



JCT LIMITED

Corporate Office: 1001, 10th Floor, Vikram Towers, 16 Rajendra Place, New Delhi-110008
Phone: 46290000; Fax: 25812222
Website: www.jct.co.in
E-mail: jctdelhi@jctltd.com / jctsecretarial@jctltd.com

Date: 20.07.2020

Department of Corporate Services,
Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400001

Sub: Outcome of the Board Meeting held on 20.07.2020

Scrip Code: 500223

Dear Sir,

In continuation of our letter dated 15.07.2020, we wish to inform you that the Board of Directors of the Company at its meeting held today, 20.07.2020, has, inter-alia, transacted the following business(s):-

1. Approved the Audited Financial Results for the quarter and for the year ended on 31st March, 2020 and recommend to the Members for adoption, Copy of same is enclosed for your reference.
2. Approved the Re-appointment of Internal Auditor and Secretarial Auditor of the company for the Financial Year 2020-21.
3. 71st Annual General Meeting of the Company to be held on Thursday, the 10th day of September, 2020 through Video Conferencing/ Other Audio Visual Means ("VC/OAVM") Facility.
4. Register of Members and Share Transfer Books would remain close from 04.09.2020 upto the date of Annual General Meeting i.e. 10.09.2020 (both days inclusive).

This is for your information and record please.

Thanking you,

Yours Sincerely,
For JCT LIMITED

Sandeep Sachdeva
COMPANY SECRETARY

Encl: AA

Regd. Office: Village Chohal, Dist. Hoshiarpur (Punjab)
CIN No. L17117PB1946PLC004565

Navdeep Singh & Co.

Chartered Accountants

Deep Complex (First Floor)

89, Manshaia Colony

Patiala - 147001

Tel: +91-175-2302348

E-mail: canavdeep@gmail.com

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

To,
The Board of Directors of JCT Limited,

Report on the audit of the Financial Results

Qualified Opinion

We have audited the accompanying statement of quarterly and year to date financial results of **JCT Limited** (the "Company") for the quarter ended 31st March, 2020 and for the year ended 31st March, 2020 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

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 Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the loss and other comprehensive loss and other financial information of the Company for the quarter ended 31st March, 2020 and of the loss and other comprehensive income and other financial information of the Company for the year ended 31st March, 2020.

Basis for Qualified Opinion

The Company has availed secured loans of Rs. 9945 lakhs from Assets Reconstruction Companies (the 'lenders') and as per the terms of agreements, is to allot Equity Shares in lieu of additional interest (other than and in addition to normal interest) of Rs. 759 lakhs computed on Net Present Value basis (NPV) subject to statutory approvals. The Company has not been able to obtain requisite approvals from the competent authorities and matter is now pending disposal in appeal before the Hon'ble Securities Tribunal Mumbai. The Company considering that in the event, it is unable to allot the requisite Equity Shares to lenders in terms of existing agreements, then the terms may undergo a change and this raises uncertainty in the mode of payment / quantum of interest, and therefore no provision of the interest has been made during the year and the same will be accounted for in the period the matter is decided by the Hon'ble Securities Tribunal.



and settled with the lenders, as described by the Company in note A.4 to the financial results. Non accounting / provision of the interest has resulted in the non-compliance of the Ind AS and inconsistency in the application of the accounting policies of the Company, and in the presence of uncertainty in the mode of payment / quantum of interest, it is not practicable to quantify its financial effects on the financial results.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("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 financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

We draw attention to the following matters in the Notes to the financial results:

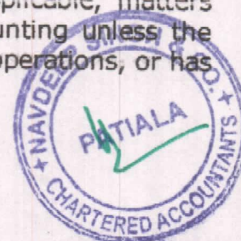
- i. Note No. A.5:Re; Change in accounting policy for accounting of the land under property, plant and equipment, from Cost model to Fair / Revaluation model, and accordingly restatement of comparative financial results, as disclosed in the said note.
- ii. Note No. A.6:Re; Adjustments in the financial results retrospectively, and restatement of the comparative figures / financials of the earlier year, in respect of the change in the accounting treatment of the settlement of the FCCBs, as described in the said note.

Our qualified opinion is not modified in respect of the above matters.

Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the loss and other comprehensive loss of the Company and other financial information in accordance with the applicable 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 the 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 skepticism 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 controls with reference to financial statements 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 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, whether the Statement represents the underlying transactions and events in a manner that achieves the 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

The Statement includes the results for the quarter ended 31st March, 2020 and the corresponding quarter ended in the previous year as reported in these financial results, which are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current and previous financial year respectively, which were subject to limited review, as required under the Listing Regulations.

Our qualified opinion on the Statement is not modified in respect of the above matter.

For Navdeep Singh & Co.
Chartered Accountants
Firm Regn. No. 008400N

Wms
(Navdeep Singh Choudhary)
Partner
M. No. 034979



Place: Hoshiarpur
Dated: 20th July, 2020

UDIN: _____

20034979AAAAAP5072

JCT LIMITED

REGD. OFFICE : VILLAGE CHOHAL, DISTT. HOSHIARPUR (PUNJAB) 146024
 Phone: 91-11-46290000. Fax: 25812222 Website: www.jct.co.in, email: jctsecretaria@jctltd.com
 (CIN NO. L17117PB1946PLC004565)

**STATEMENT OF AUDITED FINANCIAL RESULTS
 FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020**

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended			Year Ended	
		March 31, 2020 (Audited)	December 31, 2019 (Unaudited)	March 31, 2019 (Audited)	March 31, 2020 (Audited)	March 31, 2019 (Audited)
1	Income					
	a) Revenue from operations	15,199	17,605	21,836	69,305	80,033
	b) Other Income	94	260	212	1,583	688
	Total income (a) + (b)	15,294	17,865	22,048	70,888	80,721
2	Expenses					
	a) Cost of materials consumed	9,341	9,504	11,994	39,456	47,951
	b) Other Manufacturing Expenses	3,179	3,345	4,058	14,607	15,259
	c) Change in inventories of finished goods and stock-in-process	(4,185)	1,175	815	853	(1,079)
	d) Employee benefits expense	2,468	2,776	2,715	10,892	11,322
	e) Finance costs	815	1,146	1,396	4,271	4,014
	f) Depreciation and amortisation expense	355	379	369	1,502	2,256
	g) Other expenses	942	887	1,068	3,754	3,816
	Total Expenses (a+b+c+d+e+f+g)	15,815	19,112	22,315	75,845	83,059
3	(Loss) before tax (1-2)	(521)	(1,247)	(267)	(4,957)	(2,338)
4	Tax expense	(622)	(1,347)	(267)	(4,457)	(2,338)
	Current tax related to earlier years	-	-	-	-	-
5	(Loss) after tax (3-4)	(1,143)	(2,594)	(534)	(9,414)	(4,676)
6	Other Comprehensive Income/(Loss)	(622)	(1,347)	(266)	(4,457)	(2,337)
a.	Items that will not be reclassified as profit or loss					
	Re-measurements gain/(loss) on defined benefit plans	(226)	36	(260)	(118)	154
b.	Items that will be reclassified subsequently to profit or loss					
	Fair value of investments through OCI	2	-	-	-	-
	Fair value of Land through OCI	258	-	(2,343)	1,879	(2,343)
	Other Comprehensive Income/(Loss) for the period (a+b)	34	36	(2,540)	1,563	(2,186)
7	Total Comprehensive (Loss) for the period (5+6)	(809)	(2,258)	(2,800)	(7,851)	(6,862)
8	Paid up Equity Share Capital Rs. 2.50/- each	20,961	20,961	20,961	20,961	20,961
9	Earning per share of Rs. 2.50/- each (Not annualised)	(0.07)	(0.16)	(0.04)	(0.53)	(0.38)
	(1) Basic (in Rs.)	(0.07)	(0.16)	(0.04)	(0.53)	(0.38)
	(2) Diluted (in Rs.)	(0.07)	(0.15)	(0.04)	(0.53)	(0.36)



Place: Hoshiarpur
 Date: July 21, 2020

BY ORDER OF THE BOARD

(Signature)
 SAMIR TAPAR
 CHAIRMAN & MANAGING DIRECTOR
 DIN00062287

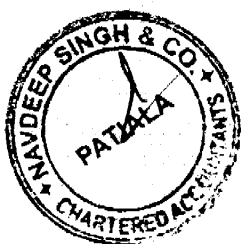
(Amount Rs. in lakhs)

