


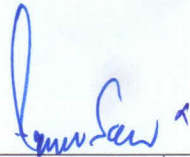

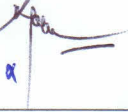
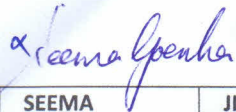

CIRCULAR IN THE FORM OF ADVERTISEMENT INVITING DEPOSITS

3F INDUSTRIES LIMITED
(Formerly Foods, Fats & Fertilizers Limited)
CIN: U24120AP1960PLC000888


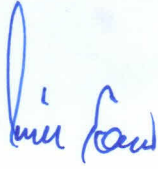


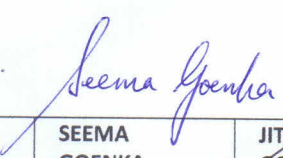

Regd.Office: Tanuku Road, Tadepalligudem-534101 W.G.Dist., Andhra Pradesh

I. GENERAL INFORMATION:

S. No.	Particulars	Details
1.	Name:	3F Industries Limited
	Address:	Regd.Office: Tanuku Road, Tadepalligudem-534101 W.G.Dist., Andhra Pradesh
	Website:	www.fff.co.in
	Contact Details:	Mr. S.B. Goenka Chairman & Whole-time Director No. 36, C.P. Ramasamy Road, Alwarpet, Chennai – 600 018
2.	Date of incorporation:	10 th May 1960
3.	Business carried on by the Company:	<u>Manufacture & Export of</u> <ul style="list-style-type: none">➤ Edible oils,➤ Hydrogenated vegetable oils,➤ Vegetable fat spreads,➤ Specialty Fats.➤ de-oiled cakes,➤ Stearic Acid, Fatty Acids,➤ Import and Export of Agro Based Commodities.➤ Oleo Chemicals,➤ Glycerine,➤ Power.➤ Toiletry Soap & Cosmetic Products,➤ Cattle feed➤ Industrial Chocolates

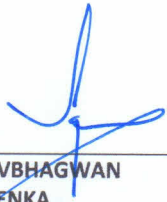
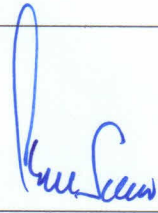


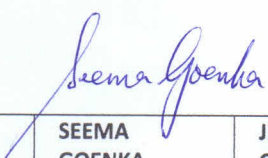

 SHIVBHAGWAN GOENKA	 SITARAM GOENKA	 OMPRAKASH GOENKA	 SUSHIL GOENKA	 SEEMA GOENKA	 JITENDRA GOENKA
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	Subsidiaries:	1. 3F Global (Singapore) Pte. Ltd., Singapore. 2. 3F Ghana Limited, Ghana, West Africa. 3. 3F Ghana Trading Limited, Ghana. 4. Viaton Energy Pvt. Ltd., India. 5. 3F Oil Palm Pvt. Ltd., India. 6. Chakranemi Infrastructure Private Limited 7. 3F Ghana Oils & Fats Limited 8. Krishna Exports Limited
	Branches:	Chennai, Mumbai, Hyderabad, Kakinada, Kolkata and Krishnapatnam.
4.	Brief particulars of the management of the Company:	The Company is managed by a Board of Directors comprising of 8 Directors and 2 Independent Directors.
5.	Names, addresses, DIN & occupation of the Directors	Refer Annexure – A
6.	Management's perception of risk factors	Refer Annexure – B
7.	Details of default, including the amount involved in the repayment of: (i) Statutory Dues (ii) Debentures and interest thereon (iii) Loan from any bank or financial institution and interest thereon	The Company has not defaulted on the repayment of any statutory dues. Not Applicable The Company has not defaulted in the repayment of loan taken from any bank/financial institution and the interest accrued thereon.





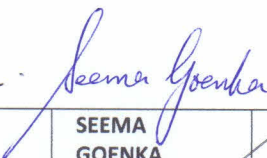

					
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II. PARTICULARS OF THE DEPOSIT SCHEME:

S. No.	Particulars	Details
1.	Date of passing of Board Resolution	05.09.2022
2.	Date of passing of resolution in the general meeting authorizing the invitation of such deposits	30.09.2022
3.	Type of Deposits, (i.e.) Whether secured or unsecured	Unsecured Deposits
4.	Amount which the Company can raise by way of Deposits as per the Act and the rules made there under.	Refer Annexure – C
	Aggregate of deposits actually held on the last day of the immediately preceding financial year (i.e.) 31 st March 2022.	Rs. 8,820.73 Lakhs
	Aggregate of deposits actually held on the last day/AGM while issue of the circular in the form of advertisement.	Rs 10,604.69 Lakhs (30.09.2022)
	Amount of deposit proposed to be raised	Rs. 5,095.31 Lakhs
	Amount of deposit repayable within the next 12 months.	Rs. 4,257.31 Lakhs (01.10.22 – 30.09.23)
6.	Terms of raising of deposits – (i) Duration (ii) Rate of interest (iii) Mode of payment (iv) Mode of repayment	Refer Annexure - D
7.	Proposed time schedule mentioning the date of opening the scheme and the time period for which the circular or advertisement is valid.	Refer Annexure - E

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8.	Reasons or objects of raising the deposits	Refer Annexure – F
9.	(i) Credit Rating obtained (ii) Name of the Credit Rating Agency (iii) Rating obtained (iv) Meaning of the rating obtained (v) Date on which the rating was obtained	Refer Annexure – G
10.	Extent of Deposit Insurance: (i) Name of the insurance company (ii) Terms of the insurance coverage (iii) Duration of coverage (iv) Extent of coverage (v) Procedure for claim in case of default etc.	Not Required (Refer Annexure – H)
11.	Short particulars of the Charge created or to be created for securing such deposits, if any.	Since, the Company is accepting only unsecured deposits, there is no necessity to create charge for securing such deposits.
12.	Any financial or other material interest of the directors, promoters, or Key Managerial Personnel in such deposits and the effect of such interest in so far as it is different from the interests of other persons.	Members are interested in these deposits to the extent of their deposits which as on date stood at Rs. 1,532.27 Lakhs


