

ANNUAL REPORT 2020-21

DIRECTORS

Mr. Shirish Goswami – Whole Time Director
Mr. Subir Kumar Dey – Director
Mr. Bijan Aditya – Director
Mr. Chandan Sharma – Independent Director
Ms. Ankita Srivastava – Independent Director
Ms. Khushbu Sharma – Independent Director

CHIEF FINANCIAL OFFICER

Mr. Shibojyoti Majumder

COMPANY SECRETARY

Ms. Priyanka Mundhara

REGISTERED OFFICE:

Hanuman Sugar Mills
P.O. Motihari
Dist. East Champaran
Bihar – 845 401

CORPORATE OFFICE:

3, Pretoria Street, 4th Floor
Kolkata-700071

REGISTRAR & SHARE TRANSFER AGENT

M/s Maheshwari Datamatics Pvt. Ltd.
23 R.N. Mukherjee Road
5th Floor, Kolkata 700 001
Phone : (033) 2248 2248 / 2243 5029
Fax : (033) 2248 4787

STATUTORY AUDITORS

M/s. Saraf Manoj &Co.
Chartered Accountants
Tobacco House
1, Old Court House Corner
Suite No. 519, 5th Floor
Kolkata 700 001

NOTICE

Notice is hereby given that the Annual General Meeting of the Members of **EASTERN SUGAR & INDUSTRIES LIMITED** will be held on **WEDNESDAY, the 29th September, 2021 AT 3.00 P.M.** through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited financial statements of the Company for the financial year ended 31st March, 2021 and the reports of the Board of Directors (the Board) and the Auditors thereon.
2. To appoint a Director in place of Mr. Shirish Goswami (DIN: 02899135), who retires by rotation at this Annual General Meeting and being eligible has offered himself for re-appointment

SPECIAL BUSINESS

3. **Appointment of Mr. Bijan Aditya (DIN: 07887918) as Non-Executive Director, liable to retire by rotation.**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 152 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualifications of Directors) Rules, 2014, as amended from time to time (“Act”), Mr. Bijan Aditya (DIN: 07887918) who was appointed as an Additional Director of the Company with effect from November 11, 2020, by the Board of Directors, who holds office upto the date of this Annual General Meeting under Section 161 of the Act and Articles of Association of the Company, and pursuant to the recommendation of the Nomination & Remuneration Committee and the Board of Directors, and being eligible for appointment and in respect of whom the Company has received a notice in writing under Section 160 of the Act, from a member proposing his candidature for the office of Director, be and is hereby appointed as a Non-Executive Director of the Company, liable to retire by rotation with effect from the date of this meeting.”

“RESOLVED FURTHER THAT the Board of Directors of the Company (including its Committee thereof) and/or Company Secretary of the Company, be and are hereby authorised to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.”

4. **Appointment of Mr. Subir Kumar Dey (DIN: 08945343) as Non-Executive Director, liable to retire by rotation.**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 152 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Appointment and Qualifications of Directors) Rules, 2014, as amended from time to time (“Act”), Mr. Subir Kumar Dey (DIN:

08945343) who was appointed as an Additional Director of the Company with effect from December 23, 2020 by the Board of Directors, who holds office upto the date of this Annual General Meeting under Section 161 of the Act and Articles of Association of the Company, and pursuant to the recommendation of the Nomination & Remuneration Committee and the Board of Directors, and being eligible for appointment and in respect of whom the Company has received a notice in writing under Section 160 of the Act, from a member proposing his candidature for the office of Director, be and is hereby appointed as a Non-Executive Director of the Company, liable to retire by rotation with effect from the date of this meeting.”

“**RESOLVED FURTHER THAT** the Board of Directors of the Company (including its Committee thereof) and/or Company Secretary of the Company, be and are hereby authorised to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.”

Registered Office:
Hanuman Sugar Mills
P.O. Motihari, Dist. East Champaran
Bihar – 845 401
E-mail: esil@npany.in
CIN: L15421BR1964PLC006630
Date: 14.08.2021

By order of the Board
For Eastern Sugar & Industries Limited
Sd/-
Priyanka Mundhara
Company Secretary

NOTES:

