months)	16.63	11.00
iv) Loans	211.87	211.87
v) Others	4,216.71	4,184.98
c) Current Tax Assets	141.89	115.56
d) Other Curent Assets	961.86	807.85
<b>Total Current Assets</b>	<b>22,293.76</b>	<b>22,049.42</b>
<b>TOTAL ASSETS</b>	<b>31,295.21</b>	<b>31,308.17</b>
<b>EQUITY AND LIABILITIES</b>		
a) Equity Share Capital	1,537.69	1,537.69
b) Other Equity	5,255.44	6,232.74
<b>Total Equity</b>	<b>6,793.13</b>	<b>7,770.43</b>
<b>LIABILITIES</b>		
<b>I Non - Current Liabilities</b>		
(a) Financial liabilities		
i) Borrowings	2,873.45	2,235.72
ii) Other financial liabilities	10,748.05	11,105.64
(b) Deferred Tax Liability (Net)	438.06	144.72
<b>Total Non - Current Liabilities</b>	<b>14,059.56</b>	<b>13,486.08</b>
<b>II Current Liabilities</b>		
(a) Financial Liabilities		
i) Borrowings	4,711.13	3,447.74
ii) Trade Payables		
Total outstanding dues of Micro Enterprises & Small Enterprises	-	-
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	3,769.54	3,987.38
iii) Other Financial Liabilities	223.25	139.21
(b) Other Current Liabilities	739.81	570.45
(c) Provisions	998.80	1,906.91
<b>Total Current Liabilities</b>	<b>10,442.53</b>	<b>10,051.67</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>31,295.21</b>	<b>31,308.17</b>
Significant Accounting Policies		



**AI CHAMPDANY INDUSTRIES LIMITED**  
**Standalone Segmentwise revenue, results, assets and liabilities for the year ended March 31, 2021**

Rs (In lacs)						
Sl no	Particulars	Three months ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		Audited	Unaudited	Audited	Audited	Audited
1	<b>Segment Revenue</b>					
	a. Jute/ Jute Diversified Products /securities & Services	1,867.42	2,575.37	3,322.84	6,118.01	11,905.58
	b. Flax Products	155.37	160.89	161.56	517.88	790.88
	Revenue from operations	2,022.79	2,736.26	3,484.40	6,635.89	12,696.46
2	<b>Segment Results</b>					
	a. Jute/ Jute Diversified Products & Services	(812.29)	(193.13)	123.31	(972.29)	462.93
	b. Flax products	(90.00)	(6.02)	5.35	(380.36)	20.38
	Sub total	(902.29)	(199.15)	128.65	(1,352.65)	483.30
	Less : Finance costs	171.19	143.55	123.97	590.01	656.43
	Less: Un-allocable expenditure net off	(354.67)	(47.79)	1.80	(212.45)	(212.45)
	un-allocable (income)/expenditure					
		(718.82)	(268.85)	* 2.86	(1,730.22)	39.32
	Exceptional Items	-	-	-	-	-
	Profit/(Loss) before tax	(718.82)	(268.85)	2.86	(1,730.22)	39.32
	Less: Tax expenses	198.41	84.02	58.55	18.30	67.00
	Net Profit/(Loss) for the period	(917.23)	(352.87)	(55.69)	(1,748.52)	(27.68)
	i) Items that will be reclassified to profit/(loss)	-	-	-	-	-
	ii) Tax relating to Items that will be reclassified to profit/(loss)	-	-	-	-	-
	iii) Items that will not be reclassified to profit/(loss)	1,083.26	(2.55)	(48.44)	1,064.20	(50.11)
	iv) Tax relating to Items that will not be reclassified to profit/(loss)	(274.71)	0.03	5.11	(275.04)	5.00
	<b>Total Comprehensive Income</b>	<b>(108.67)</b>	<b>(355.38)</b>	<b>(99.02)</b>	<b>(959.35)</b>	<b>(72.79)</b>
3	<b>Segment Assets</b>					
	a. Jute/ Jute Diversified Products & Services	26,402.70	27,971.51	25,843.68	26,402.70	24,543.51
	b. Flax products	3,991.13	4,136.49	4,601.50	3,991.13	4,601.50
	c. Unallocated Assets	901.38	872.08	863.00	901.38	863.00
	Total	31,295.21	32,980.08	31,308.17	31,295.21	30,008.02
4	<b>Segment Liabilities</b>					
	a. Jute/ Jute Diversified Products & Services	20,399.18	21,747.54	18,642.18	20,399.17	17,248.94
	b. Flax products	3,573.60	3,758.37	4,102.48	3,573.60	4,102.48
	c. Unallocated Liabilities	529.30	529.31	793.08	529.30	793.08
	Total	24,502.09	26,035.23	23,537.75	24,502.09	22,144.50





