

Tea Estate:
Durrung Tea Estate
P.O.: Bindukuri 784 502
Sonitpur
Assam
Email: durrungteaestate@gmail.com

Registered Office:
Paramount Apartment, Flat 2C
25 Ballygunge Circular Road
Kolkata 700 019
Phone: (033) 24757811 / 12
Email: admin@jalanindustries.com
finance.jalanindustries@gmail.com

Head Office:
Jalannagar
Dibrugarh 786 005
Assam
Phone: (0373) 2302895
Email: headoffice@jalanindustries.com

DURRUNG TEA ESTATE LIMITED
CIN: L01132WB1981PLC197045

DUR/26/2022-23/

27th September, 2022

To,
The Secretary,
The Calcutta Stock Exchange Ltd.
7, Lyons Range,
Kolkata- 700 001

Scrip Code : 029220

Subject : Regulation 34 of SEBI (Listing obligation and Disclosure Requirement) Regulation, 2015

Dear Sir,

Pursuant to Regulation 34 of SEBI (Listing obligation and Disclosure Requirement) Regulation, 2015, We are enclosing herewith followings documents for the year ended 31st March 2022 duly approved by shareholders in Annual General Meeting held on 26th September, 2022.

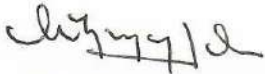
1. Notice.
2. Directors Report.
3. Balance sheet along with Auditors Report.

Please acknowledge.

Thanking You,

Yours Faithfully

For Durrung Tea Estate Limited.
(Formerly SPBP Tea (India) Limited)



Director
Mrityunjay Jalan

Encl : As above

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DURRUNG TEA ESTATE LIMITED

CIN: L01132WB1981PLC197045

NOTICE

Notice is hereby given that the Annual General Meeting of Members of Durrung Tea Estate Limited (Formerly SPBP Tea (India) Ltd) will be held physically at the Registered Office of the Company at Paramount Apartment Flat No. 2C, 2nd Floor, 25 Ballygunge Circular Road, Kolkata-700019 on Monday 26th September, 2022 at 3.00 P.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 31st March'2022 together with the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr Mrityunjay Jalan (DIN 007259366), who retire by rotation and being eligible offer himself for re appointment.
3. To Consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution :

"RESOLVED THAT pursuant to the provisions of Section 139,142 and other applicable provisions, if any ,of the Companies Act, 2013 and the Companies (Audit and Auditors), Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), V.Singhi & Associates, Chartered Accountants (Registration No 311017E) be and are hereby appointed as Statutory Auditor of the Company in place of retiring Auditors P. Lunawat & Associates, Chartered Accountants, (Registration No FRN: 328946E), to hold office for a term of five consecutive years from the conclusion of this Annual General Meeting until the conclusion of Annual General Meeting of the company to be held in the year 2027, at such remuneration plus taxes as applicable and reimbursement of out of pocket expenses in connection with the audit as may be mutually agreed between the Board of Directors and Auditors from time to time in this behalf."

By order of the Board



Avantika Jalan
Director
DIN :03333925

Place: Kolkata

Date The 12th August, 2022

NOTES:

1. A Member entitled to attend and vote is entitled to appoint a proxy to attend and vote, instead of him/her. A proxy need not be a Member of the Company. In order to be effective, the instrument appointing proxy must reach the Registered Office of the Company not less than forty-eight hours before the commencement of the meeting. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the Paid up Capital of the Company carrying voting rights. A Member holding more than ten percent of the Paid up Capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as proxy for any other person or shareholder.

Members holding shares in physical mode are requested to notify to the Registrar of the Company, M/s. ABS CONSULTANT PVT LTD, Stephen House, 6th Floor, Room No. 99, 4, B.B.D. Bag (East), Kolkata – 700 001, any change in their address and Bank details quoting their Folio numbers and update their email id and Members holding shares in electronic mode are requested to inform the same also to their respective depository participants for incorporating updated information.

2. The Register of Members and Equity Share Transfer Registers will remain closed from 20th September'2022 to 26th September'2022(both days inclusive).
3. In terms of circular issued by the SEBI, it is now mandatory to furnish a copy of PAN card to the Company/RTA In case of transfer, transposition and transmission of shares. So Members are requested to furnish copy of PAN card for all the above mentioned transactions

4. Voting through electronic means

- (a) Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended and Regulation 44 of SEBI Listing Regulations, 2015 and Secretarial standards on General Meeting (SS2) issued by the Institute of Companies Secretaries of India, The Company is pleased to provide facilities to its Members to exercise their right to votes on the resolutions set forth in the Notice of the AGM using electronic voting system provided by Central Depository Services (India) Ltd. (CDSL).
 - (b) The notice of the Annual General Meeting (AGM) of the Company inter alia indicating the process and manner of e-Voting along with printed Attendance Slip and Proxy Form is being dispatched to those members, whose name/s are on the Register of Members as well as in the beneficiary list of NSDL and CDSL on 19th August' 2022 (Being cut off date decide by the Board for sending notice of AGM) The e-Voting particulars are provided at the bottom of the Attendance Slip for the Annual General Meeting (AGM).
-

- (c) The e-voting period begins on Thursday 22nd September'2022 from 9.00 A.M. and ends on Sunday 25th September'2022 at 5.00 P.M. During this period shareholders of the Company holding shares either in physical form or in dematerialized form, as on the cut-off/entitlement date 19th September'2022 (Being cut off date for e- voting decide by the Board) may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (d) Once the vote on a resolution cast by the members, the member shall not be allow to change subsequently or cast the vote again. The voting rights of the Members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut off date Monday of 19th September'2022.
- (e) Mr. Pravin Kumar Drolia (Practicing Company Secretary) of 9, Crooked Lane, 3rd Floor, Room No.19 Kolkata-700069, has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- (f) The facility of physical voting through Ballot paper shall also be available at the venue of AGM. Physical Ballot Forms shall be distributed to the members attending the meeting and only those Members attending the meeting, who have not cast their vote through remote e voting prior to AGM shall be allowed to exercise their voting rights at the meeting. At the end of discussion on the resolutions set out in the notice on which voting is to be held, the Chairman shall with the assistance of the Scrutinizer, order voting through ballot paper .
- (g) The Scrutinizer shall immediately after the conclusion of voting at the AGM count the votes cast at the AGM and thereafter unblock the vote cast through remote e-voting in the presence of at least two(2) witness not in the employment of the Company. The Scrutinizer shall submit a consolidated Scrutinizer's report of the total votes cast in favour of or against, if any, within 48 hours after the conclusion of the AGM to the Chairman of the company. The chairman of the meeting or any other director/person authorized by the Chairman shall declare the result of the voting forthwith latest by 28th September, 2022 at registered office of the Company.
- (h) The Results along with the Scrutinizer's report shall be placed on the notice board of the Company immediately after the result is declared by the chairman or any other director authorized by the Chairman, and same shall be communicated to CDSL and The Calcutta Stock Exchange Association Limited.

MEMBERS HOLDING EQUITY SHARES IN ELECTRONIC FORM, AND PROXIES THEREOF AND WANT TO ATTEND MEETING PHYSICALLY, ARE REQUESTED TO BRING THEIR DP ID AND CLIENT ID FOR IDENTIFICATION FOR

THE INSTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING ARE AS UNDER:

- (i) The voting period begins on 22nd September'2022 and ends on 25th September'2022 During this period shareholders' of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date 19th September'2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
 - (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242** dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.
-

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode is given below:

| Type of shareholders | Login Method |
|--|--|
| Individual Shareholders holding securities in Demat mode with CDSL | <ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers. |

| | |
|---|---|
| <p>Individual Shareholders holding securities in demat mode with NSDL</p> | <ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting |
| <p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p> | <p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> |

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

| Login type | Helpdesk details |
|---|--|
| Individual Shareholders holding securities in Demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 22-23058542-43. |
| Individual Shareholders holding securities in Demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30 |

(v) Login method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding in Demat form & physical shareholders.

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

| | For Shareholders holding shares in Demat Form other than individual and Physical Form |
|-----------------------|--|
| PAN | <p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA. |
| Dividend Bank Details | Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. |
| OR Date | <ul style="list-style-type: none"> If both the details are not recorded with the depository or |

| | |
|-------------------|--|
| of Birth (DOB) | company, please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v). |
|-------------------|--|

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
 - (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
 - (ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
 - (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
 - (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
 - (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
 - (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
 - (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
 - (xv) If a demat-account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
 - (xvi) **Facility for Non – Individual Shareholders and Custodians –Remote Voting**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
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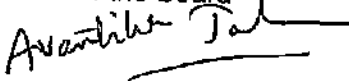
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; finance.jalanindustries@gmail.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.
- **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**
 1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
 2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
 3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

Members are hereby informed that there is no outstanding amount of unpaid/unclaimed Dividend and Share to be transfer to Investor Education & Protection Fund (IEPF) constituted by the Central Government under Section 124 & 125 of the Companies Act 2013.

By order of the Board


 Avantika Jalan
 Director
 DIN :03333925

Place: Kolkata

Date : The 12th August, 2022.



EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT 2013

Item No. 3

In terms of Section 139 of the Companies Act, 2013 ("the Act"), no listed company can appoint or re-appoint an audit firm as auditor for more than two terms of five consecutive years. The Act further prescribes that the company has to comply with these provisions within three years from the commencement of the Act.

M/s, P.Lunawat & Associates, Chartered Accountants have been in office for five years and in compliance with provisions of the Act, the company will have to appoint new Auditor in their place.

The Board of Directors has, at its meeting held on 12th August, 2022 recommended the appointment of M/s V.Singhi & Associates, Chartered Accountants as Statutory Auditor of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of Annual General Meeting of the company to be held in the year 2027, subject to ratification by the Members at every Annual General Meeting to be held up to in year 2026.

None of the Directors, key managerial personnel and their relatives are in any way concerned or interested in the said resolution.

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Assam
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25 Ballygunge Circular Road
Kolkata 700 019
Phone: (033) 24757811 / 12
Email: admin@jalanindustries.com
finance.jalanindustries@gmail.com

Head Office:

Jalannagar
Dibrugarh 786 005
Assam
Phone: (0373) 2302895
Email: headoffice@jalanindustries.com

DURRUNG TEA ESTATE LIMITED

CIN: L01132WB1981PLC197045

DIRECTOR'S REPORT

Dear Members,

The Directors of your Company have pleasure in presenting their Annual Report on the affairs of the Company together with the Audited Accounts of the Company for the year ended 31st March, 2022

FINANCIAL RESULTS:

The Financial Results for the year are as under:-

| PARTICULARS | (In Lakhs) | |
|---|-------------------|----------------|
| | 2021-22 | 2020-21 |
| Revenue from operations (Net) | 1308.98 | 1452.57 |
| Profit/(Loss) before Depreciation, Interest & Tax (PBDIT) | (-) 131.85 | 163.15 |
| Less: Interest & Financial expenses | 41.00 | 54.70 |
| Profit/(Loss) before Depreciation & Tax (PBDT) | 172.85 | 108.45 |
| Less: Depreciation | 53.72 | 68.12 |
| Profit/(Loss)/before tax | (-) 226.57 | 40.33 |
| Less: Tax Expense | | |
| For earlier years | ----- | 2.16 |
| Deferred Tax | 19.18 | 21.39 |
| Profit/(Loss) for the period after tax (PAT) | (-) 245.75 | 16.78 |

DIVIDEND

Your Directors do not propose any Dividend in view of loss.

PERFORMANCE

Production of tea for the year was 685642kgs (from both own and bought leaf) as against previous year's production of 662204kgs (from both own and bought leaf) showing a slight increase.

Although prices of teas were steady, the cost of production increased substantially due to substantial rise in gas, employee cost, stores, resulting in adverse working of the Company during the year. Add to this prevailing pandemic substantially affecting normal working.

The Company continued its program of factory modernization in order to achieve better standards of tea produced. The replanting and infilling continues as per program to ensure better yield.

PROSPECT

Current year crop is higher than previous year. The Directors expect to maintain this trend. During the current financial year sales realization till date is higher than last year but substantial increase in labour wages and other inputs may have adverse effect on the current years working. However, the directors are optimistic about current year result

CHANGE IN THE NATURE OF BUSINESS, IF ANY

During the year under review, there has been no change in the nature of business of the Company.

SHARE CAPITAL

The Paid up Share Capital as on 31st March, 2022 is Rs. 93,72,000/- During the year under review, the Company neither issued any share with differential voting rights nor granted any stock options or sweat equity.

CORPORATE GOVERNANCE

Regulation 17(7),17(8) and Regulation 27 of SEBI (Listing obligation and Disclosure Requirement) Regulations, 2015 deals with provisions of Corporate Governance which are applicable to Companies, whose paid up share capital is Rs 3 crores or above and Net worth is Rs 25 crores or above. Since your company is having paid up share capital of Rs 93.72 Lakh implementation and compliance of requirement of Corporate Governance of SEBI (Listing obligation and Disclosure Requirement) Regulations, 2015 are not applicable.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

As per section 135 of Companies Act, 2013 a company whose net worth is Rs 500 crores or more or Turnover of Rs 1000 crores or Net profit Rs 5 crores or more during any financial year shall have to abide the rules of Corporate Social Responsibility. Since your company does not fall in the above mentioned category provisions of CSR are not applicable to the Company.

PUBLIC DEPOSIT

The Company has not invited or accepted public deposits from public covered u/s 73 of Companies Act, 2013 and the Companies (Acceptance of Deposit) Rules, 2014.

DIRECTORS & KEY MANAGERIAL PERSONNEL

The Company has no full time Company Secretary under the category of KMP during the year under review. The Company does not have proper composition of Independent Directors. due to covid pandemic since last two years, company is not able to find suitable candidate in spite of best efforts Hoping that, within next few months Company will appoint Company Secretary as well as Independent Director on the Board.

STATEMENT OF DECLARATION GIVEN BY INDEPENDENT DIRECTORS UNDER SECTION 149(6):

The independent Director have submitted the declaration of independence, as required pursuant to Section 149(7) of the Companies Act, 2013, stating that they meet the criteria of independence as provided in Sub Section (6).

The Independent Director has confirmed and declared that he is not dis-qualified to act as an Independent Director in compliance with the provisions of Section 149 of the Companies Act, 2013 and the Board is also of the opinion that the Independent Director fulfill all the conditions specified in the Companies Act, 2013 making him eligible to act as independent Director

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report for the year under review, as stipulated under Regulation 34(3) of SEBI (LODR) Regulations, 2015, is presented in a separate section forming part of the Annual Report.

DISCLOSURE RELATED TO BOARD, COMMITTEES & POLICIES

a) Board Meetings

The Board of Directors met 8 (Eight) times during the financial year ended 31st March, 2022 in accordance with the provisions of Companies Act, 2013 and rules made there under. The intervening gap between the Board meetings was within the period as prescribed by the Companies Act, 2013.

The details of Board Meeting, Audit Committee Meeting are enclosed herewith as per Annexure C.

b) Directors' Responsibility Statement

Your Directors state that:

- a) in the preparation of the annual accounts for the year ended 31st March, 2022, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2022 and of the profit of the Company for the year ended on that date;
- c) the Directors have taken proper and sufficient care for the 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 fraud and other irregularities;
- d) the Directors have prepared the annual accounts on a 'going concern' basis;
- e) the Directors have devised proper systems to ensure compliance with the provisions of
- f) all applicable laws and that such systems are adequate and operating effectively.

c) Audit Committee

The Composition of Audit Committee was as per applicable provision of Companies Act'2013 and as per SEBI (LODR) Regulations 2015 for the financial year ended 31st March'2022. All the recommendations made by the Audit Committee were accepted by the Board. The Audit Committee has met on 4(Four) times during the financial year ended 31st March, 2022.

The details of Audit Committee Meeting are enclosed herewith as per Annexure C.

d) Nomination & Remuneration Committee

The Composition of Nomination and Remuneration Committee was as per applicable provision of Companies Act'2013 and as per SEBI (LODR) Regulations 2015 for the financial year ended 31st March'2022.

The Policy of the Company for Directors selection, appointment & remuneration, including the criteria for determining qualifications, positive attributes independence of Director and other matters provided under section 178(3) of the Companies Act, 2013 is properly recorded and disclosed.

e) Vigil Mechanism for the Directors & Employees

in compliance with the provision of Section 177(9) of the Companies Act, 2013 and Regulation 22 of the SEBI (LODR) Regulations,2015 the Company has framed "Whistle Blower Policy" as vigil Mechanism for Directors & employees of the Company.

f) Internal Control System

The internal financial control with reference to financial statements as designed and implemented by the Company are adequate. During the year under review, no material or serious observation has been received from the statutory auditors and internal auditors of the Company for inefficiency or inadequacy of such controls.

g) Risk Management

The Company has laid down well defined risk management mechanism covering the risk Exposure, potential impact and risk mitigation process. The Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through a properly defined frame work.