1. The relevant Explanatory Statement pursuant to Section 102 of Act, setting out material facts in respect of businesses under item nos. 3 to 4 of the Notice, is annexed hereto. Details pursuant to Regulations 26(4) and 36(3) of the SEBI Listing Regulations and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of the Directors seeking re-appointment at this AGM are also annexed.
2. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs (‘MCA’) has vide its General circular No. 02/2021 dated January 13, 2021 read with General Circular No. 14/2020 dated April 08, 2020, General Circular No. 17/2020 dated April, 13 2020 and General Circular No. 20/2020 dated May 05, 2020 (collectively referred to as ‘MCA Circulars’) and Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79 and SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated May 12, 2020 and January 15, 2021, respectively issued by the Securities and Exchange Board of India (collectively referred to as ‘SEBI Circulars’) permitted the holding of the Annual General Meeting (‘AGM’) through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 (‘Act’), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘Listing Regulations’), MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC / OAVM. The proceedings of the AGM will be deemed to be conducted at the Registered Office of the Company which shall be the deemed Venue of the AGM..
3. Pursuant to MCA Circulars and SEBI Circulars, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Bodies Corporate are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.

4. The Members can join the AGM in the VC/OAVM mode 30 minutes before and 15 minutes after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The Register of Members and the Share Transfer books of the Company will remain closed from September 23, 2021 to September 29, 2021 (both days inclusive) for the purpose of ensuing AGM of the Company.
6. Institutional/Corporate Shareholders (i.e., other than individuals/ HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorisation etc., authorising its representative to attend the AGM through VC/ OAVM on its behalf and to vote through remote e-voting. The said Resolution /Authorisation shall be sent to the Scrutinizer by email through its registered email address to bksethia@rediffmail.com with a copy marked to esil@nopy.in and evoting@nsdl.co.in.
7. In compliance with the MCA Circulars and SEBI Circulars, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories. Members may note that the Notice and Annual Report 2020-21 will also be available on the Company's website <http://www.easternsugar.in>, websites of the Stock Exchanges i.e., BSE Limited and NSE Ltd. at www.bseindia.com, www.nseindia.com respectively and on the website of NSDL <https://www.evoting.nsdl.com>.
8. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
9. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.
10. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
11. All documents referred to in the Notice will be available for inspection at the Company's registered office during normal business hours on working days up to the date of the AGM.
12. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company / Registrar.
13. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company.
14. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to the Registrar and Transfer Agent, for consolidation into a single folio.
15. Non-Resident Indian Members are requested to inform the Registrar, immediately change in their residential status on return to India for permanent settlement.

16. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
17. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at <https://easternsugar.in/Notice-of-general-meeting.aspx>. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. <https://www.evoting.nsdl.com/>.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on Saturday, September 25, 2021 at 9:00 A.M. and ends on Tuesday, September 28, 2021 at 5:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. September 22, 2021, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being September 22, 2021.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2021 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	1. If you are already registered for NSDL IDeAS facility , please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “ Beneficial Owner ” icon

	<p>under “Login” which is available under “IDeAS” section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <ol style="list-style-type: none"> 2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS” Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> 1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/loginor www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the

	user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or e-Voting service provider-NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

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

B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
- If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - If you are using NSDL e-Voting system for the first time, you will need to retrieve the ‘initial password’ which was communicated to you. Once you retrieve your ‘initial password’, you need to enter the ‘initial password’ and the system will force you to change your password.
 - How to retrieve your ‘initial password’?
 - If your email ID is registered in your demat account or with the company, your ‘initial password’ is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your ‘User ID’ and your ‘initial password’.
 - If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**
6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
- Click on “**Forgot User Details/Password?**”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail through its registered email address to bksethia@rediffmail.com with a copy marked toesil@npany.in with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “[Forgot User Details/Password?](#)” or “[Physical User Reset Password?](#)” option available on www.evoting.nsdl.com to reset the password.
3. In case of any query / grievance with respect to Remote E-voting, members may refer to the Frequently Asked Questions (FAQs) for Shareholders and Remote E-voting User Manual for Shareholders available under the Downloads section of NSDL’s e-voting website or contact Mr. Amit Vishal, AVP / Ms. Pallavi Mhatre, Manager, NSDL, Trade World, “A” Wing, 4th Floor, Kamala Mills Compound, Lower Parel, Mumbai 400 013 at toll free no. 11800 1020 990 / 1800 22 44 30 or at E-mail ID : evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to email to mdpldc@yahoo.com with copy marked to esil@nopany.in.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to email to mdpldc@yahoo.com with copy marked to esil@nopany.in .
3. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
4. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
5. In terms of SEBI circular dated December 9, 2021 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the EGM/AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the EGM/AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of “VC/OAVM link” placed under “**Join General meeting**” menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at esil@npany.in. The same will be replied by the company suitably.
18. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of September 22, 2021.
19. Any person, who has acquired shares and becomes a member of the Company after the dispatch of notice of the AGM and holding shares as on cut-off date, may obtain the login ID and password by sending a request at evoting@nsdl.co.in. If the members are already registered with NSDL for e-voting, then he/she can use his/her existing User ID and Password for casting the vote through remote e-voting.
20. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.
21. Mr. B. K Sethia, Chartered Accountant (Membership No.063033) has been appointed for as the Scrutinizer for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.
22. The Chairman shall, at the AGM at the end of discussion on the resolutions on which voting is to be held, allow e-voting through NSDL platform for those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
23. The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favor or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
24. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.easternsugar.in and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the Stock Exchange at which Company's Shares are listed.