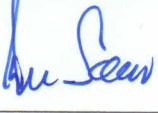



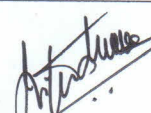
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III. DETAILS OF ANY OUTSTANDING DEPOSITS:

S. No.	Particulars	Details
1.	Amount Outstanding	Rs.10,604.69 Lakhs (30.09.2022)
2.	Date of acceptance	Various Dates
3.	Total amount accepted	Rs. 8,820.73 Lakhs (01.04.22)
4.	Rate of interest	9%
5.	Total no. of depositors	3780 No's (as on 30.09.22)
6.	Default, if any, in repayment of deposits and payment of interest thereon, if any, including number of depositors, amount, and duration of default involved.	NIL
7.	Any waiver by the depositors, of interest accrued on deposits.	NIL





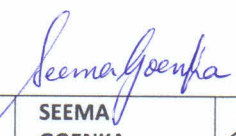

IV. FINANCIAL POSITION OF THE COMPANY

S. No.	Particulars	Details
1.	Profits of the Company, before and after making provision for tax, for three financial years immediately preceding the date of issue of circular or advertisement.	Refer Annexure – I
2.	Dividends declared by the company in respect of the said three financial years; interest coverage ratio for last three years (Cash profit after tax plus interest paid or interest paid)	Refer Annexure – I
3.	A summary of the financial position of the Company as in the three audited balance sheets immediately preceding the date of issue of circular or advertisement.	Refer Annexure - J
4.	Audited Cash Flow Statement for the 3 years immediately preceding the date of issue of circular or advertisement.	Refer Annexure – K
5.	Any change in the accounting policies during the last three years and their effect on the profits and the reserves of the company.	Refer Annexure - L.

					
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DECLARATION BY THE DIRECTORS THAT –

1. The Company has not defaulted on the repayment of deposits accepted either before or after the commencement of the Act or payment of interest thereon.
2. The Board of Directors have satisfied themselves fully with respect to the affairs and the prospects of the company and that they are of the opinion that having regard to the estimated future financial position of the Company, the Company will be able to meet its liabilities as and when they become due and that the company will not become insolvent within a period of one year from the date of issue of the circular or advertisement.
3. The Company has complied with the provisions of the Act, and the rules made there under.
4. Compliance with the Act and the rules does not imply that repayment of deposits is guaranteed by the Central Government.
5. The deposits accepted by the Company before the commencement of the Act have been repaid (or will be repaid) along with interest on due dates and until they are repaid, they shall be treated as unsecured and ranking pari passu with other unsecured liabilities.
6. In case of any adverse change in credit rating, depositors will be given a chance to withdraw deposits without any penalty.
7. The deposits shall be used only for the purposes indicated in the Circular or circular in the form of an advertisement.
8. The deposits accepted by the company are unsecure and rank Pari passu with other unsecured liabilities of the company.

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ANNEXURE – A

NAMES, ADDRESSES, DIN & OCCUPATION OF THE DIRECTORS

DIN/DPIN	FULL NAME	PRESENT RESIDENTIAL ADDRESS	OCCUPATION
00350224	SHIV BHAGAWAN GOENKA	OLD NO25, NEW NO 31 SOUTH BEACH AVENUE 11ND STREET, MRC NAGAR RAJA ANNAMALAIPURAM CHENNI – 600 028 TAMILNADU INDIA	INDUSTRIALIST
00552269	SITARAM GOENKA	25, SECOND MAIN ROAD RAJA ANNAMAIPURAM CHENNAI – 600 028 TAMILNADU INDIA	INDUSTRIALIST
00533274	OMPRAKASH GOENKA	5-27, TANUKU ROAD PRATHIPADU TADEPALLIGUDEM – 534 101 ANDHRA PRADESH INDIA.	INDUSTRIALIST
00533097	SUSHIL GOENKA	VILLA NO46, MEENKESHI BAMBOOS NEAR RAMKY TOWERS GACHIBOWLI RANGAREDDY DISTRICT HYDERABAD – 500 032 TELANGANA INDIA.	INDUSTRIALIST
03619602	RANGANATH AN MUKUNDAN	C5, RAMS, VEDASRENI 215, VELACHERY MAIN ROAD VELACHERY CHENNAI – 500 032 TAMILNADU INDIA	BUSINESS

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01290474	BHARAT KUMAR GOENKA	B 304, NEW FRIENDS COLONY NEW DELHI – 110 065 INDIA.	INDUSTRIALIST
01458556	JITENDRA GOENKA	OLD NO; 25, NEW NO 31 SOUTH BEACH AVENUE II ND STREET, MRC NAGAR RAJA ANNAMALAIPURAM M.R.C. NAGAR RAJA ANNAMALAIPURAM, CHENNAI.600 028. TAMILNADU, INDIA.	INDUSTRIALIST
07101857	SEEMA GOENKA (Woman Director)	VILLA NO46, MEENKESHI BAMBOOS NEAR RAMKY TOWERS GACHIBOWLI RANGAREDDY DISTRICT HYDERABAD – 500 032 TELANGANA INDIA.	INDUSTRIALIST
01422135	SANKARANA RAYAN SIVARAMAN	F1/33/13 VISWANATHAPURAM 2 ND ST VTC, KODAMBAKKAM PIN: 600024 CHENNAI DIST TAMILNADU	PRACTISING COMPANY SECRETARY
01470021	SANJAY GOENKA	343, 7 TH FLOOR, FOUNTAIN PLAZA PANTHEON ROAD EGMORE CHENNAI – 600 008	INDUSTRIALIST

