

NARAINGARH SUGAR MILLS LIMITED
NOTE '3' : SIGNIFICANT ACCOUNTING POLICIES
(Forming part of Accounts)
FOR THE YEAR ENDED 31ST MARCH, 2023

3.1. Basis of Preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Companies Act, 2013.

3.2. Use of Estimates

The preparation of financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that may impact the application of accounting policies and the reported value of assets, liabilities, revenues, expenses and related disclosures concerning the items involved as well as contingent assets and liabilities at the Balance Sheet date. The estimates and management's judgments are based on previous experience and other factors considered reasonable and prudent in the circumstances. Accounting estimates could differ from period to period and actual results may differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis and appropriate changes in estimates are made as the management becomes aware of changes in circumstances surrounding the estimates. Revisions to accounting estimates are recognised in the financial statements in the period in which estimates are revised and in any future periods affected and their effects are disclosed in the notes to financial statements.

3.3. Revenue Recognition

- Revenue from sale of goods is recognised when risk and rewards of ownership are transferred to the customers.
- Revenue from services is recognised when services are rendered and related costs are incurred.
- Other income is recognised on accrual basis unless otherwise stated.
- Insurance and other claims are accounted for on settlement of claims/on receipt.
- Sales are shown net of taxes, as applicable.

3.4. Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease charges are recognised as an expense in the Statement of Profit & Loss on a *straight line basis*.

3.5. Foreign Currency Transactions

Transactions in foreign currency are initially recorded in the functional currency by applying spot exchange rate at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated to functional currency at closing rate in effect on the reporting date. Exchange differences arising on settlement or translation of monetary items are recognised in Statement of Profit or Loss in the year in which they arise with the exception that exchange differences on long-term monetary items related to acquisition of property, plant and equipment are adjusted to carrying cost of property, plant and equipment.

Non-monetary assets and liabilities denominated in foreign currency and measured at historical cost are translated to functional currency using the exchange rate in effect on the date of transaction.

3.6. Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets to the extent that they relate to the period till such assets are ready to use. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit & Loss.

3.7. Government Grants

Government grants are not recognised until there is reasonable assurance that the Company will comply with the conditions attaching to them and such grants can reasonably have a value placed upon them. Government grants are recognised in profit or loss on a systematic basis over the periods in which the Company recognises as expenses the related costs for which the grants are intended to compensate. Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Company with no future related costs are recognised in profit or loss in the period in which they become receivable.

Government grants are deducted from the value of the concerned asset if the grant is specifically received for the purchase, construction or acquisition of the asset. However, if it is received as a contribution towards the total investment or by way of contribution to its capital outlay and no repayment is ordinarily required to be made, such grants are treated as Capital Reserves.

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3.8. **Employee Benefits**

a) **Short-term Employee Benefits :**

Bonus is accounted for on accrual basis.

b) **Post-Employment Benefits**

(i) **Defined Contribution Plans :**

Contributions, as required under the Statute/Rule, made to Provident Fund are charged to the Statement of Profit & Loss of the year when the contributions to the fund are due. Provisions of Employees State Insurance are not applicable.

(ii) **Defined Benefit Plans :**

The Company's liabilities under Payment of Gratuity Act are determined on the basis of actuarial valuation made at the end of each financial year using the projected unit credit method. Obligation is measured at the present value of estimated future cash flows using a discounted rate that is determined by reference to market yields at the Balance Sheet date on Government bonds where the terms of the Government bonds are consistent with the estimated terms of the defined benefit obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and fair value of plan assets. This cost is included in employee benefits expense in the Statement of Profit & Loss. Re-measurement gains or losses arising from experience adjustments changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the Statement of Changes in Equity and in the Balance Sheet. Re-measurements are not reclassified to Statement of Profit & Loss in subsequent periods.

c) **Other Long-term Employee Benefits:**

The Company's liabilities for leave encashment is determined on the basis of actuarial valuation made at the end of each financial year using the projected unit credit method, except for short-term compensated absences which are provided for based on estimates. The benefits are discounted using the market yields at the end of the reporting period that gave terms approximating to the terms of the related obligation. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognised in Statement of Profit & Loss.

The Company presents the entire leave as a current liability in the Balance Sheet, since it does not have any unconditional right to defer its settlement for twelve months after the reporting date.

d) **Termination Benefits:**

Termination benefits are recognised as an expense as and when incurred.

3.9. **Taxes on Income**

-Current Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961.

-Deferred tax is recognised, subject to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

-Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off assets against liabilities.

-Minimum Alternate Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will be in a position to avail of such credit under the provisions of the Income Tax Act, 1961.

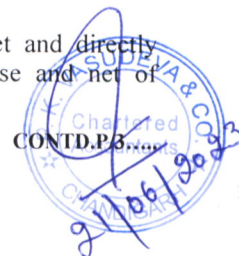
3.10. **Property, Plant & Equipment**

For transition to Ind AS, the Company has elected to continue with the carrying value of all of its PPE recognised as of 01st April, 2016 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

PPE are stated at cost of acquisition or construction less accumulated depreciation and impairment of assets, if any.

The cost comprises purchase price, borrowing costs if capitalisation criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use and net of Cenvat/Input availed.

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Capital Work-in-Progress

Expenses incurred during construction/installation period are included under Capital Work-in-Progress and allocated to relevant fixed assets in the ratio of cost of the respective assets on completion of construction/installation.

Depreciation/Amortisation

- Depreciation on PPE (Sugar Plant) is provided on the basis of actual working days/utilisation, on written down value method over the useful life of assets estimated by the management (Refer note 4.9).
- Depreciation on PPE (Power Plant) is provided on written down value method over the useful life of assets assigned to each asset in accordance with Schedule II of the Companies Act, 2013
- Residual value of assets is considered at 5% of the original cost of the assets.

- Depreciation on additions to fixed assets is calculated on month-end balances.
- Depreciation on assets sold & scrapped, during the year, is provided upto the month in which such fixed assets are sold or scrapped.

3.11. Impairment of Non-Financial Assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying cost of the assets exceeds its recoverable value. An impairment loss, if any, is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the assets no longer exist or have decreased.

3.12. Valuation of Inventories

Valuation of Inventories is done as under:

- Raw Material.
At cost (on FIFO method)
- Work-in-Progress
At estimated process cost.
- Finished Goods
At cost or market price whichever is lower.

- Stores & Spares
At estimated realisable value.

3.13. Earnings Per Share (EPS)

- Annualised basic earnings per equity share is arrived at based on net profit/(loss) attributable to equity shareholders to the basic weighted average number of equity shares outstanding.
- Annualised diluted earnings per equity share is arrived at based on adjusted net profit/(loss) attributable to equity shareholders to the adjusted weighted average number of equity shares outstanding, for the effects of all dilutive potential equity shares; except where the results are anti-dilutive. At present the Company does not have any dilutive potential equity shares.

3.14. Cash Flow Statement:

- The Cash Flow Statement is prepared by the indirect method set out in Indian Accounting Standard (Ind AS) 7 on Cash Flow Statements and presents the cash flows by operating, investing and financing activities of the Company.
- Cash and cash equivalents presented in the Cash Flow Statement consists of cash in hand, cheques & drafts in hand and balances in current accounts.

3.15. Contingencies and Provisions

A provision is recognised when the Company has a present obligation as a result of past events. It is probable that an outflow of resources embodying economic benefit will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimate of the expenditure required to settle the obligation at the Balance Sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

A Contingent Liability is disclosed, unless the possibility of an outflow of resources embodying the economic benefit is remote.

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3.16 **Financial Instruments**

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Equity Investments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at Fair Value through Profit & Loss (FVTPL). For all other equity instruments, the Company decides to classify the same either as at Fair Value through Other Comprehensive Income (FVTOCI) or FVTPL. The Company makes such election on an instrument by instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognised in the Other Comprehensive Income (OCI). There is no recycling of the amounts from OCI to Statement of Profit & Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity. Equity instruments included within the FVTPL category are measured at fair value with all changes recognised in the Statement of Profit & Loss.

NOTE 4 : OTHER NOTES TO ACCOUNTS

(Forming part of Accounts)

FOR THE YEAR ENDED 31st MARCH, 2023

- 4.1 The Adjudicating Authority (under Prevention of Money Laundering Act, 2002), vide its order dated 28th May, 2015 confirmed the attachment of Fixed Assets [comprising of Land, Building, Plant & Machinery (situated at Village - Banondi, PO - Shahzadpur, Tehsil-Naraingarh, District - Ambala, Haryana)] of Naraingarh Sugar Mills Ltd. (Defendant) to the extent of ₹ 9,511.40 lakh (against liability of ₹ 10,580.72 lakh due towards M/s. Yathuri Associates, a business associate against whom case had been registered for recovery).

The Company had preferred an appeal with the Hon'ble Appellate Tribunal, Prevention of Money Laundering Act, 2002 and the matter is subjudiced.

Company's inability to discharge the liability in the time frame determined by Adjudicating Authority may affect the Company's ability to continue as going concern.

However, the Financial Statements of the Company have been prepared on going concern basis pending decision of the Appellate Authority (Refer note 4.7).

4.2. **Contingent Liabilities & Commitments:**

- a) Estimated amount of contracts remaining to be executed and not provided for in the books of account - Nil (previous year - Nil).

b) Contingent Liabilities:

- i) The Trading in Shares of Company is suspended on stock exchange since 26.07.1999. The Company may be liable to pay Revocation Fee, Fine and Penalty of ₹ 40.00 lakh or if the Company is compulsorily delisted then all the shareholders will be paid for the number of shares held by them at the value as decided by the BSE.

ii) **Claims against the Company not acknowledged as debt:**

- a) Income Tax penalty u/s 271(1)(c) for the assessment year 2008-2009, levied by the Income Tax Department - ₹ 5.46 lakh (previous year - ₹ 5.46 lakh).

The Company had preferred an appeal with Income Tax Appellate Tribunal, New Delhi; decision is still awaited.

- b) Excise Duty demand (₹ 37.27 lakh - inclusive of penalty), for the period from 01st March, 2015 to 31st March, 2016, was raised by Excise & Custom Department vide their order dated 07th September - 2016 against which the Company has deposited (₹ 2.49 lakh) under protest and preferred an appeal with CESTAT, New Delhi; the decision of the concerned Authority is still awaited.

- c) Service Tax demand (₹ 30.85 lakh - inclusive of penalty), for the financial year 2010-2011, was raised by Excise & Custom Department vide their order dated 05th March, 2014 against which the Company has deposited (₹ 4.72 lakh) under protest and preferred an appeal with CESTAT, New Delhi; decision is still awaited.

- d) The Company may be liable to pay interest on Cane Purchase Tax payable.

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- e) *ICICI Bank claimed (₹ 1,002.21 lakh) for defaults by the Farmers, on account of guarantee given by the Company.*
- f) *Corporate Guarantee (₹ 3,000.00 lakh) given by the Company to Bank, for loans given to Cane Farmers.*

Provisions of Section 186 of the Companies Act, 2013, have not been complied with.

-The amounts mentioned hereinbelow, in earlier years, were deposited (under-protest):

With Hon'ble, Delhi High Court (₹ 103.13 lakh):

Sales Tax (₹ 98.13 lakh) on demand raised by the Department;

Whereas, as per the policies of the Central Government, Sales Tax on sale of molasses was exempt for Five years.

Amit Electricals (₹ 5.00 lakh), pending settlement of accounts.

With Haryana State Government (₹ 14.92 lakh):

on account of Local Area Development Tax.

With Excise & Custom Department (₹ 7.20 lakh):

The Company had preferred appeals with CESTAT, New Delhi; decision is still awaited.

- The ultimate outcome of these matters cannot be determined & provision for liability, if any, cannot be estimated at this stage.

- Liabilities in respect of Income Tax, Excise Duty, Sales Tax, Goods & Services Tax and other material statutory dues have been accounted for on the basis of respective returns filed with the concerned authorities.

-Additional demand, if any, on account of statutory dues, arising at the time of assessments will be accounted for in the year in which assessments are completed.

- c) *Figures have been rounded off to nearest lakh, except Earnings per Equity share.*

4.3. **Issued, Subscribed & Paid up Capital:**

- i) *Calls in arrears (₹ 129.41 lakh i.e. 25.88 Equity Shares @ ₹ 5/- per share), since the financial year 1996-1997, are due from public at large including associates; effective steps have been initiated to regularise and appropriately adjust the account in the ensuing year.*
- ii) *Redeemable (Non-cumulative) Preference Shares (₹ 217.73 lakh - issued to a Bank); due for redemption in the financial year 2010-2011, have not yet been redeemed.*

4.4. **Non Current Financial Liabilities:**

-Long-term Borrowings:

-Secured:

Term Loans

From: Indian Renewable Energy Development Agency Ltd. (IREDA)

-Account no.- I (sanctioned amount - ₹ 10,035.00 lakh), as detailed hereinbelow, is repayable in 32 quarterly instalments:

4 quarterly instalments of ₹ 225.78 lakh each w.e.f. June-2023 to March-2024.

4 quarterly instalments of ₹ 250.87 lakh each w.e.f. June-2024 to March-2025.

4 quarterly instalments of ₹ 282.22 lakh each w.e.f. June-2025 to March-2026.

20 quarterly instalments of ₹ 349.96 lakh each w.e.f. June-2026 to March-2031.

The Company could not pay interest accrued & due to Indian Renewable Energy Development Agency Ltd. (₹ 2,000.00 lakh for the period, from March, 2016 to June, 2017).

However, the Company's proposal to Indian Renewable Energy Development Agency Ltd. (IREDA) for Re-schedulement of interest accrued & due, for the period from March, 2016 to June, 2017, has been accepted by IREDA - vide their letter no. 221/2697/COG/2012/IREDA/3474 dated 30th September, 2016 and accordingly the repayment of interest accrued & due was rescheduled & converted into Term Loan as mentioned hereinbelow:-

-Account no.- II

(Restructured amount - ₹ 2,000.00 lakh), is repayable in 20 quarterly instalments as detailed hereinbelow:

8 quarterly instalments of ₹ 50.00 lakh each w.e.f. June-2018 to March-2020.

4 quarterly instalments of ₹ 60.00 lakh each w.e.f. June-2020 to March-2021.

8 quarterly instalments of ₹ 170.00 lakh each w.e.f. June-2021 to March-2023.

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The Company had defaulted in repayment of dues i.e. Principal amount - ₹1,439.94 lakh for the period from March, 2020 to March, 2023 & Interest - ₹4,215.15 lakh for the period from March, 2020 to March, 2023 to Financial Institution (IREDA).

Interest on loans, mentioned hereinabove, is payable on quarterly basis.

Balance of Term Loans from Indian Renewable Energy Development Agency Ltd. (IREDA), as per Loan Statement exceeds by ₹50.50 lakh as on 31st March, 2023, due to non-consideration of said amount by IREDA in their Loan Statement.

SOFT LOANS:

From: The Ambala Central Cooperative Bank Ltd.

-Account no. - I

(Sanctioned amount - ₹ 6,000.00 lakh), was repayable in 12 monthly instalments of ₹ 500.00 lakh each w.e.f. October-2019 to September-2020.

