

JAYASWAL NECO INDUSTRIES LTD

CIN : L28920MH1972PLC016154

(FORMERLY JAYASWALS NECO LIMITED)

REGD. OFFICE : F-8, MIDC INDUSTRIAL AREA, HINGNA ROAD, NAGPUR - 440 016 (INDIA)

PHONES : +91-7104-237276, 237471, 237472, 237461, 237462, 236253, 236254, 236256

FAX : +91-7104-237583, 236255 • E-mail : contact@necoindia.com • Website : www.necoindia.com



30th June, 2021

To,
Manager (Listing),
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor
Plot No. C/1, G Block,
Bandra Kurla Complex,
Bandra (E), Mumbai

Manager (Listing),
Department of Corporate Services,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400001.

Dear Sirs,

Sub.: - Outcome of Board Meeting dated 30th June, 2021.

Pursuant to Regulation 30 & 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today has inter-alia transacted the following business:

- i) Approved the Audited Financial Statements and Results of the Company for the year ended 31st March, 2021.
- ii) Took note of the Audit Report on the Financial Statements of the Company for the year ended 31st March, 2021.
- iii) Approved the re-appointment of M/s. R. A. Daga & Co., Company Secretaries, Nagpur as Secretarial Auditor of the Company for the financial year 2021-22.
- iv) Approved the re-appointment of M/s. Manisha & Associates, Cost Accountants, Nagpur as the Cost Auditor of the Company for the financial year 2021-22.

The meeting commenced at 12.30 p.m. and concluded at 5.20 p.m.

This is for your information and records.

Thanking You,

Yours Faithfully,

For Jayaswal Neco Industries Limited



Vikash Kumar Agarwal
Company Secretary & Compliance Officer
Membership No.: A19583

BRANCH OFFICES :

"NECO HOUSE" D-307, Defence Colony,
NEW DELHI - 110 024. (INDIA)
PHONES : 011-49070548

301, TULSIANI CHAMBERS
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Statement on Impact of Audit Qualifications for the Annual Audited Financial Results for the Financial Year Ended March 31, 2021.

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Rs. in Lakhs)

| I. | Sl. No. | Particulars | Audited Figures (as reported adjusting qualifications) | Figures (as before for) | Adjusted Figures (audited figures after adjusting for qualifications) |
|-----|---|--|--|-------------------------|---|
| | 1. | Turnover / Total Income (including Other Income) | 371,143 | | 371,143 |
| | 2. | Total Expenditure | 427,036 | | 427,036 |
| | 3. | Exceptional Items | - | | - |
| | 4. | Net Profit/(Loss) | (55,893) | | (55,893) |
| | 5. | Earnings Per Share (in Rs.) | (8.74) | | (8.74) |
| | 6. | Total Assets | 590,068 | | 590,068 |
| | 7. | Total Liabilities | 726,328 | | 726,328 |
| | 8. | Net Worth | (136,260) | | (136,260) |
| | 9. | Any other financial item(s) | | | |
| | | Non-Current Borrowing | 188,474 | | 5,363 |
| | | Other Current Financial Liabilities | 429,768 | | 612,879 |
| II. | Audit Qualification (each audit qualification separately): | | | | |
| | a. | Details of Audit Qualification: As mentioned in Note 6 to the Statement, Non Current Borrowings include an amount of Rs. 183,111 Lakhs due to an Asset Reconstruction Company. As on March 31, 2021 Banks holding 97.91 % (by value) of the total principal debt, equivalent to Rs.356,325 Lakhs, assigned all their rights, title and interests in financial assistances granted by them to the Company in favour of Assets Care & Reconstruction Enterprise Limited, acting in its capacity as Trustee of ten different Trust (ACRE). Until the revised terms and conditions will be agreed between the Company and ACRE, the arrangement with those banks are valid and as per the arrangements with lenders, the Company is required to comply with certain covenants as referred in the said note and non-compliance with these covenants may give rights to the banks/ACRE to demand repayment of the loans. As at March 31, 2021, the Company has not complied with certain covenants and they have not been provided with any confirmation from those lenders for extension of time to comply with these covenants. The Company has not classified these liabilities as current liabilities as required by Indian Accounting Standards (Ind AS) – 1 –“Presentation of Financial Statements”. | | | |
| | b. | Type of Audit Qualification: Qualified Opinion /Disclaimer of Opinion/ Adverse Opinion | | | |
| | c. | Frequency of qualification: First time /repetitive/ since how long continuing – from Financial year ended March 31, 2017. | | | |
| | d. | For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views The Management is of the view that the non-compliance of the loan covenants will not affect the continuity of the Company's operations and it continues to prepare its books of accounts on going concern basis. ACRE continues to support the operations of the Company. The Company is in final stages of restructuring of its outstanding debt with its Lenders. Hence the Company continues to classify these borrowings as non-current. | | | |