**AI CHAMPDANY INDUSTRIES LIMITED**  
**STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31TH MARCH, 2021**

(Rs in lacs)

Particulars	31.03.2021	31.03.2020
<b>A. Cash flow from Operating activities :</b>		
Profit/(Loss) before Taxation	(1,730.22)	39.33
Add:- Adjustments for :		
Retirement Benefits	185.78	(40.40)
Depreciation and Amortisation	355.40	386.05
Dividend from Investments		(0.82)
Foreign Currency Fluctuation	0.39	
Interest Expense	524.77	656.43
Interest Income	(36.39)	(74.41)
Subsidy amortised	(3.70)	(3.70)
Surplus (Net) on disposal of Fixed Assets		
	1,026.25	
Operating Profit/(Loss) before Working Capital Changes	(703.97)	962.48
Add/(Less):- Adjustments for :		
(Increase)/Decrease in Inventories	(60.95)	(392.40)
(Increase)/Decrease in Trade and Other Receivables	(109.58)	(442.98)
(Decrease)/Increase in Trade Payables and other Liabilities	(333.63)	209.71
	(504.16)	(625.67)
Cash Generated from Operations :	(1,208.13)	336.81
Direct Taxes	(27.75)	
Net Cash from / (used in) Operating Activities	(1,235.88)	336.81
<b>B. Cash flow from Investing Activities :</b>		
Purchase of Fixed Deposits	(100.00)	
Purchase of Fixed Assets		(859.24)
Loans & Advances Given		
Interest Received	10.20	74.41
Dividend Received		0.82
Net Cash from / (used in) Investing Activities	(89.81)	(784.01)
<b>C. Cash flow from Financing Activities :</b>		
Proceeds from Issue of Preference Share Capital		1,325.00
Proceedes from borrowings	637.73	
Repayments of Loans		(4,980.55)
Proceeds from Financial Liability (Non Current)		4,892.29
Interest Paid	(553.78)	(702.16)
Net Cash from / (used in ) Financing Activities	83.95	534.58
Net increase / (decrease) in Cash and Cash Equivalents (A-B-C)	(1,241.73)	87.38
Cash and Cash Equivalents (Opening Balance)	(3,438.03)	(3,525.42)
Cash and Cash Equivalents (Closing Balance)	(4,679.76)	(3,438.03)
Cash and Cash Equivalents		
a)Note no:7	31.37	9.71
b)Standing credit facility- note no:14	(4,711.13)	(3,447.74)
Cash and Cash Equivalents	(4,679.76)	(3,438.03)





**Note:**

1. Yarn Unit and Libra Carpet Unit located at Choudwar, District Cuttack, Odhisa and Weaving Units at Rishra and Konnagar continue to be under suspension of work.
2. These Financial Results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 interim financial reporting prescribed under section 133 of the Companies Act 2013 read with relevant Rules issued there under and the other accounting principles generally accepted in India.
3. Flax Unit of Jagatdal caught fire on 9<sup>th</sup> November 2018 causing material damage of inventories valued at Rs.2251 lacs for which claim has been lodged with the insurance company. Pending settlement of claim, revenue / loss recognition has been kept in abeyance.
4. The Company operates in two business segments viz. Jute/ Jute Diversified Products / Securities and Flax Products. Therefore, in terms of Ind AS 108 of the ICAI, results for the above two segments have been given as required under Ind AS.
5. Shalimar Unit of the Company is poised for disposal at a consideration of Rs.66.26 crores, the deal being close to maturing with Rs.10 crores received by the Company on account of 1<sup>st</sup> instalment towards drawdown.
6. Two running units at Rishra (WJM) & Jagatdal have been subjected to suspension of work from 28.02.2021 and 12.07.2021 respectively due to escalation of input cost and industrial unrest. However, considering improvement in situation, the commencement of operation in two units seems imminent.
7. National lockdown declared by the Government due to spread of Covid 19 lying unabated continue to affect the economic activities and operational performance of the Company. Based on the current indicators of future economic conditions evaluated by the management, the carrying amount of the assets are expected to be recovered albeit subject to possible material changes in days ahead for which the final impact on company's assets in future may differ from that estimated at the date of closing of financial statements.