-Account no. - II

(Disbursed amount - ₹ 3,410.00 lakh), as detailed hereinbelow, was repayable in 6 quarterly instalments:

5 quarterly instalments of ₹568.00 lakh each w.e.f. June-2019 to June-2020.

1 quarterly instalment of ₹570.00 lakh due & payable in September-2020.

Interest on loans, mentioned hereinabove, is payable on quarterly basis.

The Ambala Central Cooperative Bank Ltd. had sanctioned Soft Loan of (₹ 4,500.00 lakh), out of which (₹ 3,410.00 lakh) was disbursed upto 31.03.2017 and the remaining amount (₹ 1,090.00 lakh) will be disbursed after the release of funds by the State Government.

-Unsecured:

SOFT LOAN (₹ 1,111.14 lakh):

The Ambala Central Cooperative Bank Ltd. had sanctioned Soft Loan (interest free) to be paid in six instalments, as detailed hereinbelow:

1 instalment of ₹335.00 lakh due & payable in December-2018.

1 instalment of ₹160.00 lakh due & payable in June-2019.

2 instalment of ₹160.00 lakh each due & payable in December-2019 & March-2020.

1 instalment of ₹150.00 lakh due & payable in June-2020.

1 instalment of ₹146.14 lakh due & payable in September-2020.

The Company had defaulted in repayment of dues i.e. Principal amount - ₹9,865.47 lakh for the period from June, 2019 to September, 2020 & Interest - ₹4,562.59 lakh for the period from June, 2020 to March, 2023 to The Ambala Central Cooperative Bank Ltd.

Deposit from Erstwhile Director (Mrs. Renu Anand - ₹ 1,230.80 lakh) is interest free/exempt deposit.

NCLT Cases Pending Against the Company.

S.NO	PARTIES INVOLVED	CASE NUMBER	STATUS	FILING DATE
1.	IREDA VS NSML	C.P.(IB) 165/2021	Pending	09.03.2022
2.	UNION BANK OF INDIA VS NSML	C.P.(IB) 25/2022	Pending	21.12.2021
3.	AMBALA CO OPERATIVE BANK VS NSML	C.P.(IB)	Pending	26.04.2022

- 4.5. a) In the opinion of the Directors, "Current Assets" are approximately of the value stated in the Balance Sheet, if realised in the ordinary course of business and to the best of their knowledge provisions for all the known liabilities have been made and, as certified, all the contractual and statutory obligations have been duly complied with.
- b) Party balances are good for payment and hopeful of recovery, therefore, provision for doubtful amount/unclaimed balances is not required; however, the representative of majority shareholders "Mr. Rahul Anand" who effected the transactions with old parties is behind the bars in Fraud Case and also the legal cases are pending against him and the parties related to him as per FIR and Police Department; Copy of FIR against Mr. Rahul Anand and Others is attached.
- c) Party balances, brought forward from earlier years, are due for payment/recovery pending settlement of accounts with the respective parties; effective steps have been initiated by the Chairman, CEO cum ED and Director Finance appointed by the Government of Haryana this year.

4.6. **Taxes**

-MAT Credit Entitlement (₹207.22 lakh i.e. balance brought forward ₹218.66 lakh less lapsed, during the year ₹11.44 lakh) has been shown under the head 'Other Equity' with corresponding effect under the head 'Other Non-Current Assets' in accordance with the accepted accounting principles; the amount of tax credit determined shall be carried forward upto ten (upto A.Y. 2017-2018)/fifteen (w.e.f. A.Y. 2018-2019) assessment years immediately succeeding the assessment year in which tax credit becomes allowable.

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-There are no dues of Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty, Goods & Services Tax and Cess which have not been deposited with appropriate authorities on account of any dispute, except as mentioned below:

<u>Name of the Statute</u>	<u>Nature of dues</u>	<u>Amount Involved</u> (₹ In lakh)	<u>Amount deposited under protest</u> (₹ In lakh)	<u>Financial Year/Period</u>	<u>Forum where dispute is pending</u>
i. Income Tax Act, 1961	Penalty u/s 271(1) (c)	5.46	Nil	2007-2008	Income Tax Appellate Tribunal, New Delhi
ii. Central Excise Act, 1944	Excise Duty (inc. penalty)	37.27	2.49	March, 2015 to March, 2016	CESTAT, New Delhi
iii. Finance Act, 1994	Service Tax (inc. penalty)	30.85	4.72	2010-2011	CESTAT, New Delhi
iv. Punjab Sugarcane Act, 1953	Cane Purchase Tax	202.34	Nil	1996-2002	Punjab & Haryana High Court, Chandigarh

4.7 Other Non-Current/Current Liabilities:

Advance from customer (Yathuri Associates - aggregating to ₹ 10,580.72 lakh) was received, in terms of the agreement/supplement agreement executed, in earlier years, for supply of Sugar. As per mutual agreed, terms & conditions, supply had to be effected in installments; however supply could not be effected as the party did not lift Sugar within the stipulated period due to pricing issue.

The Company subsequently filed a suit in a Local Court (Naraingarh); the Hon'ble Court directed the Company to maintain status quo (Refer note 4.1).

Note : This may be noted that Yathuri Associates was one of the party involved in NSEL Financial Fraud, consequently ED and EOW, Mumbai enquiries are going on against the Company regarding Yathuri Associates money receipt.

4.8. Non-Current Liabilities

Other Financial Liabilities (₹ 147.55 lakh) include:

-Security Deposits (₹ 66.50 lakh) received from farmers, suppliers/contractors & dealers.

The Company has not entered into any contractual agreement(s) with the above referred parties with regard to repayment/refund or payment of interest etc.

-Retention/Earnest Money (₹ 81.05 lakh), due to suppliers.

4.9. Depreciation/Amortisation

The management estimates the remaining useful life of existing fixed assets as on 01st April, 2014 as follows:-

Building (Factory)	20 years
Building (Non-Factory)	40 years
Furniture & Fixtures	8 years
Machinery	15 years
Equipment	5 years
Computers	3 years
Vehicles	7 years

For these class of assets, based on internal assessment and independent technical evaluation carried out by external valuers, the management believes that the useful lives, as given above, best represent the period over which management expects to use these assets. Hence, the useful lives for these assets is different from the useful lives as prescribed under Part-C of Schedule-II of the Companies Act, 2013. (Refer note 3.10).

4.10. Net-worth of the Company has completely eroded; the management is of the opinion that the Company shall carry on its business as usual, hence the financial statements of the Company have been prepared on a going concern basis.

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4.11. **Other Non-Current Assets (₹ 505.59 lakh) include:**

Advance for Capital Goods ₹ 268.95 lakh (previous year - ₹ 268.95 lakh); Neither the goods were received nor installation was carried out by the parties.

4.12. **Current Financial Assets:**

- Trade Receivables ₹ 8,638.51 lakh include:

₹ 3,354.15 lakh (previous year - ₹ 3,354.15 lakh) due from Esoteric Trading Private Limited (Company in which relative of Ex-Director (Mr. Rahul Anand) is interested), ₹ 38.53 lakh (previous year - ₹ 38.53 lakh) due from Mr. Rahul Anand and ₹ 1,865.55 lakh (previous year - ₹ 1,865.55 lakh) due from Rahul Sales Ltd. (Company in which Ex-Directors/relatives of Ex-Directors are interested); the Company has taken effective steps for recovery and also the Government of Haryana is also involved in the recovery and FIR is also lodged against Mr. Rahul Anand and also the Police Recovery Proceedings has been initiated against various parties involved.

4.13. **Other Current Assets (₹ 8,559.46 lakh):**

Advance for Supplies & Services (₹ 1,489.19 lakh) include:

- Farmers:

₹ 1,373.43 lakh (previous year - ₹ 1,374.60 lakh), are subject to confirmation. Amount shown as advances to Farmers is not actually any amount advanced to any Farmer. This is the Financial Fraud done by Mr. Rahul Anand and other officer in-charge of the Company at the time of advance shown in the books.

Others:

Amount Recoverable (₹ 7,058.59) include amount due & recoverable from Government Department & Other Agencies:

From: Income Tax Department (₹ 16.41 lakh):

on account of refund of Income Tax for earlier years.

From: Haryana State Government (₹ 1,313.19 lakh):

on account of subsidy.

From: Suppliers (₹ 5,289.48 lakh inclusive of ₹ 3,645.08 lakh* due from Rahul Sales Ltd. and ₹ 1,644.40 lakh due from other suppliers):

On account of advance given in earlier years.

*Rahul Sales Ltd. (Company in which Ex-Directors/relatives of Ex-Directors are interested):

₹ 3,645.08 lakh (previous year - ₹ 3,645.08 lakh) for supply of imported Sugar;

"Mr. Rahul Anand" who effected the transactions is behind the bars in Fraud Case and also the legal cases are pending against him and the parties related to him as per FIR and Police Department.

₹ 1,644.40 lakh due from other parties includes major parties related to previous years and Legal cases are also pending against many of them as per FIR and Police Department has also initiated the recovery proceedings against them; List of Parties against which the Police Proceedings has been initiated is attached.

As advised by an expert, the provisions of Section 185 of the Companies Act, 2013 are not attracted, if at the time of giving advance, directors do not hold, jointly or severally, more than 25% of the voting power of the Company to whom advance has been given.

From: Naraingarh Distillery Ltd. (₹ 1.58 lakh):

on account of expenses incurred on their behalf.

The amounts, mentioned hereinbelow, were deposited (under-protest), in earlier years:

With Hon'ble, Delhi High Court (₹ 103.13 lakh):

Sales Tax (₹ 98.13 lakh) on demand raised by the Department;

Whereas, as per the policies of the Central Government, Sales Tax on sale of molasses was exempt for Five years.

Amit Electricals (₹ 5.00 lakh), pending settlement of accounts.

With Haryana State Government (₹ 14.91 lakh):

on account of Local Area Development Tax.

With Excise & Custom Department (₹ 7.20 lakh):

The Company had preferred appeals with CESTAT, New Delhi; decision is still awaited.



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4.14. **Operating Segments (Ind AS-108)**

The Company is operating in Sugar Industry and Power Sector. However, the Chief Operating Decision Maker (CODM) of the Company is of the opinion that there are no reportable segments as required under Indian Accounting Standard - 108 "Operating Segments".

4.15. **Related Party Disclosures (Ind AS-24)**

Related parties & their relationship and related parties transactions - As per Annexure - (A).

- 4.16. The Company has made provision for liability of Gratuity & Leave Encashment on the basis of Actuarial Valuation Report, as required under Indian Accounting Standard (Ind AS - 19). Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. However, the Company has not made investment in Plan Assets.

Method : Projected Unit Credit (PUC)

The following table summarizes the components of net employee benefit expenses recognised in the Statement of Profit & Loss, Other Comprehensive Income and amounts recognised in the Balance Sheet:

Statement of Profit & Loss- Expenses:

Particulars	(₹ in lakh)	
	31 st March, 2023	31 st March, 2022
Current service cost	17.08	19.11
Interest cost	14.19	9.27
Expected return on Plan Assets	0	0
Expenses recognised in the Statement of Profit & Loss	31.27	28.38

Statement of Other Comprehensive Income- Expenses:

Particulars	31 st March, 2023	31 st March 2022
Net Actuarial Gain / (Loss) recognised in the period	13.39	(42.29)
Total	13.39	(42.29)

Balance Sheet Recognition:

Particulars	31 st March, 2023	31 st March, 2022
Present Value of Obligations	213.04	199.36
Fair Value of Plan Assets	0	0
Liability recognised in the Balance Sheet	213.04	199.36

Change in the present Value of the Obligation:

Date of Valuation	31 st March, 2023	31 st March, 2022
Present Value of obligations at beginning of the period	199.36	147.81
Interest cost	14.19	9.27
Current Service cost	17.08	19.11
Benefits paid	(4.21)	(19.11)
Actuarial (gain) /loss on obligations	(13.39)	42.29
Present Value of obligation end of the period	213.04	199.36

The Principal assumptions used in determining gratuity obligation for the Company's plan are:

Date of Valuation	31 st March, 2023	31 st March, 2022
Discount rate	7.46%	7.12%
Mortality table	100% of IALM 2012-14	100% of IALM 2012-14
Future salary increases	7.00%	7.00%
Attrition	0.00%	0.00%

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2023

Sandeep

The sensitivity of the overall plan obligations to changes in the weighted key assumptions are:

Impact of the change	31 st March, 2023	31 st March, 2022
Discount Rate		
-Increase by 0.50%	(8.36)	(8.89)
-Decrease by 0.50%	8.95	9.58
Salary Inflation		
-Increase by 1%	18.44	19.76
-Decrease by 1%	(16.39)	(17.32)
Attrition Rate		
-Increase by 5%	1.55	(0.76)
-Decrease by 5%	NA	NA

4.17. **Earnings Per Share (Ind AS-33)**

	<u>Year ended</u> <u>31st March, 2023</u> (₹ in lakh)	<u>Year ended</u> <u>31st March, 2022</u> (₹ in lakh)
Numerator		
Net Loss attributable to Equity shareholders	₹ (1,117.28)	₹ (826.84)
Denominator		
Weighted average number of outstanding Equity shares	No.'s 190.18	No's 190.18
Nominal Value per Equity share	₹ 10	₹ 10
Earnings per Equity share		
-Basic & Diluted		
-₹ 10 paid-up	₹ (5.87)	₹ (4.35)
-₹ 5 paid-up	₹ (2.94)	₹ (2.17)

4.18. **Deferred Tax Assets & Liabilities (Ind AS-12)**

The major components of Deferred Tax Asset and Deferred Tax Liability - arising out of timing differences are:

<u>Particulars</u>	<u>Amount</u> (₹ in lakh)	<u>Total</u> (₹ in lakh)
a) Timing Difference (Assets)		
<u>Expenses:</u>		
<i>u/s 43B of the Income Tax Act, 1961</i>		
(not paid till date)		
-Leave Encashment	13.58	
-Interest Accrued & Due	3,362.65	
-Bonus	18.43	3,394.66
<i>u/s 40(A)(7) of the Income Tax Act, 1961</i>		
-Provision for Gratuity		31.27
Depreciation		
-As per Income Tax Act, 1961	809.90	
-As per Financial Statements	995.03	185.13
		3,611.06
b) Timing Difference (Liability)		
Adjustment/Set off		
-Business Loss		1,290.37



Sandeep S

Expenses:

u/s 43B of the Income Tax Act, 1961

(paid during the year)

-Leave Encashment	2.73		
-Bonus	17.84		
-Interest accrued & due	792.00		
-Gratuity	4.21	816.78	2,107.15

Net Deferred Tax Value

1,503.91

Deferred Tax Assets

(@ 26%)

391.02

Or say

391.02

Add: Opening Balance (Deferred Tax Assets)

5,303.36

Deferred Tax Assets (Net)

TOTAL ₹

5,694.37

Or Say

5,694.37

4.19. Impairment of Assets (Ind AS-36)

During the year, the Company has undertaken a review of all the fixed assets in line with the requirements of Ind AS-36 on "Impairment of Assets" as notified under Section 133 of the Companies Act, 2013, based on such review, no provision for impairment is required to be recognised for the year.

