



JVL Agro Industries Ltd

(CIN L15140UP1989PLC011396)  
(In Liquidation)

Date: 31<sup>st</sup> August, 2021

To,  
National Stock Exchange of India Limited,  
'Exchange Plaza', C-1, Block - G,  
Bandra - Kurla Complex,  
Bandra (E), Mumbai 400 051,  
CODE: JVLAGRO

To,  
BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai 400 001  
CODE: 519248

Dear Sir/Ma'am,


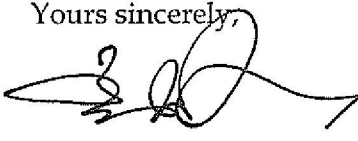
**Sub: Audited Financial Results for the quarter and year ended 31<sup>st</sup> March, 2020**

Pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Liquidator of the Company in the meeting held to-day i.e., 31<sup>st</sup> August, 2021 have adopted and taken on record Audited Standalone Financial Results along with the Audit Report of the Company, for quarter and year ended 31<sup>st</sup> March, 2020.

We request you to kindly take the enclosures on record.

Thanking you,

Yours sincerely,



**SUPRIYO KUMAR CHAUDHURI**

Liquidator, JVL Agro Industries Limited (in Liquidation)

IP Registration No. IBBI/IPA-001 IP/-P00644/2017-18/11098

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Regd email: [supriyochaudhuri@bdo.in](mailto:supriyochaudhuri@bdo.in)

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*Encl: As Above*

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**Auditor's Report**  
**on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To

The Management/Liquidator  
JVL Agro Industries Limited  
Varanasi

1. We were engaged to audit the quarterly standalone financial results of **JVL Agro Industries Limited ("the Company")** for the quarter ended **31<sup>st</sup> March, 2020** and the year to date/yearly results for the period **1<sup>st</sup> April, 2019 to 31<sup>st</sup> March, 2020** attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation"). The quarterly financial result for the quarter ended **31<sup>st</sup> March, 2020** are the derived figures between the audited figures in respect of the year ended **31<sup>st</sup> March, 2020** and the published year-to-date figures up to **31<sup>st</sup> December, 2019** being the date of the end of the third quarter of the current financial year, which were subject to limited review. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the Company's management under the direction of liquidator and have been approved by the liquidator with Key Managerial Personnel of the Company. Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine-month period ended **31<sup>st</sup> December, 2019** which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting" specified u/s. 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual financial statements as at and for the year ended **31<sup>st</sup> March, 2020**; and the relevant requirements of Regulation.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management.

We believe that the audit evidence obtained by us are not conclusively sufficient and appropriate and hence we have expressed Disclaimer of Opinion on these Financial Statements.

**Basis for Disclaimer of Opinion**

1. We would like to draw your attention to Notes 3 of accompanying statement of audited financial results for the quarter and year ended on 31<sup>st</sup> March, 2020 (hereinafter referred to as 'the Statement'). Application filed by the financial creditor against the Company for initiation of Corporate Insolvency Resolution Process as per the Insolvency & Bankruptcy Code, 2016 was admitted by National Company Law Tribunal (NCLT), Allahabad Bench with effect from 25.7.2018. Interim Resolution Professional and thereafter, Resolution Professional was appointed and affairs of the Company were managed by Resolution Professional. Resolution Professional filed liquidation application before NCLT and liquidation order was passed by NCLT on 19<sup>th</sup> August, 2020. It has cast a significant doubt on Company's ability to continue as a going concern. Even accompanying statement have been claimed as made **not on going concern basis**, however, assets and liabilities (except certain investments) have been shown at historical cost in the accompanying statement and no fundamental change in the basis of accounting observed during the current financial year, therefore, we are not able to comment its impact, if any, on the Statement.