EXPLANATORY STATEMENT IN RESPECT OF SPECIAL BUSINESSES SET OUT IN THE NOTICE PURSUANT TO THE PROVISIONS OF SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 3, &4 Re.: Appointment of Mr. Bijan Aditya (DIN: 07887918) and Mr. Subir Kumar Dey (DIN: 08855892) as Non-Executive Directors and liable to retire by rotation.

The Board of Directors (based on the recommendation of Nomination and Remuneration Committee) had appointed Mr. Bijan Aditya (DIN: 07887918) and Mr. Subir Kumar Dey (DIN: 08855892) as Additional Directors from November 11, 2020 and December 23, 2020 respectively .and holds office upto the date of this Annual General Meeting.

In terms of Section 161(1) of the Companies Act, 2013 read with the present Articles of Association of the Company, Mr. Aditya and Mr. Dey hold office as Additional Directors only up to the date of the forthcoming Annual General Meeting. Mr. Aditya and Mr. Dey being eligible have offered themselves for appointment as Directors. The Company has received notices from the Shareholders of the Company under Section 160 of the Companies Act, 2013, signifying their intention to propose the candidature of Mr. Aditya and Mr. Dey for the office of Directors of the Company.

Mr. Bijan Aditya, aged 33 years, Indian national is Graduate and he has more than 5 years of experience in the field of Commerce & Industry.

Mr. Subir Kumar Dey aged 53 years, Indian national is B.com Graduate and he has 12 years of experience in the field of Admin, Finance and Accounts.

The other details of Mr. Aditya and Mr. Dey in terms of Regulation 36(3) of the Listing Regulation and Secretarial Standard 2 is annexed to this Notice. The Board of Directors is of the opinion that Mr. Aditya and Mr. Dey have vast knowledge and varied experience will be of great value to the Company and have recommended the Resolutions at Item No 3 and 4 of this Notice relating to their appointment as Non-Executive Directors, liable to retire by rotation as Ordinary Resolution for your approval.

Except, Mr. Aditya, and Mr. Dey none of the other Directors, Key Managerial Personnel or their relatives are concerned or interested or concerned in the Resolution at Item No 3 and 4 of the Notice.

Registered Office:
Hanuman Sugar Mills
P.O. Motihari, Dist. East Champaran
Bihar – 845 401
E-mail: esil@npany.in
CIN: L15421BR1964PLC006630
Date: 14.08.2021

By Order of the Board
For **Eastern Sugar & Industries Limited**
Sd/-
Priyanka Mundhara
Company Secretary

Details of Directors seeking appointment/re-appointment at the Annual General Meeting

Particulars	Mr. Shirish Goswami	Mr. Bijan Aditya	Mr. Subir Kumar Dey
Date of Birth	09/06/1966	28/11/1988	27/10/1968
Date of Appointment	29/09/2009	11/11/2020	23/12/2020
Qualifications	Graduate	Graduate	Graduate
Expertise in specific functional areas	Finance, accounts, and other corporate functions	Commerce & Industry	Admin, Finance &Accounts
Directorships held in other companies (excluding foreign companies)	1. Bilaspur Spinning Mills & Industries Ltd 2. Shree Milk & Food Industries Limited 3. Nopany Investments Pvt Ltd 4. Shruti Capital & Finance Ltd 5. Kolhapur Forge Private Limited	1 Shree Hanuman Sugar & Industries Ltd.	1. Shree Milk & Food Industries Limited
Memberships Chairmanships of committees of other companies (includes only Audit Committee and Stakeholders relationship Committee)	Nil	Member in Audit Committee and Stakeholders relationship Committee of Shree Hanuman Sugar & Industries Ltd.	Nil
Number of shares held in the Company	Nil	Nil	Nil

DIRECTORS' REPORT

To
The MEMBERS,

The Directors have pleasure in presenting the Annual Report and the Audited Accounts of the Company for the financial year ended March 31, 2021:

FINANCIAL RESULTS:	(Rs. in lacs)	
	<u>2020-21</u>	<u>2019-20</u>
Sales & Other Income	-----	-----
Profit/(Loss) before Interest, Depreciation and Tax	(21.00)	(16.46)
Less: Depreciation	-----	-----
Profit/(Loss) before tax	(21.00)	(16.46)
Less, Provision for tax	-----	-----
Profit/(Loss) after tax	(21.00)	(16.46)
Add: Balance brought forward from previous year	735.39	751.85
Profit available for appropriation	-----	-----
Balance carried to Balance Sheet	714.39	735.39
	-----	-----

OVERVIEW:

During the financial year under review, your Company had no income, similar to that in the previous financial year. As such, Loss after Tax was registered at Rs. 21.00 lacs, which stood at Rs. 16.46 lacs in the previous financial year 2019-20.

The Company was engaged in the business of manufacturing of sugar and molasses at the unit taken on lease, located in Motihari, Bihar. However, in view of termination of lease agreement by the lessor in the year 2005 and other problems, the manufacturing activities of the Company came to standstill, inspite of the fact that the Company had spent more than 50 Crores towards balancing equipments for the plant. Thereafter, the management of the Company has been making its best efforts to set up its own unit for manufacture of sugar and allied products but could not succeed due to non-availability of required funds for the project and also in view of viability of setting up of sugar plant varying from time to time.

DIVIDEND:

Your Directors do not recommend any dividend for the year in view of net loss.

RESERVE FUND

The company has not transferred any amount in General Reserve Account.

MATERIAL CHANGES FROM THE END OF THE FINANCIAL YEAR

The outbreak of corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. As presently there is no operating activities in the Company there has been no impact of COVID -19. However, Company's efforts to upgrade the Sugar Plant and recommence operations are definitely adversely impacted causing delay in formalising and implementing the same due to the pandemic situation.

MATERIAL EVENTS DURING THE YEAR UNDER REVIEW

There has been no material event during the year to be reported.

PUBLIC DEPOSITS

During the year under review, the Company has neither accepted nor renewed any deposits from public falling under the ambit of Section 73 of the Companies Act, 2013 ("Act") read with the Companies (Acceptance of Deposits) Rules, 2014.

INTERNAL FINANCIAL CONTROL

The Company has in place adequate internal financial controls with respect to financial statements. The policies and procedures adopted by the Company ensure prevention and detection of frauds and errors, accuracy and completeness of the records and timely preparation of reliable financial statements. No reportable material weakness in the design or operation was observed during the year.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the financial year under review the following changes took place among the Directors and Key Managerial Personnel of the Company:

1) The following Directors and KMPs were appointed –

- Mr. Chandan Sharma (DIN: 08855518), Ms. Ankita Srivastava (DIN: 08855511) and Ms. Khushbu Sharma (DIN: 08855892) were appointed as Independent Directors w.e.f September 29, 2020 for a period of for 5 (five) consecutive years for a term up to September 28, 2025.
- Mr. Bijan Aditya (DIN: 07887918) was appointed as Additional Non-Executive Director w.e.f November 11, 2020 to hold office upto ensuing Annual General Meeting and being eligible has been proposed to be re-appointed as Non-Executive Director at the said Annual General Meeting .
- Mr. Subir Kumar Dey (DIN: 08945343) was appointed as Additional Non-Executive Director w.e.f December 23, 2020 to hold office upto ensuing Annual General Meeting and being eligible has been proposed to be re-appointed as Non-Executive Director at the said Annual General Meeting.
- Mr. Shibojoyoti Majumder (PAN: ATJPM6195J), was appointed as Chief Financial Officer of the Company w.e.f November 11, 2020.

2) The following Directors ceased to be director for the reasons as mentioned thereagainst -

- Mr. Bimal Kumar Nopany (DIN: 00694221) ceased to director w.e.f August 20, 2020 due to demise.
- Mr. Chandan Kumar Garodia (DIN: 05325649) resigned from directorship w.e.f October 07, 2020.
- Mr. Ram Chandra Jha resigned (DIN: 02812046) resigned from directorship w.e.f October 07, 2020.
- Ms. Ratna Srivastava (DIN: 02657363) resigned from directorship w.e.f December 23, 2020.

Your Directors put on records their appreciation for the guidance and valued services received from Mr. Bimal Kumar Nopany, Mr. Chandan Kumar Garodia, Mr. Ram Chandra Jha and Ms. Ratna Srivastava during the tenure of their office.

