



**INDEPENDENT AUDITORS REPORT**

**TO THE MEMBERS OF M/s. JAYANACHIAR TEXTILE MILLS PRIVATE LIMITED, CHATRAPATTI-626102.**

**Report on the Financial Statements:**

We have audited the Financial Statements of M/s. Jayanachiar Textile Mills Private Limited ("The Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2021, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and 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, the aforesaid financial statements give the information required by the Companies Act, 2013 ('The Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India,

- a) In the Case of Balance Sheet, of state of affairs of the Company as at 31<sup>st</sup> March 2021
- b) In the Case of Profit and Loss Account, of the Profit it and
- c) In the Cash Flow Statement, of the cash flows for the year ended on that date.

**Management's Responsibility for the Financial Statements:**

The company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, 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.





**M/s. JAYANACHIAR TEXTILE MILLS PRIVATE LIMITED, CHATRAPATTI – 626102.**

**Auditors Responsibility:**

1. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.
3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material statement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal financial control relevant to the Company's preparation of the financial statements that give true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place an adequate internal financial controls system over financial reporting and operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the company's Directors, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.





**OPINION:**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the company as at 31st March 2021, its profit/loss and its cash flows for the year ended on that date.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS:**

1. As required by the Companies (Auditor's Report) Order, 2016("the Order") 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 statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a) 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.
  - b) In our opinion, 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.
  - c) The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) In our opinion and to the best of our information and according to the explanations given to us, we have no observations or comments on financial transactions or matters which have any adverse effect on the functioning of the company.
  - f) On the basis of written representations received from the directors as on 31st March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021, from being appointed as a director in terms of section 164(2) of the Act.





**M/s. JAYANACHIAR TEXTILE MILLS PRIVATE LIMITED, CHATRAPATTI – 626102.**

- g)** In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditors Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
- i.** The company does not have any pending litigations which would impact its financial position.
  - ii.** The company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
  - iii.** There were no amounts which required to be transferred by the company to the Investor Education and Protection Fund.

RAJAPALAYAM

04.11.2021



For M/s. K.T.ARASU & Co.,

Chartered Accountants FRN-0002135.

  
CA. K. THIRUNAVUKKARASU

Membership No: 021834

UDIN NO: 21021834AAAAMC1842



**ANNEXURE A TO THE INDEPENDENT AUDITORS REPORT.**

Referred to in Paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our Report of even date to the Financial Statements of the Company for the year ended 31<sup>st</sup> March 2021:

**1. Fixed Assets:**

1.1 The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.

1.2 The Fixed Assets were physically verified by the management in accordance with the regular program of verification which, in our opinion, provides for physical verification of all fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

1.3 According to the information and explanation given to us, and on the basis of our examination of the records of the company, the title deeds of immovable properties are held in the name of the Company.

**2. Inventory:**

2.1 The Management has conducted the physical verification of inventory at reasonable intervals.

2.2 The discrepancies noticed on verification between the physical stocks and the book records were properly dealt with in the books of account and were not material.

3. The Company has not granted any loan to parties covered in the register maintained under section 189 of the Act and accordingly, the provisions of clause 3(iii) of the Order are not applicable to the Company.

4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Act in respect of loans, investments, guarantees and security.





**M/s. JAYANACHIAR TEXTILE MILLS PRIVATE LIMITED, CHATRAPATTI – 626102.**

5. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Section 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. The Company is maintaining the accounts and records which have been specified by the Central Government under Section 148(1) of the Act.
7. Undisputed and dispute taxes and duties
  - 7.1 The Company is regular in depositing undisputed statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at 31<sup>st</sup> March 2019 for a period of more than six months from the date they became payable.
  - 7.2 As the company is not having any overdue under dispute relating to Income tax, value added tax and Service Tax, accordingly the provisions of clause 3 (vii)(b) of the Order are not applicable to the Company.
8. The Company has no loans / pending repayment of dues to Financial Institution or Banks. The Company has neither taken loans from the Government nor has issued any Debentures during the year.
9. Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
10. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
11. In our opinion, all the transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.





**M/s. JAYANACHIAR TEXTILE MILLS PRIVATE LIMITED, CHATRAPATTI – 626102.**

12. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clauses 3 (xiv) of the Order are not applicable to the Company.
13. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company.
14. In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company.

RAJAPALAYAM

04.11.2021



For M/s. K.T.ARASU & Co.,

Chartered Accountants FRN: 000213S.

CA. K.THIRUNAVUKKARASU

Membership No: 021834

UDIN NO: 21021834AAAAMC1842



**ANNEXURE B TO THE INDEPENDENT AUDITORS REPORT**

"Annexure B" to the Independent Auditors Report of even date on the Financial Statements of M/s. Jayanachiar Textile Mills Private Limited.