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| | |
|--------------------------------|---|
| | <p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p> <p>i) Management's estimation on the impact of audit qualification: Not Applicable</p> <p>ii) If management is unable to estimate the impact, reasons for the same: Not Applicable</p> <p>iii) Auditors' Comments on (i) or (ii) above: Not Applicable</p> |
| <p>III. Signatories</p> | <div style="display: flex; justify-content: space-around; align-items: flex-start;"> <div style="text-align: center;">  Arvind Jayaswal (Managing Director) DIN: 00249864 </div> <div style="text-align: center;"> P.K.Bhardwaj (Executive Director & Chief Financial Officer) DIN: 03451077 </div> <div style="text-align: center;">  B.K. Agrawal (Audit Committee Chairman) DIN: 01223894 </div> </div> <p>Place: Nagpur Date: June 30, 2021</p> |
| | <p style="text-align: center;">AUDITORS</p> <p>Refer our Independent Auditors' Report dated June 30, 2021 on the Financial Results of the Company.</p> <div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="width: 45%;"> <p>For Pathak H. D. & Associates LLP Chartered Accountants Firm Reg. No. 107783W/W100593</p>   Mukesh D. Mehta Partner Membership No. 043495 </div> <div style="width: 45%;"> <p>For Naresh Patadia & Co., Chartered Accountants Firm Reg. No. 106936W</p>   Naresh Patadia Proprietor Membership No. 035620 </div> </div> <p>Place: Mumbai Date: June 30, 2021</p> <p>Place: Nagpur Date: June 30, 2021</p> |

PATHAK H. D. & ASSOCIATES LLP

Chartered Accountants

814-815, Tulsiani Chambers,
212, Nariman Point,
Mumbai – 400021

NARESH PATADIA & CO.

Chartered Accountants

Opposite Ram Mandir,
Tilak Road, Mahal,
Nagpur – 440002

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

To,
The Board of Directors
JAYASWAL NECO INDUSTRIES LIMITED

Report on the audit of the Financial Results

Qualified Opinion

We have audited the accompanying statement of financial results of **Jayaswal Neco Industries Limited** ("the company") for the quarter and year ended March 31, 2021 (the "Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, *except the possible effects of the matters described in "Basis for Qualified Opinion" Para below*, these financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit for the quarter and net loss for the year and other comprehensive income and other financial information for the quarter and year ended March 31, 2021.



Basis for Qualified Opinion

As mentioned in Note 6 to the Statement, Non Current Borrowings include an amount of Rs. 183,111 Lakhs due to an Asset Reconstruction Company. As on March 31, 2021 Banks holding 97.91 % (by value) of the total principal debt, equivalent to Rs.356,325 Lakhs, assigned all their rights, title and interests in financial assistances granted by them to the Company in favour of Assets Care & Reconstruction Enterprise Limited, acting in its capacity as Trustee of ten different Trust (ACRE). Until the revised terms and conditions will be agreed between the Company and ACRE, the arrangement with those banks are valid and as per the arrangements with lenders, the Company is required to comply with certain covenants as referred in the said note and non-compliance with these covenants may give rights to the banks/ACRE to demand repayment of the loans. As at March 31, 2021, the Company has not complied with certain covenants and they have not been provided with any confirmation from those lenders for extension of time to comply with these covenants. The Company has not classified these liabilities as current liabilities as required by Indian Accounting Standards (Ind AS) – 1 –“Presentation of Financial Statements”.