8. The figures of current quarter are the balancing figures between audited figures in respect of the full year and the published year to the date figures upto the third quarter of the current financial year.
9. Ratios have been computed as follows:
- i) Debt - Equity Ratio =  $\frac{\text{Long-term borrowings} + \text{current maturities of long-term borrowings}}{\text{Equity (excluding Revaluation Surplus and Capital Reserve)}}$
  - ii) Debt Service coverage Ratio =  $\frac{\text{Earnings before Interest, Tax and Depreciation}}{\text{(Interest Expenses} + \text{principal payment for long-term borrowings during the period)}}$
  - iii) Interest Surplus Coverage Ratio =  $\frac{\text{Earnings before Interest, Tax and Depreciation}}{\text{Interest Expenses}}$
10. The above results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 28<sup>th</sup> August, 2021. The Statutory Auditors have carried out a limited review of the above Financial Results.



Kolkata

Date: 28<sup>th</sup> August, 2021

On behalf of the Board  
  
L Jha  
Executive Director & CFO  
DIN 08972636



**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF CONSOLIDATED FINANCIAL RESULTS  
TO THE BOARD OF DIRECTORS OF AI CHAMPDANY INDUSTRIES LIMITED**

**Opinion**

We have audited the accompanying Statement of Consolidated Financial Results of **AI CHAMPDANY INDUSTRIES LIMITED** (the "Company") and its subsidiary (the Company and its subsidiaries together referred to as the "Group"), for the quarter and year ended 31<sup>st</sup> March, 2021 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) includes the results of the subsidiary as given in the Annexure to this report;
- (ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- (iii) gives a true and fair view in conformity with Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group the quarter and year ended March 31, 2021.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (the "ICAI") together with the ethical requirements that are relevant to our audit of the Interim Consolidated Financial Results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**Management's Responsibilities for the Consolidated Financial Results**

This Statement which is the responsibility of the Company's Management and approved by the

Company's Board of Directors, has been compiled from the audited interim consolidated financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Consolidated Financial Results that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Ind AS 34, 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.

The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Company, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

The respective Boards of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

#### **Other Matters**

- Consolidated herein is the Financial Result of a subsidiary named Champdany Constructions Limited with profit Rs.4.99 Lacs, Net worth Rs.897.74 Lacs and Cash flow (net) Rs..46 Lacs being audited by another Auditor not being by us. Our entire observations on them is based on said other Auditor's Report.

#### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

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

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

- Identify and assess the risks of material misstatement of the Consolidated 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, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated 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, future events or conditions may cause the

Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Consolidated Financial Results of which we are the independent auditors.

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

We communicate with those charged with governance of the Company and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Place : Kolkata

Date : 28<sup>th</sup> August, 2021

UDIN : 21054702AAAAABS1267

For G. BASU & CO.  
Chartered Accountants  
R. No.-301174E

  
(G. GUHA)  
Partner  
(M. No.-054702)





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**G. BASU & CO.**  
CHARTERED ACCOUNTANTS

**BASU HOUSE**  
1ST FLOOR  
3, CHOWRINGHEE APPROACH  
KOLKATA - 700 072

Annexure to Auditor's Report

List of Subsidiary:

1. Champdany Constructions Limited

For G. BASU & CO.  
Chartered Accountants  
R. No.-301174E

  
(G. GUHA)  
Partner  
(M. No.-054702)