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (I) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")**

We have audited the internal financial controls over financial reporting of Jayanachiar Textile Mills Private Limited ("the Company") as of 31<sup>st</sup> March 2021 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 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.

**AUDITORS 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 ("the Guidance Note") 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 and 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 judgment, 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 authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.





**M/s. JAYANACHIAR TEXTILE MILLS PRIVATE LIMITED, CHATRAPATTI – 626102.**

**INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:**

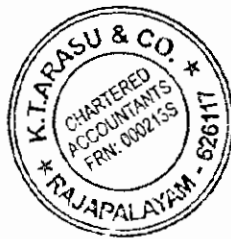
Because of the inherent limitations of internal financial controls over financial reporting including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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.

**OPINION:**

In our opinion and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31" March 2019, 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.

RAJAPALAYAM

04.11.2021



For M/s. K.T.ARASU & Co.,

Chartered Accountants FRN: 0002135.

CA. K. THIRUNAVUKKARASU

Membership No: 021834

UDIN NO: 21021834AAAAMC1842



M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102

**BALANCE SHEET AS AT MARCH 31, 2021**

Particulars	Note No.	As at 31.03.2021		As at 31.03.2020	
		Rs.	Rs.	Rs.	Rs.
<b>I. EQUITY AND LIABILITIES</b>					
(1) Shareholders' Funds					
(a) Share Capital	1	41000000		41000000	
(b) Reserves and Surplus	2	26515543	67515543	23776047	64776047
(2) Share Application Money					
Pending Allotement			NIL		NIL
(3) Non- Current Liabilities					
(a) Long term borrowings	3	NIL		NIL	
(b) Deferred Tax liabilities (Net)		NIL		NIL	
(b) Other long term liabilities	4	NIL		NIL	
(c) Long term provisions	5	NIL	NIL	NIL	NIL
(4) Current Liabilities					
(a) Short term borrowings	6	132507454		116327501	
(b) Trade payables	7	32025507		39121551	
(c) Other current liabilities	8	975656		209291	
(d) Short term provisions	9	533713	166042330	33832	155692175
<b>TOTAL</b>			233557873		220468222
<b>II. ASSETS</b>					
(1) Non - Current Assets					
(a) Property, Plant & Equipments :					
(i) Tangible assets	10	62560261		68379975	
(b) Non - Current Investments	11	0		0	
(c) Long term Loans and Advances	12	1233188		1370619	
(d) Other non Current Assets	13	0	63793449	0	69750594
(2) Current Assets					
(a) Current Investments	14	3501030		3501030	
(b) Inventories	15	126024174		125863587	
(c) Trade Receivables	16	34007484		13007375	
(d) Cash and cash equivalents	17	3784235		4085343	
(e) Short term Loans and Advances	18	2447501		4260293	
(f) Other Current Assets	19	0	169764424	0	150717628
<b>TOTAL</b>			233557873		220468222
(3) Contingent Liability	20		NIL		NIL

The Notes 1 to 20 attached form an intergal Part of the Balance Sheet

In Accordance with our Report attached

For and on behalf of the Board

For M/S.K.T.ARASU & CO.,

Chartered Accountants FRN: 000213S

CA. K. THIRUNAVUKKARASU

Membership No: 021834

UDIN:21021834AAAAMC1842



A. BALASUBRAMANIAM  
MANAGING DIRECTOR  
DIN: 00515998

B. JEYAMANI

DIRECTOR

DIN: 00338077

Place : RAJAPALAYAM

Date : 04.11.2021

Place : CHATRAPATTI

Date : 04.11.2021



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2021**

Particulars	Note No.	31.03.2021		31.03.2020	
		Rs.	Rs.	Rs.	Rs.
I Revenue from Operations	21		362901135		281423108
II Other Income	22		272137		496349
III Total Revenue (I+II)			363173272		281919457
IV Expenses :-					
Cost of Materials Consumed	23	263788851		189639184	
Changes in Inventories of Finished Goods, Work in Progress and Stock in Trade	24	-4534307	259254544	-333682	189305502
Employee Benefits Expenses	25		28557894		24666382
Finance Costs	26		13067006		15971314
Depreciation and Amortization Expense	27		8524714		8205697
Other Expenses	28		50495905		43594718
<b>Total Expenses</b>			<b>359900063</b>		<b>281743613</b>
V Net Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)			3273209		175844
VI Exceptional items	29		0		0
VII Net Profit before tax (V-VI)			3273209		175844
VIII Tax Expenses:					
(1) Current tax			533713		33832
(2) Previous Year Tax paid			0		0
IX Net Profit/(Loss) for the period from continuing operations /Profit or Loss for the Period			2739496		142012
X. Additional Information	30				
XVI Earning per equity share:	31				
(1) Basic			6.68		0.35
(2) Diluted			6.68		0.35