2. We would like to draw your attention to Other Non-Current Assets, Other Current Liabilities Other Income, Finance Costs, and Other Expenses of the accompanying statement-
  - 2.1 Unlike earlier years, the Company has not claimed 'interest to bank' as expenses during the current financial year in the statement of profit and loss. Interest charged by banks for whole CIRP period including the previous and current financial year totaling Rs. 102.86 crores has been treated as recoverable from bank and included in Other Non-current Assets of Rs.300.93 crores in the accompanying Statement.
  - 2.2 Out of said Rs.102.86 crores, Rs.26.72 crores is the bank interest claimed as expenses in statement of profit & loss account of the financial year 2018-19, now reversed in current financial year by recognizing as prior period income (included in Other Income of accompanying Statement) of the current financial year and rest of Rs.76.14 crores is the bank interest of either current financial year or unrecognized interest of earlier years booked in current financial year.
  - 2.3 Had these bank interest been claimed as expenses, expenses would have increased by Rs.76.14 crores, prior period income would have decreased by Rs.26.72 crores, loss for the year would have increased by Rs.102.86 crores (thus, resulted loss would have been Rs.171.13 crores) and other advances would have decreased by Rs.102.86 crores.
  - 2.4 After liquidation order has been passed, there is significant doubt on recoverability of these interest from bank or reversal of these interest by bank. Due to unavailability of satisfactory explanation on recoverability of these interests from the management of the Company, we are not able to comment on its impact, if any, on the Statement.
3. We would like to draw your attention to Cash & Cash Equivalents, Bank Balances other than Cash & Cash Equivalents, Borrowings shown under Current Financial Liabilities and Other Financial Liabilities of accompanying Statement. No documentary evidences such as bank statements and/or balance certificate were provided in case of certain bank balances and therefore, we are unable to comment on the same. Apart from these balances, there is an old credit balance of Rs.4.67 crores in bank suspense account grouped under trade receivable in the accompanying Statement. No explanation provided for the said balance and it is still unexplained. Therefore, we are not able to comment on its impact, if any, on the Statement due to unavailability of proper documents, information and explanations from the management.
4. We would like to draw your attention to Other Current Liabilities and Employee benefits expense to the Statement. There is unexplained debit balance in Salary Payable Account as on 31.3.2020 of Rs.0.15 crore grouped in Other Current Liabilities (Out of total other current liabilities of Rs.166.28 crores, negative balance of Rs.0.15 crore is related to salary payable). We are not able to comment on its impact, if any, on the Statement due to unavailability of proper documents, information and explanations from the management.
5. As explained to us, on migration of previous software into SAP in earlier years, it resulted into migration difference of Rs.129.08 crores (not related to CIRP period, however, differences are still there in books). End to end reconciliation of these migration differences are not made available to us and these were adjusted against Working Capital Borrowings, Trade Payables, Trade Receivables and Balance with Bank in current account in Standalone Financial Statements of financial year 2018-19 however, in the current financial year Rs.67.15 crores have been adjusted against Trade Payable and Rs.61.93 crores have been adjusted against Trade Receivable. Due to unavailability of proper reconciliation, we are not able to comment on its impact, if any, on the Statement. Also, previous year figures shown in accompanying statement are not comparable to this extent.
6. We would like to draw your attention to Borrowings shown under Current Financial Liabilities in the accompanying Statement. The Company has shown Working Capital Borrowings at Rs.2081.21 crores. As per the reconciliations and closing bank statement/certificate produced to us, one bank have credited Rs.354.95 crores in different loan statements in the financial year 2018-19, however, the nature of such credit is not properly explained by the management and no accounting treatment has been made in respect of such credits. These amounts are still lying in Bank Reconciliation Statement. We are not able to comment on these credits in bank statements and balances of borrowings as per books and its impact, if







any on Statement due to unavailability of proper-documents, information and explanations from the management.

7. We would like to draw your attention to Other Non-current Assets, Current Tax Assets and Other Current Liabilities to the Statement –

- a) Asset relating to taxes etc. is included in Other Non-Current Assets by Rs.185.17 crores and in Current Tax Asset by Rs.10.60 crores in the accompanying Statement. Liability relating to taxes etc. is included in Other Current Liabilities by Rs.148.78 crores and certain statutory liability of EPF, ESI etc. are included in Other Current Liabilities of the Statement.
- b) These assets and liabilities are related to GST, TDS/TCS under Income Tax Act, service tax, customs, entry tax, sales tax, VAT, professional tax, welfare tax, EPF, ESI and excise etc. We have not received any document, working and/or reconciliation to substantiate these balances of different taxes shown in the Statement. However, in certain cases eg. TDS, EPF and ESI, challans deposited for the year were made available to us but end to end reconciliation of closing balances were not made available to us and thus, not fully verifiable.

We are not able to comment on these balances of statutory liabilities and assets and its impact, if any, on the Statement due to unavailability of proper documents, orders, notices, information, explanations and reconciliations from the management.

