

STATEMENT OF STANDALONE AUDITED RESULTS FOR THE YEAR ENDED 31ST MARCH 2022

Sno	Particulars	Rs. in Lakhs				
		Quarter Ended			Year ended	
		31.03.2022 Audited	31.12.2021 Unaudited	31.03.2021 Audited	31.03.2022 Audited	31.03.2021 Audited
1	Revenue from Operations:					
a	Revenue from operations (net)	4218.43	2866.74	2770.45	15080.55	8803.49
b.	Other Income	427.32	36.80	25.34	549.10	27.46
	Total revenue	4645.75	2903.54	2795.79	15629.65	8830.93
2	Expenses:					
	[a]. Cost of materials consumed	4137.52	2317.21	2359.28	13422.26	7474.27
	[b]. Purchases of stock in trade	64.48	50.96	0.00	115.44	0.00
	[c]. Changes in inventories of finished goods, work-in-progress and stock-in-trade	-338.88	-122.69	-146.93	-411.62	-178.02
	[d]. Employees benefits expense	148.76	124.54	156.26	509.52	356.06
	[e]. Finance costs	34.31	26.01	51.01	124.23	119.28
	[g]. Depreciation and amortisation expense	30.27	25.46	21.84	109.99	54.45
	[g]. Other expenses	454.06	405.71	283.80	1527.27	864.49
	Total Expenses	4530.52	2827.20	2725.26	15397.09	8690.53
3	Profit before exceptional and extraordinary items and tax	115.23	76.34	70.53	232.56	140.42
4	Exceptional items	0.00	0.00	0.00	0.00	0.00
5	Profit before extraordinary items and tax	115.23	76.34	70.53	232.56	140.42
6	Extraordinary items	0.00	0.00	0.00	0.00	0.00
7	Profit before tax	115.23	76.34	70.53	232.56	140.42
8	Tax expense:					
	Current tax	51.66	0.00	23.96	51.66	23.96
	Deferred tax	17.34	0.00	12.78	17.34	12.78
	Total tax expenses	69.00	0.00	36.74	69.00	36.74
9	Net profit / IOSG from continuing operations	46.23	76.34	33.79	163.56	103.68
10	Profit / loss from discontinuing operations before tax	0.00	0.00	0.00	0.00	0.00
11	Tax expense of discontinuing operations	0.00	0.00	0.00	0.00	0.00
12	Net Profit / loss from discontinuing operations after tax	46.23	76.34	33.79	163.56	103.68
13	Profit / loss for the period before minority interest	46.23	76.34	33.79	163.56	103.68
14	Share of profit / loss of associates	0.00	0.00	0.00	0.00	0.00
15	Profit / loss of minority interest	0.00	0.00	0.00	0.00	0.00
16	Net profit / loss for the period	46.23	76.34	33.79	163.56	103.68
17	Other Comprehensive Income					
	Items will not be reclassified to profit & Loss					
	(a) Remeasurement of the defined benefit plans	0.00	0.00	0.00	0.00	0.00
	Tax relating to the Items not reclassified to P & L	0.00	0.00	0.00	0.00	0.00
18	Total Comprehensive Income for the period	46.23	76.34	33.79	163.56	103.68
17	Details of equity share capital:					
	Paid-up equity share capital	1057.71	1057.71	1057.71	1057.71	1057.71
	Face value of equity share capital	10	10	10	10	10
18	Reserves excluding revaluation reserves				1435.61	1272.05
19	Earnings per equity share					
	Basic earnings / loss per share from continuing and discontinued operations	0.00	0.00	0.00	1.55	0.98
	Diluted earnings / loss per share from continuing and discontinued operations	0.00	0.00	0.00	1.55	0.98

For Balaji Agro Oils Limited

Joint Managing Director

Segment wise Revenue, Results and Capital Employed for the Year ended 31st March 2022