4.20. Micro, Small & Medium Enterprises

Based on the information available with the Company, the Company has certain dues to suppliers registered under "The Micro, Small and Medium Enterprises Development Act, 2006" (MSMED Act, 2006). The disclosures pursuant to the said MSMED Act are as follows:

(₹ in lakh)

	Particulars	As at 31.03.2023	As at 31.03.2022
(i)	Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year (but within due date as per the MSMED Act, 2006).		
	Principal Amount due to micro and small enterprises	23.58	49.56
	Interest due on above	Nil	Nil
(ii)	Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, alongwith the amount of the payment made to the supplier beyond the appointed day during the period.	Nil	Nil
(iii)	Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006.	Nil	Nil
(iv)	The amount of interest accrued and remaining unpaid at the end of each accounting year	Nil	Nil
(v)	Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises.	Nil	Nil

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management.

4.21 Current Financial Liabilities:

- Trade Payables (₹ 10,226.39 lakh) include:

Amount due to Farmers (₹ 9,516.83 lakh) on account of Cane Price.

Farmers have been contesting, from time to time, for release of their payment; effective steps have been taken to settle their accounts.

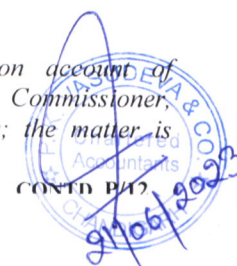
And Other Balances related to suppliers & contractors are bifurcated as per the Schedule III requirements.

Other Current Financial Liabilities (₹ 21,229.25 lakh):

Workmen's Compensation:

The Company had made provision of ₹ 240.00 lakh, in earlier years, on account of Workmen's Compensation awarded to 24 workers under the directions of Labour Commissioner, Haryana; however the case is pending before Hon'ble Supreme Court of India; the matter is subjudiced.

Sandeep S



Other Liabilities (₹ 440.03 lakh) include:

Amount recovered from Albeli Leasing & Finance Pvt. Ltd. (₹ 135.00 lakh) and Unisiddha Trading Private Limited - Nagpur (₹ 62.71 lakh) by Police. Police is recovering the payment in trail of payments gone from mill.

4.22. Auditor's Remuneration

(excluding Goods & Services Tax)

	31 st March, 2023	31 st March, 2022
	AMOUNT	AMOUNT
	(₹ In lakh)	(₹ In lakh)
-As Auditors	2.50	1.70
-Reimbursement of Expenses	0.00	0.00
TOTAL ₹	2.50	1.70

4.23 Disclosure of Financial Ratios – As per Annexure (B).

4.24 Other additional information

a) Revenue from operations

The Company is engaged in manufacturing & sales of sugar and its by products and generation and distribution of power.

Particulars	31 st March, 2023	31 st March, 2022
	AMOUNT	AMOUNT
	(₹ In lakh)	(₹ In lakh)
b) Raw material consumed		
-Sugarcane/Bagasse & Biomass	17,069.40	15,905.60
TOTAL ₹	17,069.40	15,905.60
c) Finished Goods		
Closing Stock		
-Sugar	4,962.80	4,600.73
-By products		
Molasses	236.38	215.02
Bagasse	37.22	57.37
TOTAL ₹	5,236.40	4,873.12
Opening Stock		
-Sugar	4,600.73	3,671.45
-By products		
Molasses	215.02	133.83
Bagasse	57.37	174.97
TOTAL ₹	4,873.12	3,980.25

d) Imported & indigenous consumption of raw material/stores & spares and percentage thereof

	31 st March, 2023	%	31 st March, 2022	%
	AMOUNT		AMOUNT	
	(₹ In lakh)		(₹ In lakh)	
'A' Imported	Nil	-	Nil	-
'B' Indigenous				
-Raw Material	17,069.40	100	15,905.60	100
-Stores & Spares *	428.49	100	429.73	100

* represent consumable stores (₹ 201.54 lakh) & packing material (₹ 226.95 lakh).

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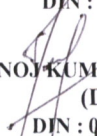
- e) There was no transaction in Foreign Currency (previous year - Nil).
- f) The woman Director (Ms. Grupsi) is not attending any of the meeting. Due to non-payment of Farmers (Cane Growers) within time, the mill is being supervised by the State Government.
- 4.25. Figures for previous year have been regrouped/rearranged where necessary to conform to the current year's presentation.

In terms of our attached report of even date.

For and on behalf of the Board of Directors

For P.K. VASUDEVA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No. - 000724N
(PRATEEK PURI)
PARTNER
Membership No. - 524431


SANDEEP SINGH GHUMAN
(Whole-time Director)
DIN : 07275838


MANOJ KUMAR DAS
(Director)
DIN : 07593956


VIJAY BHATIA
(Chief Financial Officer)


MISHA NAHAL
(Company Secretary)

Dated: 21st June, 2023
Place : Banondi



NARAINGARH SUGAR MILLS LIMITED
NOTES FORMING PART OF ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH, 2023
ANNEXURE 'A' TO NOTES TO ACCOUNTS [NOTE 4.15]

RELATED PARTY DISCLOSURES :

Disclosures as required by the Indian Accounting Standard - 24 "Related Party Disclosures" issued by the Institute of Chartered Accountants of India are given below :
(As certified by the Management)

'A' Relationship

Key Management Personnel	
Sandeep Singh	Whole-time Director
Manoj Kumar Das *	Director
Grupsi	Director
Rayappa Ramappa Hanchinal *	Director
Manish Jain **	Director
Misha Nahal	Company Secretary
Vijay Bhatia *	Chief Financial Officer
Abhimanyu Singh **	Chief Financial Officer

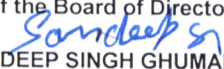
* appointed during the year.


** resigned during the year.

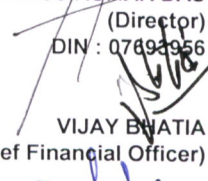
'B' Aggregate amount of transactions, during the year, with the related parties

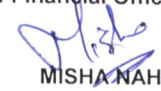
<u>S.No.</u>	<u>Nature of Transactions</u>	<u>Key Management Personnel</u>	<u>AMOUNT</u> (₹ in lakh)
A)	<u>Expenditure</u>		
1.	Salaries & Allowances		17.50
2.	Directors' Remuneration		2.40
B)	<u>Year end balances</u>		
1.	Due to Director		0.20
2.	Salaries & Wages payable		2.10

For and on behalf of the Board of Directors


SANDEEP SINGH GHUMAN
 (Whole-time Director)
 DIN : 07275838


MANOJ KUMAR DAS
 (Director)
 DIN : 07693956


VIJAY BHATIA
 (Chief Financial Officer)


MISHA NAHAL
 (Company Secretary)

Dated : 21st June, 2023
 Place : Banondi

INDEPENDENT AUDITORS' REPORT

The Members,
Naraingarh Sugar Mills Limited.

1. Qualified Opinion

We have audited the accompanying financial statements of **Naraingarh Sugar Mills Limited** which comprise the Balance Sheet as at 31st March, 2023, the Statement of Profit & Loss (including other Comprehensive Income), Statement of Changes in Equity and Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the 'Basis for Qualified Opinion' Section of our report the aforesaid financial statements give the information required by the Companies Act 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs of the Company as at 31st March, 2023, its loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

2. Basis for Qualified Opinion

- a. *We draw attention to Note 4.2 of the financial statements regarding Contingent Liabilities & Commitments (including default in repaying Term/Soft Loans and guarantees) can adversely affect the financial viability of the Company. Adverse decision by various adjudication authorities can further erode the working capital as well as Share capital too. In spite of such serious nature, the management of the Company has prepare the financial statements without acknowledging the liability and prepare it on "Going Concern concept" However we have not been able to corroborate the Management's contention of "Going Concern". Accordingly, we are unable to comment on the "Going Concern Principle" of the Company.*
- b. *We draw attention to Note 4.4 of the financial statements regarding default by Company in repaying Loans (Principal and Interest) from Bank/Financial Institution. An FIR dated 28th December, 2021 was lodged u/s. 120B, 406, 409, 420, 468 & 471 of IPC against relative of Ex-Directors and other officers of the Company. The management of the Company is also taken over by the State Government. Further Land measuring 64 Acre in the name of Company was also attached by Hon'ble Court vide order dated 25th February, 2022. These developments can adversely affect to the overall functioning of the Company and may also affect the "Going Concern Concept" of the Company. In spite of such serious nature, the management of the Company has prepare the financial statements without acknowledging the liability and prepare it on "Going Concern concept" However we have not been able to corroborate the Management's contention of "Going Concern". Accordingly, we are unable to comment on this point.*
- c. *We draw attention to Note 4.5, 4.12 & 4.13 of the financial statements regarding party balances including balance due from Mr. Rahul Anand who is the prime party of FIR along with other Companies/Firms related to him. We are unable to comment on this point, since the matter is subjudiced.*

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those (SAs) are further described in the Auditor's Responsibilities for the Audit of the Financial Statements Section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements 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 Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have considered the matters described below to be the key audit matters for incorporation in our report.

Key Audit Matter	How our audit addressed the Key Audit Matter
Impact of Government Policies/Notifications on recognition of subsidy accruals/claims and their recoverability:	
<p>During the year, the Company has recognised Subsidy Claims aggregating to ₹ 1,313.20 Lakh in terms of Schemes notified by the State Government to offset the cane cost for sugar season 2022-2023.</p> <p><i>We considered this as a key audit matter because recognition of Subsidy Claims is subject to satisfaction of certain conditions mentioned in the related notification. Assessment of recoverability of the claim is subject to significant judgement of the management including certainty with respect to the satisfaction of conditions specified in the notification/policies, collections thereof.</i></p>	<p>We understood and tested the design and operating effectiveness of controls as established by management in recognition and assessment of the recoverability of the claims. We evaluated the management's assessment regarding reasonable certainty for complying with the relevant conditions as specified in the notification/policies and collections.</p> <p><i>We considered the relevant notifications/policies issued by various authorities to ascertain the appropriateness of the recognition of accruals/claims, adjustments to claims already recognised pursuant to changes in the rates and basis for determination of claims.</i></p> <p>Based on the above procedures performed, the management's estimates related to recognition of subsidy accruals/claim and their recoverability are considered to be reasonable.</p>

4. Information other than the financial statements and Auditor's Report thereon.

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in Management Discussion and Analysis Report, Board's Report including Annexures to the Board's Report, Corporate Governance Report, but does not include the financial statements and our auditor's report thereon.

Our report on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

5. Management's Responsibility for Financial Statements

The Company's Management & Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. 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 judgement and estimates that are reasonable and prudent; and 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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In preparing the financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

6. Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

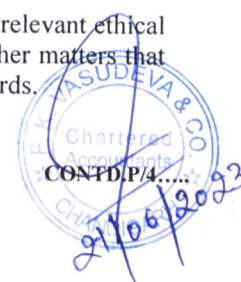
As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- a) Identify and assess the risks of material misstatement of the financial statements, 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.
- b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Companies Act, 2013 we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls reference to financial statement in place and the operating effectiveness of such controls.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) Conclude on the appropriateness of management's 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 Company's ability 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 financial statements 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements 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 financial statements.

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.



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

7. Attention is invited to the following points of Note '4' of the financial statements.
- Note 4.1 - regarding confirmation of attachment of Fixed Assets of the Company under the Prevention of Money Laundering Act, 2002 by the Adjudicating Authority.
 - Note 4.2 – Contingent Liabilities & Commitments.
 - Note 4.3 - regarding calls in arrears and Redeemable Preference Shares.
8. Net-worth of the Company has completely eroded; the management is of the opinion that the Company shall carry on its business as usual, hence the financial statements of the Company have been prepared on a going concern basis; the appropriateness of the said basis is inter-alia dependent upon future performance and profitability and presently *we are unable to express an opinion on the same*.

9. Report on Other Legal and Regulatory Requirements

- A) As required by the Companies (Auditor's Report) Order, 2020 issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in the paragraph 3 and 4 of the Order.
- B) As required by Section 143(3) of the Act, we report that:
- Except for the matters described in the basis of Qualified Opinion Paragraph, we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - Except for the matters described in the basis of Qualified Opinion Paragraph, the proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - the Balance Sheet, the Statement of Profit & Loss (including other comprehensive income), Statement of Changes in Equity and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - Except for the matters described in the basis of Qualified Opinion Paragraph, the aforesaid Ind AS financial statements, comply with the Indian Accounting Standards, specified under Section 133 of the Act;
 - on the basis of the written representations received from the Directors as on 31st March, 2023 taken on record by the Board of Directors, none of the Directors is disqualified as on 31st March, 2023 from being appointed as a Director in terms of Section 164(2) of the Act;
 - with respect to the recording of Audit Trail (edit log) facility, the feature was not enabled in the accounting software of the Company throughout the audit period.
The provisions are applicable to the Company w.e.f. 01st April, 2023.
 - with respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and



- (h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements (Refer note 4.1, 4.2, 4.4 & 4.7);
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. there were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or any other sources) by the Company to/in any person or entity ("Intermediary"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest, in any person or entity, identified in any manner whatsoever ("Ultimate Beneficiaries"), by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in any person or entity identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- c) Based on the audit procedures adopted by us, nothing has come to our attention that has caused us to believe that the representations made by the management under sub clause (a) & (b) above, contain any material misstatement.
- v. The Company has not declared or paid any dividend, during the year.
- C) With respect to the matter to be included in the Auditors' Report under Section 197(16):
In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its Director during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any Director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

Dated : 21st June, 2023
Place : Chandigarh

For P.K. VASUDEVA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No. - 000724N

(PRATEEK PURI)
PARTNER
Membership No. - 524431



“ANNEXURE A” TO THE INDEPENDENT AUDITORS’ REPORT

(Referred to in paragraph 9 of our report of even date on accounts of Naraingarh Sugar Mills Limited for the year ended 31st March, 2023).

- i. a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
B) The Company does not have any Intangible Assets.
- b) The Company has a regular programme of physical verification of its Property, Plant & Equipment by which all Property, Plant & Equipment are verified in a phased manner, over a period of three years. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such verification.
- c) According to the information and explanations given by the management & on the basis of examination of the records of the Company, Title Deeds of Immovable Properties are held in the name of the Company.
- d) The Company has not revalued its Property, Plant & Equipment (including Right of use assets) or Intangible Assets or both, during the year.
- e) According to the information and explanations given by the management & on the basis of examination of the records of the Company, no proceeding has been initiated or pending against the Company for holding any Benami Property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii. a) As explained to us, the inventories were physically verified, during the year, by the management at reasonable intervals and we are unable to comment on the method and value of inventory adopted by management.
- b) The Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets. Accordingly, paragraph 3(ii)(b) of the Order is not applicable.
- iii. According to the information and explanations given by the management & on the basis of examination of the records, the Company has not made any investment, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to Companies, Firms, Limited Liability Partnerships or any other parties. **Corporate Guarantee given by the Company to the Bank, for the loans given to the Cane Farmers, is not in conformity with the provisions of Section 186 of the Companies Act, 2013.**
Accordingly, paragraph 3(iii)(a), (b), (c), (d), (e) and (f) of the Order is not applicable and hence not commented upon.
- iv. According to the information and explanations given to us, the Company has not granted any loans or provided any guarantees or security to the parties covered under Section 185 of the Companies Act, 2013. **Corporate Guarantee given by the Company to the Bank, for the loans given to the Cane Farmers is not in conformity with the provisions of Section 186 of the Companies Act, 2013.**
Accordingly, paragraph 3(iv) of the Order is not applicable.
- v. According to the information and explanations given to us, the Company has complied with the provision of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder
- vi. We have broadly reviewed the books of account maintained by the Company pursuant to the Companies (Cost Records and Audit) Amendment Rules, 2014 made by the Central Government for the maintenance of cost records under Section 148 of the Companies Act, 2013 and are of the opinion that, *prima facie*, the prescribed accounts and records have been made and maintained.
However, we have not made a detailed examination of the records with a view to determine whether they are accurate & complete.
- vii. a) According to the information & explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Excise Duty, Custom Duty, Value Added Tax, Cess and other statutory dues, have been regularly deposited, during the year, by the Company with the appropriate authorities.