8. We would like to draw your attention to Inventories, and Cost of Material Consumed of the accompanying Statement. Inventories at the end of financial year has been shown at Rs.32.69 crores. As per the Company's policy, inventories except scrap should have been valued at lower of cost and net realizable value. During the audit, it has been observed that in case of Haldia unit, raw material and packing material has not been valued at weighted average cost. Finished goods of certain items have been valued at average sale rate whereas certain other items of finished goods have been fully written off. In case of Alwar unit, stock of raw material and finished goods have been fully written off at the end of the year. In case of Rice Mill unit, stock of finished goods have been fully written off at the end of the year. Reasons for valuation of certain inventory of finished goods/raw material at zero prices/writing off inventory are not made available to us. Writing of inventory has been made by affecting raw material consumed account. Purchase of raw material is the derived figure of raw material consumed and taking difference of opening and closing stock of raw material. Cost determination and/or stock valuation working of other units were not made available to us. Item wise working of net realizable value in any case was not made available to us. No quantitative details of spare parts in any case has been provided. Further, unit wise value of finished goods and work in progress as per SAP is not matching with the unit wise value of finished goods and work in progress provided during audit. Daily quantity records of inventory were not made available to us. We are not able to comment on valuation as well as quantitative details of inventories, cost of material consumed and purchase of raw material reported due to unavailability of proper documents, information, explanations and reconciliations from the management.

9. We would like to draw your attention to Deferred Tax Liabilities shown in the accompanying Statement. The Company was supposed to recognize deferred tax liability for the timing differences in depreciation for the financial year 2019-20. We are not able to comment on Deferred Tax Liability shown in Balance Sheet due to unavailability of proper documents, information, explanations and reconciliations from the management.

10. Due to unavailability of reconciliation and confirmation of Trade Receivable, Trade Payable, Trade Advances, we are not able to comment on its impact, if any, on the Statement. Most of the balances of Trade Receivables and Trade Payable relate to pre-CIRP period transactions. All the Trade Advances are related to pre-CIRP period.

11. Due to unavailability of proper documents, information, explanations and reconciliations from the management, we are not able to comment on the balances shown and its impact, if any, on the Statement with respect to certain current investment, Government Grant Receivable included in Other Financial Assets by Rs.110.30 crores and Other Advances included in Other non-current Assets by Rs.103.24 crores.







### Emphasis of Matter

We would like to draw your attention to Other Current Assets amounting to Rs.217.70 crores. Rs. 170.40 crores have been considered as recoverable from Banks and included in the said Rs.217.70 crores. As explained to us, out of this Rs.170.40 crores, Rs.167.70 crores are related to fixed deposit liquidated and appropriated by banks against their letter of credit and demand loan. Resolution Professional of the Company preferred appeal before NCLT against appropriation by banks of 164.25 crores and NCLT has ordered in favor of the Company. As explained to us, rest of Rs.3.45 crores carry the same nature therefore, similar accounting treatment has been made for the rest of Rs.3.45 crores. Further, Rs.2.70 crores is related to mutual fund liquidated by bank for the loan but not yet appropriated against the loan. Therefore, Rs. 170.40 crores have been considered as recoverable from Banks and shown here and corresponding loan is included in Current Financial Borrowings.


Our opinion is not modified in respect of this matter.

### Disclaimer of Opinion

We do not express an opinion on the accompanying Standalone Financial Statements of the Company. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph of this report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion as to whether the accompanying standalone quarterly financial results as well as the year to date results:

- (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (ii) give a true and fair view of the net loss and other financial information of the Company for the quarter ended 31<sup>st</sup> March, 2020 as well as the year to date results for the period from 1<sup>st</sup> April, 2019 to 31<sup>st</sup> March, 2020.

For A K Agrawal & Co.  
Chartered Accountants  
ICAI Firm's Regn. No.018282C

  
AADESH KUMAR AGRAWAL  
Partner  
Membership. No. 410473  
Kolkata – February 13, 2021  
UDIN : 21410473AAAABM8475



JVL AGRO INDUSTRIES LIMITED

(CIN: L15140UP1989PLC011396)

Regd. Off: Village Tilmapur, Ghazipur Road, Ashapur, Varanasi 221007, (U.P.)