**The notes 21 to 31 attached form an integral part of the Statement of Profit and Loss**

In Accordance with our Report attached

For and on behalf of the Board

For M/S.K.T.ARASU & CO.  
Chartered Accountants FRN: 0002135

CA. K. THIRUNAVUKKARASU  
Membership No: 021834  
UDIN: 21021834AAAAMC1842



A. BALASUBRAMANIAM  
MANAGING DIRECTOR  
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B. JEYAMANI  
DIRECTOR  
DIN: 00338077

Place : RAJAPALAYAM  
Date : 04.11.2021

Place : CHATRAPATTI  
Date : 04.11.2021



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2021**

Particulars	Current reporting period		Previous reporting period	
	Rs.	Rs.	Rs.	Rs.
<b>A. Cash flows from operating activities</b>				
(i) Profit before taxation		3273209		175844
Adjustments for:				
(a) Depreciation and amortization expense	8524714		8205697	
(b) Interest Payments	11070671		15971314	
(c) Interest received	-272137	19323248	-496349	23680662
<b>Profit Before Change in Working Capital</b>		22596457		23856506
i) Increase in Other Current Assets	1812792		2004813	
(ii) Decrease in trade and other receivables	-2100109		-5424942	
(iii) Increase / Decrease in inventories	-160587		-15094470	
(iv) Increase / Decrease in trade payables & Other Liabilities	-5829798	-26990494	10332601	-8181998
		-4394037		15674508
(v) Income taxes paid		-533713		-33832
<b>Net cash from operating activities</b>	<b>A</b>	<b>-4927750</b>		<b>15640676</b>
<b>B. Cash flows from investing activities</b>				
Purchase of property : - increase in Fixed Assets	-2705000		-14559780	
Increase in Investments	0		0	
Interest received	272137	-2432863	496349	-14063431
<b>Net cash from investing activities</b>	<b>B</b>	<b>-2432863</b>		<b>-14063431</b>
<b>(C) Cash flows from financing activities</b>				
Interest Payments		-11070671		-15971314
Repayment of short term borrowings		16179953		11289986
Decrease in Long Term Advances		137431		369884
<b>Net cash from financing activities</b>	<b>C</b>	<b>5246713</b>		<b>-4311444</b>
<b>Net increase in cash and cash equivalents</b>	<b>(A+B+C)</b>	<b>-2113900</b>		<b>-2734199</b>
Cash and cash equivalents at beginning of reporting period		4085343		6819542
Cash and cash equivalents at end of reporting period		1971443		4085343
Cash & cash equivalents:		1971443		4085343

In Accordance with our Report attached

For and on behalf of the Board

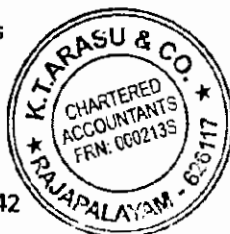
For M/S.K.T.ARASU & CO.,

Chartered Accountants ERN/0002135

C.A. K. THIRUNAVUKKARASU

Membership No: 021834

UDIN:21021834AAAAMC1842



A. BALASUBRAMANIAM  
MANAGING DIRECTOR  
DIN: 00515998

B. JEYAMANI  
DIRECTOR  
DIN: 00338077

Place : RAJAPALAYAM

Date : 04.11.2021

Place : CHATRAPATTI

Date : 04.11.2021



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

**1.SHARE CAPITAL :**

Particulars	As at 31.03.2021		As at 31.03.2020	
	Number	Rs.	Number	Rs.
<b>Authorized:</b>				
Equity shares of Rs.100 /-each	410000	41000000	410000	41000000
Equity shares of Rs.100 /-each		41000000		41000000
At the beginning of the reporting period	410000	41000000	410000	41000000
Issued during the reporting period	NIL	NIL	NIL	NIL
Bought back during the reporting period	NIL	NIL	NIL	NIL
At the close of the reporting period .	410000	41000000	410000	41000000
<b>Issued, subscribed but not fully paid up:</b>				
Equity shares of Rs.100 /-each	NIL	NIL	NIL	NIL
<b>TOTAL</b>	410000	41000000	410000	41000000
<b>Other Information:</b>				
The company has no Preference Share Capital.				
The Equity Shares carry equal voting rights in Proportion to the holdings and do not have any restriction on the Quantum of Dividend.				
<b>I) Equity shares include:</b>				
a. Shares allotted pursuant to a contract without consideration being received in cash.	NIL	NIL	NIL	NIL
b. Shares allotted by way of bonus shares	NIL	NIL	NIL	NIL
c. Shares held by the holding company	NIL	NIL	NIL	NIL
d. Equity shares bought back during the five years immediately preceding the date of the balance sheet	NIL	NIL	NIL	NIL
<b>II.Particulars of equity share holders holding more than 5% of the total number of equity share capital :</b>				
a. Shri.A.Balasubramaniam, MD	309000	75.35%	309000	75.35%
b.Smt.B.Jeyamani, Director	41000	10.00%	41000	10.00%
c. Others	60000	14.65%	60000	14.65%
<b>TOTAL</b>	410000	100.00%	410000	100.00%
<b>III Securities convertible into equity/preference shares</b>	NIL	NIL	NIL	NIL
<b>IV Shares reserved for issue under options and contracts/ commitments for the sale of shares/disinvestment</b>	NIL	NIL	NIL	NIL