We conducted our audit of the Statement in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 5 to the Statement regarding preparation of Financial Results of the Company on going concern basis, notwithstanding the fact that the Company continued to incur cash losses, it's net worth has been fully eroded, loans had been called back by few of the secured lenders, application has been made to National Company Law Tribunal (NCLT), Mumbai, under Section 7 of the Insolvency and Bankruptcy Code, 2016 (IBC) by State Bank of India, the erstwhile lead secured lender, which has been contested by the Company, for the reasons stated in the said note. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern. Banks holding 97.91% (by value) of the total principal debt, equivalent to Rs. 356,325 Lakhs, assigned all their rights, title and interests in financial assistances granted by them to the Company in favour of ACRE as mentioned in Note 2 to the Statement and for the other reasons mentioned in Note 5 to the Statement. The appropriateness of assumption of going concern is critically dependent upon the Company's ability to



raise requisite finance and generate cash flows in future to meet its obligations and to restructure its borrowing with the lenders.

Our opinion is not modified in respect of this matter.

Emphasis of Matter

We draw your attention to Note 4 to the Statement, regarding the attachment of the properties of the Company to the extent of Rs. 30,758 lakhs by the Directorate of Enforcement, which has been contested by the Company and presently stayed.

Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit for the quarter and net loss for the year and other comprehensive income and other financial information in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will



always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, 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 control 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 control with reference to financial statements in place and the operating effectiveness of such control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents 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.

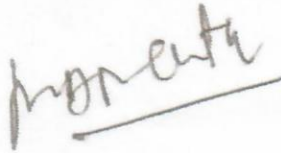


Other Matter

We report that the figures for the quarter ended March 31, 2021 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2021 and the published unaudited year-to-date figures up to December 31, 2020 being the date of the end of the third quarter of the current financial year, which were subjected to a limited review by us.

Our opinion is not modified in respect of this matter.

For **Pathak H. D. & Associates LLP**
Chartered Accountants
Firm Reg. No. 107783W/W100593



Mukesh Mehta
Partner
Membership No. 43495
UDIN: 21043495AAAACT6144

Mumbai
Date: June 30, 2021

For **Naresh Patadia & Co.**
Chartered Accountants
Firm Reg. No. 106936W



Naresh Patadia
Proprietor
Membership No. 35620
UDIN: 21035620AAAAAJ7435

Nagpur
Date: June 30, 2021

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(₹ in Lakhs, except per equity share data)

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021

| PARTICULARS | QUARTER ENDED | | | YEAR ENDED | |
|---|----------------|---------------|----------------|----------------|-----------------|
| | 31.03.2021 | 31.12.2020 | 31.03.2020 | 31.03.2021 | 31.03.2020 |
| | (Refer Note 8) | UNAUDITED | (Refer Note 8) | AUDITED | AUDITED |
| 1. Income | | | | | |
| a) Revenue from Operations | 134162 | 114572 | 79929 | 370505 | 363218 |
| b) Other Income | 123 | 257 | 413 | 638 | 852 |
| Total Income | 134285 | 114829 | 80342 | 371143 | 364070 |
| 2. Expenses | | | | | |
| a) Cost of Materials Consumed | 54280 | 48709 | 46149 | 166312 | 206152 |
| b) Purchase of Stock-in-Trade | 2266 | 2339 | 244 | 8485 | 1055 |
| c) Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade | (4115) | 244 | (2515) | 5640 | 11422 |
| d) Employee Benefits Expense | 6990 | 5530 | 5576 | 21958 | 22578 |
| e) Finance Costs | 23968 | 22842 | 21880 | 90863 | 86736 |
| f) Depreciation and Amortisation Expense | 6583 | 6726 | 6804 | 26676 | 27634 |
| g) Other Expenses | 37533 | 32754 | 26664 | 107102 | 102065 |
| Total Expenses | 127505 | 119144 | 104802 | 427036 | 457642 |
| 3. Profit/(Loss) Before Exceptional Items and Tax (1-2) | 6780 | (4315) | (24460) | (55893) | (93572) |
| 4. Exceptional Items (Refer Note 7) | - | - | 56817 | - | 56817 |
| 5. Profit/(Loss) Before Tax (3-4) | 6780 | (4315) | (81277) | (55893) | (150389) |
| 6. Tax Expenses | | | | | |
| Deferred Tax | 112 | (14) | (78) | 69 | (58) |
| Income Tax for Earlier years | - | - | - | (4) | - |
| 7. Profit/(Loss) for the period / year (5+6) | 6892 | (4329) | (81355) | (55828) | (150447) |
| 8. Other Comprehensive Income (OCI) | | | | | |
| (I) Item that will not be reclassified to profit or loss | | | | | |
| (a) Remeasurement Gain / (Loss) on Defined Benefit Plans | 447 | (57) | (288) | 275 | (230) |
| (b) Tax Effect on above | (112) | 14 | 78 | (69) | 58 |
| (II) Item that will be reclassified to profit or loss | - | - | - | - | - |
| Total Other Comprehensive Income (Net of Tax) | 335 | (43) | (210) | 206 | (172) |
| 9. Total Comprehensive Income for the period / year (7+8) | 7227 | (4372) | (81565) | (55622) | (150619) |
| 10. Paid-up Equity Share Capital (Face Value per share : Rs. 10/- each) | 63863 | 63863 | 63863 | 63863 | 63863 |
| 11. Other Equity excluding Revaluation Reserve | | | | (200144) | (144522) |
| 12. Earnings Per Share (of Rs. 10/- each) | | | | | |
| a) Basic (Not Annualised) * | 1.08* | (0.68)* | (12.74)* | (8.74) | (23.56) |
| b) Diluted (Not Annualised) * | 1.08* | (0.68)* | (12.74)* | (8.74) | (23.56) |