AI CHAMPDANY INDUSTRIES LIMITED

CIN:L51909WB1917PLC002767. Regd. office: 25 Princep Street , Kolkata-700 072  
 Phone:2237 7880 , Fax:033-2236 3754, E-mail:cil@ho.champdany.co.in Website:www.jute-world.com  
 Audited Consolidated financial results for the year ended March 31,2021

Rs in lacs

Particulars	Quarter ended			Year ended	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
	Audited	Unaudited	Audited	Audited	Audited
1 Income					
Revenue from Operations	2,022.80	2,736.26	3,527.07	6,635.89	12,834.90
Other Income	293.42	80.73	100.87	595.98	185.62
Total Income	2,316.21	2,816.99	3,627.94	7,231.87	13,020.52
2 Expenses					
Cost of materials consumed	1,107.48	1,023.54	1,160.81	3,000.73	4,684.84
Purchase of stock in trade	16.85	563.48	490.74	580.33	1,568.07
Changes in Inventories of Finished goods ,Work in Progress and stock in trade	47.57	8.77	(13.41)	(80.64)	(591.76)
Employee benefit expense	1,038.21	913.02	1,072.93	3,012.98	4,170.08
Finance cost	171.22	143.55	123.97	590.03	656.43
Depreciation and amortisation expense	65.50	98.10	143.98	359.79	390.44
Other expenses	586.26	359.95	644.86	1,493.88	2,098.26
Total expenses	3,033.08	3,110.41	3,623.89	8,957.11	12,976.37
3 Profit/(Loss) before exceptional Items & tax	(716.87)	(293.41)	4.07	(1,725.24)	44.15
4 Exceptional Items	-	-	-	-	-
5 Profit/(Loss) before tax	(716.87)	(293.41)	4.07	(1,725.24)	44.15
6 Tax expense					
a. Current Tax	-	-	3.57	-	0.67
b. MAT Credit entitlement	-	-	(3.57)	-	(0.67)
c. Adjustment relating to earlier years (Taxes)	0.15	0.15	-	-	(2.23)
d. Deferred Tax Expense / (Income)	198.41	84.02	60.08	18.30	67.00
6 Total Tax expense	198.56	84.17	60.08	18.30	64.77
7 Net profit/(loss) for the period	(915.43)	(377.57)	(55.99)	(1,743.54)	(20.62)
Profit/(Loss) from discontinuing operations	-	-	-	-	-
8 Other comprehensive income					
i) Items that will be reclassified to profit/(loss)	-	-	-	-	-
ii) Tax relating to items that will be reclassified to profit/(loss)	-	-	-	-	-
iii) Items that will not be reclassified to profit/(loss)	1,083.26	(2.55)	(8.04)	1,064.93	(50.11)
iv) Tax relating to items that will not be reclassified to profit/(loss)	(274.71)	0.03	5.11	(275.04)	5.00
Total other comprehensive Income	808.55	(2.52)	(2.93)	789.89	(45.11)
9 Total comprehensive income for the period	(106.87)	(380.09)	(58.93)	(953.65)	(65.73)
Not profit attributable to:					
Owners of the Holding Company	(915.69)	(378.20)	(55.99)	(1,744.43)	(21.89)
Non-controlling interest	0.26	0.26	0.22	0.90	1.27
Other comprehensive income attributable to:					
Owners of the Holding Company	808.55	(2.52)	(2.93)	789.76	(45.11)
Non-controlling interest	-	-	-	0.13	-
Total comprehensive income attributable to:					
Owners of the Holding Company	(107.13)	(380.35)	(59.15)	(954.67)	(67.00)
Non-controlling interest	0.26	0.26	0.22	1.03	1.27
10 Paid-up equity share capital (Face value of Rs.5/- each)	1,537.69	1,537.69	1,537.69	1,537.69	1,537.69
Reserve excluding Revaluation reserve as per balance sheet of previous accounting year.					
11 Earning Per Share(Face value of Rs. 5/- each) not annualized					
Basic	(2.98)	0.95	(0.18)	(5.71)	(0.09)
Diluted	(2.98)	0.95	(0.18)	(5.71)	(0.09)