Sl o	Particular s	Quarter Ended			Rs in Lakhs Year ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		Audited	Unaudited	Unaudited	audited	Audited
1	Segment Revenue					
	(a) Solvent Extraction Division	2174.54	1827.29	1859.84	8751.57	6554.76
	(b) Power Division	505.63	363.92	489.15	1779.71	1549.69
	(c) Steel division	626.76	248.77	476.93	2040.86	873.65
	(d) Rice Division	1689.78	811.29	140.18	4413.54	140.18
	Total Revenue	4996.71	3251.27	2966.10	16985.68	9118.28
	Less :intersegment Revenue	778.28	384.53	195.65	1905.13	314.79
	Net Total Revenue	4218.43	2866.74	2770.45	15080.55	8803.49
2	Segment Results					
	(a) Solvent Extraction Division	36.08	35.31	60.25	161.31	150.48
	(b) Power Division	125.45	17.35	77.60	190.97	81.59
	(c) Steel division	-20.43	-29.95	-16.98	-105.63	-42.30
	(d) Rice Division	-25.87	53.63	-49.35	-14.09	-49.35
	Total	115.23	76.34	71.52	232.56	140.42
	Unallocated Expenditure	0	0	0	0	0
	Profit before Tax	115.23	76.34	71.52	232.56	140.42
	Provision for tax	51.66	0	0	51.66	23.96
	Deferred Tax	17.34	0	0	17.34	12.78
	Net Profit	46.23	76.34	71.52	163.56	103.68
3	segment Assets					
	(a) Solvent Extraction Division	2844.72	2310.89	3236.48	2844.72	3236.48
	(b) Power Division	2015.63	1806.75	2018.40	2015.63	2018.40
	(c) Steel division	473.97	450.12	470.03	473.97	470.03
	(d) Rice Division	2221.18	1595.47	828.37	2221.18	828.37
	Total	7555.50	6163.23	6553.28	7555.50	6553.28
	Less :intersegment Assets	1399.72	838.14	1031.47	1399.72	1031.47
	Net Segment Assets	6155.78	5325.09	5521.81	6155.78	5521.81
4	segment Liabilities					
	(a) Solvent Extraction Division	1681.19	1155.44	2206.78	1681.19	2206.78
	(b) Power Division	383.62	276.02	553.19	383.62	553.19
	(c) Steel division	652.62	608.34	543.05	652.62	543.05
	(d) Rice Division	2284.62	1633.04	877.73	2284.62	877.73
	Total	5002.05	3672.84	4180.75	5002.05	4180.75
	Less :intersegment Liabilities	1399.72	838.14	1031.47	1399.72	1031.47
	Net Segment Liabilities	3602.33	2834.70	3149.28	3602.33	3149.28
5	Capital Employed					
	(a) Solvent Extraction Division	1163.53	1155.45	1029.70	1163.53	1029.70
	(b) Power Division	1632.01	1530.73	1465.21	1632.01	1465.21
	(c) Steel division	-178.65	-158.22	-73.02	-178.65	-73.02
	(d) Rice Division	-63.44	-37.58	-49.36	-63.44	-49.36
	Total	2553.45	2490.38	2372.53	2553.45	2372.53

Notes: 1. The above-audited results for the Year ended 31st March 2022 were reviewed By the Audit Committee and approved by the Board of Directors at their meeting held on 30.05.2022
2. The Limited review of audited financial results for the Year ended March 31st, 2022 as required in terms of clause 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 has been carried out by Statutory Auditors.

Place: Vijayawada

Date: 30-05-2022

For Balaji Agro Oils Limited

Joint Managing Director

ANNEXURE IX

Statement of Assets and Liabilities For The Year Ended 31-03-2022

Standalone / Consolidated Statement of Assets and Liabilities	As at Year ended 31/03/2022	As at year ended 31/03/2021
Particulars		
A EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	105770950	105770950
(b) Reserves and surplus	143560923	127205078
(c) Money received against share warrants		
Sub-total - Shareholders' funds	249331873	232976028
2. Share application money pending allotment	0	0
3. Minority interest *	0	0
4. Non-current liabilities		
(a) Long-term borrowings	133493065	142193179
(b) Deferred tax liabilities (net)	6012116	4277804
(c) Other long-term liabilities	0	0
(d) Long-term provisions	0	0
Sub-total - Non-current liabilities	139505181	146470983
5. Current liabilities		
(a) Short-term borrowings	205520039	159306441
(b) Trade payables	4650672	2950901
(c) Other current liabilities	12687606	8133051
(d) Short-term provisions	3881976	2343879
Sub-total - Current liabilities	226740293	172734272
TOTAL - EQUITY AND LIABILITIES	615577347	552181283
B ASSETS		
1. Non-current assets		
(a) Fixed assets	146397619	125585005
(b) Goodwill on consolidation *	0	0
(c) Non-current investments	535500	535500
(d) Deferred tax assets (net)	0	0
(e) Long-term loans and advances	0	0
(f) Other non-current assets	1134790	1113190
Sub-total - Non-current assets	148067909	127233695
2 Current assets		
(a) Current investments		
(b) Inventories	153896608	94002895
(c) Trade receivables	251753053	237092525
(d) Cash and cash equivalents	34133666	72558948
(e) Short-term loans and advances	8287517	2086794
(f) Other current assets	19438594	19206426
Sub-total - Current assets	467509438	24947588
Total -Assets	6155773347	552181283