Mr. Shirish Goswami (DIN: 02899135), retires by rotation at the ensuing AGM, and being eligible, offers himself for re-appointment.

Profiles of Directors to be appointed/re-appointed at the ensuing AGM, as required by Regulation 36 (3) of the Listing Regulations and Secretarial Standard - 2 on General Meetings, are given in the notice of the ensuing AGM.

DECLARATION BY INDEPENDENT DIRECTORS

The Company's Independent Directors have submitted requisite declarations confirming that they continue to meet the criteria of independence as prescribed under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations. The Independent Directors have also confirmed that they have complied with Schedule IV of the Act and the Company's Code of Conduct.

Further, in terms of Section 150 of the Act read with Companies (Appointment and Qualification of Directors) Rules, 2014, all Independent Directors of the Company are registered with Indian Institute of Corporate Affairs. In the opinion of the Board, the Independent Directors hold highest standard of integrity and possess the requisite qualifications, experience, expertise and proficiency.

PERFORMANCE EVALUATION

The Company has framed the criteria for performance evaluation of Independent Directors, the Board, the Board Committees and other individual Directors. Criteria for performance evaluation of the Whole Time Director, Non-Executive Director and Non-Independent Director have also been framed.

The criteria for performance evaluation of Directors among others includes factors such as preparation, participation, engagement, personality and conduct, value addition, strategic planning and vision, team spirit and consensus building, leadership quality, understanding and focus on key business issues, independent thinking and judgment, quality of analysis, experience and business wisdom, management qualities, awareness, motivation, integrity, ethics and receptivity. The criteria for evaluating the Board's functioning/effectiveness inter alia includes its structure, strategic review, business performance review, internal controls, process and procedures.

On the basis of the criteria framed, a process was followed by the Board for evaluating the performance of individual Directors, its own performance and its Committees. The Nomination and Remuneration Committee also evaluated the performance of every individual Director. The Independent Directors in their separate Meeting also carried out the performance evaluation of the Whole Time Director, Non-Executive Director and other non-independent Director as well as the Board of the Company. The Directors expressed overall satisfaction on the performance and functioning of the Board, its Committees and the Directors.

FAMILIARISATION PROGRAMMES

The details of programmes to familiarise the Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model/procedures/processes of the Company, etc. through various programmes are put on the website of the Company and can be accessed at the link: <https://www.easternsugar.in/>

NUMBER OF MEETINGS OF BOARD OF DIRECTORS:

Eight Meetings of the Board of Directors were held during the year. The particulars of the meetings held and attended by each Director are detailed in the Corporate Governance Report.

AUDIT COMMITTEE

During the financial year under review, in view of changes in Directorships of the Company the Audit Committee of the Company was reconstituted from time to time and the present Committee comprises of Mr. Chandan Sharma as Chairperson and Mr. Ankita Srivastava and Mr. Subir Kumar Dey as its members. The terms of reference of the Committee have been provided in the Corporate Governance Report

NOMINATION & REMUNERATION COMMITTEE

During the financial year under review, in view of changes in Directorships of the Company the Nomination & Remuneration Committee of the Company was reconstituted from time to time and the present Committee comprises of Mr. Chandan Sharma as Chairperson and Ms. Ankita Srivastava and Mr. Subir Kumar Dey as its members.

The Nomination & Remuneration Committee shall identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria lay down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance. The terms of reference of the committee have been provided in the Corporate Governance Report.

STAKEHOLDERS' RELATIONSHIP COMMITTEE

During the financial year under review, in view of changes in Directorships of the Company the Stakeholders Relationship Committee of the Company was reconstituted from time to time and the present Committee comprises of Ms. Khushbu Sharma as Chairperson and Ms. Ankita Srivastava and Mr. Subir Kumar Dey as its members. The terms of reference of the committee have been provided in the Corporate Governance Report.

CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable to the Company.

MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis Report for the year under review, as stipulated under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), is presented in a separate section, forming part of the Annual Report.

SUBSIDIARIES, JOINT VENTURE COMPANIES

There are no companies which have become or ceased to be its Subsidiaries, Joint Ventures or companies during the year.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the point no. 2 & 7 to the Financial Statement.