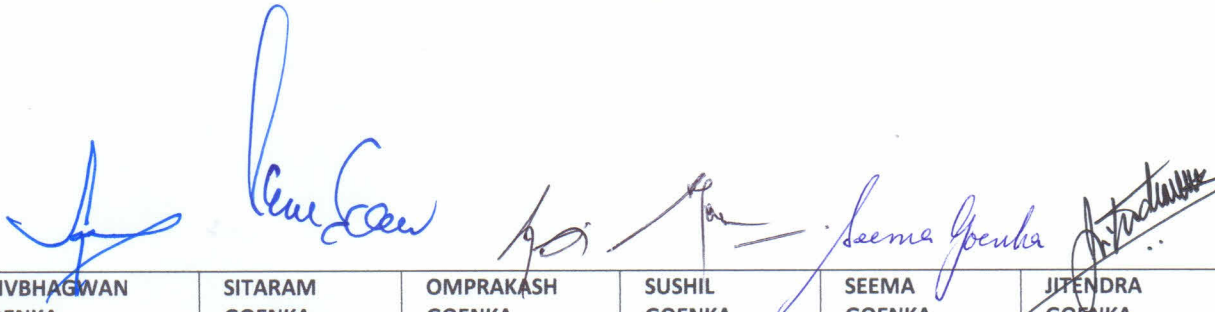
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ANNEXURE – B

MANAGEMENT'S PERCEPTION OF RISK FACTORS

The company has been accepting deposits from the public for several years now and the repayment of principal and interest payments has been regular. There has been no single instance of default by the Company in respect of these deposits. Also, the Company has never defaulted in making payment of dues to the Banks / Financial institutions, payment of statutory obligations etc.

However, the refinery business of the company is highly competitive and dependent on the crude edible oil prices prevailing in the international markets. Any adverse international market conditions in the edible oil industry may have an effect on the company's performance also.



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ANNEXURE – C

AMOUNT WHICH THE COMPANY CAN RAISE BY WAY OF DEPOSITS AS PER THE ACT AND THE RULES MADE THEREUNDER:

a)	25% of the aggregate of the paid up capital and free reserves from the public excluding Asset revaluation reserve	Rs.11,274.42 Lakhs
b)	10% of the aggregate of the paid up the capital and free reserves as Deposits from the Share holders	Rs. 4,509.77 Lakhs
Total		Rs. 15,784.19 Lakhs

Limits of Public Deposits:

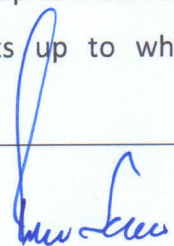

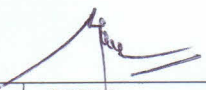

Limit up to which the Company is eligible	Rs. 11,274.42 Lakhs
Less: Limit for which credit rating not obtained	Rs. 74.42 Lakhs
Eligible Limit for which credit rating obtained	Rs. 11,200.00 Lakhs
Less: Received from public	Rs. 9,072.42 Lakhs
Further Deposits which the Company is eligible	Rs. 2,127.58 Lakhs

Limits of Deposits that can be accepted from members:

Limit upto which the Company is eligible	Rs. 4,509.77 Lakhs
Less: Limit for which credit rating not obtained	Rs. 9.77 Lakhs
Eligible Limit for which credit rating obtained	Rs. 4,500.00 Lakhs
Less: Received from shareholders	Rs. 1,532.27 Lakhs
Further Deposits which the Company is eligible	Rs. 2,967.73 Lakhs

Further Deposits which the Company is eligible:

a. Further Deposits up to which the Company can accept from public	Rs. 2,127.58 Lakhs
b. Further Deposits up to which the Company can accept from members.	Rs. 2,967.73 Lakhs

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ANNEXURE – D

TERMS OF RAISING DEPOSITS

PUBLIC DEPOSIT SCHEMES

SCHEME-1 MONTHLY INCOME PLAN (MIP)

Minimum Amount	Period	Simple rate of interest (Per Annum)
Rs.50,000/-	1 Year	9.00%
	2 Years	
	3 Years	

Additional amounts will be accepted in multiples of Rs.1,000/- only.

SCHEME-II QUARTERLY INCOME PLAN (QIP)

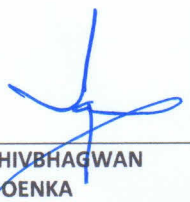
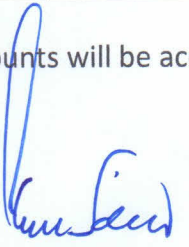
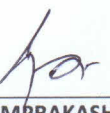
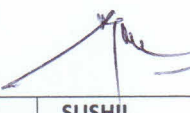
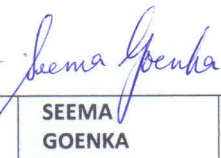

Minimum Amount	Period	Simple rate of interest (Per Annum)	Annual Effective yield
Rs.30,000/-	1 Year	9.068% monthly compounding	9.068% (per Annum)
	2 Years		
	3 Years		

Additional amounts will be accepted in multiples of Rs.1,000/-only.

SCHEME – III CUMULATIVE DEPOSIT PLAN (CDP)

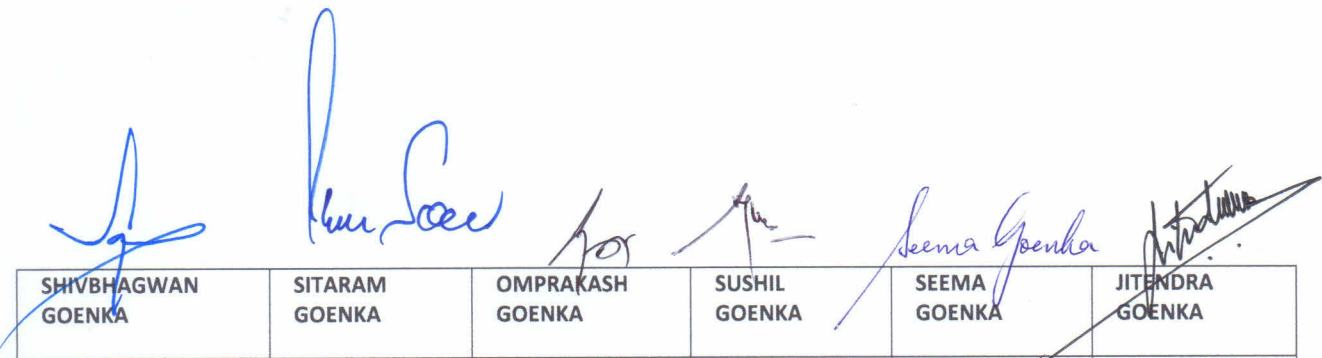
Minimum Amount	Period	Simple rate of Interest (per Annum)	Maturity value at the End of the period	Annual Effective yield
Rs.30,000/-	1 Year	9.00%	32,814	9.381%
	2 Years	9.00%	35,893	9.821%
	3 Years	9.00%	39,259	10.288%