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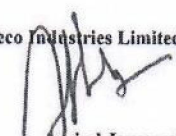
Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 30th June, 2021.
- 2 As at 31st March, 2021, ten out of twelve bankers of the Company have assigned their fund based debt along with underlying financial documents together with their rights, benefits and obligations in favour of Assets Care & Reconstruction Enterprise Ltd (ACRE) acting in its capacity as trustee of various trusts. Accordingly as on 31st March, 2021, total debt assignment from ten bankers' amounts to Rs. 356325 lakhs constituting 97.91% of the total Principal Fund Based Outstanding.
Subsequent to year end, out of the two remaining bankers (as above), one banker has assigned their fund based debt of Rs. 6187 lakhs constituting 1.70 % to ACRE and the other banker with Rs. 1432 lakhs constituting 0.39% of the total Principal Fund Based Outstanding did One Time Settlement (OTS) of its debt dues with the Company. Hence 100% of the fund based debt of the twelve bankers amounting to Rs. 363944 lakhs has been settled either by way of debt assignment to ACRE or OTS with the Company.
- 3 In spite of the continuous prevalence of COVID 19 pandemic, the Company achieved normal business operations during the quarter ended 31st March, 2021. The Company will continue to closely monitor any material changes arising out of future economic conditions and impact on its business including recoverability of inventories and trade receivables.
- 4 In the earlier years, the Directorate of Enforcement by way of two attachments had provisionally attached the Plant and Machinery under installation at Dagori Integrated Steel Plant situated at Bilha, Bilaspur (Chhattisgarh) and certain property, plant and equipment at Steel Plant Division, Siltara, Raipur to the extent of Rs. 30758 Lakhs for alleged misuse of coal raised from Gare Palma IV/4 coal block in Chhattisgarh.
The Adjudicating Authority had confirmed the above provisional attachments. Subsequently, the Appellate Authority stayed both the attachments on an appeal filed by the Company where the matter has been put up for hearing on 20th July, 2021. The Company has a good case on merits, is likely to succeed in refuting the allegations and does not expect any material liability on the Company on this account.
- 5 The Company underwent significant financial stress in the last six years due to cancellation of its three captive coal mines, payment of additional levy on mined coal as per the Hon'ble Supreme Court order, COVID 19 related lockdown of business units, its consequent adverse impact on the Company and various other reasons which have resulted in financial constraints to the Company, losses in the operations, wipe out of the net worth and calling back of loans by few of the secured lenders. Further, an appropriate debt restructuring scheme was approved by the super majority of the secured lenders and the Company had complied with the conditions of debt restructuring scheme and got its Master Restructuring Agreement signed by the Lenders.
However on the directions of Reserve Bank of India (RBI), which had not agreed to the approved debt restructuring scheme being fully implemented within the stipulated time line of 13th December, 2017, State Bank of India (SBI), the erstwhile lead secured lender, had filed an application under Section 7 of the Insolvency and Bankruptcy Code, 2016, against the Company claiming an amount of Rs. 51383 Lakhs as default as on 30th November, 2017.
In view of the Status Quo order issued by the Hon'ble Supreme Court on 16th April, 2018, the case had been adjourned sine die by the National Company Law Tribunal (NCLT), Mumbai in its hearing dated 14th November, 2019. The matter is at pre admission stage in NCLT and would be listed only after the Special Leave Petition (SLP) filed by the Company is disposed of by the Hon'ble Supreme Court.
ACRE continues to support the operations of the Company. The Company is in final stages of restructuring of its outstanding debt with its Lenders. Further the Company has taken active steps for effective and efficient operations including cost reduction. Accordingly the Company continues to prepare its books of account on going concern basis.
- 6 The agreements in respect of non-current borrowings as at 31st March, 2021 of Rs 183111 lakhs contains certain restrictive covenants including non-adherence of initial Rupee Term Loan repayment schedule and non-payment of interest thereon, as stipulated and debt service facility ratio. The Company has not complied with the terms of these covenants. The Company has not classified the said long term borrowings to current liabilities as required by Ind AS 1 - "Presentation of Financial Statements". In respect of this, the auditors have issued modified report for the quarter and year ended 31st March, 2021 and also the reports on the financial statements of the earlier years.
- 7 Exceptional items during the year ended 31st March 2020 represents impairment of certain Fixed Assets and Capital Work in Progress of the Company.
- 8 The figures for the last quarter are the balancing figures between audited figures of the full financial year and the unaudited year to date figures upto the third quarter of the respective financial year.
- 9 The figures for the corresponding previous periods / year have been regrouped / rearranged wherever necessary, to make them comparable.