**AI CHAMPDANY INDUSTRIES LIMITED**  
**CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2021**

Rs in lacs

	As at 31st Mar 2021	As at 31st Mar 2020
<b>ASSETS</b>		
<b>I Non - Current Assets</b>		
(a) Property, Plant and Equipment	6,852.70	7,226.46
(b) Capital work in progress	942.51	942.51
(c) investment Property (Free hold land)	753.39	753.39
(d) Goodwill	3.16	3.16
(e) Deffered Tax Asset	-	-
(e) Financial Assets	-	-
i) Investments	78.54	67.17
ii) Fixed Deposits with Banks (Maturing after 12 months)	500.00	400.00
(g) Other Non Current Assets	65.13	79.77
<b>Total Non - Current Assets</b>	<b>9,195.43</b>	<b>9,472.45</b>
<b>II Current Assets</b>		
a) Inventories	15,182.15	15,121.17
b) Financial Assets		
i) Investment	0.02	0.02
ii) Trade Recievables	1,585.31	1,641.22
iii) Cash and Cash Equivalentents	32.08	9.95
iv) Bank Balance other than (ii) above (3 months to 12 months)	16.63	11.00
v) Loans	211.87	211.87
vi) Others	4,216.71	4,184.98
c) Current Tax Assets	141.89	115.56
d) Other Curent Asserts	1,169.11	1,018.02
<b>Total Current Assets</b>	<b>22,555.77</b>	<b>22,313.80</b>
<b>TOTAL ASSETS</b>	<b>31,751.20</b>	<b>31,786.26</b>
<b>EQUITY AND LIABILITIES</b>		
a) Equity Share Capital	1,537.69	1,537.69
b) Other Equity	5,328.76	6,301.37
<b>Equity attributable to shareholders of Holding Company</b>	<b>6,866.45</b>	<b>7,839.06</b>
c) Non-controlling Interest	161.25	160.22
<b>Total Equity</b>	<b>7,027.70</b>	<b>7,999.28</b>
<b>LIABILITIES</b>		
<b>I Non - Current Liabilities</b>		
a) Financial liabilities		
i) Borrowings	2,873.45	2,235.72
ii) Other financial liabilities	10,748.05	11,095.01
(b) Deferred Tax Liability (Net)	438.06	144.72
<b>Total Non - Current Liabilities</b>	<b>14,059.56</b>	<b>13,475.47</b>
<b>II Current Liabilities</b>		
(a) Financial Liabilities		
i) Borrowings	4,711.60	3,447.74
ii) Trade Payables	3,963.07	4,180.79
iii) Other Financial Liabilities	227.89	176.75
(b) Other Current Liabilities	762.59	597.48
(c) Provisions	998.80	1,908.76
<b>Total Current Liabilities</b>	<b>10,663.95</b>	<b>10,311.51</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>31,751.20</b>	<b>31,786.26</b>
Significant Accounting Policies		