Additional amounts will be accepted in multiples of. Rs.1,000/-only.

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HIGHLIGHTS

- ❖ Under Scheme-1 & 2 interest amounts are credited to the depositors' bank accounts (if provided with relevant details) directly each month and Quarter.
- ❖ Pre-mature withdrawal permitted subject to RBI guidelines at the discretion of the Company.
- ❖ No deduction of tax at source on interest payments up to Rs.5,000/- in a financial year.
- ❖ On submission of the FD receipts for payment, Repayment is made by RTGS/NEFT directly to the Depositors' bank Accounts as and when matured or premature payment as per their specific request. In case bank account details are not submitted, payment will be made by way of A/c payee cheques in the name of deposit holders.



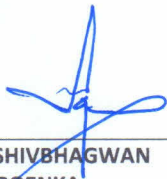



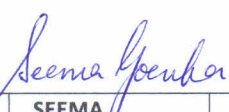

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ANNEXURE – E

PROPOSED TIME SCHEDULE MENTIONING THE DATE OF OPENING THE SCHEME AND THE TIME PERIOD FOR WHICH THE CIRCULAR OR ADVERTISEMENT IS VALID

Date of opening of the Scheme –




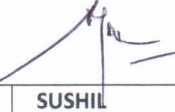
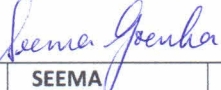
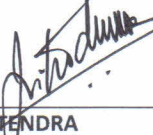
Validity from 18.01.2023 to 30.09.2023

 SHIVBHAGWAN GOENKA	 SITARAM GOENKA	 OMPRAKASH GOENKA	 SUSHIL GOENKA	 SEEMA GOENKA	 JITENDRA GOENKA
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ANNEXURE – F

REASONS OR OBJECTS FOR RAISING DEPOSITS

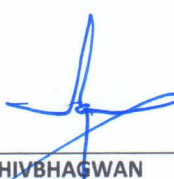


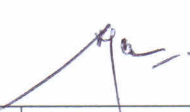
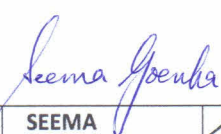
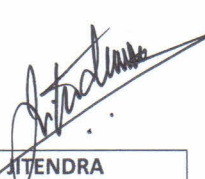
The company has been accepting deposits from the public for several years. The amounts raised from this source are used to supplement the requirements of the company for carrying out its day-to-day business operations.

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ANNEXURE – G

CREDIT RATING




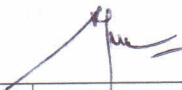
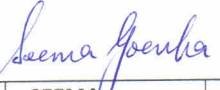
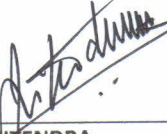
Credit Rating obtained	
Name of the Credit Rating Agency	CRISIL
Rating obtained	A - (STABLE)
Meaning of the rating obtained	CRISIL A minus rating with stable out look
Date on which the rating was obtained	29.11.2022

 SHIVBHAGWAN GOENKA	 SITARAM GOENKA	 OMPRAKASH GOENKA	 SUSHIL GOENKA	 SEEMA GOENKA	 NITENDRA GOENKA
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ANNEXURE – H

DEPOSIT INSURANCE

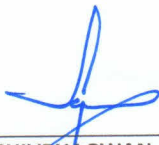



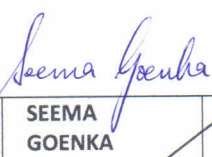
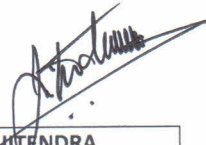
Name of the insurance company	
Terms of the insurance coverage	
Duration of coverage	NOT APPLICABLE
Extent of coverage	
Procedure for claim in case of default etc.	

 SHIVBHAGWAN GOENKA	 SITARAM GOENKA	 OMPRAKASH GOENKA	 SUSHIL GOENKA	 SEEMA GOENKA	 HENDRA GOENKA
00350224	00552269	00533274	00533097	07101857	01458556

ANNEXURE – I

PROFITS OF THE COMPANY, BEFORE AND AFTER MAKING PROVISION FOR TAX, FOR THREE FINANCIAL YEARS IMMEDIATELY PRECEDING THE DATE OF ISSUE OF CIRCULAR OR ADVERTISEMENT

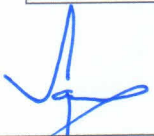
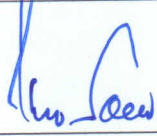


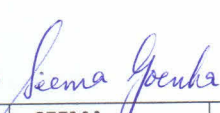

Year ended	Profit before Tax (Rs. In lakhs)	Profit after tax (Rs. In lakhs)	Dividend declared		Amount (Rs.in Lakhs)
			Dividend	Rate	
31-03-2020	5069.46	3666.55	On Equity Shares	20%	209.13
31-03-2021	7962.68	5761.54	On Equity Shares	30%	313.70
31.03.2022	107066.44	7964.89	On Equity Shares	30%	270.20

					
SHIVBHAGWAN GOENKA	SITARAM GOENKA	OMPRAKASH GOENKA	SUSHIL GOENKA	SEEMA GOENKA	JITENDRA GOENKA
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ANNEXURE – J