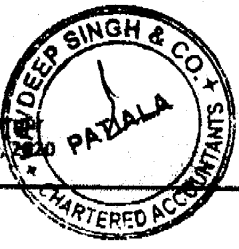
UNAUDITED SEGMENT-WISE REVENUE, RESULTS, ASSETS & LIABILITIES

Sl.No.	PARTICULARS	Quarter ended			Year ended	Year ended
		31-03-20 (Audited)	31-12-19 (Unaudited)	31-03-19 (Audited)	31.03.2020 (Audited)	31.03.2019 (Audited)
1	Segment Revenue					
(a)	Textiles	8,020	10,072	12,427	38,614	46,619
(b)	Nylon Filament Yarn	7,179	7,533	9,409	30,691	33,414
(c)	Unallocated	-	-	-	-	-
	Total	15,199	17,605	21,836	69,305	80,033
	Less: Inter Segment Revenue	-	-	-	-	-
	Total Income from Operations	15,199	17,605	21,836	69,305	80,033
2	Segment Results (Profit(+)/Loss(-) before tax and Finance Costs					
(a)	Textiles	(443)	(437)	310	(2,073)	935
(b)	Nylon Filament Yarn	607	35	718	902	761
(c)	Unallocated	-	-	-	-	-
	Total	164	(402)	1,028	(1,171)	1,696
	Less: (i) Finance costs	815	1,146	1,296	4,271	4,014
	(ii) Other Un-allocable (Income)/Expenditure net off	(29)	(201)	(1)	(985)	20
	(iii) Exceptional item	-	-	-	-	-
	(Loss) before Tax	(622)	(1,347)	(267)	(4,457)	(2,338)
3	Segment Informations					
	Segment Assets					
(a)	Textiles				61,009	62,122
(b)	Nylon Filament Yarn				21,935	22,093
(c)	Unallocated				1,744	2,041
	Total segment assets				84,688	86,256
	Segment Liabilities					
(a)	Textiles				34,336	33,079
(b)	Nylon Filament Yarn				14,814	14,832
(c)	Unallocated				3,818	3,710
	Total segment liabilities				52,968	51,621

Notes:

- A.1 The above results for the quarter and year ended March 31, 2020 have been reviewed by the Audit Committee of the Board and subsequently approved by the Board of Directors at their respective meetings held on July 20, 2020.
- A.2 These financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.
- A.3 The Company has adopted Ind AS 116 "Leases" effective April 01, 2019 and applied the same to its Leases using the modified retrospective approach, with the cumulative effect of initially applying the Ind AS, recognised on the date of the initial application i.e. April 01, 2019. Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this Ind AS has been recognised as an adjustment to the opening balance of retained earnings as on April 01, 2019. This has resulted in recognition of Right-of-Use Assets of Rs. 293 lakhs, lease liability of Rs. 301 lakhs and opening adjustment to retained earnings of Rs. 8 lakhs as at April 01, 2019. The effect of this adoption is not material on the loss and earnings per share for the quarter and year ended March 31, 2020.
- A.4 The Company took secured loans of Rs. 9,945.00 lakhs from Assets Reconstruction Companies (the 'lenders'). In terms of the loan agreements, the Company is required to issue Equity Shares in lieu of additional interest (other than and in addition to the normal interest) of Rs. 759.00 lakhs, computed on Net Present Value basis (NPV) on these loans subject to statutory approvals. Accordingly, the Company sought in-principle approval for allotment of Equity Shares as per SEBI (ICDR) regulations, under the category of consideration other than cash, from Bombay Stock Exchange (BSE). However, the BSE considering that these shares are to be issued on NPV for the interest of the future period did not agree to the contention of the Company to issue the shares under this category. The Company then approached the Securities and Exchange Board of India (SEBI), and as SEBI also rejected the plea of the Company, the Company has since filed an appeal before the Hon'ble Securities Tribunal, Mumbai, the outcome of which is pending as on date. The Company considering that in the event it is unable to allot the Equity Shares as per terms of agreement then the same may need to be addressed suitably with the lenders after the appeal is disposed of, and therefore, there is uncertainty in the mode of payment / quantum of interest that may be payable and as such the interest amount is not ascertainable / estimated at this stage, and therefore no provision of the interest has been made during the year and the same will be accounted for in the period the matter is decided by the Hon'ble Securities Tribunal and settled with the lenders.