In line with the new regulatory requirements, the Company has formally framed a Risk Management Policy to identify and assess the key risk areas, monitor and report compliance and effectiveness of the policy and procedure.

h) Annual Evaluation of the Directors and Board

The Nomination & Remuneration Committee of the Board has formulated a Performance Evaluation framework under which the Committee has identified criteria upon which every Director shall be evaluated. A structured questionnaire was prepared after taking into Consideration of various aspects of the Board functions, compositions of the Board, culture, execution and performance of specific duties, obligations and governance. A separate exercise was carried out to evaluate the performance of the individual directors including the Chairman of the Board, on parameters such as level of engagement and contribution, independence of judgment, safeguard the interest of the Company. The performance evaluation of the Non Independent Directors and the Board as a whole including Committee thereof was carried out by the Independent Director for the financial year 2021-22.

The Board expressed their satisfaction with the evaluation process.

i) PARTICULARS OF EMPLOYEES

None of the employee has received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

AUDITOR'S REPORT

The Statutory Auditors of the Company have submitted Auditors' Report on the Financial Statements of the Company for the financial year ended 31st March, 2022. The Statutory Auditors have drawn your attention towards certain notes attached to the Financial Statements. The same are, however self-explanatory and requires no comments.

The Auditor report does not contain any qualification, reservation and adverse remarks.

SECRETARIAL AUDIT REPORT

The Board of Directors of the Company had appointed Shri Pravin Kumar Drolia, Practicing Company Secretary, as "Secretarial Auditor" of the Company to conduct Secretarial Audit for the financial year ended March 31, 2022, pursuant to the provisions of Section 204 (1) of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014.

A Secretarial Audit Report submitted by Mr Pravin Kumar Drolia (Company Secretaries) is annexed here with as "**Annexure A**". The Secretarial Audit Report does not contain any qualification, reservation, adverse remark.

EXTRACT OF ANNUAL RETURN U/S 92(3)

As provided under Section 92(3) of the Companies Act, 2013 extract of the Annual Return prepared in form MGT-9 pursuant to Rule 12(1) the Companies (Management and Administration) Rules, 2014 is furnished in "**Annexure B**" which forms a part of this report.

PARTICULARS OF CONTRACTS OR ARRANGEMENT WITH RELATED PARTY

All the related party transactions are entered on arm's length basis and are in compliance with the applicable provisions of the Act. There are no material significant related party transactions made by the Company with promoters, directors or key managerial personnel etc. which might have potential conflict with the interest of the Company at large.

The details of the transactions with the related parties are provided in the Company's financial Statement.

Particulars of contracts or arrangements with related parties referred to in sub-section (1) of section 188 is enclosed in "**Annexure D**" as per Form AOC-2.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

DISCLOSURE OF ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNAL

No significant and material orders have been passed by any Regulator or Court or Tribunal which can have an impact on the going concern status and the Company's operations in future.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION

The prescribed particulars of conservation of energy, technology absorption and R & D activities required U/s 134(3)(m) read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is attached as "**Annexure E**" and forms part of this Director's Report.

MATERIAL CHANGES AND COMMITMENTS AFTER THE BALANCE SHEET DATE

Except as disclosed elsewhere in this report, no material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and the date of this report.

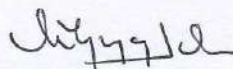
ACKNOWLEDGEMENT

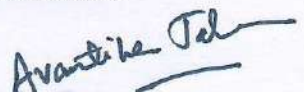
Your Directors take this opportunity to thank the Banks & Financial Institutions, Central and State Government authorities, Regulatory authorities, Stock Exchanges and the stakeholders for their continued co-operation and support to the Company. Your Directors also wish to record their appreciation for the continued co-operation and support received from the employees of the Company.

On behalf of the Board

Place: Kolkata

Date: 30th May, 2022.


Director


Director

ANNEXURE A
CS PRVAIN KUMAR DROLIA
(Company Secretary in whole time practice)

13, Selimpur Road, Block: D, Kolkata - 700031

Mobile:09831196869, email: droliapravin12@gmail.com

Form No. MR-3

SECRETARIAL AUDIT REPORT

For the Financial Year ended 31st Day of March, 2022

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
DURRUNG TEA ESTATE LIMITED,
(Formerly S P B P Tea (India) Ltd)
(CIN: L01132WB1981PLC197045)
Flat 2C, Paramount Apartment,
25, Ballygunj Circular Road,
Kolkata – 700 019

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Durrung Tea Estate Limited (CIN: L01132WB1981PLC197045)** (hereinafter called "the Company"). The Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on my verification of books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided digitally by the Company, its officers, and authorised representatives during the conduct of **Secretarial Audit**, I hereby report that in my opinion the Company has, during the audit period covering the financial year ended 31st March, 2022, complied with the statutory provisions listed hereunder and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter except that Company do not have proper strength of Independent Directors on the Board. Management of the Company explained that they are keen to appoint more independent directors on the board but due to COVID pandemic since March 2020, they are unable to get suitable candidate and as soon as they will get, they will appoint it.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2022 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder;
- III. The SEBI (Depositories and Participants) Regulations 2018,

IV Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing, (Not applicable during the period under audit)

V. The following Regulations (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a)The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011

(b)The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(c)The Securities and Exchange Board of India (Registrars to Issue and Share Transfer Agents) Regulations, 1993)

(d) The SEBI Listing (Listing obligation and disclosure requirements <LODR>) Regulations 2015

[The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are not applicable to the Company for the above financial year: -

i The Securities and Exchange Board of India (Share based Employee benefits and sweat equity) Regulations 2021;

ii. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;

iii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 as amended from time to time; and the Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;]

iv. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

VI. The following Industry Specific laws:

a. Tea Act,1953

b. The Tea Waste (Control) Order, 1959

c. The Tea Warehouse (Licensing) Order 1989

d. The Tea (Marketing) ControlOrder,1984

I have also examined the compliance with the applicable clauses of the following:

a. The LODR entered into by the Company with The Calcutta Stock Exchange Limited.

During the period under review the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. as mentioned above except that the Company does not have Company Secretary under the category of KMP during the year under review per applicable provisions of the Companies Act 2013 .

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and a Woman Director other than adequate numbers of Independent Directors. There is no changes in the composition of the Board of Directors during the period under audit. Further Company is not regular in depositing provident fund with appropriate authorities within stipulated time period

Adequate notice is given to all Directors to schedule the Board meetings. Agenda and detailed notes on Agenda were sent at least seven days in advance, and system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

I further report that there are adequate system and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines as represented by the management. All decisions of the Board were unanimous and the same was captured and recoded as part of the Minutes.

I further report that during the audit period, the Company has not made any:

- (i) Public/Right/ Preferential issue of Shares/Debentures/Sweat Equity or any other Security.
- (ii) Redemption / buy-back of securities.
- (iii) Major decisions taken by the Members in pursuance to section 180 of the Companies Act, 2013.
- (iv) Merger/Amalgamation/Reconstruction etc
- (v) Foreign Technical Collaborations.

For Pravin Kumar Drolia
(Company Secretary in whole time practice)

SD/=

Pravin Kumar Drolia
Proprietor
FCS: 2366, CP 1362

Place: Kolkata
Date: 30-05-2022

Peer view registration: 1928/2022
UDIN:F002366D000422115

Note:

This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

CS PRVAIN KUMAR DROLIA
(Company Secretary in whole time practice)

13, Selimpur Road, Block: D, Kolkata - 700031

Mobile:09831196869, email: droliapravin12@gmail.com

ANNEXTURE "A"

To,
The Members,
DURRUNG TEA ESTATE LIMITED,
(Formerly S P B P Tea (India) Ltd)
(CIN: L01132WB1981PLC197045)
Flat 2C, Paramount Apartment,
25, Ballygunj Circular Road,
Kolkata – 700 019

My report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express as opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required. I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Prvain Kumr Drolia
(Company Secretary in whole time practice)

SD/=

Pravin Kumar Drolia
Proprietor

FCS: 2366, CP 1362

Peer view registration: 1928/2022

UDIN:F002366D000342860

Place: Kolkata
Date: 30-05-2022

Annexure-B

Form No. MGT-9

EXTRACT OF ANNUAL RETURN as on the financial year ended on March 31,2022 of Durrung Tea Estate Limited (Formerly SPBP TEA (INDIA) LIMITED) [Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

- (i) CIN : L01132WB1981PLC197045
- (ii) Registration Date : 01/07/1981
- (iii) Name of the Company : Durrung Tea Estate Limited (Formerly SPBP TEA (INDIA) LIMITED)
- (iv) Category/Sub-Category of the Company : Company Limited by Shares
- (v) Address of the Registered office and contact details:
Paramount Apartment Flat No. 2C
25, Ballygunge Circular Road Kolkata- 700 019
E-Mail: finance.jalanindustries@gmail .com
Website durrung.com
- (vi) Whether listed Company: Yes at The Calcutta Stock Exchange Ltd.
- (vii) Name, Address and Contact details of Registrar and Transfer Agent, if any:
ABS Consultant Pvt. Ltd.
Stephen House
4, B.B.D. Bag (East)
Kolkata-700 001
Website Address: NIL
Phone: +91 3322431053

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY :

All the business activities contributing 10% or more of the total turnover of the Company shall be Stated:-

| Sl. No. | Name and Description of main Product | NIC Code of the Product | % to total turnover of the Company |
|---------|--|-------------------------|------------------------------------|
| 1. | Cultivation, Growing, Manufacturing of Black Tea | 01132 | 100.00% |

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES :

| Sl. No. | Name &Address of The Company | CIN | Holding/ Subsidiary/ Associate | % of Shares Held | Applicable Section |
|---------|------------------------------|-----------------------|--------------------------------|------------------|--------------------|
| 1 | Jalan Holdings Pvt Ltd | U67120WB1991PTC051508 | Associate | 20.55% | |
| | | | | | |

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup As Percentage of Total Equity)

(i) Category-wise Share Holding

| Category of Shareholders | No. of shares held at the beginning of the year 01.04.21 | | | | No. of shares held at the end of the year 31.03.22 | | | | % Change during the year |
|---|--|----------|--------|------------------|--|----------|--------|------------------|--------------------------|
| | Demat | Physical | Total | % of Total Share | Demat | Physical | Total | % of Total Share | |
| A. Promoters | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| Individual/HUF | 236345 | - | 236345 | 25.22 | 236345 | - | 236345 | 25.22 | - |
| Central Govt. | - | - | - | - | - | - | - | - | - |
| State Govt. | - | - | - | - | - | - | - | - | - |
| Bodies Corp. | 700855 | - | 700855 | 74.78 | 700855 | - | 700855 | 74.78 | - |
| Banks/FI | - | - | - | - | - | - | - | - | - |
| Any other | - | - | - | - | - | - | - | - | - |
| Sub Total (A)(1) | 937200 | - | 937200 | 100.00 | 937200 | - | 937200 | 100.00 | - |
| (2) Foreign | - | - | - | - | - | - | - | - | - |
| NRIs Individuals | - | - | - | - | - | - | - | - | - |
| Other individuals | - | - | - | - | - | - | - | - | - |
| Bodies Corp. | - | - | - | - | - | - | - | - | - |
| Banks/FI | - | - | - | - | - | - | - | - | - |
| Any other | - | - | - | - | - | - | - | - | - |
| Sub Total (A)(2) | - | - | - | - | - | - | - | - | - |
| Total Shareholding (A) = (A)(1) + (A)(2) | 937200 | - | 937200 | 100.00 | 937200 | - | 937200 | 100.00 | - |

| B.Public Shareholding | | | | | | | | | |
|--|---------------|---|---------------|------------|---------------|---|---------------|------------|---|
| 1. Institutions | | | | | | | | | |
| (a) Mutual Funds | - | - | - | | | - | - | - | - |
| (b) Public Fin Ins | - | - | - | | | - | - | - | - |
| (c) Central Govt | - | - | - | | | - | - | - | - |
| (d) State Govt. | - | - | - | | | - | - | - | - |
| (e) Venture Cap | - | - | - | | | - | - | - | - |
| (f) Insurance Co. | - | - | - | | | - | - | - | - |
| (g) FIIs | - | - | - | | | - | - | - | - |
| (h) Foreign Venture Cap. Fund | - | - | - | | | - | - | - | - |
| (i) Others | - | - | - | | | - | - | - | - |
| Sub Total (B)(1) | - | - | - | | | - | - | - | - |
| 2. Non Institutions | | | | | | | | | |
| (a) Bodies Corp | | | | | | | | | |
| (i) Indian | - | - | - | | | - | - | - | - |
| (ii) Overseas | - | - | - | | | - | - | - | - |
| (b) Individuals | | | | | | | | | |
| (i) Individual Shareholder Holding sh Cap. Upto Rs. 1 lakh | - | - | - | | | - | - | - | - |
| (ii) Individual Shareholder Holding sh Cap. in Excess of Rs. 1 lakh | - | - | - | | | - | - | - | - |
| (c) Others-NRI | - | - | - | | | - | - | - | - |
| Sub Total (B)(2) | - | - | - | | | - | - | - | - |
| Total Public Shareholding (B)=(B)(1)+(B)(2) | - | - | - | | | - | - | - | - |
| C. Shares held by Custodian for GDRs & ADRs | - | - | - | - | - | - | - | - | - |
| Grand Total (A+B+C) | 937200 | - | 937200 | 100 | 937200 | - | 937200 | 100 | - |

(ii) **Shareholding of Promoters**

| Sl. No. | Shareholder's Name | Shareholding at the beginning of the year 01.04.21 | | | Shareholding at the end of the year 31.03.22 | | | % Change in Share Holding during the year |
|---------|--|--|----------------------------------|---|--|----------------------------------|---|---|
| | | No. of shares | % of total shares of the Company | % of Shares Pledged/ Encum -bered to total shares | No. of shares | % of total shares of the Company | % of Shares Pledged/ Encum -bered to total shares | |
| 1 | Mrityunjay Jalan | 5645 | 0.60 | 0.60 | 0.60 | 0.60 | - | 0.60 |
| 2 | Avantika Jalan | 5700 | 0.61 | 0.61 | 5700 | 0.61 | - | 0.61 |
| 3 | Mahadeo Jalan | 58000 | 6.19 | 6.19 | 58000 | 6.19 | - | 6.19 |
| 4 | Sarala Jalan | 67000 | 7.15 | 7.15 | 67000 | 7.15 | - | 7.15 |
| 5 | Kumam Jalan | 100000 | 10.67 | 10.67 | 100000 | 10.67 | - | 10.67 |
| 6 | Jalan Investments Pvt L | 163388 | 17.43 | 17.43 | 163388 | 17.43 | - | 17.43 |
| 7 | Narsingdass Surajmall Properties Pvt Ltd | 169627 | 18.10 | 18.10 | 169627 | 18.10 | - | 18.10 |
| 8 | Jalan Industries Pvt Ltd | 175290 | 18.70 | 18.70 | 175290 | 18.70 | - | 18.70 |
| 9 | Jalan Holdings Pvt Ltd | 192550 | 20.55 | 20.55 | 192550 | 20.55 | - | 20.55 |
| | Total | 937200 | 100.00 | 100.00 | 937200 | 100.00 | - | 100.00 |

Change in Promoters' Shareholding (Please specify, if there is no change)

| Sl. No. | | Shareholding at the beginning of the year 01.04.21 | | Cumulative Shareholding during the year | |
|---------|---|--|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total shares of the Company | No. of shares | % of total shares of the Company |
| | At the beginning of the year | 937200 | 100.00 | 937200 | 100.00 |
| | Date wise increase/decrease in Promoters shareholding during the Year specifying the reasons for Increase/decrease (e.g. allotment/ Transfer/bonus/sweat equity etc.) | | | | |
| | At the end of the year | 937200 | 100.00 | 937200 | 100.00 |

There is no change in Promoter Shareholding during the year ended 31st March 2022 in comparison to last year.