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

**2 Reserves and Surplus:**

Particulars	Capital Reserve	Surplus i.e balance in statement of Profit & Loss 31.03.2021	Surplus i.e balance in statement of Profit & Loss 31.03.2020
At the beginning of the reporting period	NIL	23776047	23634035
Less: Depreciation Adjustments		0	0
Transferred from Profit & Loss account	NIL	2739496	142012
At the close of the reporting period	NIL	26515543	23776047

**3 Long Term Borrowings**

Particulars	31.03.2021	31.03.2020
<b>1) Secured Loans:</b>		
a. Term Loans	NIL	NIL
b. Loans and Advances from related parties	NIL	NIL
c. Other loans and advances	NIL	NIL
	NIL	NIL
<b>2) Unsecured Loans:</b>		
a. Term Loans	NIL	NIL
b. Loans and Advances from related parties	NIL	NIL
	NIL	NIL
<b>3) Total long term borrowings (1+2)</b>	NIL	NIL
Additional Information:	NIL	NIL
<b>4 Deferred Tax Liabilities</b>		
a. Deferred Tax Liabilities	NIL	NIL
b. Deferred Tax Assets	NIL	NIL
	NIL	NIL

**5 Other long term liabilities**

a) Trade Payables	NIL	NIL
b) Others	NIL	NIL
	NIL	NIL
<b>5 Long term Provisions</b>		
a) Provisions for Employee Benefits	NIL	NIL
b) Others (specify nature)	NIL	NIL
	NIL	NIL



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

**6. Short term Borrowings:**

Particulars	Rs.	
	As At 31.03.2021	As At 31.03.2020
<b>1) Secured Loans:</b>		
a) Loans repayable on demand		
- from banks - Cash Credit from Bank of India RJPM	39461047	40067078
Term Loan from Bank of India, RJPM	13776150	15242180
Foreign Currency TL from Bank of India	6399537	12243775
Covid'19 WCTL from Bank of India	13600000	0
Bank of India - LC Payable	28297293	28045587
- from others	—	—
b) Loans and advances from related parties	0	0
	<b>101534027</b>	<b>95598620</b>
<b>2) Unsecured Loans:</b>		
a) Loans repayable on demand		
- from banks - Bank of India Car and Bus Loan	1473326	1964469
- from others	—	—
b) Loans and advances from related parties		
i) M/s. Naatchiar Textile Exporters	0	15947798
ii) M/s. Nachiar Farms	2786921	2811921
iii) Shri. A. Balasubramaniam	134169	4693
iv) Others	26579011	0
	<b>30973427</b>	<b>20728881</b>
<b>Total</b>	<b>132507454</b>	<b>116327501</b>

**Additional Information:**

**a. Details of security for secured loans:**

Particulars	Nature of Security	As At 31.03.2021	As At 31.03.2020
Loans repayable on Demand from Bank of India, Rajapalayam	(i) Cash Credit ( Stocks) Rs.4.00 Crores	39461047	40067078
	(ii) NFBL I/F/ LC DP /DA 120 Days Limit Rs.2.85 Crores	28297293	28045587
	(iii) Term Loan - Bank of India, Rajapalayam	13776150	15242180
	(iv) Foreign Currency TL - Bank of India, RJPM	6399537	15242180
	(v) Covid'19 WCTL - Bank of India, RJPM	13600000	12243775
	<b>TOTAL</b>	<b>101534027</b>	<b>110840800</b>
(i) Primary Security :- Hypotheciation of Stocks & Book Debts and Cash Margin for LC and BG			
(ii) Collateral Security : EQM of Factory Land & Building situated at SF.No.56/3 and 69/2,3, 4 & 5 , 71/1&2 , Mamsapuram Village, Sriviliiputtur Taluk standing in the name of company and Hypotheciation of Plant & Machineries.			
(iii) Guarantors: Directors of Shri.A.Balasubramaniam & Smt. B.Jeyamani			
a) Loans repayable on demand			
From Others. - Relative Parties		0	0
(i) M/s. Naatchiar Textile Exporters		0	15947798
(ii) M/s. Nachiar Farms		2786921	2811921
(iii) Shri. A.Balasubramaniam		134169	4693
(iv) From Others		26579011	0
		<b>29500101</b>	<b>18764412</b>