**A SUMMARY OF THE FINANCIAL POSITION OF THE COMPANY AS IN THE THREE AUDITED
BALANCE SHEETS IMMEDIATELY PRECEDING THE DATE OF ISSUE OF CIRCULAR OR
ADVERTISEMENT**

	(Rs.in Lakhs)		
	31-03-2020	31-03-2021	31-03-2022
<u>Liabilities: -</u>			
Share Capital	1045.66	1045.66	1045.66
Other equity (Reserves & Surplus)	30973.16	36784.42	44402.69
Secured loans	27351.95	23395.34	17869.07
Unsecured loans	13152.32	13338.47	15095.71
Deferred Tax Liability	4393.57	3882.42	3872.76
Other non-current liabilities & Provisions	563.28	673.27	662.34
Other Current liabilities & Provisions	53122.02	76351.18	114703.58
Total	130601.97	155470.76	197651.80
<u>Assets: -</u>			
Fixed assets	34534.89	33573.88	33184.07
Investments	13691.89	7698.55	14992.37
Loans & Advances	10425.96	10505.35	9455.54
Other non-Current assets	1098.09	2129.44	1185.19
Other current Assets	70851.14	101563.53	138834.64
Total	130601.97	155470.76	197651.80
<u>Contingent Liabilities: -</u>			
Amounts in dispute towards claims & Guarantees given by the Company	16882.99	6481.70	7463.21

 SHIVBHAGWAN GOENKA	 SITARAM GOENKA	 OMPRAKASH GOENKA	 SUSHIL GOENKA	 SEEMA GOENKA	 JITENDRA GOENKA
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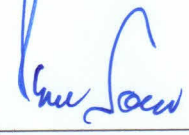

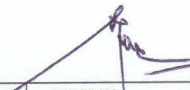
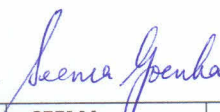

Cash Flow Statement for the year ended 31st March 2022

Rs. In Lakhs

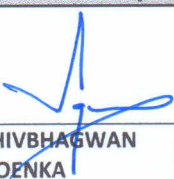
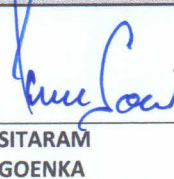

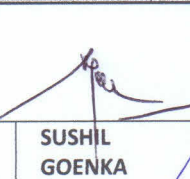
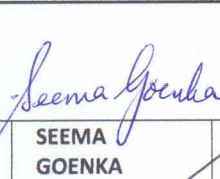
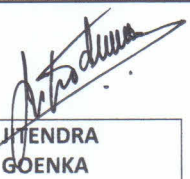
PARTICULARS	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Profit before tax from continuing operations	10,706.44	7,962.68
Adjustments for		
Interest expense	7,629.42	3,775.72
Interest income	(3,023.84)	(1,753.75)
Dividend income	-	(1.31)
Loss/(Profit) on Sale of Investments - Current	(48.15)	(140.16)
Gain on Fair Valuation of Investments	(6.34)	(0.03)
Profit/Loss on sale of Investments	-	2,218.94
Provision for Loss Allowance	4.54	(4.11)
Interest Income on Retention Creditors	(0.37)	(3.13)
Excess Provision Written Back	(217.23)	(1.21)
Amortisation of government grants	(130.26)	(142.98)
Depreciation/amortization	2,556.41	2,523.59
Loss/[profit] on sale of fixed assets	(39.37)	0.72
Assets Written off	8.23	-
Bad Debts Written Off	10.70	4,603.99
Remeasurement of defined benefit plans	(19.57)	(175.81)

SHIVBHAGWAN GOENKA	SITARAM GOENKA	OMPRAKASH GOENKA	SUSHIL GOENKA	SEEMA GOENKA	JITENDRA GOENKA
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Net gain/loss on financial assets	(579.66)	873.57
Operating profit before working capital changes	16,850.96	19,736.71
<u>Movements in working capital:</u>	-	
Increase/[decrease] in trade payables	39,201.61	21,126.55
Increase/[decrease] in provisions	(78.11)	178.68
Increase/[decrease] in other liabilities (current)	722.46	(186.25)
Increase/[decrease] in other financial liabilities	83.79	639.25
Decrease/[increase] in trade receivables	(7,018.27)	(1,661.82)
Decrease/[increase] in inventories	(526.69)	(13,477.58)
Decrease/[increase] in loans and advances	1,049.82	(533.05)
Decrease/[increase] in other assets	233.53	(746.68)
Decrease/[increase] in other financial assets	(73.19)	457.53
Decrease/[increase] in other Bank Balances	(30,179.98)	(19,537.34)
Cash generated from/[used in] operations	20,265.93	5,996.00
Direct taxes paid [net of refunds]	(4,018.49)	(1,470.53)
Net cash flow from/[used in] operating activities (A)	16,247.43	4,525.46
<u>Cash flows from Investing activities</u>		
Purchase of fixed assets, including intangible assets, CWIP and capital advances	(2,179.18)	(1,584.49)
Proceeds from sale of fixed assets	43.72	21.19
Investment made during year	(46,175.00)	(2,366.91)

 SHIVBHAGWAN GOENKA	 SITARAM GOENKA	 OMPRAKASH GOENKA	 SUSHIL GOENKA	 SEEMA GOENKA	 JITENDRA GOENKA
00350224	00552269	00533274	00533097	07101857	01458556