CONTRACT AND ARRANGEMENT WITH RELATED PARTIES:

All contracts /arrangements /transactions entered by the Company during the financial year with related parties were in its ordinary course of business and on an arm's length basis. During the year, the Company had not entered into any contract/ arrangement/transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions or which is required to be reported in Form No. AOC-2 in terms of Section 134(3) (h) read with Section 188 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014. The Policy on Materiality of Related Party Transactions and on dealing with Related Party Transactions as approved by the Board is available on the Company's website and can be accessed at <https://www.easternsugar.in/>

There were no materially significant related party transactions which could have potential conflict with the interests of the Company at large. Members may refer to Note 18(xi) to the Standalone Financial Statement which sets out related party disclosures pursuant to Ind AS.

VIGIL MECHANISM

The Company promotes ethical behavior in all its business activities and has put in place a mechanism of reporting illegal or unethical behavior. In compliance with the provisions of Section 177(9) of the Companies Act, 2013 and the Listing Regulations, 2015, the Company has in place a Whistle Blower Policy for its Directors and Employees to report concerns about unethical behavior, actual or suspected fraud or violation of applicable laws and regulations and the Company's Codes of Conduct. The concerns may be reported to the Audit Committee through the Nodal Officer and, in exceptional cases, may also be reported to the Chairman of the Audit Committee. The confidentiality of those reporting violations is maintained and they are not subjected to any discriminatory practice. During the year under review, no employee was denied access to the Audit Committee.

The Whistle Blower Policy may be accessed on the Company's website at the link: <https://easternsugar.in/Whistle-blower-policy.aspx>

COMPLIANCE WITH THE CODE OF CONDUCT:

A declaration signed by the Whole time Director affirming compliance with the Company's Code of Conduct by the Directors and Senior Management, for the financial year 2020-21, as required under Schedule V of the Listing Regulations, forms a part of this Annual Report.

CORPORATE GOVERNANCE AND MANAGEMENT DISCUSSION AND ANALYSIS:

The Company adheres to good governance practices. Corporate Governance at the Company extends to all stakeholders and is embodied in every business decision. The Company places prime importance on reliable financial information, integrity, transparency, empowerment and compliance with the law in letter and spirit. Management Discussion and Analysis Report, the Corporate Governance Report and the Certificate from the Auditors of the Company confirming compliance of the conditions of Corporate Governance are annexed hereto and form a part of the Directors' Report.

There is a conscious effort to ensure that the values enshrined in the Codes of Conduct for the Directors and Senior Management Personnel and the Employees respectively, are followed in true spirit across all levels of the Company.

ANNUAL RETURN:

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2021 is available on the Company's website at https://easternsugar.in/PDF/annualreturn/Annual_Return_March_2021.pdf

AUDITORS AND AUDITORS' REPORT

At the AGM held on September 18, 2017 the Members approved appointment of **M/s Saraf Manoj & Co** (FRN 323473E), Kolkata as the Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that AGM till the conclusion of the AGM to be held in the year March 31, 2022 subject to ratification of their appointment by Members at every AGM, if so required under the Act. The requirement to place the matter relating to appointment of auditors for ratification by Members at every AGM has been done away by the Companies

(Amendment) Act, 2017 with effect from May 7, 2018. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at this AGM.

The Statutory Auditor has confirmed that they continue to remain eligible to act as the Statutory Auditor of the Company.

Observations of the Auditors M/s. Saraf Manoj & Co., Chartered Accountants, on financial statement of the Company given in the following:

AUDITORS REMARKS	OUR COMMENT
Non compliance of sections 194-A, 192 & 192-J, of Income Tax Act, 1961 with respect to TDS on interest other than interest on securities , salary, & fee for professional & Technical services respectively. The TDS on above have not been deducted and deposited in time.	The Sugar factory has not been in operation for last 16 consecutive seasons, hence the normal working and availability of data is affected, and the Company has not able to deducted the TDS.
Non compliance of generally accepted accounting principles in accounting of Gratuity, Leave liabilities towards employees, bonus, Professional Taxes, Trade License Fees, Interest and penalty on delayed deposit of TDS & income from interest on securities and other deposits as they are accounted for on cash basis.	Due to non-working in the factory there has been no access to the records of the employees. Initiative has been taken for the updating of the records and thereafter the estimation can be made.
The Company has not provided depreciation on its Fixed Assets for the period covered under this audit. The Company has also not provided depreciation on transition to Schedule – II of The Companies Act, 2013..	The Sugar factory has not been in operation for last 16 consecutive seasons, hence the normal working and availability of data is affected. Due to no access of data, company has been unable to ascertain exact amount of depreciation..

FRAUD REPORTING

During the year under review, the Auditors have not reported any matter under Section 143 (12) of the Companies Act, 2013, therefore no detail is required to be disclosed under Section 134 (3) (ca) of the Act.