Telephone No.: +91-542-2595930-32, Fax: +91-542-2595941

Standalone Audited Financial Results for the Quarter and Year Ended 31st March 2020

(Rs. in Crore)

Particulars		3 month ended 31/03/2020	Preceding 3 month ended 31/12/2019	Corresponding 3 month ended 31/03/2019 in the previous year	Year to date figures for current year ended 31/03/2020	Year to date figure for previous year ended 31/03/2019
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
I	Revenue from Operations	2.11	-	55.77	109.55	1,187.56
II	Other Income	36.33	0.28	0.66	37.24	7.80
III	Total Income	38.44	0.28	56.43	146.79	1,195.36
IV	EXPENSES					
	(a) Cost of Materials Consumed	-	-	238.58	78.28	1,202.37
	(b) Purchase of Stock-in-Trade	-	-	-	-	-
	(c) Changes in Inventories	1.52	-	-19.60	43.58	110.53
	(d) Employee Benefit Expenses	1.97	1.81	7.15	8.32	17.48
	(e) Finance Costs	0.01	0.01	20.82	0.12	59.78
	(f) Depreciation and Amortisation Expenses	5.94	4.91	5.48	20.61	20.73
	(g) Other Expenses	55.84	3.17	14.83	64.75	278.79
	Total Expenses	65.28	9.90	267.26	215.66	1,689.67
V	Profit Before Exceptional Items and Tax (III - IV)	-26.84	-9.62	-210.83	-68.87	-494.31
VI	Exceptional Items	-	-	-	-	-
VII	Profit Before Tax (V - VI)	-26.84	-9.62	-210.83	-68.87	-494.31
VIII	Tax Expenses					
	(a) Current Tax	-	-	-	-	-
	(b) Deferred Tax	-	-	427.15	-	427.15
	Total Tax Expense	-	-	427.15	-	427.15
IX	Profit / (Loss) for the Year (VIII - IX)	-26.84	-9.62	-637.98	-68.87	-921.46
X	Other Comprehensive Income					
	A (i) Items that will not be reclassified to statement of profit or loss	0.60			0.60	
	(ii) Income Tax relating to items that will not be reclassified to statement of profit or loss					
	B (i) Items that will be reclassified to statement of profit or loss					
	(ii) Income Tax relating to items that will be reclassified to statement of profit or loss					
	Other Comprehensive Income for the Year	0.60			0.60	
XI	Total Comprehensive Income / (Loss) for the Year (IX + X)	-26.24	-9.62	-637.98	-68.27	-921.46
	Paid-up Equity Share Capital (Face Value Re 1 each)	16.79	16.79	16.79	16.79	16.79
	Earnings per Equity Share (Face Value Re 1 each)					
	Basic (Rs.)	-1.56	-0.57	-38.00	-4.07	-54.88
	Diluted (Rs.)	-1.56	-0.57	-38.00	-4.07	-54.88

Note

1 There is a time gap between accounting for raw material consumption and recognition of corresponding revenue which has taken place after production of finished goods. Thus, on a quarter to quarter basis the revenue and cost of material have not matched fully in unaudited financial statement. However, the same have been duly matched in the year end financial statement.

Date : 13.02.2021  
Place : Kolkata



For JVL Agro Industries Limited

SUPRIYO KUMAR CHAUDHURI  
Liquidator

**JVL AGRO INDUSTRIES LIMITED**  
(CIN: L15140UP1989PLC011396)  
Regd. Off: Village Tilmapur, Ghazipur Road, Ashapur, Varanasi 221007, (U.P.)  
Telephone No.: +91-542-2595930-32, Fax: +91-542-2595941  
**Statement of Assets and Liabilities (Standalone)**