A.5	<p>The Company during the current year, to ensure the most relevant and fair information in its financial results has chosen to present its land under property, plant and equipment at its fair / market value, which hitherto was presented at cost / carrying value. Accordingly, the Company has changed its accounting policy of valuation of land from Cost Model to Fair / Revaluation Model as per the Ind AS 16 - Property, Plant and Equipment, and accordingly based on the valuation reports of independent valuers, the Company has measured / recognised its land at fair value retrospectively, from the beginning of the earliest comparative period i.e. from April 01, 2018 onwards, and restated the comparative figures of the earlier year accordingly, in accordance with the 'Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors'. The said change in the accounting policy has resulted in creation of the Revaluation Surplus of Rs. 30,390.74 lakhs with the correspondence increase in Other Equity, and increase in Property, Plant and Equipment from Rs. 14,759.86 lakhs to Rs. 45,150.60 lakhs as at the beginning of the earlier year i.e. as at April 01, 2018, and increase of Rs. 2,343.37 lakhs in the total Comprehensive loss for the earlier year 2018-19 and increase of Rs. 28,030.14 lakhs in Other Equity and increase in Property, Plant and Equipment from Rs. 14,753.77 lakhs to Rs. 42,783.91 lakhs as at the end of the earlier year i.e. as at March 31, 2019.</p>
A.6	<p>The Company during the earlier year 2018-19, had settled the dues of Foreign Currency Convertible Bonds Holders (FCCBs) at Rs. 10,368 lakhs (by payment of Rs. 4,000 lakhs and by issue of equity shares of Rs. 6,368 lakhs i.e. 240300606 equity shares at Rs. 2.50 each at premium of Rs. 0.15 each) and as the liability held in the accounts towards these dues was Rs. 6,874 lakhs, the resultant loss of Rs. 3,494 lakhs, was accounted for in the accounts as interest expense in that year i.e. in 2018-19. The Company based on expert opinion came to the conclusion that due to misinterpretation of its facts, the said treatment was not correct and instead of the interest expense, the same should have been adjusted against the Capital Reserve, which was created in the year 2013-14, at the time of partial settlement of FCCBs. Accordingly, the Company during the current year has made the necessary adjustment in the accounts retrospectively and restated the comparative figures / results of the earlier year in accordance with the 'Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors'. The same has resulted in net impact of increase in Retained Earnings by Rs. 592 lakhs with the corresponding decrease in Other Current liabilities.</p>
A.7	<p>Accumulated losses have resulted in erosion of substantial net worth of the Company. To improve its liquidity / cash flow, and to revive its financial position by reducing its debts, the Company is in the process of disposing off some of its non-core property. Further, the Company at its textile division at Phagwara has the facility for the manufacturing of the polyester coated fabric, which is used for the manufacturing of the personal protection equipment (PPEs) and other incidental equipment / outfits, which are used by the persons involved in the medical and other essential services to provide them medical protection from Corona type of viruses etc. Considering the Company's specialization in manufacturing of such fabric and processing thereof, the Company during March, 2020 has been awarded the order of considerable amount for the supply of PPEs to various government agencies as per the instructions of the Government of India, which the Company has since delivered substantially within the timelines that too during this difficult time when the entire country was under lockdown. The successful delivery of the said order has given an opportunity to the Company to establish itself as one of the strongest quality manufacturer and supplier for the supply of PPEs and other related products, which are the urgent need of present time, locally as well as globally. The Company is hopeful of getting more orders and is in advance stage of discussions with some of the customers / agencies. The Company is also hopeful to get into export markets once Indian Government lifts the ban on export of PPE, on the strength of its quality. Thus, the Company has now entered in a new business line and is expanding and changing its business model from a fabric manufacturer to a large garment supplier. The management, considering the future plans for operations particularly as detailed above and support of the promoters, lenders, business associates and workmen, is hopeful of improvement in its financial position, and accordingly the financial statements have been prepared on a going concern basis.</p>
A.8	<p>The World Health Organisation (WHO) has declared the SARS-CoV-2 virus responsible for COVID-19, a Global pandemic. The said virus is still continually spreading across the globe, and most of the countries including India, were / are under lockdowns for a considerably longer period, to contain the spread of the said virus, which has resulted in a significant decrease in economic activities across the world including India. The Company keeping in view the said situation, has assessed its future cash flow projections, recoverability of its assets including financial assets and has also held impairment testing of its non-monetary assets and based on same it expects to recover the carrying amount of these assets and does not anticipate any impairment to these financial and non-financial assets as at the date of approval of these financial results. However, the extent to which the said pandemic will impact the Company's future activities and financial results will depend on future developments which are highly uncertain, therefore the impact of COVID-19 on the financial results could differ from that estimated as at the date of approval of these financial results.</p>
A.9	<p>The figures for the quarter ended March 31, 2020 and the corresponding quarter ended in the previous year are the balancing figures between audited figures of the full financial year and published unaudited year to date figures up to the third quarter of the current and previous financial year respectively, which were subjected to limited review.</p>
A.10	<p>The figures of the previous quarter/year have been regrouped/reclassified, wherever necessary, to confirm to current quarter/year classification.</p>
	<p style="text-align: right;">BY ORDER OF THE BOARD</p> <div style="display: flex; justify-content: space-between; align-items: center;"> <div data-bbox="135 1769 263 1836"> <p>Place:- Hoshiarpur Date:- July 20, 2020</p> </div> <div data-bbox="263 1668 502 1915" style="text-align: center;">  </div> <div data-bbox="1101 1758 1452 1848" style="text-align: right;"> <p><i>[Signature]</i> SAMIR THAPAR CHAIRMAN & MANAGING DIRECTOR DIN00062287</p> </div> </div>