(ii) **Shareholding pattern of top ten shareholders (other than Directors, Promoters And Holders of GDRs and ADRs)**

| Sl. No. | For Each of the Top 10 shareholders | Shareholding at the beginning of the year 01.04.21 | | Cumulative Shareholding during the year | |
|---------|-------------------------------------|--|----------------------------------|---|----------------------------------|
| | | No. of shares | % of total Shares of the Company | No. of shares | % of total Shares of the Company |
| 1. | | NIL | N.A. | NIL | N.A. |

| | | | | | |
|--|--|-----|------|-----|------|
| | | NIL | N.A. | NIL | N.A. |
| | | NIL | N.A. | NIL | N.A. |
| | | NIL | N.A. | NIL | N.A. |

(iii) Shareholding of Directors and Key Managerial Personnel

| Sl. No. | For Each of the Directors & KMP | Shareholding at the beginning of the year 01.04.21 | | Cumulative Shareholding during the year | |
|---------|---|--|----------------------------------|---|----------------------------------|
| | | No. of Shares | % of total Shares of the Company | No. of shares | % of total Shares of the Company |
| | At the beginning of the year | 11345 | 1.21 | nil | nil |
| | Date wise increase/decrease in Promoters shareholding during the Year specifying the reasons for Increase/decrease (e.g. allotment/ Transfer/bonus/sweat equity etc.) | - | - | | |
| | At the end of the year | 11345 | 1.21 | nil | nil |

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment:

| | Secured Loans Excluding deposits | Unsecured Loans | Deposits | Total Indebtedness (in Lakhs) |
|---|--|--------------------|----------|----------------------------------|
| Indebtedness at the beginning of the Financial year 01.04.21 | | | | |
| (i) Principal Amt. | 677.69 | 717.31 | | 1395.00 |
| (ii) Interest due but Not paid | 0.16 | | | .16 |
| (iii) Interest accrued but not due | | | | |
| Total (i+ii+iii) | 677.85 | 717.31 | | 1395.16 |
| Change in Indebtedness during The financial year | | | | |
| - Addition (Net) | (-)57.53 | 96.80 | | 39.27 |
| - Reduction | | | | |
| Net Change | (-) 57.53 | 96.80 | | 39.27 |
| Indebtedness at the end of the financial year 31.03.22 | | | | |
| (i) Principal Amt. | 620.12 | 814.11 | | 1434.23 |
| (ii) Interest due but Not paid | 0.20 | | | 0.20 |
| (iii) Interest accrued but not due | | | | |
| Total (i+ii+iii) | 620.32 | 814.11 | | 1434.43 |

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

| Sl. No. | Particulars of Remuneration | Name of MD/WTD/Manager | | Total Amount |
|---------|--|------------------------|--------|--------------|
| | | Managing Director | | |
| 1 | Gross Salary (a) Salary as per provisions contained In section 17(1) of the Income Tax Act, 1961 (b) Value of perquisites u/s 17(2) of The Income Tax Act, 1961 (c) Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961 | 6.75 Lakhs | | 6.75 Lakhs |
| 2 | Stock Option | -- | - | -- |
| 3 | Sweat Equity | -- | - | -- |
| 4 | Commission - As % of Profit - Others, specify | -- -- | - - | -- -- |
| 5 | Others, please specify | -- | - | -- |
| | Total (A) | 6.75 Lakhs | | 6.75 Lakhs |
| | Ceiling as per the Act | | | |

B. Remuneration to other directors :

| Sl. No. | Particulars of Remuneration Paid during 1.04.21 to 31.03.2022 | Name of Directors | | | | | Total Amount |
|---------|---|-------------------|------------------|------------------|------------------|------------------|------------------|
| | | - | - | - | - | - | |
| | 1. Independent Directors -Fee for attending Board committee Meetings -Commission -Others | - - - - | - - - - | - - - - | - - - - | - - - - | - - - - |
| | Total (1) | - | - | - | - | - | - |
| | 2. Other Non-Executive Directors -Fee for attending Board committee Meetings -Commission -Others | - - - - | - - - - | - - - - | - - - - | - - - - | - - - - |
| | Total (B) = (1) + (2) | - | - | - | - | - | - |
| | Total Managerial Remuneration | - | - | - | - | - | - |

| | | | | | | | |
|--|--------------------------------|---|---|---|---|---|---|
| | | - | - | - | - | - | - |
| | | - | - | - | - | - | - |
| | | - | - | - | - | - | - |
| | Overall Ceiling as per the Act | - | - | - | - | - | - |
| | | - | - | - | - | - | - |
| | | - | - | - | - | - | - |
| | | - | - | - | - | - | - |

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTB

| Sl. No. | Particulars of Remuneration | Key Managerial Personnel | | |
|---------|--|--------------------------|--------|--------------|
| | | CFO | CEO | Total Amount |
| 1 | Gross Salary (d) Salary as per provisions contained In section 17(1) of the Income Tax Act, 1961 (e) Value of perquisites u/s 17(2) of The Income Tax Act, 1961 (f) Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961 | 6.74 Lakhs | N.A. | 6.74 Lakhs |
| 2 | Stock Option | - | - | - |
| 3 | Sweat Equity | -- | - | -- |
| 4 | Commission - As % of Profit - Others, specify | -- -- | - - | -- -- |
| 5 | Others, please specify | -- | - | -- |
| | Total | 6.74Lakhs | N.A. | 6.74 Lakhs |

VI. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

| Type | Section of the Companies Act | Brief Description | Details of Penalties/ Punishment/ Compounding | Authority [RD/NCLT/ Court] | Appeal Made, If any |
|--------------------------------|------------------------------|-------------------|---|----------------------------|---------------------|
| A. Company | | | | | |
| Penalty Punishment Compounding | NIL | | | | |
| B. Directors | | | | | |
| Penalty Punishment Compounding | NIL | | | | |
| C. Other Officersin default | | | | | |

| | |
|--------------------------------------|-----|
| Penalty Punishment Compounding | NIL |
|--------------------------------------|-----|

ANNEXURE- C

Number of Meetings of the Board and Committees thereof

- (a) Details of the Meeting of **Board of Directors** and meetings attended by the directors held between April'2021 to March'22 are as under:

Board Meetings were held during the year on 26th July, 21, 17th September, 21, 26th September, 21, 29th September, 21, 10th November, 21, 13th November, 21, 25th February, 22.

| Name of Member | Meetings held | Number of Meetings attended |
|-------------------------|---------------|-----------------------------|
| Mrs Avantiak Jalan | 8 | 8 |
| Mr Mrityunjay Jalan | 8 | 8 |
| Mr Dwija Das Chatterjee | 8 | 8 |
| Mr V.S.Nayar | 8 | 5 |

- (b) Details of the Meeting of **Audit Committee** and meeting attended by the Committee Members between April'2021 to March'2022 are as under:

During the year the Committee held four meetings :

26th July, 21, 17th September, 21, 13th November, 21, 14th February, 22

The attendance of the members at these meeting are as under :

| Name of Members | Position | Meetings held | Number of Meetings attended |
|-------------------------|----------|---------------|-----------------------------|
| Mr Dwija Das Chatterjee | Chairman | 4 | 4 |
| Mr Mrityunjay Jalan | Member | 4 | 4 |
| Mr Avantika Jalan | Member | 4 | 4 |

ANNEXURE - D**FORM AOC 2**

| Sl. No. | Related Party | Relationship | Description of transaction | Balance For the year ended March 31,2022 (₹) in Lakhs |
|---------|---|---------------|----------------------------|---|
| 1 | Mr.Mrityunjay Jalan | Director | Directors Remuneration | 6.75 |
| 2 | M/s Jalan Holdings Pvt. Ltd. | Related Party | Unsecured Loan Taken | 131.20 |
| 3 | M/s Jalan Industries Pvt. Ltd. | Related Party | Unsecured Loan Taken | 433.73 |
| 4 | Mr. Mrityunjay Jalan | Director | Unsecured Loan Taken | 14.95 |
| 5 | M/s Narsingdass Surajmal Properties Pvt. Ltd. | Related Party | Unsecured Loan Taken | 144.45 |
| 6 | M/s Dinjoye Tea Estate Pvt. Ltd. | Related Party | Advance taken/ (given) | 86.53 |
| 7 | M/s Jalannagar Development Pvt. Ltd. | Related Party | Advance taken/ (given) | (16.85) |
| 8 | M/s Jalannagar South Estate Pvt Ltd | Related Party | Advance taken/(given) | (16.48) |
| 9 | M/s Jalan Investments Pvt Ltd | Related Party | Advance taken/(given) | (1.50) |

ANNEXURE-E

FORM - A

Form for disclosure of particulars with respect to conservation of energy:

A. Power and Fuel Consumption:

| Particular | Current year 2021-2022 | Previous Year 2020-2021 |
|--------------------------------|-----------------------------------|------------------------------------|
| 1. Electricity | | |
| a) Purchased (Unit) | 7,56,647 | 6,90,414 |
| Total Amount (Rs) | 68,59,273 | 63,93,548 |
| Rate/Unit | 9.07 | 9.26 |
| b) Own Generation | | |
| i) Through Diesel Generators | | |
| Units produced | 1,00,556 | 1, 17,821 |
| Units per Liter of Diesel | 4.99 | 5.36 |
| Cost / Unit | 17.27 | 14.04 |
| 2. Coal | | |
| Qty. (kgs) | NIL | 48,311 |
| Total Cost | ----- | 5,39,593 |
| Average Rate | ----- | 11.17 |
| 3. LPG | | |
| Qty. (kgs) | 1,60,788 | 1,66,298 |
| Total Cost | 1,31,98,078 | 97,52,225 |
| Average Rate | 82.08 | 58.64 |
| Product Made Tea (Kgs) | 6,85,642 | 6,62,204 |
| Electricity (in Units)/per kg | 1.25 | 1.22 |
| Coal (in Kg)/per kg | ----- | ----- |
| LPG (in Kg)/per kg | 0.23 | 0.25 |

FORM - B

Form for disclosure of particulars with respect to Absorption, Research and Development (R&D)

1. Specified area in which R& D carried out by the Company.
2. Benefits derived as a result of above R & D
3. Future Plan of action.
4. Expenditure on R & D.
 - a) Capital R & D.
 - b) Recurring .
 - c) Total
 - d) Total R & D expenditure as a percentage of total Turnover

The company subscribes to Tea Research Association which is registered under Section 35(i)(ii) of the Income Tax Act,1961.

Technology absorption, adaptation and innovation

1. Effort in brief, made towards technology Absorption, adaptation, and innovation
2. Benefits derived as a result of the above efforts, eg product improvement ,cost reduction, import substitution etc.

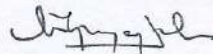
Continuous efforts are being made towards absorption, adaptation, and innovation of Technology absorption maintaining close Liaison with advisory officer of Tocklai Experimental Station. Increase in productivity and cost reduction by optimization of inputs.

- Foreign Exchange Earning and outgo
1. Foreign Exchanged Earned (F.O.B.)
 2. Foreign Exchanged used

Nil
Nil

Place: Kolkata
Date: , 2022

For and on behalf of the Board of Directors



Director



Director



INDEPENDENT AUDITOR'S REPORT

To the Members of Durrung Tea Estate Limited

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying Financial Statements of Durrung Tea Estate Limited (Formerly SPBP Tea India Limited) ("the Company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of the significant accounting policies and other explanatory information (herein after referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, 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, of the state of affairs of the Company as at 31st March, 2022, its loss (including Other Comprehensive Income), changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

We like to draw your attention to the following:

The Company has not provided liability on account of terminal benefits (gratuity) in accordance with Ind AS 19 "Employees Benefit" amounting to Rs. 371.65 Lakhs including Rs. 25.05 Lakhs for the current year, in the financial statements, which constitutes a departure from the Indian Accounting Standards prescribed in section 133 of the Act.

Accordingly, the outstanding amount of the provisions in the financial statements would have increased by Rs. 371.65 Lakhs as at March 31, 2022, and loss for the year and retained earnings under other equity would have increased by Rs. 25.05 Lakhs, and Rs. 371.65 Lakhs respectively.



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

Emphasis of Matters

We draw attention to the following matters:

- i. The Company has not appointed a whole-time Company Secretary as required under the provisions of section 203 of the Companies Act, 2013.
- ii. Balances of Trade Receivables, Other Receivables, Advances, Trade Payables and Other Current Liabilities are subject to confirmation by the parties and include some old items pending reconciliation.

We also invite attention to Note No. 49 of the Financial Statements which describes the impact of COVID-19, a global pandemic, on the operations and financial matters of the Company.

Our opinion is not qualified in respect of these matters.

Key Audit Matters

Key Audit matters are those matters that, in our professional judgment, were of most significance in our audit of 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.

In addition to the matter described in the Basis for Qualified Opinion Section, we have determined the matters described below to be the key audit matters to be communicated in our report:

| Sl No. | Key Audit Matters | Response To Key Audit Matters |
|--------|---|---|
| 1. | <u>Property, Plant and Equipment</u> There are areas where management judgment impacts the carrying value of property, | We assessed the controls in place over the fixed asset cycle, evaluated the appropriateness of capitalization process, performed tests of details |



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| | |
|---|---|
| <p>plant and equipment, intangible assets and their respective depreciation rates. These include the decision to capitalise or expense costs; the annual asset life review; the timeliness of the capitalization of assets and the use of management assumptions and estimates for the determination or the measurement and recognition criteria for assets retired from active use. Due to the materiality in the context of the Balance Sheet of the Company and the level of judgment and estimates required, we consider this to be as area of significance.</p> | <p>on costs capitalized, the timeliness of the capitalization of the assets and the de-recognition criteria for assets retired from active use.</p> <p>In performing these procedures, we reviewed the judgments made by management including the nature of underlying costs capitalized; determination of realizable value of the assets retired from active use; the appropriateness of asset lives applied in the calculation of depreciation; the useful lives of assets prescribed in Schedule II of the Act and the useful lives of certain assets as per the technical assessment. We observed that the management has regularly reviewed the aforesaid judgments and there are no material changes.</p> |
| <p>2. <u>Provisions and Contingent Liabilities</u></p> <p>The Company is involved in various taxes and other disputes for which final outcomes cannot be easily predicted and which could potentially result in significant liabilities. The assessment of the risks associated with the litigations is based on complex assumptions, which require the use of judgment and such judgments relates, primarily, to the assessment of the uncertainties connected to the prediction of the outcome of the proceedings and to the adequacy of the disclosures in the financial statements. Because of the judgments required, the materiality of such litigations and the complexity of the assessment process, the area was a key matter for our audit.</p> | <p>Our audit procedure in response to this key Audit Matter included, among others,</p> <ul style="list-style-type: none"> • Assessment of the process and relevant controls implemented to identify legal and tax litigations, and pending administrative proceedings. • Assessment of assumptions used in the evaluation of potential legal and tax risks performed by the Company considering the legal precedence and other rulings in similar cases. • Inquiry by management regarding the status of the most significant disputes and inspection of the key relevant documentation. • Analysis of opinion received from the experts where available. • Review of the adequacy of the disclosures in the notes to the financial statements. |



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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 the Management Discussion and Analysis; Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and shareholder's information but does not include the financial statements and our Auditor's Report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information identified above when it became available 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.

If, we conclude, based on the work we have performed, on the other information obtained prior to the date of this Auditor's Report, that there is a material misstatement of this other information; we are required to report that fact. However, we have nothing to report in this regard.

Responsibilities of Management and Those Charged With Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance, including total comprehensive income, changes in equity and cash flows of the Company in accordance with Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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.

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

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 judgment and maintain professional skepticism throughout the audit. We also:

- 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.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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- 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 Auditor's Report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 Auditor's 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.

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2020 ("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", a statement on the matters specified in paragraphs 3 and 4 of the said 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;



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- 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, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- d) *subject to the matter specified in qualified opinion section of our report*, in our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended;
- e) on the basis of the written representations received from the directors as on 31st March, 2022 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B";
- g) with respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act. The Company has complied with the provision of section 197 read with Schedule V to the Act, relating to Managerial Remuneration; 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:
 - a) the Company has disclosed the impact of pending litigations on its financial position in its Financial Statements. Refer Note 38 to the Financial Statements;
 - b) 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 due which were required to be transferred to the Investor Education and Protection Fund by the Company.



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- iv. a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") 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 (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations as provided under (a) and (b) above, contain any material misstatement.
- v. The company has not declared or paid any dividend during the year.

Place: Kolkata

Date: 30th May, 2022



For P LUNAWAT & ASSOCIATES

Chartered Accountants

Firm Registration No.: 328946E

A handwritten signature in dark ink, appearing to read "Pankaj Lunawat".

(PANKAJ LUNAWAT)

Proprietor

Membership No.: 067104

UDIN: 22067104AJXKHW7304

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Annexure - A to the Independent Auditor's Report

Referred to in paragraph-1 on other Legal and Regulatory Requirements of our Report of even date to the members of Durrung Tea Estate Limited [Formerly SPBP Tea (India) Limited] on the Financial Statements for the year ended 31st March, 2022:

- i. a) i) The company has maintained proper records showing full particulars, including quantitative details and situation of its Property, Plant and Equipment. The Company has maintained proper records showing full particulars, including quantitative details and situation of its Property, Plant and Equipment.

ii) The Company has maintained proper records showing full particulars of intangible assets;
- b) According to the information and explanations given to us, Property, Plant and Equipment have been physically verified by the management at regular intervals and no material discrepancies were noticed on such verification and the same has been properly dealt with in the books of account.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Title Deeds of immovable properties as disclosed in the financial statements are held in the name of the Company.
- d) As explained to us, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year
- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are 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) According to the information and explanations given to us, physical verification of inventory has been conducted at reasonable intervals by the management and, in our opinion and to the best of our knowledge, the coverage and procedure of such verification by the management is appropriate.

As explained to us, the discrepancies noticed on verification between the physical inventories and book records were not material in relation to the operations of the Company and the same have been properly dealt with in the books of account.

- b) The Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions at any point of time of the year on the basis of security of current assets. Accordingly, clause 3(ii)(b) of the Order is not applicable

iii.