NAGPUR
30th June, 2021



For Jayaswal Neco Industries Limited


Arvind Jayaswal
Managing Director and CEO
DIN : 00249864

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REGD. OFFICE : F-8, MIDC INDUSTRIAL AREA, HINGNA ROAD, NAGPUR - 440 016 (INDIA)

PHONES : +91-7104-237276, 237471, 237472, 237461, 237462, 236253, 236254, 236256

FAX : +91-7104-237583, 236255 • E-mail : contact@necoindia.com • Website : www.necoindia.com



AUDITED SEGMENT INFORMATION FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021

| PARTICULARS | QUARTER ENDED | | | YEAR ENDED | |
|---|----------------|---------------|----------------|----------------|-----------------|
| | 31.03.2021 | 31.12.2020 | 31.03.2020 | 31.03.2021 | 31.03.2020 |
| | (Refer Note 8) | UNAUDITED | (Refer Note 8) | AUDITED | AUDITED |
| 1. Segment Revenue | | | | | |
| a) Steel | 122049 | 104518 | 70498 | 334552 | 324939 |
| b) Iron & Steel Castings | 13421 | 11101 | 10121 | 38966 | 41493 |
| c) Others | 5 | - | 0 | 5 | 3 |
| Turnover | 135475 | 115619 | 80619 | 373523 | 366435 |
| Less : Inter Segment Revenue | 1313 | 1047 | 690 | 3018 | 3217 |
| Revenue from Operations | 134162 | 114572 | 79929 | 370505 | 363218 |
| 2. Segment Results | | | | | |
| (Profit/(Loss) before tax) | | | | | |
| a) Steel | 31346 | 18608 | (1203) | 39121 | (6222) |
| b) Iron & Steel Castings | (514) | (1) | (1478) | (3880) | (378) |
| c) Others | (3) | 0 | (105) | (3) | (244) |
| Total | 30829 | 18607 | (2786) | 35238 | (6844) |
| Less : i) Finance Cost | 23968 | 22842 | 21880 | 90863 | 86736 |
| ii) Other Un-allocable Expenditure | 125 | 105 | 169 | 411 | 515 |
| Add : Unallocated Income | 44 | 25 | 375 | 143 | 523 |
| Profit/(Loss) Before Exceptional Items and Tax | 6780 | (4315) | (24460) | (55893) | (93572) |
| Less : Exceptional Items | - | - | 56817 | - | 56817 |
| Profit/(Loss) Before Tax | 6780 | (4315) | (81277) | (55893) | (150389) |
| 3. Segment Assets | | | | | |
| a) Steel | 552609 | 527306 | 533730 | 552609 | 533730 |
| b) Iron & Steel Castings | 26091 | 26196 | 29735 | 26091 | 29735 |
| c) Others | 39 | 41 | 41 | 39 | 41 |
| d) Unallocated | 11329 | 8915 | 12699 | 11329 | 12699 |
| Total Segment Assets | 590068 | 562458 | 576205 | 590068 | 576205 |
| 4. Segment Liabilities | | | | | |
| a) Steel | 35857 | 33794 | 42965 | 35857 | 42965 |
| b) Iron & Steel Castings | 6715 | 5899 | 5362 | 6715 | 5362 |
| c) Others | - | - | - | - | - |
| d) Unallocated | 683756 | 666252 | 608516 | 683756 | 608516 |
| Total Segment Liabilities | 726328 | 705945 | 656843 | 726328 | 656843 |