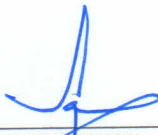



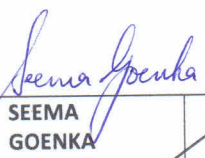
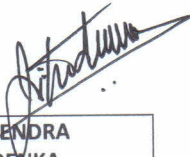
Proceeds from sale of Investments	38,948.15	5,829.76
Dividend received	-	1.31
Interest received	3,623.22	1,550.59
Net cash flow from/[used in] investing activities (B)	(5,739.10)	3,451.46
<u>Cash flows from Financing activities</u>		
Repayment of Term Loans	(14,393.37)	(12,552.59)
Proceeds from borrowings	11,132.25	9,035.19
Principal repayment of lease liabilities	(165.08)	(163.67)
Interest repayment of lease liabilities	(40.81)	(43.18)
Dividend Paid	(322.42)	(198.41)
Interest paid	(7,474.05)	(3,860.67)
Net cash flow from/[used in] in financing activities [C]	(11,263.48)	(7,783.34)
Net increase/[decrease] in cash and cash equivalents (A+B+C)	(755.14)	193.58
Cash and cash equivalents at the beginning of the year	2,523.12	2,329.54
Cash and cash equivalents at the end of the year	1,767.98	2,523.12
Components of cash and cash equivalents		
Balances with Banks:		
On current accounts	1,452.70	1,783.04
Deposits with original maturity of less than 3 months	7.00	7.00
Cash Credits with Debit Balance	289.16	701.42
Cash on hand	19.12	31.66
Total cash and cash equivalent	1,767.98	2,523.12

 SHIVBHAGWAN GOENKA	 SITARAM GOENKA	 OMPRAKASH GOENKA	 SUSHIL GOENKA	 SEEMA GOENKA	 HENDRA GOENKA
00350224	00552269	00533274	00533097	07101857	01458556

Annexure – L
First -time adoption of Ind-AS

These standalone financial statements for 3F Industries Limited, for the year ended 31st March 2020 have been prepared in accordance with Ind AS. For the purposes of transition to Ind AS, the company has followed the guidance prescribed in Ind AS 101 - First Time adoption of Indian Accounting Standard, with April 1, 2018 as the transition date and IGAAP as the previous GAAP.

The transition to Ind AS has resulted in changes in presentation of the financial statements, disclosures in the notes thereto and accounting policies and principles. The accounting policies in accordance with Indian Accounting Standards have been applied in preparing standalone financial statements for the year ended March 31, 2020, and the comparative information. An explanation of how the transition from previous GAAP to Ind AS has affected the Company's Balance Sheet, Statement of Profit and Loss, is set out hereunder.

 SHIVBHAGWAN GOENKA	 SITARAM GOENKA	 OMPRAKASH GOENKA	 SUSHIL GOENKA	 SEEMA GOENKA	 JITENDRA GOENKA
00350224	00552269	00533274	00533097	07101857	01458556

Reconciliation of Equity as previously reported under IGAAP to Ind AS

Particulars	As at 31st March 2019			As at 1st April 2018		
	Balances as per IGAAP	Ind AS Adjustments	Balance as per IND AS	Balances as per IGAAP	Ind AS Adjustments	Balance as per IND AS
ASSETS						
Non-current assets						
Property, Plant and Equipment	3,10,40,46,816	(2,56,40,348)	3,07,84,06,469	2,86,46,30,635	(2,16,92,624)	2,84,29,38,011
Right of Use Asset		4,68,34,914	4,68,34,914	-	3,29,30,503	3,29,30,503
Capital Work-in-progress	9,83,38,839		9,83,38,839	6,50,08,180	-	6,50,08,180
Investment Property	5,82,80,185		5,82,80,185	5,80,27,719	-	5,80,27,719
Other Intangible Assets	1,35,67,937	(8,62,494)	1,27,05,443	1,65,10,775	-	1,65,10,775
Financial Assets						
(i) Investments	93,56,96,054	14,58,376	93,71,54,430	93,22,05,054	18,72,386	93,40,77,440
(ii) Trade Receivables			-			-
(iii) Loans	9,78,73,228	(6,54,423)	9,72,18,805	9,55,77,104	(4,99,557)	9,50,77,547
(iv) Others (to be specified)	5,81,00,000	-	5,81,00,000	2,07,00,000	-	2,07,00,000
Deferred Tax Assets (Net)			-			-
Other Non-current Assets	11,07,86,153	-	11,07,86,153	11,12,51,135	-	11,12,51,135
Current assets						
Inventories	3,25,78,89,563	(82,80,061)	3,24,96,09,502	3,27,70,34,975	(33,52,341)	3,27,36,82,634
Financial Assets						
(i) Investments	36,25,04,700	30,93,506	36,55,98,206	1,91,93,72,845	4,42,62,632	1,96,36,35,477
(ii) Trade Receivables	1,23,25,30,623	(17,86,594)	1,23,07,44,029	92,64,91,626	(13,05,864)	92,51,85,762
(iii) Cash and cash equivalents	22,07,37,438	-	22,07,37,438	21,59,94,856	-	21,59,94,856
(iv) Bank balances other than (iii) above	37,23,18,608	-	37,23,18,608	66,49,89,514	-	66,49,89,514
(v) Loans	33,53,97,163	-	33,53,97,163	20,63,26,483	-	20,63,26,483
(vi) Others (to be specified)	1,58,17,709	3,90,26,317	5,48,44,026	7,08,55,734	3,56,80,665	10,65,36,400
Current Tax Assets (Net)	37,44,09,082	(37,44,09,082)	-	32,58,86,572	(32,58,86,572)	-
Other Current assets	1,38,66,57,243	(2,59,17,795)	1,36,07,39,448	1,42,13,96,214	(2,99,48,087)	1,39,14,48,127
Non Current Assets Classified as Held For Sale	86,74,600	-	86,74,600	1,52,91,432	-	1,52,91,432
Total Assets	12,04,36,25,942	(34,71,37,684)	11,69,64,88,258	13,20,75,50,853	(26,79,38,859)	12,93,96,11,994
EQUITY AND LIABILITIES						
Equity						
Equity Share Capital	10,45,66,480	-	10,45,66,480	10,45,66,480	-	10,45,66,480
Other Equity	2,73,39,25,676	3,54,02,882	2,76,93,28,558	2,38,75,22,301	(71,82,480)	2,38,03,39,821
Total Equity	2,83,84,92,156	3,54,02,882	2,87,38,95,038	2,49,20,88,781	(71,82,480)	2,48,49,06,301
Deferred Government Grant	-	8,61,32,549	8,61,32,549			
LIABILITIES						
Non-current liabilities						
Financial Liabilities						
(i) Borrowings	66,31,89,466	(5,68,37,926)	60,63,51,540	85,82,99,904	1,97,54,167	87,80,54,071
(ii) Trade Payables	2,45,000	(30,464)	2,14,536	-	-	-
(iii) Other financial liabilities	2,76,13,686	-	2,76,13,686	2,49,65,313	-	2,49,65,313
(Other than those specified in item (b), to be specified)			-			-
Provisions	1,56,89,488	-	1,56,89,488	1,15,32,878	-	1,15,32,878
Deferred Tax Liabilities (Net)	42,62,23,633	(2,67,80,105)	39,94,43,528	42,28,83,707	2,32,30,354	44,61,14,061
Other non-current liabilities	-	-	-	-	-	-
Current liabilities						
Financial Liabilities						
(i) Borrowings	2,63,18,54,189	(11,11,45,806)	2,52,07,08,382	6,96,51,22,736	(50,83,241)	6,96,00,39,495
(ii) Trade payables						
Due to Micro & Small enterprises	43,23,023	-	43,23,023	96,35,528	-	96,35,528
Due to Others	4,23,31,41,380	(11,09,551)	4,23,20,31,829	1,23,74,64,598	-	1,23,74,64,598
(iii) Other financial liabilities	64,77,41,751	10,16,39,820	74,93,81,571	70,96,46,470	2,72,28,912	73,68,75,382
(other than those specified in item (c))			-			-
Other current liabilities	12,68,90,307	-	12,68,90,307	12,93,81,468	-	12,93,81,468
Provisions	1,59,87,606	-	1,59,87,606	1,40,07,277	-	1,40,07,277
Current tax Liabilities (Net)	41,22,34,257	(37,44,09,082)	3,78,25,175	33,25,22,192	(32,58,86,572)	66,35,620
Total liabilities	9,20,51,33,786	(38,25,40,566)	8,82,25,93,220	10,71,54,62,072	(26,07,56,380)	10,45,47,05,692
Total Equity and Liabilities	12,04,36,25,942	(34,71,37,684)	11,69,64,88,258	13,20,75,50,853	(26,79,38,859)	12,93,96,11,994