- a. In our opinion and according to the information and explanations given to us, the Company has made investments in Companies but neither provided any guarantee or



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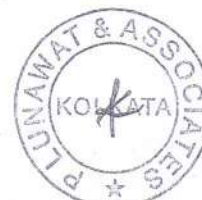
CHARTERED ACCOUNTANTS

security nor granted any loan, secured or unsecured, during the year, to any company, firm, Limited Liability Partnership or any other party. Accordingly, clause 3(iii)(a),(c),(d) to (f) of the Order are not applicable

- b. In our opinion and according to the information and explanations given to us, the investments made by the Company during the year are prejudicial to the company's interest as the investment has been fully eroded
- iv. According to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of investments made.
- v. According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits in violation of directions issued by Reserve Bank of India and the provisions of sections 73 to 76 of the Act and the Rules framed thereunder to the extent notified have been complied with.
- vi. In our opinion and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act, for any of the services rendered by the Company.
- vii. According to the information and explanations given to us, in respect of statutory dues:
 - a. i) According to the information and explanations given to us and on the basis of our examination of the records, the Company is generally regular in depositing undisputed applicable statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Custom Duty, Goods and Services Tax, Cess and any other statutory dues to the appropriate authorities and there are no undisputed amount payable in respect of the same which were in arrears as on 31st March, 2022 for a period of more than six months from the date the same became payable, except the following

| Name of the statute | Nature of the dues | Amount (Rs.) | Period to which the amount relates | Due Date | Date of Payment |
|---|--------------------|--------------|------------------------------------|--------------------------------|-----------------|
| The Assam Taxation (on specified Lands) Act, 1990 | Green Leaf Cess | 7,92,375.80 | July 2018 - September 2018 | 15 th October, 2018 | Not yet paid |

- b) According to the information and explanations given to us, the Company has not deposited the following dues on account of dispute with the appropriate authority:



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| Name of the Statute | Nature of Dues | Amount (Rs.) | Period to which the amount relates | Forum where dispute is pending | Remarks |
|----------------------|----------------|--------------|------------------------------------|--------------------------------|--|
| Income Tax Act, 1961 | Income Tax | 2,69,280 | A.Y. 2020-21 | CIT Appeals, Kol-1 | Date of filing of appeal - 06/01/2022 |
| Income Tax Act, 1961 | Income Tax | 13,39,240 | A.Y. 2019-20 | CIT Appeals, Kol-2 | Date of filing of appeal - 08/10/2020 |
| Income Tax Act, 1961 | Income Tax | 18,13,667 | A.Y. 2016-17 | CIT Appeals, Kol-2 | Date of filing of appeal - 25/02/2021 |
| Income Tax Act, 1961 | Income Tax | 5,38,650 | A.Y. 2014-15 | DCIT, Circle 4(2), Kol | Letter submitted u/s 154 on 25.09.2019 |
| Income Tax Act, 1961 | Income Tax | 25,58,750 | A.Y. 2013-14 | CIT Appeals, Kol-2 | Date of filing of appeal - 21/02/2020 & submission of response on 11.03.2021 |

- viii. According to the information and explanations given to us and based on our examination of the books and records, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. a) The Company in general has defaulted in payment of dues to Banks, NBFC & Government. The provisions of clause 3(viii)(b) to (f) of the Order are not applicable to the company. The list of such defaults is as under :-

| Nature of borrowing including debt securities | Name of Lender | Amount not paid on due date | Whether principal or interest | Due Date | No of days delay or unpaid | Remarks, if any |
|---|----------------------|-----------------------------|-------------------------------|----------|----------------------------|---|
| Covid Loan | Punjab National Bank | 1,21,345 | Principal and Interest | 01-03-22 | 6 | Paid on 07-03-2022, However the bank has not debited the full amount in spite of sufficient balance |



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| | | | | | |
|--|--|----------|----------|----|---|
| | | | | | in bank account on the due date. |
| | | 2,71,936 | 01-12-21 | 1 | Paid on 02-12-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 2,73,119 | 01-10-21 | 3 | Paid on 04-10-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 15,775 | | 1 | Paid on 02-10-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 2,68,704 | 01-08-21 | 1 | Paid on 02-08-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 1,46,685 | | 8 | Paid on 09-07-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 67,329 | 01-07-21 | 6 | Paid on 07-07-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 74,880 | | 5 | Paid on 06-07-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 2,88,534 | 01-06-21 | 17 | Paid on 18-06-2021, However the bank has not debited the full amount in spite of sufficient balance |



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| | | | | | | |
|---------------------|----------------------|----------|-----------|----------|----|--|
| | | | | | | in bank account on the due date. |
| | | 2,88,894 | | 01-05-21 | 4 | Paid on 05-05-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 2,88,894 | | 01-04-21 | 18 | Paid on 19-04-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| SPTF Tea Board Loan | Tea Board | 2,33,908 | Principal | 30-06-21 | 58 | paid on 27-08-2021 |
| | | 1,16,954 | | 30-05-21 | 86 | paid on 24-08-2021 |
| | | 92,729 | | 31-08-21 | 24 | paid on 24-09-2021 |
| | | | | | | |
| GECL Loan | Punjab National Bank | 67,090 | Principal | 01-08-21 | 1 | Paid on 02-08-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 50,000 | | | 3 | Paid on 04-08-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 1,52,355 | | | 4 | Paid on 05-08-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 2,69,444 | | 01-10-21 | 3 | Paid on 04-10-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 2,69,444 | | 01-11-21 | 1 | Paid on 02-11-2021, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | | | | | |



P LUNAWAT & ASSOCIATES

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| | | | | | | |
|--|--|----------|--|----------|---|---|
| | | 2,32,900 | | 01-01-22 | 1 | Paid on 02-01-2022, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 33,601 | | | 6 | Paid on 07-01-2022, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |
| | | 2,69,444 | | 01-03-22 | 6 | Paid on 07-03-2022, However the bank has not debited the full amount in spite of sufficient balance in bank account on the due date. |

- x. a) According to the information and explanations given to us and based on our examination of the books and records, the Company has not raised any 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 and based on our examination of the books and records, the Company has not made any preferential allotment or private placement of shares or convertible debentures fully, partially or optionally convertible) during the year.
- xi. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit nor we have been informed of any such cases by the management
- xii. According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3 (xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the books and records, 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 Financial Statements as required by the applicable Accounting Standards.
- xiv. a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business



P LUNAWAT & ASSOCIATES
CHARTERED ACCOUNTANTS

b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

- xv. According to the information and explanations given to us and based on our examination of the books and records, the Company has not entered into any non-cash transactions with directors or persons connected with him during the year. Accordingly, clause 3 (xv) of the Order is not applicable.
 - xvi. According to the information and 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 provision of the clause 3(xvi) of the Order is not applicable.
 - xvii. The company has incurred cash losses of Rs 1,45,67,506 in the current financial year but there were no cash losses in the immediately preceding financial year.
 - xviii. There has not been any resignation of the statutory auditors during the year. Accordingly provisions of Clause 3 (xviii) is not applicable.
 - xix. According to the information and 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 an 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 and explanations given to us by the company and examination of the books and records, the company does not fall under the criteria to spend any sum of money for CSR activity as per section 135 of the Act. Accordingly, clause 3(xx) of the Order is not applicable.



P LUNAWAT & ASSOCIATES

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- xxi. According to the information and explanation given to us by the company and based on our examination of the books and records, the company does not have any subsidiary, associate or joint venture. Accordingly, clause 3(xxi) of the order is not applicable.

For P LUNAWAT & ASSOCIATES
Chartered Accountants
Firm Registration No.: 328946E



Place: Kolkata
Date: 30th May, 2022

P LUNAWAT

(PANKAJ LUNAWAT)
Proprietor
Membership No. 067104
UDIN: 22067104AJXKHW7304

P LUNAWAT & ASSOCIATES

CHARTERED ACCOUNTANTS

Annexure - B to the Independent Auditor's Report

(Referred to in paragraph-2(f) on Other Legal and Regulatory Requirements of our Report of even date to the members of Durrung Tea Estate Limited [Formerly SPBP Tea (India) Limited] on the Financial Statements for the year ended 31st March, 2021)

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 Durrung Tea Estate Limited [Formerly SPBP Tea (India) Limited] ("the Company") as of 31st March, 2022 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 Act.

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



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prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, 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 were 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 the 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



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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 unauthorized 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.

Opinion

In our opinion, 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 31st March, 2022, 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.

For P LUNAWAT & ASSOCIATES
Chartered Accountants
Firm Registration No.: 328946E



Place: Kolkata
Date: 30th May, 2022

(PANKAJ LUNAWAT)

Proprietor

Membership No. 067104
UDIN: 22067104AJXKHW7304

DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]
BALANCE SHEET AS AT 31st MARCH, 2022

(Amount in Rs.) *lakhs*

| | Note No | As at 31st March 2022 | As at 31st March, 2021 |
|--|----------------|--------------------------|---------------------------|
| ASSETS | | | |
| Non-Current Assets | | | |
| (a) Property, Plant and Equipment | 3a | 854.67 | 869.35 |
| (b) Goodwill | 3b | 22.53 | 22.53 |
| (c) Other Intangible Assets | 3b | 0.18 | 0.18 |
| (d) Financial Assets | | | |
| (i) Investments | 4 | 0.00 | 0.24 |
| (ii) Other Financial Assets | 5 | 23.88 | 23.88 |
| (e) Other Non-Current Assets | 6 | 3.28 | 3.28 |
| Total Non - Current Assets | (A) | 904.55 | 919.47 |
| Current Assets | | | |
| (a) Inventories | 7 | 158.90 | 177.97 |
| (b) Biological Assets other than Bearer Plants | 8 | 4.45 | 3.18 |
| (c) Financial Assets | | | |
| (i) Trade Receivables | 9 | 21.40 | 23.92 |
| (ii) Cash and Cash Equivalents | 10 | 3.10 | 13.17 |
| (iii) Other Financial Assets | 11 | 547.86 | 677.08 |
| (d) Current Tax Assets (Net) | 12 | 50.76 | 35.72 |
| (e) Other Current Assets | 13 | 68.49 | 38.90 |
| Total Current Assets | (B) | 854.96 | 969.94 |
| Total Assets | (A+B) | 1759.51 | 1889.41 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| (a) Equity Share Capital | 14 | 93.72 | 93.72 |
| (b) Other Equity | 15 | -134.77 | 111.22 |
| Total Equity | (C) | -41.05 | 204.94 |
| Liabilities | | | |
| Non-Current Liabilities | | | |
| (a) Financial Liabilities Borrowings | 16 | 105.39 | 92.12 |
| Total Non- Current Liabilities | (D) | 105.39 | 92.12 |
| Current Liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Borrowings | 17 | 1275.93 | 1226.08 |
| (ii) Trade Payables | 18 | - | - |
| Total outstanding dues of Micro and Small Enterprises | | - | - |
| Total outstanding dues of creditors other than Micro and Small Enterprises | | 92.31 | 107.78 |
| (iii) Other Financial Liabilities | 19 | 101.89 | 122.34 |
| (b) Other Current Liabilities | 20 | 157.43 | 95.16 |
| (c) Provisions | 21 | 37.41 | 29.96 |
| (d) Deferred Tax Liabilities | 22 | 30.21 | 11.03 |
| Total Current Liabilities | (E) | 1695.18 | 1592.35 |
| Total Equity and Liabilities | (C+D+E) | 1759.51 | 1889.41 |

Significant Accounting Policies and Critical Estimates & Judgements 1 & 2

The accompanying notes 1 to 49 form an integral part of the financial statements

As per our report annexed
For P Lunawat & Associates
Chartered Accountants
Firm Regn. No.: 328946E

P. Lunawat
(Pankaj Lunawat)
Proprietor
Membership No.: 067104

Place: Kolkata
Date: 30th May, 2022



For and on behalf of the Board

M. J. Jalan
Mrityunjay Jalan
Managing Director
DIN : 07259366

Avantika Jalan
Avantika Jalan
Director
DIN : 03333925

D. Maheshwari
D. Maheshwari
Chief Financial Officer

DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]
STATEMENT OF PROFIT AND LOSS FOR YEAR ENDED 31st MARCH, 2022

| | Notes | For the year ended 31st March 2022 Rs. | For the year ended 31st March 2021 Rs. | amount in Rs. Lakhs. |
|---|-------|---|---|----------------------|
| I Income: | | | | |
| Revenue from Operations | 23 | 1292.61 | 1452.57 | |
| Other Income | 24 | 16.37 | 0.01 | |
| Total Revenue | | 1308.98 | 1452.57 | |
| II Expenses: | | | | |
| Cost of Raw Materials Consumed | 25 | 33.49 | 5.30 | |
| Changes in Inventories of Finished Goods | 26 | 10.32 | -26.38 | |
| Employee Benefits Expense | 27 | 951.31 | 817.36 | |
| Finance Costs 41.00 | 28 | 41.00 | 54.70 | |
| Depreciation and Amortization Expense | 3 | 53.72 | 68.12 | |
| Other Expenses | 29 | 445.72 | 493.15 | |
| Total Expenses | | 1535.55 | 1412.24 | |
| Profit/ (Loss) before tax (I-II) IT SHOULD BE | | | | |
| III 226.57 | | -226.57 | 40.33 | |
| IV Tax Expense | | | | |
| Current tax | | - | 2.16 | |
| For earlier years | | - | - | |
| Mat Credit Entitlement | | - | - | |
| Deferred Tax | | 19.18 | 21.39 | |
| V Profit/ (Loss) for the year (III-IV) | | -245.75 | 16.78 | |
| Other Comprehensive Income | | | | |
| <i>Item that will not be reclassified to profit or loss</i> | | | | |
| Remeasurement of define benefit plan liability / assets | | - | - | |
| Change in fair value of FVTOCI Equity Instrument | | -0.24 | -2.53 | |
| Income Tax on above | | | | |
| Other Comprehensive Income (net of Tax) | | -0.24 | -2.53 | |
| Total Comprehensive Income for the year (comprising Profit/(Loss) and Other Comprehensive Income for the year) | | -245.99 | 14.25 | |
| Earnings per Equity Share (Nominal value Rs. 10/- each) | | | | |
| Basic | | (26.22) | 1.79 | |
| Diluted | | (26.22) | 1.79 | |
| (Also Refer Note No. 40) | | | | |

Significant Accounting Policies and Critical Estimates & Judgements 1 & 2

The accompanying notes 1 to 49 form an integral part of the financial statements

As per our report annexed
For P Lunawat & Associates
Chartered Accountants
Firm Regn. No.: 328946E

Pankaj Lunawat

(Pankaj Lunawat)
Proprietor
Membership No.: 067104

Place: Kolkata
Date: 30th May, 2022



Mrityunjay Jalan
Mrityunjay Jalan
Managing Director
DIN : 07259366

Avantika Jalan
Avantika Jalan
Director
DIN : 03333925

D. Maheshwari
D. Maheshwari
Chief Financial Officer

DURRUNG TEA ESTATE LIMITED

forming part of the financial statements for the year ended 31st March, 2022

Statement of Change in Equity

A Equity Share Capital

Amount in Rs. lakhs

| Particulars | No. of Shares | Balance at the beginning of the reporting year | Change in equity Share Capital during the year | Balance at the end of the reporting year |
|------------------------------|---------------|--|--|--|
| Balance as at March 31, 2022 | 9.37 | 93.72 | - | 93.72 |

B Other Equity

| Particulars | Other Reserves | | Reserve and Surplus | | Total |
|---------------------------------|-----------------|--------------------------|---------------------|-------------------|---------|
| | Capital Reserve | FVOCI Equity Instruments | General Reserve | Retained Earnings | |
| Balances as at 1st April, 2020 | 28.32 | -18.99 | 169.77 | -82.13 | 151.63 |
| Profit/(Loss) for the year | - | - | - | 16.78 | 16.78 |
| Other Comprehensive Income | - | -2.53 | - | - | -2.53 |
| Balances as at 31st March, 2021 | 28.32 | -21.52 | 169.77 | -65.35 | 165.88 |
| Balances as at 1st April, 2021 | 28.32 | -21.52 | 169.77 | -65.35 | 111.22 |
| Profit/(Loss) for the year | - | - | - | -245.75 | -245.75 |
| Other Comprehensive Income | - | -0.24 | - | - | -0.24 |
| Balances as at 31st March, 2022 | 28.32 | -21.76 | 169.77 | -311.10 | -134.77 |

As per our report annexed
For P Lunawat & Associates
Chartered Accountants
Firm Regn. No.: 328946E

For and on behalf of the Board

Pankaj Lunawat

Mrityunjay Jalan
Mrityunjay Jalan
Managing Director
DIN : 07259366

Avantika Jalan
Avantika Jalan
Director
DIN : 03333925

(Pankaj Lunawat)
Proprietor
Membership No.: 067104



Place: Kolkata
Date: 30th May, 2022

D. Maheshwari
D. Maheshwari
Chief Financial Officer

DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

CORPORATE INFORMATION

The Company was incorporated in the year 1981 as a Public Limited Company under the provisions of the Companies Act, 1956 and domiciled in India. Its shares are listed on Calcutta Stock exchange in India. The Registered office of the Company is located at Flat on 2C, Paramount Apartment, 25, Ballygunge Circular Road, Kolkata-700019. The Company is engaged in cultivation, manufacture and sale of tea.