SECRETARIAL AUDITORS & REPORT

Your Company appointed CS Meena Chowdhary, Practising Company Secretary, (Membership No. - ACS 41084 and Certificate of Practice No. 16829) as the Secretarial Auditor of your Company for F.Y.-2020-21 to conduct the Secretarial Audit pursuant to Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The Secretarial Audit Report for the financial year ended March 31, 2021 is annexed as Annexure and forms part of the Report.

Observations of the Secretarial Auditor are self explanatory and do not call for any further comments.

SECRETARIAL COMPLIANCE REPORT:

Pursuant to Regulation 24(A) of SEBI Listing Regulations, the Company has obtained annual secretarial compliance report from Ms. Meena Chowdhary (Membership No. ACS 41084 and CP No. 16829), Company Secretary in Practice, Kolkata and the same was submitted to the stock exchanges within the prescribed time limits. The Annual Secretarial Compliance Report duly signed by the Company Secretary in Practice is available on the Company's website at https://easternsugar.in/annual-secretarial-compliance/AnnualSecretarialComplianceMarch_2021.pdf

BUSINESS RISK MANAGEMENT

The main identified risks at the company are commercial risks, financial risks, operational risks and legal & regulatory risks. Your company has established a comprehensive risk management system to ensure that risk to the company's continued existence as a going concern and to its development are identified and addressed on timely basis. Risk management strategy as approved by the board of directors is implemented by the company management.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGOING

As the manufacturing operation of the Company has been discontinued long ago, and since the company doesn't have any manufacturing facilities and is not engaged in the manufacturing activity, the prescribed information

regarding compliance of rules relating to conservation of Energy and Technology absorption pursuant to Section 134 (3) (m) of the Companies Act, 2013, read with Rule – 8 (3) of the Companies (Accounts) Rules, 2014 is not provided.

The Company does not have any Foreign Exchange Earnings and outgo in the year under review.

REMUNERATION POLICY

The Board has, on the recommendation of the nomination & remuneration Committee framed a policy for selection and appointment of Directors, senior management and their remuneration. The Remuneration Policy is available on the Company's website at <https://www.easternsugar.in/>

EMPLOYEES INFORMATION AND RELATED DISCLOSURES

As required under Section 197(12) of the Companies Act, 2013 read with the Rules 5(1), 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, disclosures of remuneration and other details/particulars of the Directors and employees of the Company are provided in the Corporate Governance Report.

DIRECTOR'S RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(5) of the Companies Act, 2013:

- a) that in the preparation of the annual financial statements for the year ended March 31, 2021, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) that such accounting policies have been selected and applied consistently and judgement and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2021 and of the profit/(loss) of the Company for the year ended on that date;
- c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the annual financial statements have been prepared on a going concern basis;
- e) that proper internal financial controls to be followed by the Company have been laid down and that the financial controls are adequate and are operating effectively; and
- f) that proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company is committed to provide and promote a safe, healthy and congenial atmosphere irrespective of gender, caste, creed or social class of the employees. During the year under review, there was no case file pursuant to the Sexual Harassment of Women at workplace (Prevention, Prohibition And Redressal) Act , 2013.

COMPLIANCE WITH SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

DE-MATERIALISATION OF SHARES:

The Company's equity shares are available for de-materialization on both the depositories, viz., NSDL & CDSL. Shareholders may be aware that SEBI has made trading in your Company's shares mandatory, in de-materialized form. As on March 31, 2021, 26316000 equity shares representing 90.28% of your Company's Equity Share Capital have been de-materialised.

LISTING AT STOCK EXCHANGE:

The Shares of the Company are listed on BSE Ltd., Mumbai and National Stock Exchange of India Ltd.

However, trading of shares of the Company at the BSE Ltd., and National Stock Exchange of India Ltd. is suspended and necessary applications for revocation of suspension have been made and revocation is awaited. Annual Listing fee upto financial year 2020-21 has already been paid.

EMPLOYEE RELATIONS:

During the year under review, the relations between the Management and the workmen were cordial, except witness of recent agitation. The management of the Company in confident to solve the problem soon.

INVESTOR RELATIONS:

Your Company always endeavors to keep the time of response to Shareholders' requests/grievance at the minimum. Priority is accorded to address all the issues raised by the Shareholders and provide them a satisfactory reply at the earliest possible time. The Shareholders' Grievance Committee of the Board meets periodically and reviews the status of the redressal of Shareholders' Grievances. The Shares of the Company continue to be traded in Electronic Form and the De-materialization arrangement exists with both the depositories, viz., National Depository Limited and Central Depository Services (India) Limited.