SBG.

SRG.

OPG.

SG.

Seema Ponka
Sema.

IG

(a) Property, Plant and equipment

Adjustments includes impact of Life expired assets where by assets whose useful life is nil or WDV equals residual value are charged to Retained Earnings. As a result of this, in the subsequent years there will be change in Depreciation.

(b) Right of Use Asset

Ind AS 116 "Leases" requires asset to liability approach for all leases other than short term Leases (less than 12 months) and low value Leases. Hence, leases whose tenure is more than 12 months are considered as Finance Lease and Right of Use asset is recognised on such leases and subsequently depreciated over its lease tenure on SLM basis.

(c) Investments

Under previous GAAP, long term investments were measured at cost less provision for diminution (other than temporary). Under Ind AS, these Investments are classified as financial assets which are measured at FVTOCI. On the date of transition to Ind AS, these financial assets have been measured at their fair value which is higher than the cost as per the previous GAAP, resulting in an increase/decrease in carrying amount. These changes do not affect profit before tax for the year ended 31st March 2020, because the investments have been classified as FVTOCI. Investments in National Savings Certificates are carried at amortised cost under Ind AS.

(d) Loans

Security Deposits for leases shall be discounted on the date of inception of lease, shall be included in Right of Use Asset and depreciated over its tenure. Subsequently, notional interest income is recognised in Profit and Loss.

(e) Trade Receivables

As per Ind AS 109, entity shall recognise expected credit loss allowance at each reporting date for financial assets measured at amortised cost.

(f) Other Financial Assets

The company designates certain foreign exchange forwards which meet the definition of derivatives as hedge instruments in respect of foreign exchange risks. These hedges are accounted for as cash flow hedges. The hedge instruments are designated and documented as hedges at the inception of the contract. The effectiveness of hedge instruments to reduce the risk associated with the exposure being hedged is assessed and measured at the inception on an ongoing basis. The effective portion of change in fair value of the designated hedging instrument is recognised in the Other Comprehensive Income and accumulated under the heading Cash Flow hedge Reserve.

(g) Current Tax Asset/Liability

Adjustment include netting off Current Tax Asset with Current Tax liability.

(h) Deferred Government Grant

Ind AS 20 requires to measure benefit of Deferred Sales Tax Loan as per Ind AS 109 and recognise the difference between carrying amount of loan and its present value (discounted at the weighted average borrowing rate) as Government grant which will be amortised subsequently through Profit & Loss.

(i) Other Equity

Adjustments to retained earnings and other comprehensive income has been made with Ind AS, for the above mentioned items. In addition, as per Ind AS-19, actuarial gains and losses are recognized in other comprehensive income as compared to being recognized in the statement of profit and loss under IGAAP. The same are transferred from Other Comprehensive Income to Retained Earnings at reporting date.

(j) Borrowings

All Loans which meet the financial liability criteria shall be measured in accordance with Ind AS 109 at amortised cost using effective rate of interest. The transaction charges are amortised over the period of Term Loan and are charged to Profit & Loss as Finance cost. Grant recognised for Deferred Sales Tax Loan.

(k) Provisions

Adjustment include Recognition of Provision for Gratuity in accordance with Actuarial Report.

(l) Deferred Tax Liabilities

Indian GAAP required deferred tax accounting using the Income approach, whereas Ind AS 12 - Income Taxes requires to account for deferred tax using balance sheet approach which focuses on temporary differences between the carrying amount of an asset/liability in the balance sheet and its tax base. Deferred tax adjustments are recognised in correlation to the underlying transactions either in retained earnings or a separate component of equity. The adjustments include recognition of Deferred Tax due to tax impact on Ind AS adjustments.