**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

Particulars	Rs.In	
	As At 31.03.2021	As At 31.03.2020
<b>7) Trade Payables</b>		
i) Sundry Creditors for Trade	21536684	27278261
ii) Others	10488823	11843290
	<b>32025507</b>	<b>39121551</b>
<b>Additional Information</b>		
(i) The details of amounts outstanding to Micro, Small and Medium Enterprises under Micro Small and Medium Enterprises Development Act, 2006 (MSMED Act) cannot be ascertained since the status of the suppliers of Raw Materials, Stores and Services is not available or provided by the Suppliers; and hence the amount payable to them for the year is NIL.		
<b>8 Other current liabilities:</b>		
a) Current maturities of long term debt		
b) Current maturities of finance lease obligations		
c) Interest accrued but not due on borrowings	NIL	NIL
d) Interest accrued and due on borrowings		
e) Income received in advance		
f) Unpaid dividends		
g) Other payables		
1) Statutory Liabilities	875656	134291
2) Provision for Expenses	100000	75000
3) Others	0	0
	<b>975656</b>	<b>209291</b>
<b>9 Short term provisions:</b>		
a) Provision for Employee Benefits	—	—
b) Others - Provision for Income Tax	533713	33832
	<b>533713</b>	<b>33832</b>



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

**10 PROPERTY, PLANT AND EQUIPMENTS :**

Sl	Particulars	GROSS BLOCK			DEPRECIATION			NET BLOCK			
		As on 01.04.2020	Additions	Deletions	As on 31.03.2021	As on 01.04.2020	For the period	Depreciation Adjustments	As on 31.03.2021	As at 31.03.2021	As at 31.03.2020
A)	<b>Tangible Assets</b>										
1	Land	558930			558930	-	-	-	-	558930	558930
2	Building	43576346			43576346	19702098	495885	0	20197983	23378363	23874344
3	Plant & Machinery	152185167	2705000		154890167	111877222	7543675	0	119420897	35469270	40307270
4	Electrical Fittings	15622307			15622307	15299258	30342	0	15329600	292707	3230707
5	Vehicles	6264702			6264702	2992754	442733	0	3435487	2829215	3271507
6	Furniture & Fixtures	392105			392105	363123	5289	0	368412	23693	285419
7	Computer	199438			199438	184565	6790	-	191355	8083	141543
		218798995	2705000	-	221503995	150419020	8524714	0	158943734	62560261	68379951
B)	Capital Work in Progress					NIL					
C)	Deferred Tax Liability write off					NIL					
D)	Intangible Assets					NIL					
	<b>TOTAL</b>	218798995	2705000	0	221503995	150419020	8524714	0	158943734	62560261	68379951

**Additional Information:**

- i) The following assets were revalued in the year NIL.
- ii) Borrowing costs capitalized up to March 31, 2021 Rs. NIL.



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

**11. Non Current Investments:**

Rs. In

Details of Invesments	Name of the Company	Rs. In	
		31.03.2021	31.03.2020
a) Investment Property		NIL	NIL
b) Investment in Equity Instruments		NIL	NIL
<b>Total</b>		<b>NIL</b>	<b>NIL</b>

**12 Long term loans and advances:**

Rs. In

Particulars	Rs. In	
	31.03.2021	31.03.2020
i) Capital advances	NIL	NIL
ii) Security Deposits - TNEB	1199234	1336665
- Other Govt. Deposits	33954	33954
iii) Loans and advances to related parties	NIL	NIL
iv) Other loans & advances (specify nature)	NIL	NIL
	<b>1233188</b>	<b>1370619</b>

**Additional Information:**

1) Breakup of above:		
i) Secured, considered good	1233188	1370619
2) a) Debts due by directors or other officers of the company	NIL	NIL
b) Debts due by firm or private company in which any director is a partner or a director	NIL	NIL

**13 Other non current assets**

i) Long term trade receivables	NIL	NIL
ii) Others	NIL	NIL



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

**14. Current Investments:**

<u>Details of Invesments</u>	<u>Name of the Company</u>	<u>As at end of current reporting period</u> 31.03.2021	<u>As at end of previous reporting period</u> 31.03.2020
a) Investment in Equity Instruments	Suryadev Alloys & Power (P) Ltd.,	3501030	3501030
b) Investment in Preference Shares		NIL	NIL
<b>Total</b>		<b>3501030</b>	<b>3501030</b>

**Additional Information:**

(i) Investment in Equity Instruments represents investment in 375 Nos of Equity Shares of Rs.10/- each Purchased at Premium of Rs.136 Per Share. Invested towards Captive Power Share Holdings Scheme

<u>Particulars</u>	<u>As at end of Current Reporting</u>	<u>As at end of Previous</u>
<b>15. INVENTORIES:</b>		
i) Raw materials - Cotton	95060613	99442838
ii) work in progress - Yarn in Process & Cotton in Process	27097959	23331187
iii) Finished goods - Cotton Yarn	2784855	2017320
iv) Stores and spares	1080747	1072242
Goods in transit:	NIL	NIL
	<b>126024174</b>	<b>125863587</b>