Date:30-05-2022

Place: Vijayawada

For Balaji Agro Oils Limited

Joint Managing Director

BALAJI AGRO OILS LIMITED**Cash Flow Statement for the year ended 31.03.2022****(Amount in Rs.)**

PARTICULARS		Year ended 31.03.2022	Year ended 31.03.2021
A	NET CASH FLOW FROM OPERATING ACTIVITIES:		
	Profit Before Tax	23,256,508	14,041,936
	Depreciation	10,998,843	5,445,163
	Profit on Sale of Property, Plant & Equipment	(24,680)	(38,000)
	Interest on Fixed Deposits	(697,129)	(145,069)
	Interest & Finance Charges	12,423,125	11,927,754
	Operating Profit before Working Capital Changes	45,956,667	31,231,784
	(Increase)/Decrease in Short term Loans and Advances	(6,200,723)	841,240
	(Increase)/Decrease in Other Current Assets	(232,168)	(58,262)
	(Increase)/Decrease in Inventories	(59,893,713)	(7,092,334)
	(Increase)/Decrease in Trade Receivables	(14,660,528)	(57,479,068)
	Increase/(Decrease) in Other Current Liabilities	4,554,555	2,823,280
	Increase/(Decrease) in Trade Payables	1,699,771	1,154,985
	Cash Generated from Operations	(28,776,139)	(28,578,375)
	Less: Direct Taxes Paid (Net off Refund)	(3,628,254)	(1,123,855)
	Net Cash Flow from Operating Activities	(32,404,393)	(29,702,230)
B	NET CASH FLOW FROM INVESTING ACTIVITIES:		
	Purchase of Property, Plant & Equipment	(31,836,777)	(78,478,419)
	Sale of Property, Plant & Equipment	50,000	40,000
	Investment Income	697,129	145,069
	(Increase)/Decrease in Other Non Current Assets	(21,600)	(625,609)
	(Increase)/Decrease in Investments	-	-
	Net Cash Flow from Investing Activities	(31,111,248)	(78,918,959)
C	NET CASH FLOW FROM FINANCING ACTIVITIES:		
	Proceeds from issue of Share Capital	-	-
	Increase in Secured Loans	(9,190,518)	66,920,638
	Increase/(Decrease) in Unsecured Loans	2,021,898.00	75,410,386
	Increase/(Decrease) in Working Capital Loan	44,682,104	43,345,481
	Interest paid	(12,423,125)	(11,927,754)
	Dividend Paid	-	-
	Dividend tax paid	-	-
	Net Cash Flow from Financing Activities	25,090,359	173,748,751
	Net Increase in Cash & Cash Equivalents (A + B + C)	(38,425,282)	65,127,562
	Opening Cash & Cash Equivalents	72,558,948	7,431,386
	Closing Cash & Cash Equivalents	34,133,666	72,558,948

For Balaji Agro Oils Limited



Joint Managing Director

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Balaji Agro Oils Limited

Report on the Audit of the Financial Statements

I have audited the financial statements of **Balaji Agro Oils Limited** ("the Company"), which comprise the balance Sheet as at 31st March 2022, the statement of Profit and Loss, statement of cash flows for the year then ended and notes to the financial statements, including summary of significant accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid financial statements give the information required by Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of Balance Sheet, of the state of affairs of the Company as at 31st March, 2022;
- (b) in the case of Profit and Loss Account, of the profit/loss for the year ended on 31st March, 2022; and
- (c) in the case of Cash Flow Statement, of the cash flows for the year ended on 31st March 2022;

Basis for Opinion

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

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 Board's Report including Annexures to Board Report and Shareholder's Information, but does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance, conclusion thereon.