**AI CHAMPDANY INDUSTRIES LIMITED**

**Consolidated Segmentwise revenue, results, assets and liabilities for the year ended March 31, 2021**

Sl no	Particulars	Rs (In lacs)				
		Three months ended			Year ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		Audited	Unaudited	Audited	Audited	Audited
1	<b>Segment Revenue</b>					
	a. Jute/ Jute Diversified Products /securities & Services	1,867.43	2,575.37	3,466.38	6,118.01	12,229.64
	b. Flax Products	155.37	160.89	161.56	517.88	790.88
	<b>Revenue from operations</b>	<b>2,022.80</b>	<b>2,736.26</b>	<b>3,627.94</b>	<b>6,635.89</b>	<b>13,020.52</b>
2	<b>Segment Results</b>					
	a. Jute/ Jute Diversified Products & Services	(749.06)	(224.57)	191.84	556.59	556.60
	b. Flax products	(90.00)	(6.02)	5.35	(380.36)	20.38
	<b>Sub total</b>	<b>(839.06)</b>	<b>(230.59)</b>	<b>197.19</b>	<b>576.97</b>	<b>576.97</b>
	<b>Less : Finance costs</b>	<b>171.22</b>	<b>143.54</b>	<b>123.97</b>	<b>590.03</b>	<b>656.43</b>
	<b>Less: Un-allocable expenditure net off</b>	<b>(293.42)</b>	<b>(80.73)</b>	<b>69.13</b>	<b>(595.98)</b>	<b>(123.62)</b>
	un-allocable (income)/expenditure	(716.87)	(293.41)	4.07	(1,725.24)	44.15
	<b>Exceptional Items</b>	-	-	-	-	-
	<b>Prf./t/(Loss) before tax</b>	<b>(716.87)</b>	<b>(293.41)</b>	<b>4.07</b>	<b>(1,725.24)</b>	<b>44.15</b>
	<b>Less: Tax expenses</b>	<b>198.56</b>	<b>84.17</b>	<b>58.55</b>	<b>18.30</b>	<b>67.00</b>
	<b>Net Profit/(Loss) for the period</b>	<b>(915.43)</b>	<b>(377.58)</b>	<b>(54.48)</b>	<b>(1,743.54)</b>	<b>(22.85)</b>
	i) Items that will be reclassified to profit/(loss)	-	-	-	-	-
	ii) Tax relating to items that will be reclassified to profit/(loss)	-	-	-	-	-
	iii) Items that will not be reclassified to profit/(loss)	1,083.26	(2.55)	(48.44)	1,064.93	(50.11)
	iv) Tax relating to items that will not be reclassified to profit/(loss)	(274.71)	0.03	5.11	(275.04)	5.00
	<b>Total Comprehensive Income</b>	<b>(106.88)</b>	<b>(380.10)</b>	<b>(97.82)</b>	<b>(953.65)</b>	<b>(67.96)</b>
3	<b>Segment Assets</b>					
	a. Jute/ Jute Diversified Products & Services	27,474.49	29,156.41	26,928.51	27,474.49	26,928.51
	b. Flax products	3,991.13	4,136.49	4,601.50	3,991.13	4,601.50
	c. Unallocated Assets	285.58	254.21	262.51	285.58	262.51
	<b>Total</b>	<b>31,751.20</b>	<b>33,547.11</b>	<b>31,792.52</b>	<b>31,751.20</b>	<b>31,792.52</b>
4	<b>Segment Liabilities</b>					
	a. Jute/ Jute Diversified Products & Services	20,620.60	21,984.82	18,818.78	20,620.60	17,686.20
	b. Flax products	3,573.60	3,758.37	4,102.48	3,573.60	4,102.48
	c. Unallocated Liabilities	529.30	529.31	793.08	529.30	793.08
	<b>Total</b>	<b>24,723.51</b>	<b>26,272.51</b>	<b>23,714.35</b>	<b>24,723.51</b>	<b>22,581.76</b>





**AI Champdany Industries Limited**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31TH MARCH, 2021**

Particulars	Rs in lacs	
	31.03.2021	31.03.2020
<b>A. Cash flow from Operating activities :</b>		
Profit/(Loss) before Taxation	(1,725.23)	44.15
Add:- Adjustments for :		
Retirement Benefits	185.78	(40.40)
Depreciation and Amortisation	359.79	390.44
Dividend from Investments		(0.82)
Foreign currency Fluctuation	0.39	
Interest Expense	524.77	656.43
Interest Income	(36.39)	(74.41)
Subsidy amortised	(3.70)	(3.70)
Surplus (Net) on disposal of Fixed Assets		
	1,030.64	
Operating Profit/(Loss) before Working Capital Changes	(694.59)	971.69
Add/(Less):- Adjustments for :		
(Increase)/Decrease in Inventories	(60.96)	(392.40)
(Increase)/Decrease in Trade and Other Receivables	(106.74)	(382.18)
(Decrease)/Increase in Trade Payables and other Liabilities	(361.89)	27.95
	(529.59)	(746.63)
Cash Generated from Operations :	(1,224.18)	225.06
Direct Taxes	(11.69)	2.23
Net Cash from / (used in) Operating Activities	* (1,235.87)	227.29
<b>B. Cash flow from Investing Activities :</b>		
Purchase of Fixed Deposits	(100.00)	
Purchase of Fixed Assets		(859.24)
Disposal of Investment		61.04
Interest Received	10.20	74.41
Dividend Received		0.82
Net Cash from / (used in) Investing Activities	(89.81)	(722.97)
<b>C. Cash flow from Financing Activities :</b>		
Proceeds from Issue of Preference Share Capital		1,325.00
Proceedes from borrowings	637.73	
Repayments of Loans		(4,980.55)
Proceeds from Financial Liability (Non Current)		4,892.29
Interest Paid		(702.16)
	(553.78)	
Net Cash from / (used in ) Financing Activities	83.95	534.58
Net increase / (decrease) in Cash and Cash Equivalents (A-B-C)	(1,241.73)	38.90
Cash and Cash Equivalents (Opening Balance)	(3,437.79)	(3,476.70)
Cash and Cash Equivalents (Closing Balance)	(4,679.52)	(3,437.79)
Cash and Cash Equivalents		
a)Note no:7	32.08	9.95
b)Standing credit facility- note no:14	(4,711.60)	(3,447.74)
Cash and Cash Equivalents	(4,679.52)	(3,437.79)