**16. Trade Receivables:**

i) Trade receivables exceeding six months	148560	148560
ii) Others	33858924	12858815
	34007484	13007375
Less: Provision for doubtful debts	NIL	NIL
	<b>34007484</b>	<b>13007375</b>

**Additional information:**

**1) Breakup of above:**

i) Secured, considered good	0	0
ii) Unsecured, considered good	33858924	12858815
iii) Doubtful	148560	148560
Total	34007484	13007375
Less: Provision for doubtful Debts	NIL	NIL
	<b>34007484</b>	<b>13007375</b>
<b>2) Out of the above:</b>		
a) Debts due by directors or other officers of the company	NIL	NIL
b) Debts due by firm or private company in which any director is a partner or a director	NIL	NIL

**17. Cash and Cash Equivalents:**

i) Balances with banks - In Current Accounts	23012	23012
ii) Cheques, drafts on hand	NIL	NIL
iii) Cash on hand	13270	17798
iv) Others : Fixed Deposits Accounts	3747953	4044533
	<b>3784235</b>	<b>4085343</b>



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

Particulars	As at end of Current		As at end of Previous
	Reporting Period		
<b>18. Short Term Loans and Advances:</b>			
i) Loans and advances to related parties		0	0
Advances Recoverable in Cash or in Kind			
ii) Others - (i) Income Tax Advance Tax & TDS	1347888		1198638
(ii) Advances to Suppliers	1039513		843245
(iii) Staff and Workers Advances	60100		122000
(iv) GST Receivable	0		2096410
		2447501	4260293
Less: Provision for doubtful advances		NIL	NIL
		2447501	4260293
<b>Additional information:</b>			
<b>1) Breakup of above:</b>			
i) Secured, considered good		2447501	4260293
ii) Unsecured, considered good		0	0
iii) Doubtful		0	0
	Total	2447501	4260293
Less: Provision for doubtful advances		0	0
		2447501	4260293
<b>2) a) Debts due by directors or other officers of the company</b>			
		NIL	NIL
<b>b) Debts due by firm or private company in which any director is a partner or a director</b>			
		NIL	NIL
<b>19. Other Current Assets:</b>			
		NIL	NIL
<b>20. Contingent Liabilities and Commitments:</b>			
<b>(to the extent not provided for)</b>			
a) Contingent Liabilities		NIL	NIL
b) Commitments		NIL	NIL



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

Particulars	31.03.2021	31.03.2020
<b>21. Revenue from Operations:</b>		
i) Sale of products		
Manufactured Goods :		
<u>Yarn Sales :</u>		
- Domestic Sales	339307813	273616552
<u>Cotton Sales : Domestic Sales</u>	18889190	2075291
Waste Cotton Sales	4704132	5731265
<b>Total</b>	<b>362901135</b>	<b>281423108</b>
ii) Sale of Services	NIL	NIL
iii) Other operating revenues	0	0
	<b>362901135</b>	<b>281423108</b>
<b>22. Other Income:</b>		
i) Interest income	272137	496349
ii) Duty Drawback Receipts	0	0
	<b>272137</b>	<b>496349</b>
<b>23. Cost of Materials Consumed:</b>		
Opening Stock - Cotton	99013213	84086684
Opening Stock - Waste Cotton	429625	332983
Add: Purchase - Cotton	207505493	158889919
Purchase - Yarn	48300000	41958360
Cotton Expenses & Freight Charges	3601133	3814076
	<b>358849464</b>	<b>289082022</b>
Less: Closing Stock - Cotton	94699488	99013213
Waste Cotton	361125	429625
	<b>263788851</b>	<b>189639184</b>



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

**24 Changes in inventories of finished goods, work in progress and stock in trade:**

Stocks at the end of the Year			
i) Work in progress		27097959	23331187
	Sub Total A	27097959	23331187
ii) Finished goods - Yarn		2784855	2017320
	Sub Total B	2784855	2017320
	Total (A+B)	29882814	25348507
Less: Stocks at the beginning of the year			
i) Work in progress		23331187	23435974
	Sub Total A	23331187	23435974
ii) Finished goods - Yarn		2017320	1578851
	Sub Total B	2017320	1578851
	Total (A+B)	25348507	25014825
<b>NET INCREASE /DECREASE</b>		<b>-4534307</b>	<b>-333682</b>
<b>25 Employee Benefit Expenses:</b>			
i) Salaries and Wages & Bonus		13095464	16905496
ii) Managerial Remuneration		1320000	1164000
iii) Labour & Staff welfare expenses :			
(1) Gratuity and Ex-Gratia Paid	10724200		4900200
(2) Workers Travelling Expenses	2883547		1217014
(3) Labour Welfare Expenses	534683	14142430	479672
		28557894	24666382
<b>26 Finance costs:</b>			
i) Interest on Bank Borrowings		11070671	13381242
ii) Bank Charges		1996335	2590072
		13067006	15971314