		(Rs. in Crore)	
		(Audited)	(Audited)
		Year ended March 31st, 2020	Year ended as at March 31, 2019
	<b>ASSETS</b>		
I	Non-Current Assets		
	(a) Property, Plant and Equipment		
	(b) Capital Work-in-Progress	368.51	387.96
	(c) Other Intangible Assets		
	(d) Financial Assets	0.32	0.84
	(i) Investments		
	(ii) Loan	3.74	3.78
	(iii) Other Financial Assets	-	-
	(e) Deferred Tax Asset (Net)	-	-
	(f) Other Non-Current Assets	-	-
	Total Non-Current Assets	300.93	110.83
II	Current Assets	673.50	503.41
	(a) Inventories		
	(b) Financial Assets	32.69	94.41
	(i) Investments		
	(ii) Trade Receivables	4.36	6.55
	(iii) Cash and Cash Equivalents	4.37	4.37
	(iv) Bank Balances other than Cash and Cash Equivalents	10.48	16.47
	(v) Other Financial Assets	105.53	10.71
	(c) Current Tax Assets (Net)	110.91	110.66
	(d) Other Current Assets	10.60	9.64
	Total Current Assets	217.69	214.64
	<b>TOTAL ASSETS</b>	496.63	467.45
	<b>EQUITY AND LIABILITIES</b>	1,170.13	970.86
III	Equity		
	(a) Equity Share Capital		
	(b) Other Equity	16.79	16.79
	Total Equity	-1,387.48	-1,319.21
IV	Non-Current Liabilities	-1,370.69	-1,302.42
	(a) Financial Liabilities		
	(i) Borrowings		
	(ii) Other Financial Liabilities	-	-
	(b) Deferred Tax Liabilities (Net)	4.40	4.40
	Total Non-Current Liabilities	62.40	62.40
V	Current Liabilities	66.80	66.80
	(a) Financial Liabilities		
	(i) Borrowings		
	(ii) Trade Payables	2,081.21	1,973.72
	(iii) Other Financial Liabilities	171.74	144.71
	(b) Other Current Liabilities	54.79	54.79
	Total Current Liabilities	166.28	33.26
	<b>TOTAL EQUITY AND LIABILITIES</b>	2,474.02	2,206.48
		1,170.13	970.86

**Notes:**

- The above results have been reviewed and taken on record on 31st January, 2021 by the Liquidator who was the Resolution Professional (RP) during the period under consideration. The figures of the last quarter ended 31st March, 2020 and 31st March, 2019 are the balancing figures between the audited figures in respect of the full financial year and the unaudited published year to date figures upto the third quarter of the relevant financial year which were subjected to limited review.
- This statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules 2015 (IndAS), as amended up to date, prescribed under section 133 of the Companies Act.
- Corporate insolvency Resolution Process (CIRP) of the Company had commenced on 25th July, 2018 under the insolvency & Bankruptcy Code, 2016 pursuant to the Order of the Hon'ble NCLT, Allahabad, Bench. The said Hon'ble NCLT has since passed an Order dated 19th August, 2020 for liquidation of the Company under the provisions of the Insolvency & Bankruptcy Code, 2016.



For JVL Agro Industries Limited

**SUPRIYO KUMAR CHAUDHURI**  
Liquidator

Date : 13.02.2021  
Place : Kolkata

# JVL AGRO INDUSTRIES LIMITED

Standalone Statement of Cash flow for the year ended 31st March, 2020

(Currency: Indian Rupees in crores)

	Particulars	For the year ended on	For the year ended on
		31st March, 2020	31st March, 2019
		Audited	Audited
(A)	<b>Cash flow from operating activities</b>		
	Profit/(loss) before taxes	-68.87	-494.31
	<b>Adjustments for</b>		
	Depreciation	20.61	20.73
	Loss on sale of Fixed assets	-	0.31
	Investment in fair value	-	-
	Interest Income	-2.35	-5.95
	Finance cost	0.12	59.78
	Forex loss	-	-
	<b>Operating profit before working capital changes</b>	<b>-50.49</b>	<b>-419.44</b>
	(Increase)/decrease in non-current/current financial and other assets	-179.43	-40.24
	Inventory movement	61.72	283.37
	Increase/(decrease) in non-current financial and other liabilities	160.05	-779.08
	Cash generated from operations	-8.15	-955.40
	<b>Net cash flows from operating activities</b>	<b>-8.15</b>	<b>-955.40</b>
(B)	<b>Cash flow from Investing activities</b>		
	Investment in Property, Plant and Equipments	-0.07	-15.41
	Sale of Property, Plant and Equipments	-	0.45
	Interest Income	2.35	5.95
	<b>Net cash flow from Investing activities</b>	<b>2.28</b>	<b>-9.01</b>
(C)	<b>Cash flow from financing activities</b>		
	Increase/(decrease) in borrowing and finance charges	-0.12	-59.78
	Dividend paid including dividend tax	-	-
	Proceeds from short term borrowing	-	980.13
	Repayment from long term borrowing	-	-
	<b>Net cash flow from Financing activities</b>	<b>-0.12</b>	<b>920.35</b>
	<b>Net increase/decrease in cash and cash equivalents (A+B+C)</b>	<b>-5.99</b>	<b>-44.06</b>
	cash and cash equivalents at the beginning of year	16.47	60.53
	cash and cash equivalents at the end of the year	10.48	16.47

For JVL Agro Industries Limited



  
Supriyo Kumar Chaudhuri  
Liquidator

Place : Kolkata  
Date : 13.02.2021