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

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I 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 Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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 SA's I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 Companies Act, 2013, I am also responsible for expressing my 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.
- 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

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 in terms of Section 143(11) of the Act, I give in 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, I report that:
 - (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
 - (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In my opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the Directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31 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 my separate Report in "Annexure B".
 - (g) 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 my opinion and to the best of my information and according to the explanations given to me:
 - i) The Company does not have any pending litigations, which would impact its financial position.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("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;

- v) Based on such audit procedures performed that has been considered reasonable and appropriate in the circumstances, nothing has come to my notice that has caused me to believe that the representations made by the management contain any material mis-statement.

(h) No dividend was declared or paid during the year by the company.

Place: Vijayawada
Date: 30th May, 2022

Polavarapu Janardhan Digitally signed by
Polavarapu Janardhan

Polavarapu Janardhan
Chartered Accountant
ICAI M.No: 26498
UDIN: 22026498AJWKS2261

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of my report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

I have audited the internal financial controls over financial reporting of **Balaji Agro Oils Limited** ('the Company') as of March 31, 2022 in conjunction with my audit of the financial statements of the Company for the year ended and as 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 (the 'Guidance Note'). 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.

Auditor's Responsibility

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I conducted my audit in accordance with the Standards on Auditing prescribed under Section 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that I comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My 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.

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

Meaning of Internal Financial Controls over Financial Reporting

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

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

Place: Vijayawada

Date: 30th May, 2022

Polavarapu
Janardhan

Digitally signed by
Polavarapu Janardhan

Polavarapu Janardhan
Chartered Accountant

ICAI M.No: 26498

UDIN: 22026498AJWKS2261

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of my report of even date)

Report on Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government in terms of Section 143(11) of the Companies Act, 2013 ('the Act') of Balaji Agro Oils Limited ('the Company')

i. In respect of the Company's Property, Plant & Equipment

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, Plant & Equipment.

(B) Since the company does not hold any intangible assets, the provisions of Clause 3(i)(a)(B) of the Order are not applicable.

(b) The Property, Plant & Equipment were physically verified during the year by the Management at reasonable intervals. According to the information and explanations given to me, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to me and the records examined by me and based on the examination of the conveyance deed provided to me, I report that, the title deeds, comprising all the immovable properties which are freehold, are held in the name of the Company as at the balance sheet date.

(d) Since the company has not revalued its Property, Plant & Equipment or intangible assets during the year under review, the provisions of Clause 3(i)(d) of the Order are not applicable.

(e) Since the company does not hold any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, the provisions of Clause 3(i)(e) of the Order are not applicable.

ii. In respect of the Company's Inventories & Working Capital Limits

(a) The management has conducted physical verification of inventory at reasonable intervals throughout the year. The Company has maintained proper records of inventories and the discrepancies noticed on physical verification of stocks as compared to book records, which in my opinion were not material, have been properly dealt with in the books of account.

(b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores from several banks on the basis of security of current assets; during the year under consideration. Quarterly statement of Current Assets is not being issued to banks, hence I cannot comment on the same.

- iii. In our opinion and according to the information and explanations given to me, during the year the company has not made any investments in, nor provided any guarantee or security or not granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties and hence reporting under Clause 3(iii) of the Order is not applicable.
- iv. According to the information and explanations given to me and on the basis of my examination of the records of the company, the company has neither made any investments nor has given loans or provided guarantee or security as specified under Section 185 of the Companies Act, 2013 ("The Act") and the company has not provided any security as specified under section 186 of the Act. Further, in my opinion, the company has complied with the provisions of section 186 of the Act in relation to loans given, guarantees provided and investments made.
- v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2022 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi. I have broadly reviewed the books of account maintained by the company in respect of products where, pursuant to the Rules made by the Central Government of India, the maintenance of cost records has been prescribed under Sub-section (1) of Section 148 of the Act and I am of the opinion that prima facie, the prescribed accounts and records have been maintained and are being made up. I have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues, including Income Tax, Goods and Service Tax and other material statutory dues applicable to it with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of wealth tax, customs duty, excise duty, provident fund and cess were in arrears, as at 31st March, 2022 for a period of more than six months from the date they became payable.
- (b) There were no dues of Income Tax, Good and Service Tax, duty of Customs, duty of Excise and Cess which have not been deposited as at March 31, 2022 on account of dispute except value added tax and central sales tax the details of which are as given below:

<i>Name of the Statute</i>	<i>Nature of Dues</i>	<i>Amount (Rs)</i>	<i>Period to which the amount relates</i>	<i>Forum where dispute is pending</i>
CST	Non consideration of F Form& C Form	3,97,957	2003-2004	Appellate Tribunal
VAT	DOB Stock transfer to Fish division-input restrict	5,86,960	2005-2006	Appellate Tribunal

CST	Non consideration of 'F' Forms submitted	3,65,022	2007-2008	Appellate Tribunal
VAT	Input Tax Disallowed	121,095	01-01-2009 to 31-03-2011	Appellate Tribunal
VAT	Input Tax Disallowed	1,04,415	01-04-2011 to 31-10-2013	Appellate Tribunal

viii. According to the information and explanations given to me and on the basis of my examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax, 1961 as income during the year.

ix.

- (a) According to the information and explanations given to me and on the basis of my examination of the records, the Company has not defaulted in the repayment of loans or borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to me and on the basis of my examination of the records, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.
- (c) In my opinion and according to the information and explanations given to me by the management, no term loans were obtained during the year.
- (d) According to the information and explanations given to me and on an overall examination of the balance sheet of the Company, I report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) The Company does not have subsidiaries, associates or joint ventures. Hence, reporting under this clause is not applicable.
- (f) The Company does not have subsidiaries, associates or joint ventures. Hence, reporting under this clause is not applicable.

x.

- (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to me and on the basis of my examination of the records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.

xi.

- (a) Based on examination of the books and records of the Company and according to the information and explanations given to me, considering the principles of materiality outlined in the Standards on Auditing, I report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) According to the information and explanations given to me, no report under sub-section(12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) The Company has not received any whistle-blower complaints during the year.

- xii. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
- xiii. In my opinion and according to the information and explanations given to me, the transactions with related parties are in compliance with Section 177 & 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) Based on the information and explanations provided to me and my audit procedures, in my opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (b) I have considered the internal audit reports of the company issued till date for the period under audit.
- xv. In my opinion and according to the information and explanations given to me, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.
- xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi)(a) and 3(xvi)(b) of the Order are not applicable.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) Reporting under Clause 3(xvi)(d) is not applicable as the company does not have any holding/subsidiary/associate/joint venture companies.
- xvii. The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- xviii. There was no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- xix. According to the information and explanations given to me 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, my knowledge of the Board of Directors and management plans and based on my examination of the evidence

supporting the assumptions, nothing has come to my attention, which causes me to believe that any material uncertainty exists as on the date of the audit report that the 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. I, however, state that this is not an assurance as to the future viability of the Company. I further state that my reporting is based on the facts up to the date of the audit report and I neither give any guarantee nor provide 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. Since the company does not require to comply with the provisions of Section 135 of the Companies Act, 2013, reporting under Clause 3(xx) of the Order is not applicable.
- xxi. Reporting under Clause 3(xxi) is not applicable as the company does not have any holding/subsidiary/associate/joint venture companies.

Place: Vijayawada
Date: 30th May, 2022

Polavarapu
Janardhan

Digitally signed by
Polavarapu Janardhan

Polavarapu Janardhan
Chartered Accountant
ICAI M.No: 26498
UDIN: 22026498AJWKS2261

Independent Auditor's certificate on Corporate Governance

To The Members of Balaji Agro Oils Limited

1. I, Polavarapu Janardhan, Chartered Accountant, the Statutory Auditor of Balaji Agro Oils Limited ("the Company"), have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on 31 March 2022, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("SEBI Listing Regulations").

Management's Responsibility

2. The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the SEBI Listing Regulations.

Auditor's Responsibility

3. My responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
4. I have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
5. I have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that I comply with the ethical requirements of the Code of Ethics issued by the ICAI.
6. I have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

7. Based on my examination of the relevant records and according to the information and explanations provided to me and the representation provided by the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI Listing Regulations during the year ended March 31, 2022
8. I state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Place: Vijayawada
Date : 30th May, 2022

Polavarapu
Janardhan

Digitally signed by
Polavarapu Janardhan

Polavarapu Janardhan

Chartered Accountant

ICAI M.No: 26498

UDIN: 22026498AJWKS2261