**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

<b>27 Depreciation and amortization:</b>		
i) Depreciation	8524714	8205697
ii) Amortization of intangible assets	0	0
iii) Others	0	0
	<b>8524714</b>	<b>8205697</b>
<b>28 OTHER EXPENSES:</b>		
<b><u>a) Manufacturing Expenses:</u></b>		
i) Power and fuel	37386510	32220282
ii) Packing Expenses	1249283	849565
iii) Stores and Spares Consumed	3332137	2487568
iv) Lorry Freight and Cooly	39025	0
v) Testing Fees	4850	0
vi) Repairs to Machinery, Electricals etc.,	2260222	2286174
<b><u>b) Administrative Expenses:</u></b>		
i) Licenses and Taxes	485794	343967
ii) Repairs to Others	3597340	2564074
iii) ESI & PF Payments	1416608	1958668
iv) Postage, Telephone and Telegrams	10870	15271
v) Printing & Stationery Expenses	52715	79534
vi) Travelling Expenses	71917	58750
vii) Professional Charges	28584	28412
viii) Payment to the Auditors (Refer Details Below)	100000	75000
ix) Insurance Payments	407281	519394
x) Sundry Expenses	30989	29279
<b><u>c) Selling Expenses:</u></b>		
i) Yarn Selling Expenses	21780	78780
	<b>50495905</b>	<b>43594718</b>
<b><u>Payment to Auditors - Break up</u></b>		
As Statutory Auditors.	75000	50000
For Taxation Matters	25000	25000
	<b>100000</b>	<b>75000</b>
<b>29 Details of items of exceptional and extraordinary nature:</b>		
Exceptional items		
Income	NIL	NIL





**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

Particulars	For the Current reporting period		For the Previous reporting period	
<b>30 Additional information:</b>				
a) Value of imports calculated on CIF basis:	NIL		NIL	
i) Raw materials				
ii) Components and spare parts				
iii) Capital goods				
b) Expenditure in foreign currency: (net of withholding tax)	NIL		NIL	
i) Royalty				
ii) Know how				
iii) Professional and consultancy fees				
iv) Interest				
v) Other matters				
c) Sl. Particulars	Amount	% to total	Amount	% to total
i) Value of imported raw materials, spare parts and components consumed	NIL	NIL	NIL	NIL
ii) Value of indigenous raw materials, spare parts and components consumed	26.83 Crores	100%	19.30 Crores	100%
	26.83 Crores	100%	19.30 Crores	100%
d) Details of non-resident shareholdings				
i) Number of non-resident share holders				
ii) Number of shares held by non-resident share holders				
iii) Amount remitted during the year in foreign currency on account of dividends	NIL		NIL	
e) Earnings in foreign exchange:				
i) Export of goods calculated on FOB basis				
ii) Royalty, Knowhow, professional and consultancy fees	NIL		NIL	
iii) Interest and dividends				
iv) Other income-indicate nature				



**M/s. JAYANACHIAR TEXTILE MILLS (P) LIMITED - CHATRAPATTI - 626 102.**

**NOTES TO FINANCIAL STATEMENTS**

Rs. In

Particulars	For the Current reporting period	For the Previous reporting period
31 Earnings per share:		
(a) After extraordinary item:	- No Extraordinary Item	
(b) Before extraordinary item:		
Profit for the year after tax expense	2739496	142012
Adjustment for extraordinary item (net of tax)	0	0
	2739496	142012
Less:		
Preference dividend payable including dividend tax	0	
	2739496	142012
Weighted average number of equity shares	410000	410000
Earning per share	6.68	0.35



**NOTE NO:32**

**NOTES FORMING PART OF ACCOUNTS**

**1. Accounting Policies:**

**a) Method of Accounting and Revenue Recognition:**

The Company is maintaining books and records on accrual basis of accounting on the basis of going concern only as prescribed by the Institute of Chartered Accountants of India and in accordance with guidelines issued by Department of Company Affairs, Ministry of Industry & Finance.

**b) Valuation of Inventories:**

Inventories are as certified by the Managing Director and are valued at Cost to the company or net realizable value whichever is less in line with the Accounting Standard (AS-2) issued by the Institute of Chartered Accountants of India.

**c) Depreciation:**

Depreciation has been provided for Tangible Assets on Straight Line Method as per Useful life prescribed in Schedule II of the Companies Act 2013.

**d) Contingent Liabilities:**

Contingent Liabilities are generally not provided for in the Accounts and if any, it will be shown separately in the Notes on Accounts.

**e) Retirement Benefits:**

The Company regularly deposits the Provident Fund and ESI Contributions. The Company reviewed the need for creating provision for Gratuity and concluded that as on date there is no need to provide therefore. The Company usually account for Gratuity as and when paid and such payment were / will be of not materially high value affecting the statement of affairs of the company.