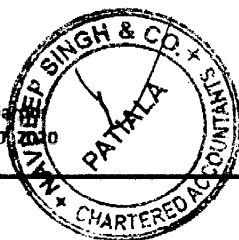
JCT LIMITED

REGD. OFFICE : VILLAGE CHOHAL, DISTT. HOSHIARPUR (PUNJAB) 146024
 Phone: 91-11-46290000 Fax:25812222 Website: www.jct.co.in, email:jctsecretarial@jctltd.com
 (CIN NO. L17117PB1946PLC004565)

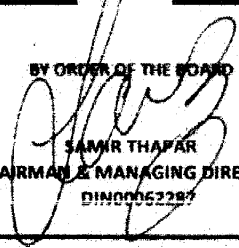
STATEMENT OF AUDITED ASSETS & LIABILITIES

(Rs. in Lakhs)

Particulars	As at		As at	
	March 31, 2020		March 31, 2019	
	Audited		Audited	
ASSETS				
1 Non-Current Assets				
Property, Plant and Equipment	58,998		58,279	
Capital work in progress	195		290	
Intangible Assets	110		149	
Right of use Assets	162		-	
Financial Assets				
- Investments	161		159	
- Loans	393		348	
- Other non-current financial assets	-		88	
Non-current tax assets (net)	53		27	
Other non-current assets	130	60,202	82	59,422
2 Current assets				
Inventories	15,914		17,604	
Financial Assets				
- Investments	11		11	
- Trade receivables	2,376		4,499	
Cash and cash equivalents	1,372		120	
- Bank balances other than cash and cash equivalents	863		748	
- Loans	19		54	
- Other current financial assets	510		562	
Other current assets	3,316	24,381	3,128	26,726
3 Assets classified as held for sale				
		105		108
TOTAL ASSETS		84,688		86,256
EQUITY AND LIABILITIES				
Equity				
Equity Share Capital	20,961		20,961	
Other Equity	10,759	31,720	13,674	34,635
Liabilities				
1 Non-current liabilities				
Financial Liabilities				
- Borrowings	8,831		9,550	
Lease Liabilities	46		-	
Other non-current financial liabilities	4,650		5,329	
Provisions	4,232	17,759	4,111	18,990
2 Current liabilities				
Financial Liabilities				
- Borrowings	6,856		9,622	
- Leases Liabilities	129		-	
- Trade Payables				
a. total outstanding dues of micro enterprises and small enterprises	1,705		310	
b. total outstanding dues of creditors other than micro enterprises and small enterprises	10,907		13,554	
Other current financial liabilities	9,014		7,546	
Provisions	805		882	
Other current liabilities	5,794	35,209	717	32,631
TOTAL EQUITY AND LIABILITIES		84,688		86,256