The Financial Statements for the year ended 31st March, 2022 have been approved by the Board of Directors of the Company in their meeting held on 30th May, 2022.

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

1.1 BASIS OF PREPARATION

1.1.1 Compliance with Ind AS

These Financial Statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the "Act") read with the Companies (Indian Accounting Standards) Rules amended from time to time.

Accounting policies have been applied consistently except where a newly issued accounting standard is initially adopted or revision to an existing accounting standard requires a change in the accounting policy hither to in use.

These Financial Statements are prepared in Indian Rupees (INR) which is also the Company's functional currency.

1.1.2 Classification of Current and Non-current

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Ind AS 1 - "Presentation of Financial Statements" and Schedule III to the Companies Act,



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

1.1.3 Historical Cost Convention

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention, except for the following:

- i) Certain Investments in equity instruments that is measured at fair value through Other Comprehensive Income;
- ii) Certain Biological Assets (including unplucked green leaves) measured at Fair value less cost to sell.

1.1.4 Use Of Estimates

The Preparation of the financial statements in conformity with the generally accepted accounting principles in India requires the management to make estimates and assumptions that affects the reported amount of assets and liabilities as at the Balance Sheet date, the reported amount of revenue and expenses for the periods and disclosure of contingent liabilities at the Balance Sheet date. The estimates and assumptions used in the financial statements are based upon management's evaluation of relevant facts and circumstances as of the date of financial statements. Actual results could differ from estimates.

1.2 SEGMENT REPORTING

The Company is a single segment Company mainly engaged in the cultivating, manufacturing and selling of Tea. Therefore, Segment Reporting is not applicable.



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

1.3 FOREIGN CURRENCY TRANSLATION

Foreign currency transactions are translated into Indian Rupee (INR) which is the functional currency (i.e. the currency of the primary economic environment in which the entity operates) using the exchange rates at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in the Statement of Profit and Loss.

Foreign Currency non-monetary items carried in terms of historical cost are reported using the exchange rate at the date of the transactions.

1.4 REVENUE RECOGNITION

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are inclusive of tea claim and are net of sales return, Goods and Service Tax, trade allowances and amount collected on behalf of third parties.

The Company recognizes revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and significant risk and reward incidental to sale of products is transferred to the buyer.

1.5 GOVERNMENT GRANTS

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Government grants relating to income are deferred and recognised in the Statement of Profit and Loss over the period necessary to match them with the costs that they are intended to compensate and presented within other operating income.

Government grants relating to the acquisition/construction of property, plant and equipment are included in non-current liabilities as deferred income and



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

are credited to the Statement of Profit and Loss on a straight-line basis over the expected lives of the related assets and presented within other operating income.

1.6 INCOME TAXES

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Minimum Alternative tax (MAT) credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.



DURRUNG TEA ESTATE LIMITED

[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

1.7 CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the Balance Sheet comprise cash at banks and on hand, which are subject to an insignificant risk of changes in value.

For the purpose of presentation in the Cash Flow Statement, cash and cash equivalents includes cash on hand, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Balance Sheet.

1.8 TRADE RECEIVABLES

Trade Receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment, if any.

1.9 INVENTORIES

Raw materials including harvested tea leaves, produced from own gardens are measured at lower of cost and net realizable value. Cost being the fair value less cost to sell at the point of harvest of tea leaves.



DURRUNG TEA ESTATE LIMITED

[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

Raw-materials of purchased tea leaves, Stores and Spare Parts are stated at cost and Finished Goods are stated at lower of cost and net realizable value. Cost of Finished Goods comprises direct material, direct labour and appropriate portion of variable and fixed overhead expenditure. Cost of inventories also includes all other costs incurred in bringing the inventories to their present location and condition. Costs are assigned to individual items of inventory on the basis of weighted average method. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

1.10 INVESTMENTS AND OTHER FINANCIAL ASSETS

1.10.1 Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost

The classification depends on the Company's business model for managing the financial assets and the contractual terms of cash flows.

1.10.2 Measurement

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the Statement of Profit and Loss.

DEBT INSTRUMENTS

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. The Company classifies its debt instruments into the following categories:



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

- **Amortised Cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method.
- **Fair Value through Other Comprehensive Income (FVOCI):** Assets that are held for collections of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Interest income from these financial assets is included in other income using the effective interest rate method.
- **Fair value through profit or loss:** Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. Interest income from these financial assets is included in other income.

EQUITY INSTRUMENTS

The Company subsequently measures all equity investments at fair value through Other Comprehensive Income. Also, where the Company's management makes an irrevocable choice on initial recognition to present fair value gains and losses on specific equity investments in Other Comprehensive Income, there is no subsequent reclassification of fair value gains and losses to the Statement of Profit and Loss.

1.10.3 Impairment of Financial Assets

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

1.10.4 De-recognition of Financial Assets

A financial asset is derecognised only when

- The Company has transferred the rights to receive cash flows from the financial asset, or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset.

1.10.5 Income recognition

Interest Income

Interest Income from debt instruments is recognised using the effective interest rate method.

Dividends

Dividends are recognised in Statement of Profit and Loss only when the right to receive payment is established.



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

1.11 FINANCIAL LIABILITIES

1.11.1 Initial Recognition and Measurement

The Company recognises all the financial liabilities on initial recognition at fair value minus, in the case of a financial liability not at fair value through Profit and Loss, transaction costs that are directly attributable to the acquisition or issue of the financial liability.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

1.11.2 Subsequent Measurement

All the financial liabilities are classified as subsequently measured at amortised cost, except for those mentioned below.

1.11.3 Financial Liabilities at Fair Value through Profit or Loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the group that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109.

Gains or losses on liabilities held for trading are recognised in the Statement of Profit or Loss.



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd.)

For liabilities designated as Fair Value through profit or loss, fair value gains/losses attributable to changes in own credit risks are recognized in Other Comprehensive Income. These gains/losses are not subsequently transferred to Profit or Loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the Statement of Profit and Loss.

1.12 BIOLOGICAL ASSETS

Tea leaves growing on tea bushes are measured at fair value less cost to sell with changes in fair value recognised in Statement of Profit and Loss.

1.13 PROPERTY, PLANT AND EQUIPMENT

All items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

Depreciation Methods, Estimated Useful Lives and Residual Value

Depreciation is calculated using the straight-line method to allocate their cost, net of their residual values on the basis of useful lives prescribed in Schedule II to the Companies Act, 2013. Item of Fixed Assets for which related actual cost do not exceed Rs. 5,000 are fully depreciated in the year of purchase. In respect of the following assets, useful lives have been considered as per Schedule II and are as under:-

- Plant & Machinery : Ranging from 3 to 15 years
- Software : 6 years
- Buildings : 60 years
- Furniture & Fixture : 10 years
- Motor Vehicles : Ranging from 8 to 10 years
- Bearer Plant : 77 years
- Computers : 3 years

Bearer plants are depreciated from the date when they are ready for commercial harvest.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. The residual values are not more than 5% of the Original Cost of the assets.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in Profit or Loss within other gains/ (losses).



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

1.14 INTANGIBLE ASSETS

1.14.1 Computer Software

Costs associated with maintaining software programmes are recognised as an expense as incurred. Costs of purchased software are recorded as intangible assets and amortised from the point at which the asset is available for use.

1.14.2 Goodwill

Goodwill on account of business combination is included in Intangible Assets. Goodwill is not amortised but tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired, and is carried at cost less accumulated losses.

1.14.3 Amortisation Methods and Periods

The Company amortises Computer Software with a finite useful life using the straight-line method over the following periods:

Computer software : 6 years

1.15 IMPAIRMENT OF ASSETS

Goodwill and Other intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash-generating units). Non-



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

1.16 PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS, LEGAL OR CONSTRUCTIVE

Provisions are recognised when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

A disclosure for contingent liabilities is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

When there is a possible obligation or a present obligation and the likelihood of outflow of resources is remote, no provision or disclosure for contingent liability is made.

Contingent Assets are not recognised but are disclosed when an inflow of economic benefits is probable.

1.17 EMPLOYEE BENEFITS

1.17.1 Short-term Employee Benefits Obligations

These are recognised at the undiscounted amount as expense for the year in which the related service is rendered.



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

1.17.2 Other Long-term Employee Benefits Obligations (Unfunded)

The cost of providing long-term employee benefits is determined using Projected Unit Credit Method with actuarial valuation being carried out at each Balance Sheet date. Actuarial gains and losses and past service cost are recognised immediately in the Statement of Profit and Loss for the period in which they occur. Long term employee benefit obligation recognised in the Balance Sheet represents the present value of related obligation.

1.17.3 Post-employment Benefit Obligations

Contributions under Defined Contribution Plans payable in keeping with the related schemes are recognised as expenditure for the year.

In case of Employee Defined Benefit Plans, the cost of providing the benefit is determined using the Projected Unit Credit Method with actuarial valuation being carried out at each Balance Sheet date. Actuarial gains and losses are recognised in full in the Other Comprehensive Income for the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested, and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, if any, and as reduced by the fair value of plan assets, where funded. Any asset resulting from this calculation is limited to the present value of any economic benefit available in the form of refunds from the plan or reductions in future contributions to the plan.

1.17.4 Bonus Plans

The Company recognizes a liability and an expense for bonus. The Company recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

1.18 EQUITY

Equity Shares are classified as equity.

Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, from the proceeds.



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

1.19 DIVIDENDS

Provision is made for the amount of any dividend declared, being appropriately authorised and no longer at the discretion of the Company, on or before the end of the reporting period but not distributed at the end of the reporting period.

1.20 EARNINGS PER SHARE

1.20.1 Basic Earnings per Share

Basic earnings per share are calculated by dividing:

- The Profit/Loss attributable to owners of the Company
- By the weighted average number of Equity Shares outstanding during the financial year.

1.20.2 Diluted Earnings per Share

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- The after income tax effect of interest and other financing costs associated with dilutive potential Equity Shares, and
- The weighted average number of additional Equity Shares that would have been outstanding assuming the conversion of all dilutive potential Equity Shares

1.21 IMPAIRMENT OF NON-FINANCIAL ASSETS

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES (Contd..)

recoverable amount. The recoverable amount is the higher on an asset's fair value less costs of disposal and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows which are largely independent of the cash flows from other assets or group of assets (cash-generating units). Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

1.22 OFFSETTING FINANCIAL INSTRUMENTS

Financial assets and liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

1.23 BORROWING COSTS

Interest and other borrowing costs attributable to qualifying assets are capitalised. Other interest and borrowing costs are charged to the Statement of Profit and Loss.

1.24 ROUNDING OF AMOUNTS

All amounts disclosed in the Financial Statements and Notes have been rounded off to the nearest lakhs as per the Schedule - III to the Companies Act, 2013, unless otherwise stated.

1.25 BORROWINGS

Borrowings are initially recognized at Fair Value, set off transaction costs incurred. Borrowings are subsequently measured at amortised cost.



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBF TEA (INDIA) LIMITED]
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2022

| | For the year ended 31st March, 2022 | | For the year ended 31st March, 2021 | | Amount in Rs. Lakhs. |
|--|--|---------|--|---------|----------------------|
| | Rs. | Rs. | Rs. | Rs. | |
| A. Cash Flow from Operating Activities : | | | | | |
| Net Profit/(Loss) before tax | | -226.57 | | 40.33 | |
| Adjustments for: | | | | | |
| Depreciation and Amortisation Expense | 53.72 | | 68.12 | | |
| Interest Charged | 41.00 | | 54.70 | | |
| Changes in fair value of Biological Assets | -1.26 | | -3.18 | | |
| Loss of sale of Vehicle | - | | 0.50 | | |
| Interest Income | - | 93.45 | - | 120.14 | |
| Operating Profit/(Loss) before Working Capital Changes | | -133.11 | | 160.47 | |
| Adjustments For Changes In Working Capital : | | | | | |
| Trade & Other Receivables | 102.16 | | -27.02 | | |
| Inventories | 19.06 | | 23.78 | | |
| Trade & Other Payables | 33.80 | 155.02 | 0.84 | -2.41 | |
| Net Cash Flow/(Outflow) Before Tax | | 21.90 | | 158.06 | |
| Tax Refund / (Paid) | | -15.05 | | -10.39 | |
| Net Cash Inflow/(Outflow) from Operating Activities (A) | | 6.86 | | 147.67 | |
| B. Cash Flow from Investing Activities | | | | | |
| Purchase of Plant and Machinery and Vehicle | | -39.04 | | -51.22 | |
| Sales proceeds from Vehicle | | - | | 0.10 | |
| Interest Received | | - | | - | |
| Net Cash Inflow/(Outflow) Investing Activities (B) | | -39.04 | | -51.12 | |
| C. Cash Flow from Financial Activities : | | | | | |
| Repayment of long term Borrowings | | 13.27 | | -10.97 | |
| Repayment of Short term Borrowings | | 49.85 | | -56.40 | |
| Finance cost Paid | | -41.00 | | -54.70 | |
| Net Cash Inflow/(Outflow) Financing Activities (C) | | 22.11 | | -122.07 | |
| Net Increase/(Decrease) in Cash & Cash Equivalents (A + B + C) | | -10.07 | | -25.53 | |
| Cash & Cash Equivalents Opening Balance | | 13.17 | | 38.70 | |
| Cash & Cash Equivalents Closing Balance | | 3.10 | | 13.17 | |
| Cash & Cash Equivalents consists of : | | | | | |
| Cash in hand | | 1.60 | | 14.30 | |
| Balances with Bank | | 1.50 | | -1.12 | |
| | | 3.10 | | 13.17 | |

NOTE : Figures in bracket represent outflow.

(a) The above Cash Flow Statement should be read in conjunction with the accompanying notes.

(b) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Ind AS - 7 on Statement of Cash Flows.

(c) Previous years figures have been regrouped/rearranged wherever found necessary.

This is the Cash Flow Statement referred to in our Report of even date

For P Lunawat & Associates
Chartered Accountants
Firm Regn. No.: 328946E

Pankaj Lunawat

Pankaj Lunawat
Proprietor
Membership No.: 067104

Place: Kolkata
Date: 30th May, 2022



For and on behalf of the Board

Mritunjay Jalan
Mritunjay Jalan
Managing Director
DIN : 07259366

Avantika Jalan
Avantika Jalan
Director
DIN : 03333925

D. Maheshwari
D. Maheshwari
Chief Financial Officer

DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]
Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE - 3a
PROPERTY, PLANT AND EQUIPMENT

| Particulars | GROSS BLOCK | | | | DEPRECIATION | | | | NET BLOCK | |
|------------------------|------------------------|--------------|-----------------------|------------------------|-----------------------|----------------|---------------------------|------------------------|------------------------|------------------------|
| | As at 31st March, 2021 | Additions* | Disposal/ Adjustments | As at 31st March, 2022 | Upto 31st March, 2021 | For the Period | On Disposals/ Adjustments | As at 31st March, 2022 | As at 31st March, 2022 | As at 31st March, 2021 |
| | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. |
| i) Tangible Assets | | | | | | | | | | |
| Bearer Plant | 429.07 | 15.29 | - | 444.36 | 26.97 | 5.45 | - | 32.42 | 411.94 | 402.10 |
| Buildings | 139.29 | - | - | 139.29 | 10.96 | 2.41 | - | 13.38 | 125.91 | 128.33 |
| Plant and Machineries | 511.65 | 8.95 | - | 520.60 | 214.29 | 39.30 | - | 253.60 | 267.00 | 297.36 |
| Furniture and Fixtures | 15.27 | 0.90 | - | 16.17 | 8.56 | 0.96 | - | 9.52 | 6.66 | 6.72 |
| Vehicles | 53.78 | 12.96 | - | 66.74 | 19.85 | 5.42 | - | 25.28 | 41.46 | 33.93 |
| Computers | 4.73 | 0.95 | - | 5.68 | 3.82 | 0.16 | - | 3.98 | 1.70 | 0.91 |
| Total | 1153.79 | 39.04 | 0.00 | 1192.84 | 284.45 | 53.72 | 0.00 | 338.19 | 854.67 | 869.35 |

Note - 3b

INTANGIBLE ASSETS

| | | | | | | | | | | |
|-----------------------------|----------------|--------------|----------|----------------|---------------|--------------|----------|---------------|---------------|---------------|
| i) Goodwill | 22.53 | - | - | 22.53 | - | - | - | - | 22.53 | 22.53 |
| ii) Other Intangible Assets | | | | | | | | | | |
| Software | 3.61 | - | - | 3.61 | 3.43 | - | - | 3.43 | 0.18 | 0.18 |
| Total | 3.61 | - | - | 3.61 | 3.43 | - | - | 3.43 | 0.18 | 0.18 |
| Total | 1179.93 | 39.04 | - | 1218.98 | 287.88 | 53.72 | - | 341.62 | 877.38 | 892.06 |

* Cost incurred is as per Certificate of the Management.