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According to the information and explanations given to us, no undisputed amounts payable, in respect of Goods and Services Tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Excise Duty, Custom Duty, Value Added Tax, Cess and other statutory dues (except Cane Purchase Tax - ₹15.32 lakh, for the financial year, 2016-2017 and ₹8.58 lakh, for the month of April, 2017) were in arrears, as on 31st March, 2023, for a period of more than six months from the date they became payable.

- b) According to the information and explanations given to us, there are no statutory dues referred to in sub-clause (a) which have not been deposited with appropriate authorities on account of any dispute, except as mentioned below:

<u>Name of the Statute</u>	<u>Nature of dues</u>	<u>Amount Involved</u> (₹ In lakh)	<u>Amount deposited under protest</u> (₹ In lakh)	<u>Financial Year/Period</u>	<u>Forum where dispute is pending</u>
i. Income Tax Act, 1961	Penalty u/s 271(1)(c)	5.46	Nil	2007-2008	Income Tax Appellate Tribunal, New Delhi
ii. Central Excise Act, 1944	Excise Duty (inc. penalty)	37.27	2.49	March, 2015 to March, 2016	CESTAT, New Delhi
iii. Finance Act, 1994	Service Tax (inc. penalty)	30.85	4.72	2010-2011	CESTAT, New Delhi
iv. Punjab Sugarcane Act, 1953	Cane Purchase Tax	202.34	Nil	1996-2002	Punjab & Haryana High Court, Chandigarh

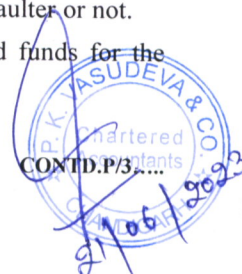
- viii. According to the information and explanations given to us, the Company has not surrendered or disclosed any income, previously unrecorded in the books of accounts, in the tax assessments under the Income Tax Act, 1961, as income, during the year.

Accordingly, paragraph 3(viii) of the Order is not applicable.

- ix. a) Based on our audit procedures and on the basis of information & explanations given by the management, the Company had defaulted in repayment of loans or other borrowings or in the payment of interest thereon, which are as under : **[Refer note 4.4]**

<u>S.No.</u>	<u>Name of Lender</u>	<u>Amount not paid on due date</u> ₹ in Lakh	<u>Whether principal or interest</u>	<u>Period of default</u>
1.	Indian Renewable Energy Development Agency Ltd.	₹ 1,439.94	Principal	March, 2020 to March, 2023
2.	Indian Renewable Energy Development Agency Ltd.	₹ 4,215.15	Interest	March, 2020 to March, 2023
3.	The Ambala Central Cooperative Bank Ltd.	₹ 9,865.47	Principal	June, 2019 to Sept., 2020
4.	The Ambala Central Cooperative Bank Ltd.	₹ 4,562.59	Interest	June, 2020 to March, 2023

- b) Willful defaulter: The Company is in default in repayment of loans taken from Banks/Financial institutions. However, we could not able to comment whether Company is willful defaulter or not.
- c) According to the information and records available, the Company has not utilized funds for the purpose it was availed for, the matter is subjudiced.



- d) According to the information and explanations given to us, the Company has utilised short-term funds ₹ 11,861.20 lakh for long-term purposes as on 31st March, 2023.
- e) The Company does not have any Subsidiary, Associate or Joint Venture; Accordingly paragraph 3(ix)(e) and (f) of the Order is not applicable.
- x. a) According to the information & explanations given to us, the Company has not raised money by way of Initial Public Offer or Further Public Offer (including Debt Instruments), during the year.
- b) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible Debentures, during the year.
- xi. a) According to the information available on the records, a case of fraud was lodged by lenders against relative of ex-director and the Company. We are unable to comment on the same as the matter is subjudiced.
- b) No report has been filed under Section 143(12) of the Companies Act by the Auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) No whistle-blower complaints were received, during the year, by the Company.
- xii. According to the information & explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii)(a), (b) and (c) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable, and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable Ind AS..
- xiv. a) In our opinion and information and explanations given to us, the internal audit system of the Company is not commensurate with the size and nature of its business, because of issues reported in **Report on the Internal Financial Controls (Annexure- B)**
- b) Reports of the Internal Auditor for the period under audit were not received by us.
- xv. According to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with its Directors or persons connected to them and hence provisions of Section 192 of the Companies Act are not applicable.
- Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. According to the information & explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.
- Accordingly, paragraph 3(xvi)(a), (b), (c) and (d) of the Order is not applicable.
- xvii. According to the information & explanations given to us, the Company has incurred cash losses in the financial year ₹ 513.27 lakh and in the immediately preceeding financial year ₹ 48.76 lakh.
- xviii. According to the information & explanations given to us, there was no resignation of Statutory Auditors, during the year.
- Accordingly, paragraph 3(xviii) of the Order is not applicable.
- xix. According to the information & explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the Audit Report that Company is not capable of meeting its liabilities existing at the date of Balance Sheet as and

when they fall due within a period of one year from the Balance Sheet date. We, however, state that this is not a assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the Audit Report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the Balance Sheet date, will get discharged by the Company as and when they fall due.

- xx. According to the information & explanations given to us, the Company is not required to comply with Section 135(5) of the Act. Accordingly, paragraph 3(xx)(a) and (b) of the Order is not applicable.

Dated : 21st June, 2023
Place : Chandigarh

For P.K. VASUDEVA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No. - 000724N

(PRATEEK PURI)
PARTNER
Membership No. - 524431

"ANNEXURE B" TO THE INDEPENDENT AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of Sub Section 3 of Section 143 of the Companies Act, 2013.

Opinion

We have audited the internal financial controls over financial reporting of **Naraingarh Sugar Mills Limited** as of 31st March, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.



Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

According to the information and explanations given to us and based on our audit, material weakness has been identified in the Company's internal financial controls over financial reporting as at 31st March, 2023 as regards:

- a. *Contingent Liabilities & Commitments (including default in repaying Bank loans and guarantees) can adversely affect the financial viability of the company. Adverse decision by various adjudication authorities can further erode the working capital as well as Share capital too.*
- b. *Default by company in repaying loan (principal & Interest) from various banking/ financial institutions. An FIR dated 28/12/2021 was lodged u/s 120B, 406,409,420,468 & 471 of IPC against relative of ex-director and other officers of the company, The management of the company is also taken over by the state government. Further land measuring 64 Acre in the name of Company was also attached by Hon'ble Court vide order dated 25/02/2022. These developments can adversely affect to the overall functioning of the company and may also effect the "Going Concern Concept" of the company.*
- c. *Parties' balances including balance from Mr. Rahul Anand who is the prime party of FIR along with other firms related to him. (Note 4.5, 4.12 & 4.13 of the financial statements)*

A 'material weakness' is a deficiency or a combination of deficiencies in internal financial control over financial reporting such that there is a reasonable possibility that a material misstatement of the Company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion regarding the material weaknesses described above, the Company has failed to maintain adequate internal financial controls over financial reporting with reference to these financial statements as on 31st March, 2023.

Dated : 21st June, 2023
Place : Chandigarh

For P.K. VASUDEVA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No. - 000724N

(PRATEEK PURI)
PARTNER
Membership No. - 524431

NARAINGARH SUGAR MILLS LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH, 2023

	(₹ in lakh)	
	CURRENT YEAR	PREVIOUS YEAR
	31ST MARCH, 2023	31ST MARCH, 2022
	₹	₹
"A" CASH FLOWS		
(I) FROM OPERATING ACTIVITIES		
a) Profit/(Loss) before tax:	(1,508.29)	(1,112.48)
Adjustments :		
Depreciation and amortisation	995.03	1,063.72
Interest earned	(0.05)	(0.12)
Interest paid/incurred (Net)	3,362.65	3,035.70
(Profit)/Loss on sale of fixed assets	0.00	(0.30)
Adjustments (Other Comprehensive Income)	13.39	(42.29)
Profit from operating activities	2,862.72	2,944.23
b) Working capital changes:		
(Increase)/Decrease in Inventories	(361.59)	(87.92)
(Increase)/Decrease in Trade Receivables	294.86	(153.26)
Increase/(Decrease) in Other Non-Current Financial Liabilities	44.22	7.79
Increase/(Decrease) in Non-Current Provisions	(23.45)	76.49
(Increase)/Decrease in Other Current Assets	(625.58)	(829.54)
(Increase)/Decrease in Other Current Financial Assets	(25.51)	2.81
Increase/(Decrease) in Trade Payables	(732.68)	(759.23)
Increase/(Decrease) in Other Current Financial Liabilities	261.39	(335.96)
Increase/(Decrease) in Other Current Liabilities	(11.74)	(133.62)
Increase/(Decrease) in Current Provisions	12.93	1.42
Cash generated from operations	1,695.58	733.19
c) Direct taxes paid (inclusive of taxes for earlier years):	1.22	0.00
Total "I"	1,696.80	733.19
(II) FROM INVESTING ACTIVITIES		
a) Purchase of tangible assets/intangible assets/ capital work-in-progress	(9.27)	(14.62)
b) Proceeds from sale of tangible assets/intangible assets/capital work-in-progress	0.00	0.78
c) (Increase)/Decrease in Non-Current Investments	0.00	0.00
d) (Increase)/Decrease in Other Non-Current Assets	(5.00)	0.00
e) (Increase)/Decrease in Fixed Deposits	3.12	13.19
f) Dividend received	0.00	0.00
g) Interest received	0.05	0.12
Total "II"	(11.10)	(0.54)

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(III) FROM FINANCING ACTIVITIES

a) Proceeds from issue of share capital	0.00	0.00
b) Share application money (pending allotment)	0.00	0.00
c) Proceeds from Non-Current Borrowings (net)	2,227.53	2,524.20
d) Increase in Current Borrowings (net)	223.12	0.00
e) Redemption of Preference Shares	0.00	0.00
f) Repayment of Non-Current Borrowings	0.00	0.00
g) Decrease in Current Borrowings (net)	0.00	0.00
h) Dividends paid (including distribution tax)	0.00	0.00
i) Interest and other finance costs	(3,362.65)	(3,035.70)
j) Share issue expenses	0.00	0.00
Total "III"	(912.00)	(511.50)
"B" Net (decrease)/Increase in cash and cash equivalents (I+II+III)	773.70	221.14
Add : Cash and cash equivalents at the beginning of the year	508.96	287.81
"C" Cash and cash equivalents at the end of the year	1,282.65	508.96

	CURRENT YEAR	PREVIOUS YEAR
	31ST MARCH, 2023	31ST MARCH, 2022
	₹	₹
Cash and Cash equivalents comprises of		
Balances with Banks		
Current Accounts	1,282.56	508.86
Cash Balance	0.10	0.10
	1,282.65	508.96

Note : Previous year figures have been regrouped/reclassified wherever necessary.

In terms of our attached report of even date.

For P.K. VASUDEVA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No. - 000724N
(PRATEEK PURI)
PARTNER
Membership No. - 524431

Dated : 21st June, 2023
Place : Banondi

For and on behalf of the Board of Directors

Sandeep Singh
SANDEEP SINGH GHUMAN
(Whole-time Director)
DIN : 07275838

MANOJ KUMAR DAS
(Director)
DIN : 07693956

VIJAY BHATIA
(Chief Financial Officer)

Misha Nahal
MISHA NAHAL
(Company Secretary)

NARAINGARH SUGAR MILLS LIMITED
BALANCE SHEET
AS AT 31ST MARCH, 2023

		As at 31st March, 2023	(₹ in lakh) As at 31st March, 2022
	NOTE	₹	₹
Non-Current Assets			
(a) Property, Plant & Equipment	1.1	14,197.15	15,182.91
(b) Deferred Tax Assets (net)		5,694.37	5,303.36
(c) Other Non-Current Assets	1.2	505.59	512.03
Total Non-Current Assets		20,397.11	20,998.29
Current Assets			
(a) Inventories	1.3	5,711.21	5,349.62
(b) Financial Assets			
(i) Trade Receivables	1.4	8,638.51	8,933.38
(ii) Cash and cash equivalents	1.5	1,282.65	508.96
(iii) Bank Balance other than Cash and cash equivalents	1.6	0.00	3.12
(iv) Other Financial Assets	1.7	38.71	24.62
(c) Other Current Assets	1.8	8,559.46	7,923.69
Total Current Assets		24,230.55	22,743.37
Total Assets		44,627.66	43,741.66
EQUITY & LIABILITIES			
Equity			
(a) Equity Share Capital	1.9	2,119.54	2,119.54
(b) Other Equity	1.10	(11,468.23)	(10,352.90)
Total Equity		(9,348.69)	(8,233.37)
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	1.11	10,295.17	11,198.29
(ii) Other Financial Liabilities	1.12	147.55	103.33
(b) Provisions	1.13	244.73	268.18
(c) Other Non-Current Liabilities	1.14	7,197.15	7,197.15
Total Non-Current Liabilities		17,884.60	18,766.95
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	1.15	903.12	680.00
(ii) Trade Payables	1.16		
-Total outstanding dues of Micro Enterprises and Small Enterprises		23.58	49.56
-Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises		10,202.81	10,909.51
(iii) Other Financial Liabilities	1.17	21,229.25	17,837.21
(b) Other Current Liabilities	1.18	3,695.53	3,707.27
(c) Provisions	1.19	37.46	24.53
Total Current Liabilities		36,091.76	33,208.08
Total Equity and Liabilities		44,627.66	43,741.66

Significant accounting policies
Other notes to accounts

The notes referred to above form an integral part of the financial statements.

"AUDITOR'S REPORT"

In terms of our attached report of even date.