(m) Lease Liabilities

Ind AS 116 requires all leases shall be measured at Present value of obligations as on date of inception of lease using discount rate implicit in the lease, subsequently increased by unwinding of interest charge and reduced by lease payments made during the year.

(n) Trade Payables

As per Ind AS 109, entity shall discount the retention money received from creditors and correspondingly accounts for interest income on the same

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Reconciliation of Profit and loss for the year ended 31st March, 2019

PARTICULARS	Balances as per IGAAP	Ind AS Adjustments	Balance as per 'IND AS
Income			
I. Revenue from Operations	22,55,17,03,767	(4,02,93,661)	22,51,14,10,106
II. Other Income	19,02,80,039	74,58,707	19,77,38,746
III. Total Revenue (I+II)	22,74,19,83,807	(3,28,34,955)	22,70,91,48,852
IV. Expenses			
Cost of Raw Materials and Components consumed	18,02,55,85,613		18,02,55,85,613
Purchase of Traded Goods	17,67,53,776		17,67,53,776
[Increase]/Decrease in Inventories of finished goods, Work-in-progress and traded goods	10,71,45,829	-	10,71,45,829
Employee Benefits expense	54,56,69,306	(1,67,085)	54,55,02,221
Finance Costs	71,74,89,991	1,99,06,570	73,73,96,562
Depreciation and amortization expense	18,13,77,820	2,95,23,300	21,09,01,120
Power and fuel	70,28,50,592		70,28,50,592
Other expenses	1,81,99,60,160	(5,55,96,594)	1,76,43,63,566
Total Expenses (IV)	22,27,68,33,087	(63,33,808)	22,27,04,99,278
V. Profit/(Loss) before Exceptional and tax (III-IV)	46,51,50,720	(2,65,01,147)	43,86,49,574
VI. Exceptional Items			
VII. Profit/(Loss) before tax (V-VI)	46,51,50,720	(2,65,01,147)	43,86,49,574
Add : Income Tax Refund	5,41,868		5,41,868
VIII. Tax expenses			
Short / Excess provision of Income Tax of Earlier Years	(14,69,999)		(14,69,999)
Current tax	10,15,00,000	-	10,15,00,000
(Including MAT Credit Utilized during the year Rs.1,29,97,060/-)			
Deferred tax	1,92,59,245	(5,68,70,646)	(3,76,11,401)
MAT credit entitlement	-		-
Total tax expense	11,92,89,246	(5,68,70,646)	6,24,18,600
IX. Profit/(Loss) for the year from continuing operations (VII-VIII)	34,64,03,342	3,03,69,499	37,67,72,841
X. Other Comprehensive Income			
A. (i) Items that will not be reclassified to profit or loss	-	(5,81,095)	(5,81,095)
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	8,805	8,805
B. (i) Items that will be reclassified to profit or loss	-	1,96,57,144	1,96,57,144
(ii) Income tax relating to items that will be reclassified to profit or loss	-	(68,68,992)	(68,68,992)
XI. Total Comprehensive Income for the period (IX+X) (Comprising Profit/(Loss) and Other Comprehensive Income for the period)	34,64,03,342	4,25,85,361	38,89,88,703
Earnings per equity share	33.13	2.90	36.03
Basic and diluted:			
Computed on the basis of total profit for the year	33.13	2.90	36.03

SHIVBHAGWAN GOENKA	SITARAM GOENKA	OMPRAKASH GOENKA	SUSHIL GOENKA	SEEMA GOENKA	JITENDRA GOENKA
00350224	00552269	00533274	00533097	07101857	01458556

(a) Revenue from Operations

As per Ind-AS 115 - Revenue shall be recognised at transaction price that is net of variable consideration. Selling Expenses such as Quantity discounts, Trade discounts, Quality discounts and Sales promotion expenses shall be reduced from Revenue.

Government Grants relating to Sales tax deferement shall be amortised over the period of loan as per Ind AS - 20 Accounting for Government Grants and Disclosure of Government Assistance.

(b) Other Income

Adjustments include Gain on fair valuation of Current Investments which are classified and measured at FVTPL, unwinding of discount on security Deposit and other adjustments.

(c) Employee benefit expenses

Adjustments include gratuity expense made as per actuarial report. As per Ind-AS 19 - Employee Benefits, actuarial gains and losses are recognized in other comprehensive income and not reclassified to profit and loss in subsequent period.

(d) Finance Cost

Adjustments include notional interest charged on unwinding of Loans, amortisation of Transaction charges, unwinding of discount on Lease Obligations, discounting of Creditors and other adjustments.

(e) Depreciation and Amortization expenses

As per Ind AS 101, WDV is considered as Deemed Cost and, on applying the same to Property, Plant and Equipment and Intangible Assets, there will be change in Depreciation due to reduction in scrap value.


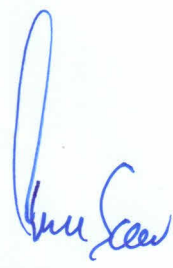

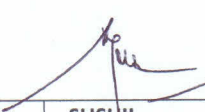
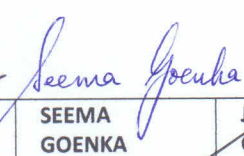
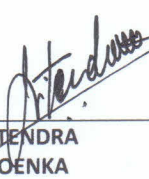
This also includes Depreciation charged on Right of Use Assets recognised in Balance Sheet as per Ind AS 116 - "Leases".

(f) Other Expenses

Adjustments include reversal of Rent and Maintenance expenditure on application of Ind AS-116-Leases, recognition of Loss on fair valuation of Derivatives, reversal of sales related expenditure as per Ind AS-115 and other adjustments related to forward contracts and

(g) Deferred Tax

Adjustment include Deferred Tax changes due to above mentioned adjustments as per Ind AS 12 "Income Taxes".

					
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