(Previous Year)

| Particulars | GROSS BLOCK | | | | DEPRECIATION | | | | NET BLOCK | |
|------------------------|------------------------|------------|-----------------------|------------------------|-----------------------|--------------|---------------------------------------|------------------------|------------------------|------------------------|
| | As at 31st March, 2020 | Additions* | Disposal/ Adjustments | As at 31st March, 2021 | Upto 31st March, 2021 | For the Year | On Disposals/ Adjustment ^s | As at 31st March, 2021 | As at 31st March, 2021 | As at 31st March, 2020 |
| | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. |
| i) Tangible Assets | | | | | | | | | | |
| Bearer Plant | 429.07 | - | - | 429.07 | 21.61 | 5.36 | - | 26.97 | 402.10 | 407.46 |
| Buildings | 138.27 | 1.02 | - | 139.29 | 8.56 | 2.40 | - | 10.96 | 128.33 | 129.72 |
| Plant and Machineries | 495.28 | 16.38 | - | 511.66 | 162.79 | 51.50 | - | 214.29 | 297.36 | 332.49 |
| Furniture and Fixtures | 14.82 | 0.45 | - | 15.27 | 7.22 | 1.34 | - | 8.56 | 6.72 | 7.60 |
| Vehicles | 32.61 | 33.09 | 11.92 | 53.78 | 25.38 | 5.79 | 11.32 | 19.85 | 33.93 | 7.23 |
| Computers | 4.44 | 0.29 | - | 4.73 | 3.23 | 0.59 | - | 3.82 | 0.91 | 1.21 |
| Total | 1114.49 | 51.23 | 11.92 | 1153.80 | 228.79 | 66.99 | 11.32 | 284.45 | 869.35 | 885.71 |

Note - 3b

INTANGIBLE ASSETS

| | | | | | | | | | | |
|-----------------------------|---------|-------|-------|---------|--------|-------|-------|--------|--------|--------|
| i) Goodwill | 22.53 | - | - | 22.53 | - | - | - | - | 22.53 | 22.53 |
| ii) Other Intangible Assets | | | | | | | | | | |
| Software | 3.61 | - | - | 3.61 | 2.30 | 1.14 | - | 3.43 | 0.18 | 1.32 |
| Total | 3.61 | - | - | 3.61 | 2.30 | 1.14 | - | 3.43 | 0.18 | 1.32 |
| Total | 1140.63 | 51.23 | 11.92 | 1179.94 | 231.09 | 68.12 | 11.32 | 287.88 | 892.06 | 909.56 |

*Cost incurred is as per Certificate of the Management.



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the financial statements for the year ended 31st March, 2022

| | As at 31st March, 2022 | As at 31st March, 2021 | <i>amount in Rs. Lakhs.</i> |
|---|---------------------------|---------------------------|-----------------------------|
| NOTE - 4 | | | |
| NON-CURRENT INVESTMENTS | | | |
| Equity Investments Designated at FVOCI | | | |
| Investments in Equity Instruments - Others | | | |
| Unquoted | | | |
| 24,000 (31st March, 2021: 24,000) Equity Shares of Rs 10 each fully paid up in Wearit Global Limited* | 0.00 | 0.24 | |
| <i>Total Carrying Value</i> | 0.00 | 0.24 | |
| Aggregate amount of unquoted investments | 21.76 | 21.76 | |
| Aggregate amount of impairment in the value of investments | 21.76 | 21.52 | |
| * Fair value based on Financial Statements of FY 2020-21 | | | |
| NOTE - 5 | | | |
| OTHER NON-CURRENT FINANCIAL ASSETS | | | |
| (Unsecured, considered good by the management) | | | |
| Security and Other Deposits | | | |
| a) Tea Board Default Reserve Fund* | | | |
| For Principal (Refer note below A) | 2.22 | 2.22 | |
| For Interest (Refer note below B) | 1.78 | 1.78 | |
| b) NABARD Deposit** | 0.02 | 0.02 | |
| c) Assam Electricity Board (Interest Bearing)** | 19.86 | 19.86 | |
| | <u>23.88</u> | <u>23.88</u> | |
| * A. Pre payment of loan taken from Tea Board is 25% of installment amount which has been transferred to Security Deposit Account to be adjusted against last installment, as under :- | | | |
| i) Loan I Installment amount Rs 4,67,816/- against which deposit is Rs 1,16,954/- | | | |
| ii) Loan II Installment amount Rs 2,33,908/- against which deposit is Rs 58,477/- | | | |
| iii) Loan III Installment amount Rs 1,88,458/- against which deposit is Rs 46,365/- | | | |
| B Amount represents repayment interest which will be adjusted against last payment. | | | |
| **Balance lying with NABARD & Assam State Electricity Board as confirmed by the management | | | |
| NOTE - 6 | | | |
| OTHER NON-CURRENT ASSETS* | | | |
| (Unsecured, considered good by management) | | | |
| Balance lying with Government Authorities | 0.23 | 0.23 | |
| Other Deposits | 3.05 | 3.05 | |
| * As Confirmed by the management | | | |
| | <u>3.28</u> | <u>3.28</u> | |
| NOTE - 7 | | | |
| INVENTORIES | | | |
| (As taken, valued and certified by the management) | | | |
| a) Raw Material (Green Leaves-At Fair Market Value) | 3.06 | 2.13 | |
| b) Finished Goods (At lower of cost and net realisable value) | | | |
| Tea | 34.71 | 45.03 | |
| c) Stores and Spare Parts (At cost)* | 121.14 | 130.81 | |
| *Stock includes Rs 1,21,13,658/- for which confirmation is pending from management | | | |
| | <u>158.90</u> | <u>177.97</u> | |
| NOTE - 8 | | | |
| BIOLOGICAL ASSETS OTHER THAN BEARER PLANTS | | | |
| (As taken, valued and certified by the management) | | | |
| Fair Value of Biological Assets Other than Bearer Plants (Tea Leaves ready to be Plucked) | 4.45 | 3.18 | |
| | <u>4.45</u> | <u>3.18</u> | |



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

Amount in Rs. Lakhs

| | As at 31st March, 2022 | As at 31st March, 2021 |
|---|------------------------|------------------------|
| NOTE - 9 | | |
| TRADE RECEIVABLES | | |
| Trade receivables considered good -Unsecured Refer Note 30 | 21.40 | 23.92 |
| | <u>21.40</u> | <u>23.92</u> |
| NOTE - 10 | | |
| CASH AND CASH EQUIVALENTS | | |
| Balances with Banks | | |
| In Current Accounts | 1.50 | -1.12 |
| Cash in hand (As certified by the management) | 1.60 | 14.30 |
| Tax deducted at Source of Rs. 5,59,198/- on Cash withdrawals (Previous Year Rs 6,83,033/-) | | |
| | <u>3.10</u> | <u>13.17</u> |
| NOTE - 11 | | |
| OTHER CURRENT FINANCIAL ASSETS | | |
| (Unsecured, considered good by the management) | | |
| Advances to Body Corporate (as confirmed by management) | | |
| -From Related Parties (Note 37) | 34.83 | 144.05 |
| - From Others | 513.03 | 533.03 |
| | <u>547.86</u> | <u>677.08</u> |
| NOTE-12 | | |
| CURRENT TAX ASSETS (NET) | | |
| Advance payment of Income Tax* | 50.76 | 35.72 |
| * Net of provisions Rs.10,22,930 (Previous Year Rs. 8,06,630) | | |
| | <u>50.76</u> | <u>35.72</u> |
| NOTE - 13 | | |
| OTHER CURRENT ASSETS | | |
| (Unsecured, considered good by the management) | | |
| Subsidy Receivable (as confirmed by the management) | 16.46 | 16.46 |
| Advance to Suppliers | 1.93 | 2.01 |
| Advance to Employees | 3.94 | 4.30 |
| Interest Subsidy receivable from Govt of Assam | 12.56 | - |
| Prepaid Expenses | 1.46 | 1.36 |
| Balances with Statutory Authorities | 25.81 | 9.33 |
| Other Receivables | 6.32 | 5.44 |
| | <u>68.48</u> | <u>38.90</u> |



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]
Notes forming part of the financial statements for the year ended 31st March, 2022

Amount in Rs. Lakhs

NOTE - 14

EQUITY SHARE CAPITAL

a) Authorised

10,00,000 Equity Shares of Rs. 10/- each

As at 31st March, 2022

As at 31st March, 2021

100.00

100.00

b) Issued, Subscribed and Paid Up

9,37,200 (31.03.2021: 9,37,200) Equity Shares of Rs. 10/- each fully Paid Up

93.72

93.72

93.72

93.72

c) Reconciliation of the Shares outstanding at the beginning and at the end of the year

At the beginning of the reporting year

Add: Change during the year

At the end of the reporting year

| No of Share | Amount | No of Share | Amount |
|-------------|--------|-------------|--------|
| 9.37 | 93.72 | 9.37 | 93.72 |
| - | - | - | - |
| 9.37 | 93.72 | 9.37 | 93.72 |

d) The shareholders have the right to declare and approve dividends, as proposed by the Board of Directors for any financial year, to be paid to the members according to their rights and interest in the profits. However, no larger dividend shall be declared than is recommended by the Board of Directors.

e) Each holder of Equity Shares is entitled to one vote per share.

f) In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the shareholders.

g) Details of the Shareholders holding more than 5 % Shares in the Company

| Name of Shareholders | As at 31st March, 2022 | | As at 31st March, 2021 | |
|---|------------------------|--------------|------------------------|--------------|
| | No. of shares held | % of Holding | No. of shares held | % of Holding |
| Mr. Mahadeo Jalan | 0.58 | 6.19 | 0.58 | 6.19 |
| Mrs. Sarala Jalan | 0.67 | 7.15 | 0.67 | 7.15 |
| Mrs. Kumkum Jalan | 1.00 | 10.67 | 1.00 | 10.67 |
| Jalans Investments Private Limited | 1.63 | 17.43 | 1.63 | 17.43 |
| Narsingdass Surajmal Properties Private Limited | 1.70 | 18.10 | 1.70 | 18.10 |
| Jalan Industries Private Limited | 1.75 | 18.70 | 1.75 | 18.70 |
| Jalan Holdings Private Limited | 1.93 | 20.55 | 1.93 | 20.55 |

As per records of the Company, including its register of shareholders/members and other declaration received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.



DURRUNG TEA ESTATE LIMITED
[FORMERLY SPBP TEA (INDIA) LIMITED]

Notes forming part of the financial statements for the year ended 31st March, 2022

h) Details of Promoter's Shareholding is as under

amount in Rs. Lakhs.

| Sl. No. | Promoter's Name | No. of shares held as on 31st March 2022 | % of total shares as on 31st March 2022 | % change during the year |
|---------|---|--|---|--------------------------|
| 1 | Mr.Mrityunjay Jalan . | 0.06 | 0.60 | - |
| 2 | Mrs.Avantika Jalan | 0.06 | 0.61 | - |
| 3 | Mr.Mahadeo Jalan | 0.58 | 6.19 | - |
| 4 | Mrs.Sarala Jalan | 0.67 | 7.15 | - |
| 5 | Mrs.Kumkum Jalan | 1.00 | 10.67 | - |
| 6 | Jalans Investments Private Limited | 1.63 | 17.43 | - |
| 7 | Narsingdass Surajmal Properties Private Limited | 1.70 | 18.10 | - |
| 8 | Jalan Industries Private Limited | 1.75 | 18.70 | - |
| 9 | Jalan Holdings Private Limited | 1.93 | 20.55 | - |
| | TOTAL | 9.38 | 100.00 | |

| Sl. No. | Promoter's Name | No. of shares held as on 31st March 2021 | % of total shares as on 31st March 2021 | % change during the year |
|---------|---|--|---|--------------------------|
| 1 | Mr.Mrityunjay Jalan . | 0.06 | 0.60 | - |
| 2 | Mrs.Avantika Jalan | 0.06 | 0.61 | - |
| 3 | Mr.Mahadeo Jalan | 0.58 | 6.19 | - |
| 4 | Mrs.Sarala Jalan | 0.67 | 7.15 | - |
| 5 | Mrs.Kumkum Jalan | 1.00 | 10.67 | - |
| 6 | Jalans Investments Private Limited | 1.63 | 17.43 | - |
| 7 | Narsingdass Surajmal Properties Private Limited | 1.70 | 18.10 | - |
| 8 | Jalan Industries Private Limited | 1.75 | 18.70 | - |
| 9 | Jalan Holdings Private Limited | 1.93 | 20.55 | - |
| | TOTAL | 9.38 | 100.00 | |



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the financial statements for the year ended 31st March, 2022

Amount in Rs. *Lakhs*

| | As at 31st March, 2022 | As at 31st March, 2021 |
|---|------------------------|------------------------|
| NOTE - 15 | | |
| OTHER EQUITY | | |
| Reserve and Surplus | | |
| a) General Reserve | | |
| As per last Financial Statement | 169.77 | 169.77 |
| b) Retained Earnings | | |
| As per last Financial Statement | -65.35 | -82.13 |
| Add: Profit/(Loss) for the period as per the Statement of Profit and Loss | -245.75 | 16.78 |
| | <u>-311.10</u> | <u>-65.35</u> |
| | <u>-141.33</u> | <u>104.42</u> |
| Other Reserves | | |
| a) Capital Reserve | | |
| As per last Financial Statement | 28.32 | 28.32 |
| b) Other Comprehensive Income on Equity Instrument | | |
| As per last Financial Statement | -21.52 | -18.99 |
| Add: Changes in Fair Value of Equity Instruments | <u>-0.24</u> | <u>-2.53</u> |
| | <u>-21.76</u> | <u>-21.52</u> |
| | <u>-134.77</u> | <u>111.22</u> |

NOTE - 16

NON-CURRENT BORROWINGS

SECURED

a) Term Loans

From Tea Board under SPTE Scheme [Refer Note

16(b)]

| | | |
|---------------------------------|-------------|-------------|
| (i) Loan I [Refer Note 16(c)] | 4.68 | 9.36 |
| Less: Repayable within one year | <u>4.68</u> | <u>4.68</u> |
| | - | 4.68 |

| | | |
|---------------------------------|-------------|-------------|
| (ii) Loan II [Refer Note 16(d)] | 3.51 | 5.85 |
| Less: Repayable within one year | <u>3.51</u> | <u>3.51</u> |
| | - | 2.34 |

| | | |
|-----------------------------------|-------------|-------------|
| (iii) Loan III [Refer Note 16(e)] | 3.71 | 6.49 |
| Less: Repayable within one year * | <u>3.71</u> | <u>2.78</u> |
| | - | 3.71 |

2) From Bank [Refer Note 16(f)]

| | | |
|-----------------------------------|-------------|--------------|
| (i) Covid Loan [Refer Note 16(g)] | 8.68 | 41.50 |
| Less: Repayable within one year | <u>8.68</u> | <u>32.83</u> |
| | - | 8.67 |

| | | |
|---------------------------------|--------------|--------------|
| (ii) GECL Loan :- | | |
| (A) Loan I [Refer Note 16(h)] | 72.72 | 97.62 |
| Less: Repayable within one year | <u>32.33</u> | <u>24.90</u> |
| | <u>40.39</u> | <u>72.72</u> |

| | | |
|---------------------------------|----------|----------|
| (B) Loan II [Refer Note 16(i)] | 65.00 | - |
| Less: Repayable within one year | <u>-</u> | <u>-</u> |
| | 65.00 | - |

| | | |
|------------------------------------|---------------|--------------|
| (iii) FITL Loan [Refer Note 16(j)] | - | 8.10 |
| Less: Repayable within one year | <u>-</u> | <u>8.10</u> |
| | - | - |
| | <u>105.39</u> | <u>92.12</u> |

*Installments repayable within one year includes one overdue installment of Rs 92,729/- which was due to be paid on February 2022 but remained unpaid as on 31st March, 2022.

- b) Loans from Tea Board under Special Purpose Tea Fund (SPTF) Scheme are secured by Second charge by way of Equitable Mortgage of the Immovable property and hypothecation of stock (tea crops). The loan has a moratorium period of five years from the date of disbursement. It is repayable in sixteen equal half yearly installments commencing from the sixth year.
- c) Balance of loan amounting to Rs. 18,71,261/- is repayable in nine equal half yearly installments of Rs. 2,33,908/- each from 30th June, 2019 and ending on 31st December, 2022.
- d) Balance of loan amounting to Rs. 9,35,630/- is repayable in eight equal half yearly installments of Rs. 1,16,954/- each from 30th November, 2019 and ending on 30th May, 2022.
- e) Balance of loan amounting to Rs. 9,27,292/- is repayable in ten equal half yearly installments of Rs. 92,729/- each from 31st August, 2019 and ending 28th February, 2023.
- f) FITL Loan, Covid Loan and GECL Loan is secured by first Equitable Mortgage of Land & Buildings (leasehold property) and hypothecation of Plant & Machineries, Furniture & Fixtures and Vehicles of the Company and hypothecation/ charge over entire Stocks, Book Debts and all other Current Assets of the Company, both present and future and personal guarantees of Mr. Mrityunjay Jalan, Director of the Company. The above loan is further secured by second mortgage/hypothecation of immovable and movable assets and Corporate guarantees of Jalannagar Development Pvt. Ltd.
- g) Covid loan amounting to Rs. 49,00,000/- is repayable in eighteen equal monthly installments of Rs. 2,88,894/- each from 31st January, 2021 and ending 30th June, 2022.
- h) GECL Loan I amounting to Rs. 97,00,000/- is repayable in Thirty Six equal monthly installments of Rs. 2,69,444/- each from 1st August, 2021 and ending 1st August, 2024.
- i) GECL Loan II amounting to Rs. 65,00,000/- is repayable in Thirty Six equal monthly installments of Rs. 1,80,556/- each from 1st December, 2023 and ending 1st December, 2026.
- j) FITL Loan has been repaid in full in the financial year 2020-21.