For and on behalf of the Board of Directors

Sandeep Singh
SANDEEP SINGH GHUMAN
(Whole-time Director)
DIN : 07275838

Manoj Kumar Das
MANOJ KUMAR DAS
(Director)
DIN : 07693956

Vijay Bhatia
VIJAY BHATIA
(Chief Financial Officer)

Misha Nahal
MISHA NAHAL
(Company Secretary)

For P.K. VASUDEVA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No. - 000724N

(PRATEEK PURI)
PARTNER
Membership No. - 524431

Dated : 21st June, 2023
Place : Banondi

NARAINGARH SUGAR MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31ST MARCH, 2023

	(₹ in lakh)	
(a) Equity Share Capital (Refer Note 1.9)	For the year ended 31st March, 2023	For the year ended 31st March, 2022
	₹	₹
Balance at the Beginning of the year	1,901.81	1,901.81
Add : Additions during the year	0.00	0.00
Balance at the end of the year	<u>1,901.81</u>	<u>1,901.81</u>

Attributable to the owners of the Company
Reserves and Surplus

(b) Other Equity (Refer Note 1.10)	Capital Reserve	Capital Redemption	MAT Credit Entitlement	Retained Earnings	Total Equity
	₹	₹	₹	₹	₹
Balance as at 01st April, 2021	373.95	488.45	382.72	(10,564.83)	(9,319.71)
Profit/(Loss) for the year	0.00	0.00	(164.06)	(826.84)	(990.90)
Other Comprehensive Income/(Loss)	0.00	0.00	0.00	(42.29)	(42.29)
Balance as at 01st April, 2022	<u>373.95</u>	<u>488.45</u>	<u>218.66</u>	<u>(11,433.97)</u>	<u>(10,352.90)</u>
Profit/(Loss) for the year	0.00	0.00	(11.44)	(1,117.28)	(1,128.72)
Other Comprehensive Income/(Loss)	0.00	0.00	0.00	13.39	13.39
Balance as at 31st March, 2023	<u>373.95</u>	<u>488.45</u>	<u>207.22</u>	<u>(12,537.85)</u>	<u>(11,468.23)</u>

"AUDITOR'S REPORT"

In terms of our attached report of even date.

For P.K. VASUDEVA & CO.
 CHARTERED ACCOUNTANTS
 Firm Registration No. - 000724N

(PRATEEK PURI)
 PARTNER
 Membership No. - 524431

Dated : 21st June, 2023
 Place : Banondi

For and on behalf of the Board of Directors

Sandeep Singh Ghuman
 SANDEEP SINGH GHUMAN
 (Whole-time Director)
 DIN : 07275838

Manoj Kumar Das
 MANOJ KUMAR DAS
 (Director)
 DIN : 07693966

Vijay Bhatia
 VIJAY BHATIA
 (Chief Financial Officer)

Misha Nahal
 MISHA NAHAL
 (Company Secretary)

NARAINGARH SUGAR MILLS LIMITED
STATEMENT OF PROFIT & LOSS
FOR THE YEAR ENDED 31ST MARCH, 2023

	<u>NOTE</u>	For the year ended 31st March, 2023 ₹	(₹ in lakh) For the year ended 31st March, 2022 ₹
Revenue			
Revenue from Operations	2.1	21,571.76	20,613.94
Other Operating Revenues	2.2	599.26	0.84
Other Income	2.3	39.92	728.92
Total Income		22,210.93	21,343.70
Expenditure			
Cost of Materials Consumed	2.4	17,069.40	15,905.60
Changes in Inventories of Finished Goods and Work-in-Progress	2.5	(385.74)	(895.75)
Employee Benefits Expense	2.6	859.05	837.51
Finance Costs	2.7	3,362.77	3,038.80
Depreciation & Amortisation Expense	1.1	995.03	1,063.72
Other Expenses	2.8	1,818.72	2,506.61
		23,719.23	22,456.48
Loss before exceptional items & tax		(1,508.29)	(1,112.78)
Exceptional items		0.00	0.30
Loss before tax		(1,508.29)	(1,112.48)
Tax Expense			(285.64)
-Deferred tax		(391.02)	
Loss for the year		(1,117.28)	(826.84)
Other Comprehensive Income/(Loss)			
Items that will not be reclassified to Statement of Profit & Loss			
(i) Measurement of post employment benefit obligation		13.39	(42.29)
(ii) Measurement of investments		0.00	0.00
Other Comprehensive Income/(Loss) for the year		13.39	(42.29)
Total Comprehensive Profit/(Loss) for the year		(1,103.89)	(869.13)
Earnings per equity share			
Basic & Diluted	4.17		
-10 paid-up		(5.87)	(4.35)
-5 paid-up		(2.94)	(2.17)

Significant accounting policies 3
Other notes to accounts 4
The notes referred to above form an integral part of the financial statements.

"AUDITOR'S REPORT"
In terms of our attached report of even date.

For and on behalf of the Board of Directors

Sandeep Singh Ghuman
SANDEEP SINGH GHUMAN
(Whole-time Director)
DIN : 07275838

Manoj Kumar Das
MANOJ KUMAR DAS
(Director)
DIN : 01693956

Vijay Bhatia
VIJAY BHATIA
(Chief Financial Officer)

Misha Nahal
MISHA NAHAL
(Company Secretary)

For P.K. VASUDEVA & CO.
CHARTERED ACCOUNTANTS
Firm Registration No. - 000724N

(Prateek Puri)
(PRATEEK PURI)
PARTNER
Membership No. - 524431

Dated : 21st June, 2023
Place : Banondi

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.1 : PROPERTY, PLANT & EQUIPMENT

PARTICULARS	GROSS BLOCK		DEPRECIATION		NET BLOCK	
	COST AS ON 01.04.2022	ADDITIONS/ (ADJUSTMENTS)	AS ON 01.04.2022	DURING THE YEAR	W.D.V. AS ON 31.03.2022	W.D.V. AS ON 31.03.2023
	TOTAL	TOTAL	TOTAL	TOTAL	TOTAL	TOTAL
Land	463.70	0.00	0.00	0.00	463.70	463.70
Building -Factory	3,360.37	0.00	1,444.21	157.81	1,916.16	1,758.36
-Non Factory	504.60	0.00	179.44	7.19	325.16	317.97
Furniture & Fixtures	56.17	0.23	33.93	2.12	22.24	20.35
Plant & Machinery	19,958.90	8.71	7,618.92	813.89	12,339.98	11,534.80
-Machinery						
-Equipment/Computers	116.11	0.33	72.63	6.62	43.48	37.18
-Vehicles	180.50	0.00	108.31	7.40	72.19	64.79
"A" FIGURES FOR CURRENT YEAR : ₹	24,640.35	9.27	9,457.44	995.03	15,182.91	14,197.15
"B" FIGURES FOR PREVIOUS YEAR : ₹	24,626.50	14.62 (0.78)	8,394.03	1,063.72 (0.31)	16,232.47	15,182.91



Dated : 21st June, 2023
Place : Chandigarh

Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.2 : OTHER NON-CURRENT ASSETS

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
(Unsecured considered good - unless otherwise stated)		
Advance		
-For Capital Goods	268.95	268.95
Deposits		
with Government		
Departments & Other Agencies	29.42	24.42
<u>Taxes</u>		
MAT Credit Entitlement	207.22	218.66
TOTAL ₹	<u>505.59</u>	<u>512.03</u>

NOTE 1.3 : INVENTORIES

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
(As taken, valued & certified by the management)		
Raw Material	0.25	1.10
Work-in-Progress	242.58	220.13
Finished Goods etc.	5,236.40	4,873.12
Stores & Spares etc.	231.99	255.27
TOTAL ₹	<u>5,711.21</u>	<u>5,349.62</u>

Dated : 21st June, 2023
Place : Banonadi



Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.4 : TRADE RECEIVABLES

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Unsecured, considered good	7,874.64	8,169.50
Unsecured, considered doubtful	763.88	763.88
TOTAL ₹	8,638.51	8,933.38

Trade Receivables Ageing Schedule

Particulars	Outstanding for following periods from due date of payment					Total
	<u>Less than 6 months</u>	<u>6 months- 1 year</u>	<u>1-2 years</u>	<u>2-3 years</u>	<u>More than 3 years</u>	
i) Undisputed Trade receivables - considered good	1,142.86	0.33	30.68	7.90	0.01	1,181.78
ii) Undisputed Trade receivables - considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00
iii) Disputed Trade receivables - considered good	0.00	0.00	1,282.78	3,224.12	2,185.95	6,692.86
iv) Disputed Trade receivables - considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00
v) Disputed Trade receivables - significant increase in credit risk	0.00	0.00	0.00	0.00	763.88	763.88
	<u>1,142.86</u>	<u>0.33</u>	<u>1,313.47</u>	<u>3,232.02</u>	<u>2,949.83</u>	<u>8,638.51</u>

NOTE 1.5 : CASH AND CASH EQUIVALENTS

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Balance with Banks Current Accounts	1,282.56	508.86
Cash Balance	0.10	0.10
TOTAL ₹	1,282.65	508.96

Dated : 21st June, 2023
Place : Bahondi



Sandeep

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.6 : BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Fixed Deposits	0.00	3.12
TOTAL ₹	0.00	3.12

NOTE 1.7 : OTHER CURRENT FINANCIAL ASSETS

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Taxes	28.99	11.41
Staff Advance	9.72	13.20
TOTAL ₹	38.71	24.62

NOTE 1.8 : OTHER CURRENT ASSETS

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Advance for Supplies & Services	1,489.19	1,497.54
Prepaid Expenses	11.16	14.56
Balances with Statutory/Revenue Authorities	0.52	7.80
Others	7,058.59	6,403.79
TOTAL ₹	8,559.46	7,923.69

Dated : 21st June, 2023
Place : Banondi



Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.9 : SHARE CAPITAL

	As at		(₹ in lakh)	
	31st March, 2023		As at	
	₹	₹	₹	₹
1.9.1 Authorised				
-21,000,000 Equity shares of ₹ 10/- each		2,100.00		2,100.00
 -9,000,000 Redeemable Preference shares of ₹ 10/- each		900.00		900.00
1.9.2 Issued, Subscribed & Paid up				
Equity Share Capital				
-20,312,200 Equity shares of ₹ 10/- each	2,031.22			
Less : Calls in arrear *	129.41	1,901.81		1,901.81
 Preference Share Capital **				
-2,177,251 (12%) Redeemable, (Non-Cumulative), Preference shares of ₹ 10/- each		217.73		217.73
TOTAL ₹		2,119.54		2,119.54

* represent 2,588,200 Equity Shares @ ₹ 5 per share (refer note 4.3).

** due for redemption (refer note 4.3).

1.9.3 Details of Shareholders holding more than 5% equity shares and Promoters shareholding as at year end.

Equity shares of ₹ 10/- each.

	As at		As at	
	31st March, 2023		31st March, 2022	
Name of the Shareholders	Number of Shares	% of Shareholding	Number of Shares	% of Shareholding
Mrs. Renu Anand *	3,706,440	18.25	3,706,440	18.25
Mr. Suvrat Khanna	2,115,240	10.41	2,115,240	10.41
Mr. Taranbir Singh	2,115,240	10.41	2,115,240	10.41
 ILife Medical Devices Pvt. Ltd.	1,500,000	7.38	1,500,000	7.38
Mr. Pradeep Anand	1,300,000	6.40	1,300,000	6.40
Mr. P.L. Lamba	1,133,400	5.58	1,133,400	5.58
Promoters				
Network Fiscal Services LLP	861,600	4.24	861,600	4.24
TOTAL	12,731,920	62.68	12,731,920	62.68

* inclusive of 3,472,840 shares of Late Mr. Onkar Anand (Ex-Director) pending transfer in her name.

1.9.4 Reconciliation of share capital outstanding as at the beginning and at the end of the year
During the current year and in the previous year, there has been no movement in the number of equity shares outstanding.

Dated : 21st June, 2023
Place : Banondi



Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.10 : OTHER EQUITY

	As at		(₹ in lakh)	
	31st March, 2023		31st March, 2022	
	₹	₹	₹	₹
Capital Reserve				
-Balance brought forward		373.95		373.95
Capital Redemption Reserve				
-Balance brought forward		488.45		488.45
Deficit				
Statement of Profit & Loss				
-Balance brought forward	(11,433.97)		(10,564.83)	
-Add : Net Loss				
for the year	(1,103.89)	(12,537.85)	(869.13)	(11,433.97)
MAT Credit Entitlement				
-Balance brought forward	218.66			218.66
-Less : Lapsed, during the year	11.44	207.22		
TOTAL ₹		(11,468.23)		(10,352.90)

Dated : 21st June, 2023
Place : Barondi



Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.11 : NON-CURRENT BORROWINGS

			As at 31st March, 2023		(₹ in lakh) As at 31st March, 2022	
			₹	₹	₹	₹
1.11.1 Secured :						
Term Loans						
-From : IREDA		15,622.58				
-Less : Installments due	1,439.94					
-Less : Interest accrued & due	4,215.15					
-Less : Current Maturities (refer note 1.15 & 1.17)	903.12	6,558.21	9,064.37		9,967.49	
Soft Loans						
-From : Bank		13,652.59				
-Less : Installments due	9,090.00					
-Less : Interest accrued & due (refer note 1.17)	4,562.59	13,652.59	0.00	9,064.37	0.00	9,967.49
1.11.2 Unsecured						
Soft Loan						
-From : Bank		775.47			0.00	
-Less : Installments due (refer note 1.17)		775.47	0.00			
From : Others			1,230.80	1,230.80	1,230.80	1,230.80
TOTAL ₹				10,295.17		11,198.29

Notes: 1. Term Loans :

From: Indian Renewable Energy Development Agency Ltd. (IREDA)

are secured by first charge, on all the fixed assets of the Company (situated at Village Banondi, Tehsil Naraingarh, Distt. Ambala, Haryana & elsewhere) both present & future, on pari-passu basis with GOI (SDF) for its term loan, exclusive charge on receivables of power from Bagasse/Biomass based cogeneration project & other monies credited/to be credited in TRA of the Borrower and also lying or held wherever else and equitable mortgage by deposit of title deeds of immovable properties of the Company.

The said loans are also secured by personal guarantee of Mrs. Renu Anand & Mr. Jitendra Anand (erstwhile Directors), of the Company.

The rate of interest on the loan ranges from 12.50% to 15.00% per annum.

2. Soft Loans :

From: The Ambala Central Cooperative Bank Ltd.

are secured by

i) first charge on sugar stock equivalent to the instalment of loan/interest due in that crushing season with 20% margin.

ii) 1st/2nd charge on 64 acres land of the Company (situated in Village Natwal, Toda and Naya Gaon in District Panchkula).

iii) 1st/2nd charge on Land and Building of a Company in which one of the erstwhile Director/relative of erstwhile Director are interested.

iv) agriculture land/residential plot in the name/joint name of the erstwhile Directors of the Company.

The said loans are also secured by personal guarantee of one of the erstwhile Director and relative of the erstwhile Director of the Company.

The rate of interest on the loans ranges from 11.00% to 12.00% per annum.