Notes to Segment Information for the Quarter and Year Ended 31st March, 2021 :

- As per Indian Accounting Standard 108 'Operating Segments' (Ind-AS 108), the Company has reported 'Segment Information', as described below :
 - Steel Segment is engaged in manufacture and sale of Pig Iron, Billets, Rolled Products including Alloy Steel and Sponge Iron and includes its captive power plants at its units located at Siltara, Raipur and Mining activities in the state of Chhattisgarh and Maharashtra and trading of steel items.
 - Iron and Steel Castings Segment is engaged in manufacture and sale of Engineering and Automotive Castings with production facilities at Nagpur in Maharashtra and Bhilai and Anjora in Chhattisgarh.
 - Other Segment comprises of trading of Coal, Coke and PVC pipes.
- The Company has operations in India. There is no identified Geographical Segment.

NAGPUR
30th June, 2021



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STATEMENT OF AUDITED ASSETS AND LIABILITIES AS AT 31ST MARCH, 2021

| PARTICULARS | (₹ in Lakhs) | |
|---|---------------------|---------------------|
| | AS AT 31.03.2021 | AS AT 31.03.2020 |
| | AUDITED | AUDITED |
| A ASSETS | | |
| 1. Non-Current Assets | | |
| (a) Property, Plant and Equipment | 398472 | 423088 |
| (b) Capital Work in Progress | 4559 | 5097 |
| (c) Intangible Assets | 778 | 1023 |
| (d) Intangible Assets under Development | 3603 | 3141 |
| (e) Financial Assets | | |
| (i) Other Financial Assets | 2171 | 123 |
| (f) Non Current Tax Assets (Net) | 245 | 228 |
| (g) Other Non Current Assets | 4446 | 3461 |
| Total Non Current Assets | 414274 | 436161 |
| 2. Current Assets | | |
| (a) Inventories | 89879 | 85386 |
| (b) Financial Assets | | |
| (i) Investments | 0 | 0 |
| (ii) Trade Receivables | 32750 | 35132 |
| (iii) Cash and Cash Equivalents | 29075 | 1197 |
| (iv) Bank Balances other than (iii) above | 7820 | 10443 |
| (v) Loans | 0 | 0 |
| (vi) Other Financial Assets | 244 | 271 |
| (c) Current Tax Assets (Net) | 468 | 1274 |
| (d) Other Current Assets | 15558 | 6341 |
| Total Current Assets | 175794 | 140044 |
| TOTAL ASSETS | 590068 | 576205 |
| B EQUITY AND LIABILITIES | | |
| 1. EQUITY | | |
| (a) Equity Share Capital | 63863 | 63863 |
| (b) Other Equity | (200123) | (144501) |
| Total Equity | (136260) | (80638) |
| 2. LIABILITIES | | |
| Non Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 188474 | 213316 |
| (ii) Other Financial Liabilities | 2 | 17 |
| (b) Provisions | 26 | 23 |
| (c) Deferred Tax Liabilities (Net) | - | - |
| Total Non Current Liabilities | 188502 | 213356 |
| 3. Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 75735 | 86724 |
| (ii) Trade Payables | | |
| Total Outstanding due of Micro Enterprises and Small Enterprises | 4110 | 4440 |
| Total outstanding due of Creditors other than Micro Enterprises and Small Enterprises | 13811 | 23663 |
| (iii) Other Financial Liabilities | 429768 | 316623 |
| (b) Other Current Liabilities | 6545 | 4167 |
| (c) Provisions | 7857 | 7870 |
| Total Current Liabilities | 537826 | 443487 |
| TOTAL EQUITY AND LIABILITIES | 590068 | 576205 |