**f) Fixed Assets:**

Land is stated at cost. Other fixed assets are stated at cost less depreciation.

**General:**

Accounting Policies not specifically referred to are consistent with generally accepted accounting practices.



**2) Current Liabilities:**

- a) Amount exceeding Rs. 1 Lac for more than thirty days due to SSI undertakings : Rs. NIL
- b) Total outstanding dues to SSI undertakings and Micro industrial undertakings : Rs. NIL
  
- 3) Estimated amount of contracts remaining to be executed on Capital Account not provided for Rs.  
NIL
  
- 4) The Company operates only in one segment viz., "Textiles".
  
- 5) GST Return filed up-to date for the year ended 31.03.2021 and the Company's Income Tax Return were regularly filed and there is no disputed demand in respect of the Completed Assessment
  
- 6) Working capital Loans from Bank of India, Rajapalayam Branch are secured by Equitable Mortgage of Company's Land & Building and Hypothecation of Plant & Machinery, Stock in trade, Book debts and Personal Guarantee of Directors.
  
- 7) The Accounting for Deferred Tax in pursuant of AS-22 issued by the Institute of Chartered Accountants of India has not been made in the current year.



**NOTES TO FINANCIAL STATEMENTS**

**33. RELATED PARTY TRANSACTIONS:**

As per Accounting Standard - 18 issued by the Companies (Accounting Standard) Rules, 2006, and the Institute of Chartered Accountants of India, the company's related parties are given below.

i) List of Related parties with whom transaction have taken place and relationship:

S.No	Name of the Related Party	Relationship
1.	M/s. Nachiar Healthcare Fabrics Private Limited	KMP Interested Concern
2.	M/s. Nachiar Spinning Mills Private Limited	KMP Interested Concern
3.	M/s. Naatchiar Textile Exporters	KMP Interested Concern
4.	M/s. S.A.Anandan Spinning Mills Private Limited	KMP Interested Concern

ii) Transaction during the year with related parties:

1	Name of the Related Party	Relationship	
	M/s. Nachiar Healthcare Fabrics Private Limited	KMP Interested Concern; Managing Director and Director are Directors of the Company.	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Transaction arising buy & Sale of Cotton Yarn in Normal Course of Business.	8,11,833	37,28,834
	Closing Balance ( Debit Balance) / (Credit Balance)	2,98,630	3,981
2	Name of the Related Party	Relationship	
	M/s. Nachiar Spinning Mills Private Limited	KMP Interested Concern; Managing Director and Director are Directors of the Company.	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Purchase of Cotton & Cotton Yarn (Credit Balance)	1,28,95,327	3,82,72,500
	Sale of Cotton & Cotton Yarn, (Debit Balance)	1,57,04,946	5,61,19,962
	Closing Balance (Credit Balance) / Debit Balance)	8,43,444	42,38,945
3	Name of the Related Party	Relationship	
	M/s. Naatchiar Textile Exporters	KMP Interested Concern; Managing Partner and Partner are Directors of the Company.	
	Nature of Transaction	Value in Rs.	
		2020-2021	2019-2020
	Purchase of Cotton (Credit Balance)	1,89,49,484	22,19,480
	Sale of Cotton Yarn, (Debit Balance)	28,01,00,898	19,21,27,964
	Closing Balance (Debit Balance)	3,02,62,067	85,26,288



**M/s. JAYANACHIAR TEXTILE MILLS PRIVATE LIMITED, CHATRAPATTI – 626102.**

4	Name of the Related Party	Relationship	
	M/s. S.A.Anandan Spinning Mills (P) LTD	KMP Interested Concern; Director of S.A.Anandan Spg Mills (P) Ltd and Daughter of Directors of the Company	
		Value in Rs.	
		2020-2021	2019-2020
	Purchase of Cotton Yarn, Credit Balance)	5,07,53,040	1,14,05,664
	Sale of Cotton Yarn, (Debit Balance)	5,07,53,040	57,90,535
	Closing Balance (Debit Balance)	6,757	6,757

34. Confirmation of balances from certain parties due to and due from the company has not been received by the Company

35. Paise have been rounded off to the nearest rupee.

36. Previous year's figures have been re-grouped wherever necessary to conform to the classification of this year.

37. GST Return Filed Up-to date for the Year ended 31<sup>st</sup> March 2021 and the Company's Income-tax Return were regularly filed and there is no disputed demand in respect of the completed assessment.

**38. CONTINGENT LIABILITIES & COMMITMENTS:-**

Particulars	As at 31st March 2021	As at 31st March 2020
	Rs.	Rs.
a) Contingent Liabilities	NIL	NIL
b) EPCG Guarantee	NIL	NIL
Total	NIL	NIL

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