Dated : 21st June, 2023
Place : Banondi



Sandeep

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.12 : OTHER NON-CURRENT FINANCIAL LIABILITIES

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Security Deposits		
-From: Farmers, Suppliers, Dealers and Contractors etc.	66.50	38.90
Retention/Earnest Money	81.05	64.44
TOTAL ₹	<u>147.55</u>	<u>103.33</u>

NOTE 1.13 : NON-CURRENT PROVISIONS

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Gratuity		
-Balance brought forward	181.23	
-Add: Other Comprehensive Income	(13.39)	
	167.84	
-Add : Current year's provision	20.64	188.49
-Less : paid during the year	4.21	184.28
	184.28	181.23
Leave Encashment		
-Balance brought forward	86.95	
-Add : Current year's provision	11.28	98.23
-Less : Actuarial Gain recognised in Statement of Profit & Loss	35.04	
-Less : paid during the year	2.73	60.45
	60.45	86.95
TOTAL ₹	<u>244.73</u>	<u>268.18</u>

NOTE 1.14 : OTHER NON-CURRENT LIABILITIES

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Advance From Customer	7,197.15	7,197.15
TOTAL ₹	<u>7,197.15</u>	<u>7,197.15</u>

Dated : 21st June, 2023
Place : Banohdi



Sandeep S.

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.15 : CURRENT BORROWINGS

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Current Maturities of Long-term debts (refer note 1.11)	903.12	680.00
TOTAL ₹	903.12	680.00

NOTE 1.16 : TRADE PAYABLES

	As at 31st March, 2023 ₹	(₹ in lakh) As at 31st March, 2022 ₹
Total outstanding dues of Micro Enterprises and Small Enterprises	23.58	49.56
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	10,202.81	10,909.51
TOTAL ₹	10,226.39	10,959.07

Trade Payables Ageing Schedule

Particulars

Outstanding for following periods from due date of payment

	<u>Less than 1 year</u>	<u>1-2 years</u>	<u>2-3 years</u>	<u>More than 3 years</u>	<u>Total</u>
i) MSME	1.27	0.00	4.15	0.21	5.62
ii) Others	9,687.77	2.44	72.86	11.04	9,774.10
iii) Disputed Dues - MSME	0.00	0.00	0.00	17.96	17.96
iv) Disputed Dues - Others	3.61	4.04	16.97	404.08	428.71
	9,692.65	6.48	93.98	433.29	10,226.39

Dated : 21st June, 2023

Place : Banohri



Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 1.17 : OTHER CURRENT FINANCIAL LIABILITIES

	As at 31st March, 2023	(₹ in lakh) As at 31st March, 2022
	₹	₹
Installments due	11,305.41	10,745.41
Interest accrued & due	8,777.75	6,207.09
Creditors For Capital Goods	42.19	42.19
Taxes & Expenses payable	419.65	323.41
Tax deducted/collected at source	4.21	5.30
Workmen's Compensation	240.00	240.00
Other Liabilities	440.03	273.80
TOTAL ₹	21,229.25	17,837.21

NOTE 1.18 : OTHER CURRENT LIABILITIES

	As at 31st March, 2023	(₹ in lakh) As at 31st March, 2022
	₹	₹
Advance From Customers	3,695.53	3,707.27
TOTAL ₹	3,695.53	3,707.27

NOTE 1.19 : CURRENT PROVISIONS

	As at 31st March, 2023	(₹ in lakh) As at 31st March, 2022
	₹	₹
Gratuity		
-Balance brought forward	18.13	
-Add : Current year's provision	10.63	18.13
	28.76	
Leave Encashment		
-Balance brought forward	6.40	
-Add : Current year's provision	2.30	6.40
	8.70	
TOTAL ₹	37.46	24.53

Dated : 21st June, 2023
Place : Banondi



Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 2.1 : REVENUE FROM OPERATIONS

	For the year ended 31st March, 2023	(₹ in lakh) For the year ended 31st March, 2022
	₹	₹
Sales		
-Sugar	17,929.27	16,618.51
-Molasses	1,774.94	1,885.19
-Power	1,763.17	1,999.30
-Press Mud	94.44	60.77
-Others	9.95	50.16
TOTAL ₹	<u>21,571.76</u>	<u>20,613.94</u>

NOTE 2.2 : OTHER OPERATING REVENUES

	For the year ended 31st March, 2023	(₹ in lakh) For the year ended 31st March, 2022
	₹	₹
Sales		
-Sugar Quota	599.26	0.00
Farming Income (Net)	0.00	0.84
TOTAL ₹	<u>599.26</u>	<u>0.84</u>

NOTE 2.3 : OTHER INCOME

	For the year ended 31st March, 2023	(₹ in lakh) For the year ended 31st March, 2022
	₹	₹
Interest earned	0.05	0.12
Rent	0.66	0.00
Miscellaneous	39.21 *	728.80
TOTAL ₹	<u>39.92</u>	<u>728.92</u>

* inclusive of actuarial gain on leave encashment (₹ 35.04).

Dated : 21st June, 2023

Place : Banohar



Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 2.4 : COST OF MATERIALS CONSUMED

	For the year ended 31st March, 2023		(₹ in lakh) For the year ended 31st March, 2022	
	₹	₹	₹	₹
Opening Stock	1.10		763.24	
Add : Purchases	17,068.55	17,069.65	15,906.50	16,669.74
Less : Closing Stock		0.25		764.14 *
TOTAL ₹		17,069.40		15,905.60

* inclusive of Damaged Stock (₹ 763.04)

NOTE 2.5 : CHANGES IN INVENTORIES

	For the year ended 31st March, 2023		(₹ in lakh) For the year ended 31st March, 2022	
	₹	₹	₹	₹
Stock at Commencement				
-Work-in-Progress	220.13		217.24	
-Finished Goods	4,873.12	5,093.24	3,980.25	4,197.49
Stock at Close				
-Work-in-Progress	242.58		220.13	
-Finished Goods	5,236.40	5,478.98	4,873.12	5,093.24
TOTAL ₹		(385.74)		(895.75)

Dated : 21st June, 2023
Place : Banonrdi



Sandeep S

NARAINGARH SUGAR MILLS LIMITED

NOTE 2.6 : EMPLOYEE BENEFITS EXPENSE

	For the year ended 31st March, 2023		(₹ in lakh) For the year ended 31st March, 2022	
	₹	₹	₹	₹
Salaries & Wages (salaries & wages, leave encashment & bonus)		756.09		745.19
Contribution to : -Provident Fund & Other Funds		48.25		42.64
Other benefits : -Staff Welfare	23.43		21.31	
-Gratuity	31.28	54.70	28.37	49.68
TOTAL ₹		<u>859.05</u>		<u>837.51</u>

NOTE 2.7 : FINANCE COSTS

	For the year ended 31st March, 2023		(₹ in lakh) For the year ended 31st March, 2022	
	₹	₹	₹	₹
Interest -Bank	1,394.29		1,281.80	
-Others	1,968.36	3,362.65	1,753.90	3,035.70
Bank Charges		0.12		3.10
TOTAL ₹		<u>3,362.77</u>		<u>3,038.80</u>

Dated : 21st June, 2023
Place : Banondi



Sandeep

NARAINGARH SUGAR MILLS LIMITED

NOTE 2.8 : OTHER EXPENSES

	For the year ended 31st March, 2023		(₹ in lakh) For the year ended 31st March, 2022	
	₹	₹	₹	₹
Other Operating Expenses				
-Consumable Stores	201.54		219.64	
-Packing Material	226.95		210.09	
-Power & Fuel	3.94		8.05	
-Others	107.25	539.68	120.06	557.85
Rent		15.99		27.75
Repairs & Maintenance				
-Building/Electricals	149.11		217.04	
-Machinery & Equipment	735.13		580.30	
-Computers	3.19		2.67	
-Vehicles	13.69	901.11	12.41	812.43
Insurance		38.54		53.16
Rates & Taxes		8.93		9.30
Legal & Professional Charges		17.51 *		23.49
Other Administrative Expenses		8.95		8.98
Travelling & Conveyance				
-Staff/Others		3.75		9.67
General Charges		59.42		813.06
Selling & Distribution Expenses		115.66 **		190.92
Loss				
-Insurance Claim		109.17		0.00
TOTAL ₹		1,818.72		2,506.61

* inclusive of Auditors' Remuneration (₹ 2.50).

** inclusive of Commission, Rebate & Discount (₹ 112.92).

Dated : 21st June, 2023

Place : Bahondi



Sandeep S

NARAINGARH SUGAR MILLS LIMITED
COMPUTATION OF DEPRECIATION (SUGAR PLANT)
ON WRITTEN DOWN VALUE METHOD (COMPANIES ACT, 2013)
AS AT 31ST MARCH, 2023

PARTICULARS	RATE (%)	MONTH OF ADDITION	W.D.V./ COST OF ADDITIONS	NUMBER OF MONTHS	DEPRECIATION AMOUNT	TOTAL	UTILISATION FACTOR	TOTAL	W.D.V. AS ON 31.03.2023
"A" Building (Factory) balance brought forward -before 01.04.2014 -after 01.04.2014	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(6 x 7=8)	(9)
	11.19	-	41,865,457	12	4,684,745				
	9.50		116,980	12	11,113	4,695,858	0.3334	1,565,725	40,416,713
		TOTAL ₹	41,982,438						
Building (Non-Factory) balance brought forward -before 01.04.2014	6.63	-	32,515,770	12	2,155,796	2,155,796	0.3334	718,800	31,796,970
		TOTAL ₹	32,515,770						
"B" Furniture & Fixtures balance brought forward -before 01.04.2014 -after 01.04.2014	29.40	-	1,641,846	12	482,703				
	25.89	-	581,659	12	150,591				
	25.89	Dec., 2022	23,000	3	1,489	634,783	0.3334	211,654	2,034,851
		TOTAL ₹	2,246,505						



Sandeep S

-2-

"C"	Machinery balance brought forward -before 01.04.2014 -after 01.04.2014 -Additions during the year	15.05	-	239,897,710	12	36,104,605			
		11.29	-	70,426,726	12	7,951,177			
		11.29	Nov., 2022	760,000	4	28,601			
		11.29	Jan., 2023	111,000	2	2,089	0.3334	14,699,616	296,495,820
			TOTAL ₹	<u>311,195,436</u>			44,086,472	0.3334	
"D"	Equipment balance brought forward -before 01.04.2014 -before 01.04.2014 -after 01.04.2014 -Additions during the year	41.43	-	1,140,430	12	472,480			
		45.07	-	347,113	12	156,444			
		45.07	-	1,903,031	12	857,696	0.3334	495,679	2,894,895
			TOTAL ₹	<u>3,390,574</u>			1,486,620	0.3334	
"E"	Computers balance brought forward -before 01.04.2014 (already depreciated) -before 01.04.2014 -after 01.04.2014 -Additions/(Deductions) during the year	59.00	-	170,969	12	0			
		63.16	-	115,160	12	72,735			
		63.16	-	671,521	12	424,133			
		63.16	Jan., 2023	32,500	2	3,421	0.3334	166,810	823,341
			TOTAL ₹	<u>990,151</u>			500,289	0.3334	



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balance brought forward

TOTAL ₹	7,218,618
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1. Depreciation (on actual working days/utilisation) has been provided, on Written Down Value method, as per useful lives specified in Schedule II of the Companies Act, 2013.

- $$\text{Efficiency Level} = \text{Cane Crushed} / (\text{days worked} \times \text{installed capacity}) \times 100 = 4,868,033 \times 100 / (144 \times 40,000) = 84.51$$

= 144/365

$$= 0.3334$$

Sandeep S

NARAINGARH SUGAR MILLS LIMITED
COMPUTATION OF DEPRECIATION (POWER PLANT)
ON WRITTEN DOWN VALUE METHOD (COMPANIES ACT, 2013)
AS AT 31ST MARCH, 2023

PARTICULARS	RATE (%)	MONTH OF ADDITION	W.D.V./ COST OF ADDITIONS	NUMBER OF MONTHS	DEPRECIATION AMOUNT	W.D.V. AS ON 31.03.2023
	(1)	(2)	(3)	(4)	(5)	(6)
"A" Building (Factory) -balance brought forward	9.50		149,634,058	12	14,215,236	135,418,822
		TOTAL ₹	<u>149,634,058</u>			
"B" Machinery -balance brought forward	7.22		923,673,321	12	66,689,214	856,984,107
		TOTAL ₹	<u>923,673,321</u>			
		TOTAL ₹			<u>80,904,450</u>	<u>992,402,929</u>

Note: Depreciation has been provided on, Written Down Value method, pro-rata on month end balances as per the useful life as specified in Schedule II of the Companies Act, 2013.



 Dated : 21st June, 2023
 Place : Banondi

Sandeep S

NARANGARH SUGAR MILLS LIMITED
DEPRECIATION CHART (As per Income Tax Act, 1961)
AS ON 31ST MARCH, 2023

"SUGAR PLANT"

PARTICULARS	RATE (%)	W.D.V. AS ON 01.04.2022	ADDITIONS (after 01.10.2022)	TOTAL	LESS: DEPRECIATION	W.D.V. AS ON 31.03.2023
Tangible Assets						
Buildings						
-Factory	10	8,342,761	0	8,342,761	834,276	7,508,485
-Non-Factory	5	17,064,720	0	17,064,720	853,236	16,211,484
Furniture & Fixtures	10	1,986,523	23,000	2,009,523	199,802	1,809,721
Plant & Machinery						
-Machinery	15	72,399,736	871,000	73,270,736	10,925,285	62,345,451
-Equipment	15	2,635,344	0	2,635,344	395,302	2,240,042
-Computers	40	433,273	32,500	465,773	179,809	285,964
-Vehicles	15	4,760,819	0	4,760,819	714,123	4,046,696
TOTAL ₹		107,623,176	926,500	108,549,676	14,101,833	94,447,843

Notes : 1. Depreciation has been provided, on written down value method, as per the rates specified in the Income Tax Act, 1961.
2. Depreciation on Assets, bought during the year, and used for less than 180 days, has been restricted to 50% of the rates specified in the Income Tax Act, 1961.

Dated : 21st June, 2023
Place : Banohri

Sandeep S

NARAINGARH SUGAR MILLS LIMITED
DEPRECIATION CHART (As per Income Tax Act, 1961)
AS ON 31ST MARCH, 2023

"POWER PLANT"

<u>PARTICULARS</u>	<u>RATE</u> <u>(%)</u>	<u>W.D.V.</u> <u>AS ON</u> <u>01.04.2022</u>	<u>DEPRECIATION</u>	<u>W.D.V.</u> <u>AS ON</u> <u>31.03.2023</u>
Tangible Assets				
Building -Factory	10	142,419,262	14,241,926	128,177,336
Plant & Machinery -Machinery	40	131,615,350	52,646,140	78,969,210
TOTAL ₹		274,034,612	66,888,066	207,146,546

Note : Depreciation has been provided on, Written Down Value method,
as per the rates specified in the Income Tax Act, 1961.

Dated : 21st June, 2023

Place : Banohdi



Sandeep S.