Place:- Hoshiarpur
 Date:- July 20, 2020

BY ORDER OF THE BOARD

 SAMIR THAPAR
 CHAIRMAN & MANAGING DIRECTOR
 DIN00052297

JCT LIMITED

REGD. OFFICE : VILLAGE CHOHAL, DISTT. HOSHIARPUR (PUNJAB) 146024
 Phone: 91-11-45290000; Fax:25812222 Website: www.jct.co.in, email:jctsecretarial@jctltd.com
 (CIN NO. L17117PB1945PLC004565)

STATEMENT OF AUDITED CASH FLOWS

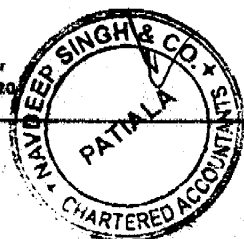
(Rs. in Lakhs)

Particulars	Year Ended 31st March, 2020		Year Ended 31st March, 2019	
	Amount	Total	Amount	Total
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net loss before tax as per statement of profit and loss		(4,456.42)		(2,338.02)
Adjustments for:				
Depreciation and amortisation expense	1,503.51		2,254.08	
Finance costs (net)	4,271.23		4,013.35	
Bad debts written off (net of impairment allowance)	12.28		7.69	
Impairment loss for advances etc.	4.93		42.55	
Dividend from current investments	(0.04)		(0.03)	
Liabilities/provisions no longer required written back	(84.50)		(83.02)	
Interest income	(185.25)		(200.50)	
Property, plant and equipment written off	17.50		3.68	
Share issue expenses			(37.50)	
Profit on sale of property, plant and equipment (net)	(1,135.81)		(39.39)	
		4,998.88		5,957.18
Operating (loss)/profit before working capital changes		(57.56)		5,619.16
Adjustment for working capital changes:				
Decrease/(increase) in inventories	1,689.75		(1,145.72)	
Decrease in loans and trade receivables	2,156.16		217.20	
(Increase)/Decrease in other financial and non-financial assets	(83.42)		155.54	
(Decrease)/Increase in trade payables	(1,252.89)		789.07	
Increase in other financial liabilities, non-financial liabilities and provisions	4,424.50		1,847.77	
Cash Generated from Working Capital Changes		5,964.60		2,994.79
Cash generated from operations		6,007.04		5,483.30
Income Tax (refund)/paid (net)		(25.54)		74.22
Net Cash Inflow from Operating Activities - A		6,881.53		5,757.58
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment including capital work in progress	(425.21)		(516.80)	
Sale/disposal of property, plant and equipment	1,256.55		81.16	
Dividends made during the year	(115.32)		(71.91)	
Dividend income	0.04		0.03	
Interest income	173.28		194.51	
Net Cash Inflow/(outflow) from Investing Activities - B		889.32		(263.01)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Increase in Share Capital			6,007.51	
(Repayment)/Proceeds of Secured Borrowings (net)	(2,596.68)		3,195.35	
Proceeds/(Repayments) of Unsecured Borrowings (net)	281.34		(7,711.20)	
Payments for the interest portion of the lease liabilities	(38.13)			
Payments for the principal portion of the lease liabilities	(126.58)			
Loss on settlement of FCGB's (Refer note A.6)			(3,493.74)	
Finance costs	(4,038.54)		(4,083.60)	
Net Cash outflow from Financing Activities - C		(6,517.58)		(5,485.68)
Net Increase/(decrease) in cash and cash equivalents (A+B+C)		1,253.27		(141.11)
Cash and cash equivalents (Opening Balance)		118.94		261.05
Cash and cash equivalents (Closing Balance)		1,372.40		119.94
Note to Statement of Cash Flows :				
Components of Cash and cash equivalents as under :				
- Balance with Banks - Current Accounts	1,344.58		73.13	
- Cheques, draft on hand/ remittance in transit			30.71	
- Cash in Hand	27.82		16.10	
		1,372.40		119.94
Figures in brackets indicate cash outflow.				
The above Statement of cash flows has been prepared under the indirect method set out in Ind AS 7 - Statement of Cash Flows				