**Note:**

1. Yarn Unit and Libra Carpet Unit located at Choudwar, District Cuttack, Odhisa and Weaving Units at Rishra and Konnagar continue to be under suspension of work.
2. These Financial Results have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 interim financial reporting prescribed under section 133 of the Companies Act 2013 read with relevant Rules issued there under and the other accounting principles generally accepted in India.
3. Flax Unit of Jagatdal caught fire on 9<sup>th</sup> November 2018 causing material damage of inventories valued at Rs.2251 lacs for which claim has been lodged with insurance company. Pending settlement of claim, revenue / loss recognition has been kept in abeyance.
4. The Group operates in two business segments viz. Jute/ Jute Diversified Products / Securities and Flax Products. Therefore, in terms of Ind AS 108 of the ICAI, results for the above two segments have been given as required under Ind AS.
5. Shalimar Unit of the Company is poised for disposal at a consideration of Rs.66.26 crores, the deal being close to maturing with Rs.10 crores received by the Company on account of 1<sup>st</sup> instalment towards drawdown.
6. Two running units at Rishra (WJM) & Jagatdal have been subjected to suspension of work from 28.02.2021 and 12.07.2021 respectively for being escalation of input cost and industrial unrest. However, considering improvement in situation, the commencement of operation in two units seems imminent.
7. The figures of current quarter are the balancing figures between audited figures in respect of the full year and the published year to the date figures upto the third quarter of the current financial year.
8. National lockdown declared by the Government due to spread of Covid 19 lying unabated continue to affect the economic activities and operational performance of the Company. Based on the current indicators of future economic conditions evaluated by the management, the carrying amount of the assets are expected to be recovered albeit subject to possible material changes in days ahead for which the final impact on company's assets in future may differ from that estimated at the date of closing of financial statements.





9. The results of above includes standalone unaudited financial results:

(Rs. in lakhs)

Particulars	Qtr ended 31.03.21	Qtr ended 31.12.20	Qtr ended 31.03.20	Year ended 31.03.21	Year ended 31.03.20
Revenue from operations	2022.79	2736.26	3484.40	6635.89	12696.46
Net profit before tax	(718.82)	(268.85)	2.86	(1730.22)	39.33
Net profit after tax	(917.23)	(352.87)	(55.69)	(1748.52)	(27.67)

10. Ratios have been computed as follows:

- i) Debt – Equity Ratio = Long-term borrowings + current maturities of long-term borrowings / Equity (excluding Revaluation Surplus and Capital Reserve)
- ii) Debt Service coverage Ratio = Earnings before Interest, Tax and Depreciation / (Interest Expenses + principal payment for long-term borrowings during the period).
- iii) Interest Surplus Coverage Ratio = Earnings before Interest, Tax and Depreciation / Interest Expenses.

11. The above results have been reviewed by the Audit Committee and approved by the Board at its meeting held on 28<sup>th</sup> August, 2021. The Statutory Auditors have carried out a limited review of the above Financial Results.



On behalf of the Board

*L Jha*

L Jha

Executive Director & CFO

DIN 08972636

Kolkata

Date: 28<sup>th</sup> August, 2021