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF LONG-TERM BORROWINGS
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>		<u>AMOUNT</u>	<u>TOTAL</u>
		₹	₹
<u>Secured:</u>			
Term Loans			
From : <u>Indian Renewable Energy Development</u>			
<u>Agency Ltd.</u>			
Account I	1,357,412,443		
Account II	<u>204,845,545</u>	1,562,257,988	
Less: Current maturities	90,312,000		
Less: Installments due	143,993,978		
Less : Interest accrued & due	<u>421,515,216</u>	<u>655,821,194</u>	906,436,794
<u>Soft Loans</u>			
From : Bank			
-The Ambala Central Cooperative Bank Ltd.			
Account I	888,038,578		
Account II	<u>477,220,711</u>	1,365,259,289	
Less: Installments due	909,000,000		
Less : Interest accrued & due	<u>456,259,289</u>	<u>1,365,259,289</u>	<u>0</u>
			906,436,794
<u>Unsecured:</u>			
Soft Loan			
From : Bank			
-The Ambala Central Cooperative Bank Ltd.		77,547,378	
Less: Installments due		<u>77,547,378</u>	<u>0</u>
<u>From : Others</u>			
Renu Anand *		<u>123,079,982</u>	123,079,982
TOTAL ₹			<u><u>1,029,516,776</u></u>

* erstwhile Director of the Company.

Sandeep Singh

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF OTHER NON-CURRENT FINANCIAL LIABILITIES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
<u>Security Deposits:</u>		
From: Farmers, Suppliers, Dealers and Contractors etc.		
Anil Kumar	100,000	
Ashok Kumar	200,000	
Banaundi Farmers	100,000	
Barkha Ram	15,000	
Bhopal Singh	100,000	
H.P. Civil Supply Corporation	50,000	
Harish Pal	100,000	
Jagdamba Traders	250,000	
Jaspal Singh	50,000	
Jai Bhagwan	100,000	
Kiran Devi	45,000	
Kulvir Contractor	50,000	
Lakhwinder Singh	50,000	
Lakshmi Narayan Mantra	250,000	
LNM Sugar Supplier	250,000	
Naresh Oversees Pvt. Ltd.	250,000	
Parmanand Babu Ram	250,000	
Ramesh Chand	25,000	
Shamli Distillery & Chemical Works	1,000,000	
Shree Balaji Enterprises	250,000	
Mam Chand	600,000	
Mangu Ram	100,000	
Others	490,689	
Rai Singh	50,000	
Rajbir Singh	50,000	
Rama Saini	50,000	
Rajesh Bhardwaj	324,104	
Randeep Singh	100,000	
Sandeep Kumar	50,000	
Sita Ram Enterprises	300,000	
Subhash Chand	100,000	
Suresh Kumar	100,000	
Super Bio Coal	500,000	
Surinder Kumar	100,000	
Tarachand	50,000	
Vinod Kumar	100,000	
Wahid Husain	100,000	6,649,793

CONTD.P/2.....

Sandeep

Retention Money:

-Ace Build Ltd.	2,700,000		
-Ashoka Foundry	39,600		
-B.R. World	50,521		
-Bag Poly International Pvt. Ltd.	613,923		
-Bharat Rogan Co.	371,000		
-Engineering Corporation	20,503		
-Gogia Electrical	111,599		
-H.P. Civil State	3,254		
-Kay Bounet Engg.	1,550,000		
-Mayur Industries	384,701		
-Nashik Electrical	69,390		
-Odhi Electric	441		
-Shree Fastner	7,638		
-Shri Invironement	9,748		
-Sita Ram Enterprises	42,426		
-Prem Color Chem Pvt. Ltd.	6,691		
-Thermax Ltd.	282,500		
-Vishkarma Engineer	34,800	6,298,735	
Earnest Money			
-Deposit for Tenders		1,806,587	8,105,322
TOTAL ₹			14,755,115

Sandeep S

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF OTHER NON-CURRENT LIABILITIES
AS ON 31ST MARCH, 2023

PARTICULARS

AMOUNT

₹

Advance:

From: Customer

-Yathuri Associates

719,714,634

TOTAL ₹

719,714,634

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF OTHER NON-CURRENT ASSETS
AS ON 31ST MARCH, 2023

PARTICULARS

AMOUNT

₹

TOTAL

₹

Advance:

For Capital Goods

Bhushan Enterprises

10,500,000

Indiana Machine Tools

1,500,000

National Heavy Engineering Co-operative Ltd.

1,065,000

Sai Sidha Sugar Equipments Engineers Co. Pvt. Ltd.

13,080,000

Sudhir Genset Ltd.

750,000

26,895,000

Deposits

with Government Department

& Other Agencies

For Electricity:

with Haryana Vidyut Prasaran Nigam Ltd.

342,500

with Uttar Haryana Bijli Vitran Nigam Ltd.

498,334

with HAREDA

1,000,000

1,840,834

For Telephones & Communication:

with Escotel Mobile Communications Ltd.

18,000

with Spice Telecom Ltd.

3,000

21,000

For Premises:

with Kulwinder Singh Bassi

450,000

Others:

with Haryana State Pollution Control Board

520,000

with Cane Commissioner, Haryana

20,000

with Hindustan Petroleum Corporation Ltd.

2,350

with Food Department, Haryana

1,000

with United Traders

20,000

with Bharat Petroleum Corporation Ltd.

18,600

with National Fertilizer Ltd.

25,000

with Zee Turner

8,000

with Rashtriya Gas Sewa

14,800

629,750

2,941,584

MAT Credit Entitlement

20,722,425

TOTAL ₹

50,559,009

Sandeep

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF TRADE RECEIVABLES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Ambay Trading Co.	2,042,416
Ankush Enterprises	1,017
Ashoka Traders	13,283
Balaji Pharmachem	1,935,575
Banaundi Farmers Producer Company Ltd.	1,283,809
Bhagat Ram Jagdev Singh	3,000
Bharti Airtel Limited	123,479
DC Cum Chairman Distt. Disaster Management (Ambala)	1,276
Esoteric Trading Private Limited *	335,415,205
G S Agro Fuels	365,370
Ganda Mal Mangal Dass	5,434
H.S.Gaba Trading Co.	4,488
Hilight Enterprises	5,047,000
HPMC Ltd. (Parwanoo)	1,470
HPMC Ltd. (Jarol)	371
HR Traders (Rajpura)	478,800
Haryana Power Purchase Centre	189,108,716
Ion Healthcare Pvt. Ltd.	3,382,623
Jain Trading Co.	547
Kanhiya Lal Madho Ram	2,776,415
Kathuria Brothers	9,457
Krishna Trading Co.	1,574
M.K. Traders	122,298
Madan Singh Todar Singh	539,764
Mangal Chand Mahabir Parshad	829
Mayank Enterprises	13,343,200
Narshing Dass Sita Ram	36,958
Nathu Mal Ganga Bishan	581
Navkar Lifesciences	1,401,282
New Aggarwal Trading Co.	580
Rahul Anand **	3,852,685
Rahul Sales Ltd. ***	186,555,285
Rajdhani Trading Co.	4,728
Rajeev Kumar Sunjeev Kumar	18,528
Ranjha Ram Om Parkash	899

* Company controlled by relative of ex-Director.

** Relative of erstwhile Directors and Majority Shareholder.

*** Company in which erstwhile Directors/relatives of erstwhile Directors are interested.

CONTD.P/2.....

Sandeep S

Rohit Traders	2,961,958
Sacha Sauda	3,576,692
Siddhayu Ayurvedic Research F. Pvt. Ltd. (Wadsa)	950,120
Siddhayu Ayurvedic Research F. Pvt. Ltd. (Seoni - MP)	1,047,880
Siddhayu Ayurvedic Research F. Pvt. Ltd. (Maharashtra)	4,273,483
Sidnet	101,321,512
Super Bio Coal	157,702
Suraj Bhan Sadhu Ram & Co.	1,160,359
Tirath Ram Sons & Co.	302,230
Utkarsh Trading Co.	219,847
Yash Traders	744
TOTAL ₹	<u><u>863,851,469</u></u>

Sandeep S

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF CASH & CASH EQUIVALENTS
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
<u>Cash and cash equivalents</u>		
<u>Balance with Banks:</u>		
Current Accounts		
-with Indian Bank		
Account no. - I	61,624	
Account no. - II	38,222	
Account no. - III	50,899,519	50,999,365
-with Axis Bank		76,763,813
-with Punjab National Bank		81,210
-with Punjab & Sind Bank		183
-with State Bank of India		82,618
-with Union Bank of India		
Account no. - I	1,534	
Account no. - II	53	
Account no. - III	4,336	5,923
-with IDBI Bank		18,197
-with IndusInd Bank		57,959
-with Oriental Bank of Commerce		239,797
-with The Ambala Central Cooperative Bank Ltd.		6,738
		128,255,803
<u>Cash Balance:</u>		
Cash in hand		9,665
TOTAL ₹		128,265,468

Sandeep S

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF OTHER CURRENT FINANCIAL ASSETS
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
<u>Taxes:</u>		
Tax deducted at source		2,898,669
<u>Staff Advance:</u>		
Ajay Kumar Roy	10,000	
Anil Kumar Gautam	3,209	
Anshul Gupta	12,338	
Ashok Kumar	45,061	
Baljinder Singh	90,400	
Deewan Singh	25,000	
Dharambir Singh	26,000	
Dinesh Kumar	30,000	
Gian Singh	99,000	
Gopal	10,000	
Hitesh Kumar	100,000	
Indal Yadav	8,000	
Isham Singh	15,001	
Karan Singh	3,000	
Labh Singh	20,000	
Lokendra Kumar	15,000	
Manish Kumar	4,000	
Manoj Kumar Singh	63,217	
Pravendra Kumar Rathi	100,000	
Raj Kumar	31,832	
Rajeev Sharma	50,000	
Rajesh Kumar	22,000	
Ram Bohara	8,000	
Raman	15,000	
Santi	10,622	
Satpal Dhiman	25,000	
Sidharth	20,000	
Suman Kumar Verma	10,742	
V.K. Singh	100,000	972,422
TOTAL ₹		3,871,091

Sandeep

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF OTHER CURRENT ASSETS
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
<u>Advance for Supplies & Services:</u>		
Aay Cee Engineering Works	4,360	
Abb India Ltd.	23,111	
ACC Concrete Ltd.	10,860	
Aircon Engineers	20,891	
Alpha Control Instruments Pvt. Ltd.	38,350	
Anand Chhibbar	360,000	
Ashwani The Business Consultant	217,500	
Authentic Systems & Technologies	6,027	
Balaji Rubbers	74,039	
Balbir Singh Gill	500,000	
Bankey Bihari Packaging Pvt. Ltd.	5,102	
Beltex Corporation	78,900	
Bharat Petroleum Corporation Ltd.	23,852	
BSE Ltd.	650,618	
Centre For Industrial Testing & Research	17,400	
Continental Conveyors Pvt. Ltd.	1,094	
D K Metal Works	1,068	
Dalbir Makkar (India) Pvt. Ltd.	158,931	
Devesh International	1,221,090	
Faith Mercantile Pvt. Ltd.	2,461	
Farm2Energy	315,568	
Four Its Pvt. Ltd.	240	
G & K Insulation and Engineers	12,300	
Ganesh Metal Industries	1,191	
Ghola Singh	100,000	
Global Canesugar Services Pvt. Ltd.	600,000	
Gmax Technologies	183,000	
Goyal Electronics	100,000	
G.S. Cooling Towers & Components Pvt. Ltd.	14,050	
Gujarat Enviro Protection & Infrastructure Pvt. Ltd.	44,560	
Guru Enterprises	23,000	
Hafed Sugar Mill	14,681	
Harish Electric Store	25,160	
Harish Pal	100,000	
Harry Rikhy	20,000	
Harshita Infrastructure	456,620	

CONTD.P/2.....

Sandeep

Himani Boiler & Pressure Equipments	142,000
Hitachi Hirel Power Electronics Pvt. Ltd.	40,710
Indian Oil Corporation Ltd.	516,979
Industrial Agencies	20,805
Jaggi Cement Store	3,678
Janak Mohan Singh	25,000
K.S.Engineering Co.	2,176
Kamaldeep Advocate	80,000
Kanwar Pal	150,000
Kavitsu Transmissions Pvt. Ltd.	45,231
Khurana Transport Corp. (Regd.)	1,500
Korwa Trading Co.	10,990
Krohne Marshall Pvt. Ltd.	19,470
Laboratory Instruments & Chemicals	6,728
Megahertz Experts	48,144
Modern Engineers	31,699
N Kumar Chhabra & Co.	932,140
National Fertilizers Ltd. (Nangal)	14,354
National Fertilizers Ltd. (Panipat)	48,660
Neha Anand	350,000
Nikunj Metals	30,000
Nissan Ceramics Pvt. Ltd.	8,125
Pacific Insulationtots & Furnishers	551
Parvesh Engineering Works	4,720
Powersure Technologies	27,140
Prakash Insulation Services	416,028
Premier Engineeing Co.	1,311
Rama Trading Co.	500,000
Rashtriya Gas Sewa	1,840
Relicare Microsystems & Technologies	531,000
Rigan Singh	100,000
Rishi Kant Bhardwaj	300,000
RK Power	433,296
Rotycan Turbotech Pvt. Ltd.	22,594
RSC Generators	17,722
S.A. International	14,354
Satpal	100,000
Sehgal Sons	5,575
Shakti Pumps	7,642

CONTD.P/3.....

Sandeep

Sharma Traders	1,500		
Shri Chaman Sales Corporation	51,151		
Siemens Ltd.	2,728		
Sindhu Ajim	50,000		
SJ Industries	45,161		
Spray Engineering Devices Ltd.	28,294		
Ss Electro Engineers Pvt. Ltd.	50,449		
Steel Authority of India Ltd.	31,272		
Stylish Furniture	27,906		
T & T Law	100,000		
Techno Drop Multilube Systems	18,054		
Thermax Ltd.	15,000		
Trafo Consultancy Services	21,540		
Triveni Sales Corporation	1,959		
Universal Heavy Engineering Co.	164,480		
Vijay Canvas Co.	500		
Vr Aircon - Ambala City	1,854		
Walchand Nagar Industries Ltd.	7,589		
Yash Paul Grover	500,000		
Yu Technologies Pvt. Ltd.	18,497	11,576,121	
Farmers		137,342,867	148,918,988
<u>Prepaid Expenses:</u>			
Insurance			1,116,123
<u>Balances:</u>			
with Statutory/Revenue Authorities			
Deferred			
-IGST			52,200
<u>Others:</u>			
Amount Recoverable			
<u>From : Income Tax Department</u>			
-For the Assessment Year 2009-2010	66,587		
-For the Assessment Year 2015-2016	148,150		
-For the Assessment Year 2016-2017	187,730		
-For the Assessment Year 2018-2019	136,003		
-For the Assessment Year 2019-2020	76,814		
-For the Assessment Year 2020-2021	6,051		
-For the Assessment Year 2022-2023 (on account of refund)	1,019,460	1,640,795	
<u>From : Haryana State Government</u>			
(on account of subsidy)		131,319,800	

CONTD.P/4.....