For Jayaswal Neco Industries Limited

Arvind Jayaswal
Managing Director and CEO
DIN : 00249864

NAGPUR
30th June, 2021



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AUDITED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

(₹ in Lakhs)

| PARTICULARS | Year ended | |
|--|------------------|------------------|
| | 31st March, 2021 | 31st March, 2020 |
| A. CASH FLOW FROM OPERATING ACTIVITIES | | |
| Loss before Tax as per the Statement of Profit and Loss | (55893) | (150389) |
| ADJUSTED FOR | | |
| Depreciation and Amortisation Expense | 26676 | 27634 |
| Exceptional Items | - | 56817 |
| (Gain)/Loss on Sale / Discard of Property, Plant and Equipment (Net) | (0) | (310) |
| (Gain)/Loss on Financial Instruments measured at Fair Value through Profit or Loss (Net) | (0) | 0 |
| Intangible assets under development Written Off | 4 | - |
| Account Written Back | (150) | - |
| Interest Income | (100) | (212) |
| Finance Costs | 90863 | 86736 |
| Unrealised loss on Foreign Currency Transaction (Net) | 8 | 255 |
| Bad Debts / Advances written off (Net) | 2538 | 60 |
| Provision for Credit Impaired Trade Receivables / Advances | 1,087 | 136 |
| (Reversal)/Provision for Expected Credit Loss on Trade Receivables | (659) | 683 |
| OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES | 64374 | 21410 |
| ADJUSTED FOR | | |
| Trade and Other Receivables | (10706) | 17387 |
| Inventories | (4493) | (1968) |
| Trade and Other Payables | (5200) | (5463) |
| CASH GENERATED FROM OPERATIONS | 43975 | 31366 |
| Direct Taxes (Paid) / Refund | 785 | (96) |
| NET CASH FLOW FROM OPERATING ACTIVITIES | 44760 | 31270 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | |
| Purchase of Property, Plant and Equipment, Capital work in progress, Intangible Assets and Intangible assets under development | (1760) | (3430) |
| Sale of Property, Plant and Equipment | 0 | 336 |
| Interest Income | 61 | 234 |
| NET CASH USED IN INVESTING ACTIVITIES | (1699) | (2860) |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | |
| Repayment of Lease Liability | (43) | (44) |
| Repayment of Non Current Borrowings | (760) | (770) |
| Current Borrowings (Net) | (10989) | (259) |
| Finance Costs | (3772) | (25499) |
| Margin Money (Net) | 575 | (1815) |
| NET CASH USED IN FINANCING ACTIVITIES | (14989) | (28387) |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 28072 | 23 |
| CASH AND CASH EQUIVALENTS (OPENING BALANCE) | 1003 | 980 |
| Effect of Exchange rate on Cash and Cash Equivalents | (0) | 0 |
| Balance of Cash and Cash Equivalents | 29075 | 1003 |
| CASH AND CASH EQUIVALENTS (CLOSING BALANCE) (NET OF BOOK OVERDRAFT OF RS. NIL AND PREVIOUS PERIOD RS. 194 LAKHS) | 29075 | 1003 |

For Jayaswal Neco Industries Limited

Arvind Jayaswal
Managing Director and CEO
DIN : 00249864



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