Amount in Rs. Lakhs

NOTE - 17

CURRENT- BORROWINGS

SECURED

| | | |
|--|--------|--------|
| From PUNJAB National Bank (erstwhile United Bank of India) | | |
| -Cash Credit [Refer Note Below]* | 456.27 | 501.15 |
| Vehicle Loan from a NBFC [Refer Note Below] ** | 5.55 | 7.62 |

UNSECURED

Loans

| | | |
|--|----------------|----------------|
| From a Director [Refer Note 36] (Non-Interest Bearing)*** | 14.95 | 17.45 |
| From Body Corporates | | |
| -From Related Parties [Refer Note 38] (Non-Interest Bearing) | 795.91 | 696.61 |
| -From other (Non-Interest Bearing) | 3.25 | 3.25 |
| | <u>1275.93</u> | <u>1226.08</u> |

*The Cash Credit from Punjab National Bank (erstwhile United Bank of India) is secured by first Equitable Mortgage of Land & Buildings (leasehold property) and hypothecation of Plant & Machineries, Furniture & Fixtures and Vehicles of the Company and hypothecation/charge over entire Stocks, Book Debts and all other Current Assets of the Company, both present and future and personal guarantees of Mr. Mrityunjay Jalan, Director of the Company. The above loan is further secured by second mortgage/hypothecation of immovable and movable assets and Corporate guarantees of Jalannagar Development Pvt. Ltd.

**The above loan is secured against Hypothecation of the Vehicle

***Repayable on demand

NOTE - 18

TRADE PAYABLES

Payables for goods and Services*

| | | |
|---|--------------|---------------|
| Total outstanding dues of micro enterprises and small enterprises | - | - |
| Total outstanding dues other than micro enterprises and small enterprises | 92.31 | 107.78 |
| | <u>92.31</u> | <u>107.78</u> |

* On the basis of information provided by the management

NOTE - 19

OTHER FINANCIAL LIABILITIES

Current Maturities of Long Term Debt

| | | |
|--|---------------|---------------|
| From Tea Board under SPTF Scheme [Refer Note 16] | | |
| (i) Loan I [Refer Note 16(c)] | 4.68 | 4.68 |
| (ii) Loan II [Refer Note 16(d)] | 3.51 | 3.51 |
| (iii) Loan III [Refer Note 16(e)] | 3.71 | 2.78 |
| From Bank | | |
| (i) From Covid Loan [Refer Note 16(g)] | 8.68 | 32.82 |
| (ii) From GECL Loan [Refer Note 16(h)] | 32.33 | 24.90 |
| (iii) From FITL Loan [Refer Note 16(i)] | 0.00 | 8.10 |
| | <u>52.91</u> | <u>76.79</u> |
| Interest Accrued and due on Secured Loans from Bank and/or Tea Board | 0.20 | 0.16 |
| Employee Benefit Payable | 36.21 | 33.72 |
| Other Payables | 12.57 | 11.66 |
| | <u>0.00</u> | <u>0.00</u> |
| | <u>101.89</u> | <u>122.34</u> |

NOTE - 20

OTHER CURRENT LIABILITIES

| | | |
|------------------------------------|---------------|--------------|
| Other Advances | 5.50 | 0.13 |
| Payable to Statutory Authorities * | 151.93 | 95.03 |
| | <u>157.43</u> | <u>95.16</u> |

* Includes Tax Deducted at Source, Lease Rent to Assam Govt, Profession Tax and Provident Fund and Others

NOTE - 21

PROVISIONS

| | | |
|---------------------|--------------|--------------|
| Provision for Bonus | 37.41 | 29.96 |
| | <u>37.41</u> | <u>29.96</u> |

NOTE - 22

DEFERRED TAX LIABILITIES

| | | |
|--------------------------------|--------------|--------------|
| Deferred Tax Liabilities | 38.24 | 19.06 |
| Mat Credit Entitlement Account | 8.03 | 8.03 |
| Total | <u>30.21</u> | <u>11.03</u> |



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the financial statements for the year ended 31st March, 2022

Amount in Rs. Lakhs.

| | As at 31st March, 2022 | As at 31st March, 2021 |
|---|------------------------|------------------------|
| NOTE - 23 | | |
| REVENUE FROM OPERATIONS | | |
| Sale of Products -Tea | 1291.27 | 1452.57 |
| <u>Other operating Revenue</u> | | |
| Sale of Green Leaves | 1.34 | - |
| | <u>1292.61</u> | <u>1452.57</u> |
| NOTE - 24 | | |
| OTHER INCOME | | |
| Sundry Balances Written Back | 13.82 | - |
| Miscellaneous Income | 2.55 | 0.01 |
| | <u>16.37</u> | <u>0.01</u> |
| NOTE - 25 | | |
| COST OF RAW MATERIALS CONSUMED | | |
| (As certified by the management) | | |
| Green Leaf Purchased (100% Indigenous) | 33.49 | 5.30 |
| | <u>33.49</u> | <u>5.30</u> |
| NOTE - 26 | | |
| CHANGES IN INVENTORIES OF FINISHED GOODS | | |
| Finished Goods | | |
| Opening Stock | 45.03 | 18.65 |
| Less: Closing Stock | 34.71 | 45.03 |
| | <u>10.32</u> | <u>-26.38</u> |
| NOTE - 27 | | |
| EMPLOYEE BENEFITS EXPENSE | | |
| Salaries and Wages* | 827.13 | 702.80 |
| Contributions to Provident and Other Funds* | 74.20 | 63.05 |
| Staff and Labour Welfare Expenses* | 49.98 | 51.51 |
| | <u>951.31</u> | <u>817.36</u> |

*Includes Remuneration (consisting of salary, medical expenses borne by the company and contribution towards provident fund to a Whole time Director Rs. 6,75,400/- (Previous Year Rs. 6,74,450/-)



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the financial statements for the year ended 31st March, 2022

| | For the year ended 31st March, 2022 | For the year ended 31st March, 2021 | <i>Amount in Rs. Lakhs</i> |
|--------------------------------|--|--|----------------------------|
| NOTE - 28 | | | |
| FINANCE COSTS | | | |
| <u>Interest Expense</u> | | | |
| To Banks- | | | |
| On Cash Credit | 26.24 | 40.71 | |
| Tea Board on SPTF | 1.40 | 2.53 | |
| on Term Loan | 10.38 | 8.38 | |
| To NBFC- | | | |
| on Car Loan | 0.55 | 0.41 | 52.02 |
| Other Borrowing Cost | 2.43 | | 2.68 |
| | <u>41.00</u> | <u>54.70</u> | |

NOTE - 29

OTHER EXPENSES

| | | | |
|---|---------------|---------------|--------|
| Green Leaf Consumed | 98.09 | | 154.10 |
| Changes in Fair Value of Biological Assets | -0.93 | | -2.13 |
| Power and Fuel | -1.26 | | -3.18 |
| Repairs & Maintenance: | 230.33 | | 185.47 |
| To Building | 6.91 | 9.10 | |
| To Machineries | 11.80 | 14.35 | |
| To Vehicles | 22.23 | 24.12 | |
| To Others | 2.88 | 2.42 | |
| Loss on Sale of Vehicle | 43.82 | 50.00 | |
| Insurance | - | 0.50 | |
| Rates and Taxes | 3.17 | 2.96 | |
| Packing and Despatch Expenses | 3.84 | 2.12 | |
| Brokerage and Commission and Tea Selling Expenses | 6.46 | 5.67 | |
| General Charges | 38.18 | 32.51 | |
| Legal and Professional Fees | 20.62 | 15.60 | |
| Sundry Balances Written Off | 2.57 | 1.71 | |
| Payments to Auditors: | - | 46.91 | |
| As Auditor | 0.85 | 0.90 | |
| For Other Services | - | 0.90 | |
| | <u>445.72</u> | <u>493.15</u> | |



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the financial statements for the year ended 31st March, 2022

Note no.30

TRADE RECEIVABLES AGEING AS ON 31ST MARCH 2022

amount in Rs. lakhs.

| Sl. No. | Particulars | Outstanding for following periods from due date of payment | | | | | Total |
|---------|---|--|------------------|--------------|-------------|-------------------|--------------|
| | | Less than 6 months | 6 months -1 year | 1-2 years | 2-3 years | More than 3 years | |
| (i) | Undisputed trade receivables considered good | 2.60 | 0.31 | 14.56 | 1.93 | 2.00 | 21.40 |
| (ii) | Undisputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (iii) | Undisputed Trade Receivables - credit impaired | - | - | - | - | - | - |
| (iv) | Disputed Trade Receivables- considered good | - | - | - | - | - | - |
| (v) | Disputed Trade Receivables - which have significant increase in credit risk | - | - | - | - | - | - |
| (vi) | Disputed Trade Receivables - credit impaired | - | - | - | - | - | - |
| | TOTAL | 2.60 | 0.31 | 14.56 | 1.93 | 2.00 | 21.40 |

Note no.31

TRADE PAYABLES AGEING AS ON 31ST MARCH 2022

| Sl. No. | Particulars | Outstanding for following periods from due date of payment | | | | Total (Rs.) |
|---------|-----------------------|--|--------------|-------------|-------------------|--------------|
| | | Less than 1 Year | 1-2 Years | 2-3 years | More than 3 Years | |
| (i) | MSME | - | - | - | - | - |
| (ii) | Others | 73.63 | 14.41 | 3.56 | 0.71 | 92.31 |
| (iii) | Disputed dues- MSME | - | - | - | - | - |
| (iv) | Disputed dues- Others | - | - | - | - | - |
| | TOTAL | 73.63 | 14.41 | 3.56 | 0.71 | 92.31 |



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the financial statements for the year ended 31st March, 2022

Note no.32
47 Ratio Analysis

| Ratio | Numerator | Denominator | Current Period | Previous Period | % Variance | Reason for variance if Variance More than 25% |
|---|--|---|----------------|-----------------|------------|---|
| 1 Current ratio | Current Assets | Current Liabilities | 0.50 | 0.61 | -17.20% | NA |
| 2 Debt-equity ratio | Total Debt=Long-term Borrowings and Short-term Borrowings | Shareholder's Equity=Equity Share capital and Other Equity | -34.94 | 6.81 | -613.29% | Reduction in shareholder's equity due to current year losses |
| 3 Debt service coverage ratio | Earning for Debt Service= Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc. | Debt service = Interest & Lease Payments + Principal Repayments | -1.43 | 0.07 | -2054.39% | Due to huge Net loss incurred during the year. |
| 4 Return on equity ratio | Net Profits after taxes | Average Shareholder's Equity | -262.22% | -7.48% | -3.38% | NA |
| 5 Inventory turnover ratio | Sale of Products | Average inventory | 7.67 | 7.65 | 0.30% | NA |
| 6 Trade receivables turnover ratio | Total revenue from Operations | Average trade Receivables | 57.04 | 60.73 | -6.07% | NA |
| 7 Trade payables turnover ratio | Total Purchases | Average Trade Payables | 0.33 | 0.05 | 532.17% | Current year purchases increased by 532% as compared to previous year resulting in such variance. |
| 8 Net capital turnover ratio | Total Income | Working Capital | (1.56) | (2.33) | 49.80% | Due to increase in current liability and decrease in current assets |
| 9 Net profit ratio | Net profit | Total Income | -19.01% | 1.16% | -20.17% | NA |
| 10 Return on capital employed | Earning before interest and taxes | Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability | -13.54% | 6.19% | -19.73% | NA |
| 11 Return on investment b) Equity Shares | Income generated from investments | Time weighted average investments | -100.00% | -91.33% | -8.66% | NA |



DURRUNG TEA ESTATE LIMITED
[Formerly SPBP Tea (India) Limited]

Notes forming part of the financial statements for the year ended 31st March, 2022

NOTE 33 - CONTINGENT LIABILITIES AND COMMITMENTS

| Particulars | As at 31 st March 2022 | As at 31 st March 2021 |
|--|--------------------------------------|--------------------------------------|
| | Rs. Lakhs | Rs. Lakhs |
| Claims against the Company not acknowledged as debt | | |
| Disputed Income Tax Demand for the A.Y. 20-21 | 2.69 | - |
| Disputed Income Tax Demand for the A.Y. 19-20 | 13.39 | 13.39 |
| Disputed Income Tax Demand for the A.Y. 18-19 | - | 9.84 |
| Disputed Income Tax Demand for the A.Y. 16-17 | 18.13 | 18.13 |
| Disputed Income Tax Demand for the A.Y. 14-15 | 5.38 | 5.38 |
| Disputed Income Tax Demand for the A.Y. 13-14 | 25.58 | 25.58 |

NOTE 34 - LONG TERM LOANS AND ADVANCES

In the opinion of the management, the value of the realization of Long Term Loans and Advances and Current Assets in the ordinary course of business would not be less than the amount at which the same are stated in the Balance Sheet.

NOTE 35 - EMPLOYEE BENEFITS: GRATUITY

The Company's gratuity scheme, a defined benefit plan, covers the eligible employees and is administered through a gratuity fund. Such gratuity fund, whose investments are managed by trustees themselves, make payments to vested employees or their nominees upon retirement, death, incapacitation or cessation of employment, of an amount based on the respective employee's salary and tenure of employment subject to maximum limit of Rs. 20 lakhs. Vesting occurs upon completion of 5 years of service.

- a) Liability in respect of Gratuity up to 31st March, 2022 comes to Rs. 372.37 Lakhs as per Actuarial valuation against which the fund accumulation as on 31st March, 2022 is Rs. 0.72 Lakhs. Net Liability of Rs. 371.65 Lakhs including Rs. 42.86 Lakhs for the current year remained unprovided in this Financial Statements.



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the Financial Statements for the year ended 31st March, 2022

b) The following Table sets forth the particulars in respect of Defined Benefits Plan of the Company:

Changes in Present Value of defined benefit obligation **For the year ended**

| Sl. | Description | 31st March, 2022 | 31st March, 2021 |
|------|---|---------------------|---------------------|
| | | Rs. (lakhs) | Rs. (lakhs) |
| i. | Present Value of defined benefit obligation at 01 st April | 347.32 | 292.51 |
| ii. | Employer Service Cost | 19.01 | 18.62 |
| iii. | Interest Cost | 23.90 | 19.21 |
| iv. | Benefits Paid | (9.21) | (3.76) |
| v. | Actuarial Loss/(Gain) on obligation | 8.65 | 20.75 |
| vi. | Present Value of Obligation at 31 st March | 372.37 | 347.32 |

Change in Fair value of plan assets

| | | | |
|------|--|--------|------|
| i. | Fair Value of Plan Assets at the beginning of the year | 0.72 | 0.68 |
| ii. | Actual return on Plan assets | 0.05 | 0.05 |
| iii. | Actual Company Contribution | 9.21 | - |
| iv. | Benefit Payments | (9.21) | - |
| v. | Fair Value of Plan Assets at the end of the year | 0.72 | 0.72 |

Amount Recognized in Balance Sheet

| | | | |
|------|--|----------|-----------|
| i. | Present Value of Obligation at end of the year | 372.37 | 347.32 |
| ii. | Fair Value of Plan Assets at the end of the period | 0.72 | 0.72 |
| iii. | Funded Status [Surplus/(Deficit)] | (371.65) | (346.60) |
| iv. | Unrecognized Past Service Cost | - | - |
| v. | Net Asset/(Liability) | - | - |
| vi. | Liability recognised in the Balance Sheet | (371.65) | -(346.60) |



DURRUNG TEA ESTATE LIMITED**[Formerly SPBP Tea (India) Limited]****Notes forming part of the Financial Statements for the year ended 31st March, 2022****Expenses Recognised in Statement of Profit and Loss****For the year ended**

| Sl. | Description | 31st March, 2022 | 31st March, 2021 |
|-----|--|---------------------|---------------------|
| | | Rs. (Lakhs) | Rs. (Lakhs) |
| I | Current Service Cost (including risk premium for fully insured benefits) | 19.01 | 18.62 |
| Ii | Interest Cost | 23.85 | 19.16 |
| Iii | Expected Return of Asset | - | - |
| Iv | Actuarial (Gain)/Loss | - | - |
| V | Total Employer Expenses | - | - |
| Vi | Recognised in Profit & Loss | 42.86 | 37.79 |

Other Comprehensive Income

| | | | |
|-----|--|---------|--------|
| I | Actuarial (Gain)/Loss | | |
| | - change in financial assumptions | (13.44) | (9.38) |
| | - change in demographic assumptions | - | - |
| | - experience variance (i.e. Actual experience vs assumptions) | 4.80 | 30.12 |
| ii | Return on Plan Assets | 0.04 | 0.00 |
| iii | Components of defined benefit costs recognised in other comprehensive income | (8.60) | 20.75 |



DURRUNG TEA ESTATE LIMITED
[Formerly SPBP Tea (India) Limited]

Notes forming part of the Financial Statements for the year ended 31st March, 2022

Principal Actuarial Assumptions

| | | |
|-----|--------------------------|--|
| I | Mortality | LIC (2012-14), ultimate table |
| Ii | Morbidity | No explicit allowance |
| Iii | Withdrawal | 2% to 1%, depending on the age and length of service |
| iv | Discount Rate | 6.88% per annum (Previous Year 6.61% p.a.) being consistent with yield on long term Govt. bonds |
| v | Salary Increase | 5.00% per annum |
| vi | Normal Age of Retirement | 58 years |

| Sensitivity on Actuarial Assumptions | Liability as at 31.03.2022 (Rs. Lakhs) | Liability as at 31.03.2021 (Rs. Lakhs) |
|--------------------------------------|---|---|
| Change in Discounting Rate | | |
| Increase by 1% | 343.69 | 315.87 |
| Decrease by 1% | 405.93 | 384.21 |
| Change in Salary Escalation | | |
| Increase by 1% | 407.16 | 384.54 |
| Decrease by 1% | 342.21 | 315.07 |
| Change in Attrition Rate | | |
| Increase by 50% | 373.17 | 348.04 |
| Decrease by 50% | 371.57 | 346.59 |
| Mortality Rate | | |
| Increase by 10% | 373.38 | 347.50 |
| Decrease by 10% | 371.35 | 347.15 |



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Notes forming part of the Financial Statements for the year ended 31st March, 2022

NOTE 36 - PROVISION FOR LEAVE SALARY

No Provision has been made for leave salary (amount unascertained) payable to employees of the Company. The same is being accounted for on cash basis.