Sandeep S

From : Non-Banking Financial Companies

-Reliance Capital Ltd.	6,349	
-Kotak Mahindra Prime Ltd.	78,879	85,228
(on account of tax deducted at source)		

From : Suppliers

(on account of advance given in earlier years)

Dross Energy Pvt. Ltd.	6,700,000	
Durga Traders	2,500,000	
Proto Industries	11,000,000	
Greener Renewables	10,381,614	
Punjab Renewable Energy Systems Pvt. Ltd.	32,500,000	
Raghupati Commodities Pvt. Ltd.	10,000,000	
Raghupati Overseas Pvt. Ltd.	52,552,598	
Rahul Sales Ltd. *	364,507,280	
Singer India Ltd.	2,006,250	
Verve Biomass Pvt. Ltd.	36,800,000	528,947,742

Others :

-Hem Raj	
(Car & cane imprest)	24,121,686
-N.C.R. Developers	
(Land & Building)	2,000,000
-Amit Electricals	
(Damages & Penalty)	4,960,947
-Haryana State Government	
(on account of difference in levy sale price)	100,197

From : Naraingarh Distillery Ltd.

(on account of expenses)	158,340	31,341,170
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Deposits :

-Sales Tax	9,812,631		
-Amit Electricals	500,000	10,312,631	
(under-protest - with Delhi High Court)			
-Local Area Development Tax			
(with Haryana State Government)	1,491,098	11,803,729	
-Excise Duty	248,500 **		
-Service Tax	471,738 **	720,238	705,858,702
(deposit under-protest)			

TOTAL ₹

855,946,013

* Company in which erstwhile Directors/relatives of erstwhile Directors are interested.

** Company has preferred appeals with CESTAT, New Delhi

Sandeep

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF SALARIES & WAGES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Salaries & Allowances	37,651,167
Wages & Allowances	34,370,118
Directors' Remuneration	240,000
Leave Encashment	1,357,920
Bonus	1,990,067
TOTAL ₹	<u>75,609,272</u>

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF STAFF WELFARE
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Medical Expenses	904,342
Uniform & Liveries	544,863
Festival Expenses	204,991
Canteen	580,952
Pooja Expenses	107,379
TOTAL ₹	<u>2,342,527</u>

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF OPERATING EXPENSES - OTHERS
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
Handling Charges etc.		
-Cane	5,135,449	
-Sugar	3,712,523	8,847,972
Others		
-Freight & Cartage		1,877,148
TOTAL ₹		<u>10,725,120</u>

Sandeep

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF OTHER ADMINISTRATIVE EXPENSES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Printing & Stationery	703,879
Postage & Courier	10,780
Telephones & Communication	179,915
TOTAL ₹	894,575

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF GENERAL CHARGES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Watch & Ward	5,934,137
Miscellaneous Expenses	2,570
Newspaper & Periodicals	5,270
TOTAL ₹	5,941,977

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF SELLING & DISTRIBUTION EXPENSES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Commission, Rebate & Discount	11,292,469
Advertisement & Publicity	273,921
TOTAL ₹	11,566,390

Sandeep S

NARAINGARH SUGAR MILLS LIMITED
CALCULATION OF EPS - AS PER IND AS-33
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Earnings attributable to Equity Shareholders	(1,117.28)
Weighted Average of outstanding Equity Shares (per ₹)	190.18
Equivalent Earnings per Equity Shares	(5.87)
Basic Earnings per Equity Share	
- ₹ 10 paid-up	(5.87)*10/10 (5.87)
- ₹ 5 paid-up	(5.87)*5/10 (2.94)

Note :

Computation of weighted average of outstanding Equity Shares

<u>Particulars</u>	<u>Number of Shares</u>	<u>Weighted Average no. of Equity Shares</u>
Fully paid up Equity Shares	17,724,000 17,724,000*10/10	17,724,000
Partly paid up Equity Shares	2,588,200 2,588,200*5/10	1,294,100
Weighted Average of outstanding Equity Shares		<u>19,018,100</u>

Note:

Diluted earnings per share have not been furnished since Company is not having any Potential Ordinary Equity Shares.

Sandeep S

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF TRADE PAYABLES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
<u>For Supplies & Services:</u>		
<u>Contractors</u>		
Anil Contractor	230,490	
Anil Kumar	173,402	
Ashok Kumar	873,473	
Bhopal Singh	149,978	
Chander Mohan	74,092	
Harish Pal	79,008	
Jai Bhagwan	199,862	
Jaspal Singh	77,390	
Jyotish Kumar	467,525	
Kulveer	246,636	
Labh Singh	1,407,179	
Mangu Ram	294,145	
Musarrat Ali	91,762	
Prince Kashyap	174,215	
Puna Ram	101,271	
Rahul Fabricator	201,416	
Rai Singh	74,641	
Rajat Kumar	131,692	
Rajbeer Singh	36,800	
Rama Saini	123,174	
Ramesh Chand	1,321,602	
Randeep Singh	338,372	
Sandeep Singh	141,503	
Saraswati Oil Mills	23,440	
Subhash Chand	429,766	
Suresh Kumar	124,564	
Surinder Kumar	36,783	
Vimal Kumar	28,286	
Vinod Kumar	169,878	
Wahid Hussain	194,260	
		8,016,605
<u>Suppliers/Others :</u>		
A Arora & Co.	69,440	
Abr Petro Products Ltd.	1,244,180	
Ace Build Pvt. Ltd.	75,808	
Ador Powertron Ltd.	16,000	
Aggarwal Chemicals & Refractories	19,382	
Ahmedabad Stock Exchange Ltd.	30,337	

CONTD.P/2....

Sandeep Singh

Alankit Assignments Ltd.	54,000
Amar Singh	595,690
Amsha Transport Co.	278,501
Anu & Associates	308,958
Ar Consultant	87,945
Ashoka Insulations Co.	146,768
Awc Core Solutions Pvt. Ltd.	124,108
Bag Poly Industries	66,714
Baldev Singh	167,722
Bansal Traders	47,458
Barkha Ram	7,713
Camway Concept	230,000
Central Agencies	58,231
Central Depository Services (India) Ltd.	16,222
Chilltech Systems	251,935
Crystal Traders	3,481
Dang Trading Co.	13,679
Deepak K Thakkar & Associates	32,875
Digital Utilities	195,112
Doon Lime Industries	964,724
Drips Waters India Pvt. Ltd.	115,732
Durga Electric Works	4,900
Dynamics Industrial Automation	27,840
Esoteric Trading Pvt. Ltd. *	22,128,802
FICCI	50,562
Globe Electricals	170,507
Govind Sons	70,103
Gurunanak Transport Co.	2,680,532
Hari Prasad Rao	10,000
Hari Ram Syal & Co.	413
Hi-Tech Engineers	527,596
HP State Civil Supply Corporation	65,370
Hpcl Mittal Energy Ltd.	3,454
J N Gopal & Co. Pvt. Ltd.	76,288
J.B. Pneumatics	20,533
J.P. Mukherji & Associates Pvt. Ltd.	68,000
Jai Sugtech	29,264
Jain Mill Store	251
Jasbir Bassi	135,000

* Company controlled by relative of ex-director.

CONTD.P/3....

Sander

Js Paul Refrigeration & Electrical	87,391
Jyoti Weighing Systems Pvt. Ltd.	35,520
Kapil Traders	93,543
Kay Bouvet Engineering Pvt. Ltd.	407,909
KC Generator Hiring & Leasing Co.	208,800
Kiran Filling Station	228,700
Krishna Garden Tools	13,334
Kulwinder Singh Bassi	135,000
Lavish Transport Co.	846,398
Lime Light Corporation	783,939
Madhav Transport Co.	290,624
Mahendra Sales Corporation	11,421
Mahi Engineers	20,196
Mentor Capital Services Pvt. Ltd.	242,000
Moon Trading Co.	596,172
Namrata Enterprises	57,404
Northland Avenues Pvt. Ltd.	30,000
P.K. Vasudeva & Co.	270,000
Parkash Singh & Others	134,368
Parveer & Co.	52,811
Pawan Mill Store	11,568
PN Instruments	27,022
Pranav Group Of Industries	1,942,616
Prem Color Chem Pvt. Ltd.	33,925
Pristine Industries Ltd.	1,795,912
Pure Chemicals Co.	13,570
Raj Amar Sugar Chains Pvt. Ltd.	76,099
Raj Lime Product	193,874
Raj Logistics	135,686
Raj Polybags Pvt. Ltd.	2,502,562
Raman Engineering Works	40,014
Regent International	135,065
Risansi Industries Ltd.	65,384
Rm Sales Corporation	95,621
S.R. Computers	7,351
Sam Traders	150,822
San Weld Electrodes	81,775
Shakti Brick Co.	56,018
Sharma Beeja Co.	1,500

CONTD.P/4....

Sandeep S

Shiv Ganga Fabrics	340,469	
Shiv Shakti Bricks	77,700	
Shivam Enterprises	2,436,064	
Shree Gee Chemicals	2,198,688	
Shree Govind Transport Co.	387,608	
Shri Ram Engineers	277,750	
Shri Ram Transport Co.	173,942	
Sigma Automation	192,930	
Sita Ram Enterprises	258,977	
Sitson India Pvt. Ltd.	12,042,741	
Smb Engineers Pvt. Ltd.	32,303	
Sss Solution Services	596,104	
Sunrise Trading Co.	4,224	
Surinder Pal Anand	425,000	
Swayut Automation	27,000	
Vabros & Co.	30,000	
Vasudeva & Associates	43,200	
Venus Carbonics	17,382	
Verma Karan & Associates	13,779	
Vimal Sulphur Refinery Industries	150,309	
VS Process Instruments	8,930	62,939,141
<u>Due to Farmers</u>		
(on account of cane price)		951,683,442
TOTAL ₹		<u>1,022,639,188</u>

Sandeep

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF CREDITORS
FOR CAPITAL GOODS
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
R.K. Enterprises	2,077,390
Shree Kanha Enterprises	2,141,984
TOTAL ₹	4,219,374

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF TAXES & EXPENSES PAYABLE
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
<u>Taxes</u>		
CGST	12,267,268	
SGST	12,267,268	
IGST	7,886,454	32,420,990
<u>Employee Benefits Expense</u>		
Salaries & Wages	6,798,211 *	
Bonus	1,842,667	
Provident Fund & Other Funds	858,967	9,499,845
<u>Other Expenses</u>		
Telephones & Communication	13,347	
Electricity & Water Charges	30,852	44,199
TOTAL ₹		41,965,034

* inclusive of Ex-Gratia (₹ 259,000/-).

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF OTHER LIABILITIES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
Due to Director		20,000
Due to Staff		178,244
<u>Unsettled Accounts</u>		
Albeli Leasing & Finance Pvt. Ltd.	13,500,000	
Unisiddha Trading Pvt. Ltd.	6,271,483	19,771,483
Grant Received (From A.C.D.O.) -For Purchase of Fixed Asset		132,690
Sundry Acceptances		23,901,005
TOTAL ₹		44,003,422

Sandesh

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF DUE TO DIRECTOR
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Mr. Sandeep Singh	20,000
TOTAL ₹	20,000

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF DUE TO STAFF
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹
Amit Kumar	1,612
Ashwani	12,740
Jagpal	2,765
Ram Partap	93,531
Ravi Kumar	49,455
Virender Kumar	2,500
Vishnu Yadav	15,641
TOTAL ₹	178,244

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF SUNDRY ACCEPTANCES
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
Cane Purchase Tax		
-For earlier years	20,233,831	
-For the financial year 2016-2017	1,532,062	
-For the financial year 2017-2018	857,728	22,623,621
Unpaid Balances		
-Wages & Allowances	731,665	
-Bonus	545,719	1,277,384
TOTAL ₹		23,901,005

Sandeep S.

NARAINGARH SUGAR MILLS LIMITED
DETAILS OF ADVANCE FROM CUSTOMERS
AS ON 31ST MARCH, 2023

<u>PARTICULARS</u>	<u>AMOUNT</u> ₹	<u>TOTAL</u> ₹
Yathuri Associates		338,357,316
<u>Others</u>		
Aditya Trading Co.	1,286	
Ahuja Barrel Supply Co.	913	
B.K.Enterprises	630	
Baba Ramdev Industry	4,793	
Bansal Kiryana Store	874	
Bhole Nath Sugar Trading Co.	6,853	
Bhupinder Singh Arora	266	
Centurion Laboratories Pvt. Ltd.	7,081	
Centurion Remedies Pvt. Ltd.	365,139	
Data Ram & Sons	2,601	
Digital Vision	1,042	
Durga Agencies	24,243	
Gagan Departmental Store	541	
Ganpati Enterprises	653	
Garg Agencies	308	
Gautam Traders	109	
Ghiya Jute Industries	881	
Godraj Agrovet Ltd.	83	
Goel Trading Co.	2,521,049	
Govindlal Asharam	256	
Guru Nanak Sugar Co.	1,460,067	
Guru Sewak Oil	151	
Happy Shopping Complex	215	
Harish Karyana Store	149	
Himanshu Traders	1,080,448	
Indian Sugar Exim Corporation Ltd.	48,047	
Jagdamba Traders	167,262	
Jai Bala Ji Industries Ltd.	48,910	
Jai Durga Enterprises	159,402	
Jai Jawala Agency	787	
Jindal & Co.	4,186	
Kaushal Traders	269	
Lakshmi Narayan Mantra	4,328,499	
LnM Sugar Supplier	70,814	
Luxmi Traders	2,624	
Maa Naina Devi Trading Co.	180,072	

CONTD.P/2...

Sandeep S

Mahavir Karyana & General Merchants	525	
Mam Chand & Sons	582	
Maruti Associates	116,797	
Mintifi Finserve Pvt. Ltd.	3,701	
Modern Agro Industries	8,895	
Mohit Trading Co.	1,259,133	
Naresh Kumar Haresh Kumar	300	
Naresh Overseas Pvt. Ltd.	910,990	
Narshing Dass & Sons	271	
Neki Ram Kishore Lal	180	
Nihal Chand Ram Lubhaya	387,690	
Ntex Transportation Service	1,047,707	
Om Trading Co.	25,339	
Panna Lal Rajeev Kumar	9,425	
Parma Nand Babu Ram	2,774,802	
Pentachem Pharmaceuticals	86,313	
Piyush Traders	2,101	
Puri Hardware Store	488	
Raghav Aggarwal	69,037	
Raghav Sugar Agency	15,501	
Ram Kisan Jiwa Ram	829	
Ram Krishan Brijlal	2,874	
S S Rai Traders	11,335	
Saraswati Oil Mill	1,084	
Shamli Distillery & Chemical Works	493	
Shree Badrinath Sales	6,032	
Shree Balaji Enterprises	8,827,853	
Shree Ganesh Trading Co. (Ludhiana)	1,080,500	
Shree Ganesh Trading Co. (Yamunanagar)	106,501	
Shree Radhe Trading Co.	125	
Shri Balaji Kirpa Agro Processing Pvt. Ltd.	12,906	
Shri Ram Traders	1,175	
SK Enterprises	1,545	
The Kalgidhar Trust Baru Sahib	4,336	
Tilak Raj Ashok Kumar	2,080	
Torque Pharmaceuticals Pvt. Ltd.	130,160	
Vihaan Enterprises	540	
Vijay Kumar Bhiwani Shanker	1,259,856	
Vijay Kumar Surya Prakash	2,530,926	
Vinod Traders	1,008	
Yogesh Trading Co.	2,268	31,195,705
TOTAL ₹		<u>369,553,021</u>

Sandeep G