BY ORDER OF THE BOARD

SAMIR THAPAR
 CHAIRMAN & MANAGING DIRECTOR
 DIN00062287

Place:- Hoshiarpur
 Date:- July 20, 2020





JCT LIMITED

Corporate Office: 1001, 10th Floor, Vikram Towers, 16 Rajendra Place, New Delhi-110008

Phone: 46290000; Fax: 25812222

Website: www.jct.co.in

E-mail: jctdelhi@jctltd.com / jctsecretarial@jctltd.com

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

Detail of Audit Qualification

The Company has availed secured loans of Rs. 9945 lakhs from Assets Reconstruction Companies (the 'lenders') and as per the terms of agreements, is to allot Equity Shares in lieu of additional interest (other than and in addition to normal interest) of Rs. 759 lakhs computed on Net Present Value basis (NPV) subject to statutory approvals. The Company has not been able to obtain requisite approvals from the competent authorities and matter is now pending disposal in appeal before the Hon'ble Securities Tribunal Mumbai. The Company considering that in the event, it is unable to allot the requisite Equity Shares to lenders in terms of existing agreements, then the terms may undergo a change and this raises uncertainty in the mode of payment / quantum of interest, and therefore no provision of the interest has been made during the year and the same will be accounted for in the period the matter is decided by the Hon'ble Securities Tribunal and settled with the lenders, as described by the Company in note A.4 to the financial results. Non accounting / provision of the interest has resulted in the non-compliance of the Ind AS and inconsistency in the application of the accounting policies of the Company, and in the presence of uncertainty in the mode of payment / quantum of interest, it is not practicable to quantify its financial effects on the financial results.

Type of Qualification: Qualified Opinion

Frequency of Qualification: First Time

Management view for Audit Qualification:

The Company took secured loans of Rs. 9,945.00 lakhs from Assets Reconstruction Companies (the 'lenders'). In terms of the loan agreements, the Company is required to issue Equity Shares in lieu of additional interest (other than and in addition to the normal interest) of Rs. 759.00 lakhs, computed on Net Present Value basis (NPV) on these loans subject to statutory approvals. Accordingly, the Company sought in-principle approval for allotment of Equity Shares as per SEBI (ICDR) regulations, under the category of consideration other than cash, from Bombay Stock Exchange (BSE). However, the BSE considering that these shares are to be issued on NPV for the interest of the future period did not agree to the contention of the Company to issue the shares under this category. The Company then approached the Securities and Exchange Board of India (SEBI), and as SEBI also rejected the plea of the Company, the Company has since filed an

Regd. Office: Village Chohal, Dist. Hoshiarpur (Punjab)

CIN No. L17117PB1946PLC004565



JCT LIMITED

Corporate Office: 1001, 10th Floor, Vikram Towers, 16 Rajendra Place, New Delhi-110008

Phone: 46290000; Fax: 25812222

Website: www.jct.co.in

E-mail: jctdelhi@jctltd.com / jctsecretarial@jctltd.com

appeal before the Hon'ble Securities Tribunal, Mumbai, the outcome of which is pending as on date. The Company considering that in the event it is unable to allot the Equity Shares as per terms of agreement then the same may need to be addressed suitably with the lenders after the appeal is disposed of, and therefore, there is uncertainty in the mode of payment / quantum of interest that may be payable and as such the interest amount is not ascertainable / estimated at this stage, and therefore no provision of the interest has been made during the year and the same will be accounted for in the period the matter is decided by the Hon'ble Securities Tribunal and settled with the lenders.

Chairman & Managing Director:

Chairman of Audit Committee:

Chief Financial Officer:

Statutory Auditor:

For Navdeep Singh & Co.

Chartered Accountants

Firm Regn. No. 008400A

(Navdeep Singh Choudhary)

Partner

M. No. 034979



Date: 20.07.2020

Place: Hoshiarpur

Regd. Office: Village Chohal, Dist. Hoshiarpur (Punjab)

CIN No. L17117PB1946PLC004565