NOTE 37 - SEGMENT REPORTING

Based on the guiding principles given in Ind AS 108 on Segmental Reporting issued by The Institute of Chartered Accountants of India, the Company is a single segment Company mainly engaged in the cultivating, manufacturing and selling of Tea and therefore Segment Reporting is not applicable.

NOTE 38 - "RELATED PARTY DISCLOSURES" IN COMPLIANCE WITH IND-AS 24, ARE GIVEN BELOW:

1. Relationship with Entities

A. Details of Associate Entities:

- a. Jalan Holdings Private Limited

B. Key Management Personnel:

- a. Mr. Mritunjay Jalan - Managing Director
- b. Ms. Avantika Jalan - Director
- c. Mr. Vadakkillam Satheesan Nayar - Executive Director
- d. Mr. Dwija Das Chatterjee - Director
- e. Mr. Dharmendra Maheshwari - Chief Financial Officer

C. Companies over which Key Managerial Personnel or Relatives are able to exercise control / significant influence

- a. Dinjoye Tea Estate Pvt. Ltd.
- b. Jalannagar Development Pvt. Ltd.
- c. Jalan Industries Pvt. Ltd.
- d. Narsingdass Surajmal Properties Pvt. Ltd.
- e. Jalan Holdings Pvt. Ltd.
- f. Jalans Investments Pvt Ltd.
- g. Jalannagar South Estate Pvt Ltd



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2. The following transactions were carried out with the related parties in the ordinary course of business

a. Details relating to parties

| Key Management Personnel | Nature of Transaction | 2021-22 Rs. (Lakhs) | 2020-21 Rs. (Lakhs) |
|---|---|------------------------|------------------------|
| Mr. Dharmendra Maheshwari | Remuneration | 6.74 | 6.64 |
| Mr. Mritunjay Jalan | Director's Remuneration | 6.75 | 6.74 |
| Associates/Entities in which Director or Relatives of Director are Interested | Nature of Transaction | 2021-22 Rs. (Lakhs) | 2020-21 Rs. (Lakhs) |
| Dinjoye Tea Estate Pvt. Ltd. | Advance Taken/ (given) | 187.05 (129.40) | 95.98 (55.75) |
| Jalan Holdings Pvt. Ltd. | Loan Taken/ (Repaid) | 16.00 (12.00) | - (127.15) |
| Jalan Industries Pvt. Ltd. | Loan Taken/(Repaid) | 38.05 (4.25) | 44.00 (175.50) |
| Jalannagar Development Pvt. Ltd. | Advance Taken/ (given)Income earned/Expenses incurred on behalf of Company | 159.91 (91.34) | 126.48 (170.17) |
| Mrityunjay Jalan | Loan Taken/ (Repaid) | - (2.50) | 30.50 (19.00) |
| Narsingdass Surajmal Properties Pvt. Ltd. | Loan Taken/ (Repaid) | 36.60 (32.75) | - (5.15) |
| Jalannagar South Estate Pvt. Ltd. | Advance Taken/ (given) | 48.35 (7.70) | 12.65 (63.5) |



DURRUNG TEA ESTATE LIMITED**[Formerly SPBP Tea (India) Limited]**Notes forming part of the Financial Statements for the year ended 31st March, 2022**b. Balance at the year end**

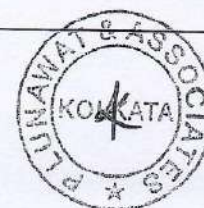
| Associates | Nature of Transaction | 2021-22 Rs. (Lakhs) | 2020-21 Rs. (Lakhs) |
|--|---------------------------|------------------------|------------------------|
| Dinjoye Tea Estate Pvt. Ltd. | Advance Taken/ (given) | 86.53 | 28.88 |
| Jalan Holdings Pvt. Ltd. | Unsecured Loan Taken | 131.20 | 127.20 |
| Jalan Industries Pvt. Ltd. | Unsecured Loan Taken | 433.73 | 399.93 |
| Jalannagar Development Pvt. Ltd. | Advance Taken/ (given) | (16.85) | (85.42) |
| Mr. Mrityunjay Jalan | Unsecured Loan Taken | 14.95 | 17.45 |
| Narsingdass Surajmal Properties Pvt. Ltd. | Unsecured Loan Taken | 144.45 | 140.60 |
| Jalannagar South Estate Pvt. Ltd. | Advance Taken/ (given) | (16.48) | (57.13) |
| Jalans Investments Pvt. Ltd. | Advance Taken/ (given) | (1.5) | (1.5) |

NOTE 39 - INCOME TAX EXPENSE

Major Components of Income Tax Expense for the year ended 31st March, 2022 and 31st March, 2021:

Rs. In Lakhs

| Particulars | For the Year ended 31 st March, 2022 | For the Year ended 31 st March, 2021 |
|---|--|--|
| Current Income Tax | - | 2.16 |
| Adjustment in respect of current income tax of previous year | - | - |
| Total Current Tax Expense | - | 2.16 |



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Notes forming part of the Financial Statements for the year ended 31st March, 2022

| Particulars | For the Year ended 31 st March, 2022 | For the Year ended 31 st March, 2021 |
|---|--|--|
| Deferred Tax | 19.18 | 21.39 |
| (Decrease)/Increase in Deferred Tax Liabilities | (1.98) | (0.97) |
| Decrease/(Increase) in Deferred Tax Assets | 0.55 | 22.36 |
| Deferred Tax | 19.18 | 21.39 |
| Income Tax expense is attributable to: | | |
| Profit/loss from continued operation | (245.75) | 16.78 |
| Profit from discontinued operation | - | - |
| TOTAL | (245.75) | 16.78 |

NOTE 40 - EARNINGS PER SHARE (EPS)

Basic and Diluted EPS are calculated by dividing the profit or loss for the year attributable to equity holders by the weighted average number of Equity Shares outstanding during the year.

The following reflects the profit or loss and number of shares used in the basic and diluted EPS computations:

| Particulars | 31.03.2022 | 31.03.2021 |
|--|------------|------------|
| Profit/(Loss) attributable to equity holders (Rs. in Lakhs) | (245.75) | 16.78 |
| Weighted Average number of equity shares used for computing Earnings Per Share (Basic) | 9.37 | 9.37 |
| Weighted Average number of equity shares used for computing Earnings Per Share (Diluted) | 9.37 | 9.37 |
| Earnings Per Share (Basic) (Rs.) | (26.22) | 1.79 |
| Earnings Per Share (Diluted) (Rs.) | (26.22) | 1.79 |
| Face Value Per Share(Rs.) | 10 | 10 |



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Notes forming part of the Financial Statements for the year ended 31st March, 2022

NOTE 41 - FAIR VALUES

Reconciliation of fair value measurement of unquoted equity instruments classified as FVTOCI assets:

Set out below, is a comparison of the carrying amounts and fair value of the Company's financial instruments, along with the fair value measurement hierarchy:

Rs in. Lakhs

| Particulars | Carrying Value | | Fair Value | | Fair Value measurement hierarchy Level |
|-------------------------|------------------|------------------|------------------|------------------|--|
| | As at 31.03.2022 | As at 31.03.2021 | As at 31.03.2022 | As at 31.03.2021 | |
| Financial Assets | | | | | |
| Unquoted Equity Shares | 21.76 | 21.76 | 1 | 0.24 | Level 3 |
| Biological Assets | - | - | 4.44 | 3.18 | Level 2 |

NOTE 42 - FINANCIAL RISK MANAGEMENT

The Company's activities expose it to market risk, liquidity risk and credit risk. In order to minimise any adverse effects on the financial performance of the Company, the Company has risk management policies as described below:-

(A) Credit risk

Credit risk refers to the risk of financial loss arising from default / failure by the counterparty to meet financial obligations as per the terms of contract. The Company is exposed to credit risk for receivables, cash and cash equivalents, financial guarantees and derivative financial instruments. None of the financial instruments of the Company result in material concentration of credit risks.

Credit risk on receivables is minimum since sales through different mode (e.g. auction, consignment, private - both domestic and export) are made after judging credit worthiness of the customers, advance payment or against letter of credit by banks. The history of defaults has been minimal and outstanding receivables are regularly monitored. For credit risk on the loans to parties including associates, the Company is not expecting any material risk on account of non-performance by any of the parties.

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of



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surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. The limits are set to minimize the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

The carrying value of the financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets.

(B) Liquidity risk

Liquidity risk refers to the risk that the Company fails to honor its financial obligations in accordance with terms of contract. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions.

Management monitors rolling forecasts of the Company's liquidity position (including the undrawn credit facilities extended by banks and financial institutions) and cash and cash equivalents on the basis of expected cash flows. In addition, the Company's liquidity management policy involves projecting cash flows and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

| | | | | | | <i>Rs in. Lakhs</i> |
|--|------------------|-----------------------|-----------------------|-------------------|----------------|---------------------|
| Contractual maturities of financial liabilities as at 31 st March, 2022 | Less than 1 Year | Between 1 and 2 years | Between 2 and 5 years | More than 5 years | Total | |
| Non-derivatives | | | | | | |
| Borrowings(Principal plus interest) | 1275.93 | 105.39 | - | - | 1381.35 | |
| Trade Payables | 92.31 | - | - | - | 92.31 | |
| Other financial liabilities | 101.88 | - | - | - | 101.88 | |
| Total non-derivative financial liabilities | 1470.15 | 105.39 | - | - | 1575.54 | |



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| Contractual maturities of financial liabilities as at 31 st March, 2021 | Less than 1 Year | Between 1 and 2 years | Between 2 and 5 years | More than 5 years | Total |
|--|------------------|-----------------------|-----------------------|-------------------|----------------|
| Non-derivatives | | | | | |
| Borrowings(Principal plus interest) | 1226.08 | 92.12 | - | - | 1318.20 |
| Trade Payables | 107.78 | - | - | - | 107.78 |
| Other financial liabilities | 122.34 | - | - | - | 122.34 |
| Total non-derivative financial liabilities | 1456.20 | 92.12 | - | - | 1548.32 |

Rs in. Lakhs

(C) Market risk

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company's main interest rate risk arises from short term and long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk. The Company's policy is to maintain most of its borrowings at fixed rate using interest rate swaps to achieve this when necessary. During 31st March 2021 and 31st March 2020, the Company's borrowings at variable rate were mainly denominated in INR.

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

(ii) Price risk

The Company's exposure to equity securities price risk arises from investments held - unquoted and classified in the Balance Sheet either as fair value through OCI or at fair value through profit or loss. The Company is not expecting high risk exposure from its investment in securities.

The table below sets forth the fair value of unquoted investments in securities of listed companies.



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| Particulars | Rs. in Lakhs | |
|------------------------------------|------------------------------|------------------------------|
| | 31 st March, 2022 | 31 st March, 2021 |
| Fair value of unquoted investments | 0.00 | 0.24 |
| Total | 0.00 | 0.24 |

(D) Agricultural Risk

Cultivation of tea being an agricultural activity, there are certain specific financial risks. These financial risks arise mainly due to adverse weather conditions, logistic problems inherent to remote areas, and fluctuation of selling price of finished goods (tea) due to increase in supply/availability.

The Company manages the above financial risks in the following manner:

- Sufficient inventory levels of agro chemicals, fertilizers and other inputs are maintained so that timely corrective action can be taken in case of adverse weather conditions.
- Slightly higher level of consumable stores viz. packing materials, coal and HSD are maintained in order to mitigate financial risk arising from logistics problems.
- Forward contracts are made with customers, in order to mitigate the financial risk in fluctuation in selling price of tea.
- Sufficient working-capital-facility is obtained from banks in such a way that cultivation, manufacture and sale of tea is not adversely affected even in times of adverse conditions.

NOTE 43 - CAPITAL MANAGEMENT

The Company's objectives when managing capital are to:

1. Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
2. Maintain an optimal capital structure to reduce the cost of capital

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

Consistent with others in the industry, the Company monitors capital on the basis of net debt to equity ratio and maturity profile of overall debt portfolio of the Company.



DURRUNG TEA ESTATE LIMITED
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Notes forming part of the Financial Statements for the year ended 31st March, 2022

Total debt implies total borrowings of the Company and Equity comprises all components attributable to the owners of the Company.

The following table summarizes the Total Debt, Equity and Ratio thereof.

| Particulars | Rs in. Lakhs | |
|---|------------------------------|------------------------------|
| | 31 st March, 2022 | 31 st March, 2021 |
| (i) Total Debt | | |
| Borrowings | | |
| - Non- Current | 105.39 | 92.12 |
| - Current | 1275.93 | 1226.08 |
| Current Maturities of Long Term Debt | 52.90 | 76.79 |
| | 1434.22 | 1394.99 |
| (ii) Equity attributable to Shareholders | (47.61) | 198.14 |
| (iii) Debt to equity ratio | 30.12 | 7.04 |

Under the terms of the major borrowing facilities, the Company has complied with the financial covenants as imposed by the bank.

No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March 2021 and 31st March 2022.

NOTE 44

There are no outstanding dues to any party registered under the Micro, Small and Medium Enterprises Development Act, 2006 based on information available with the Company.

NOTE 45

Balances of Trade Receivables and Other Receivables, Advances, Trade Payables, Other Current Liabilities include old carried over balances which are subject to confirmations, pending reconciliation and adjustments.

NOTE 46

The name of the Company has been changed from SPBP Tea (India) Limited to Durrung Tea Estate Limited with effect from 12th March, 2019 vide Certificate of Incorporation issued pursuant to change of name by the Registrar of Companies (ROC), Kolkata.

NOTE 47

Previous year figures have been regrouped and/or rearranged wherever necessary.



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[Formerly SPBP Tea (India) Limited]

Notes forming part of the Financial Statements for the year ended 31st March, 2022

NOTE 48

The quarterly returns or statements of current assets filed by the company with banks are in agreement with the books of accounts except for the month of March, 22 wherein the production details provided to the bank as on 30th March 2022.

NOTE 49

The Company has assessed internal and external information up to the date of approval of financial statements while reviewing the recoverability of assets & financial resources, performance of contractual liability & obligations, ability to service the debt & liabilities. Based on such assessment, the Company expects to fully recover the carrying amount of the assets and comfortably discharge its debt & obligations. Hence, the management does not envisage any material impact on its financial position. However, it will continue to closely monitor any material changes to future economic condition as the COVID-19 situation continues to evolve in India and globally.

Signature to Notes 1 to 49

For and on behalf of Board

As per our Report annexed
For P Lunawat & Associates
Chartered Accountants
Firm Regn. No.: 328946E

P Lunawat

(Pankaj Lunawat)
Proprietor
Membership No.: 067104

Place: Kolkata
Date: 30th May, 2022



Mrityunjay Jalan
Mrityunjay Jalan
Managing Director
DIN: 07259366

Avantika Jalan

Avantika Jalan
Director
DIN: 03333925

D. Maheshwari

D. Maheshwari
Chief Financial Officer