ACKNOWLEDGEMENT:

Your Directors wish to place on record the sincere and dedicated efforts of all the members of the Company's team which has throughout the year remained active. Your Directors also take this opportunity to offer their sincere thanks to Financial Institutions, Banks, other Government Agencies, our valued customers and the investors for their continued support and assistance. The employees of your Company continued to display their unstinted devotion, co-operation. Your Directors take this opportunity to record their appreciation for the same. Your Directors also express their profound thanks to the Shareholders for their faith and continued support to the endeavors of the Company.

For and Behalf of Board of Directors
Sd/-
Shirish Goswami
Whole Time Director
DIN: 02899135

Place: Kolkata
Date: 14.08.2021

Sd/-
Subir Kumar Dey
Director
DIN: 08945343

ANNEXURE TO THE DIRECTORS' REPORT

CORPORATE GOVERNANCE REPORT

INTRODUCTION

Your Company has complied with the provisions of Corporate Governance as stipulated in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations, 2015”).

A Report on the implementation of Corporate Governance by the Company as per the Listing Regulations, 2015 is given below.

I. COMPANY’S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company considers Corporate Governance as an important tool for achieving all round excellence with ultimate objective of enhancing shareholders’ value. The Company took initiative in practicing good Corporate Governance procedures, even before they were made mandatory.

It is firmly believed that Corporate Governance begins with Company’s continuous review of its internal procedures and practices encompassing all its business areas in the most appropriate manner, which would spell fairness, transparency and accountability.

II. BOARD OF DIRECTORS

The Business of the Company is managed by the Board of Directors. The functions of the Board include formulation of strategic business plans, budgets, setting up goals and evaluation of performance, approving corporate philosophy and mission, monitoring corporate performance against strategic business plans, overseeing operations, recruitment of senior management personnel, review of material investment and fixed assets transactions, ensuring compliance with laws and regulations, keeping shareholders informed regarding plans, strategies and performance of the Company and other important matters.

The Board formulates the strategy, regularly reviews the performance of the Company and ensures that the previously agreed objectives are met on a consistent basis. A director along with a team of professionals manages the day-to-day operations of the Company. The Non-Executive Directors are drawn from amongst persons with experience in business, industry and finance. The Board of Directors has the ideal composition with more than half the Directors being non-executive Directors. Since the Company has a Non-Executive Promoter Chairman, the Board’s composition meets the stipulated requirement of at least one-half of the Board comprising independent Directors who have no professional and/or business relationship with the Company.

A. Composition of Directorships

The constitution of the Board as on 31st March,2021:

Executive Director	Non-Executive Non-Independent Directors	Non-Executive and Independent Directors
Mr. Shirish Goswami (DIN:02899135)	Mr. Bijan Aditya (DIN:07887918) Mr. Subir Kumar Dey (DIN:08945343)	Mr. Chandan Sharma (DIN:08855518) Ms. Ankita Srivastava (DIN:08855511) Ms. Khushbu Sharma (DIN:08855892)

Note

Following Directors and KMP appointed during the year

- Mr. Chandan Sharma (DIN: 08855518), Ms. Ankita Srivastava (DIN: 08855511) and Ms. Khushbu Sharma (DIN: 08855892) were appointed as Independent Directors w.e.f 29th September, 2020 for a period of for 5 (five) consecutive years for a term up to 28th September, 2025.

- Mr. Bijan Aditya (DIN: 07887918) was appointed as Additional Non-Executive Director w.e.f 11th November, 2020 to hold office upto ensuing Annual General Meeting.
- Mr. Subir Kumar Dey (DIN: 08945343) was appointed as Additional Non-Executive Director w.e.f 23rd December, 2020 to hold office upto ensuing Annual General Meeting
- Mr. Shibojoyti Majumder (PAN: ATJPM6195J), was appointed as Chief Financial Officer of the Company w.e.f 11th November, 2020.

The following Directors ceased to be director for the reasons as mentioned there against

- Mr. Bimal Kumar Nopany (DIN: 00694221) ceased to director w.e.f 20th August, 2020 due to demise.
- Mr. Chandan Kumar Garodia (DIN: 05325649) resigned from directorship w.e.f 07th October, 2020.
- Mr. Ram Chandra Jha resigned (DIN: 02812046) resigned from directorship w.e.f 07th October, 2020.
- Ms. Ratna Srivastava (DIN: 02657363) resigned from directorship w.e.f 23rd December, 2020.

B. Pecuniary Relationship

There is no pecuniary relationship or transaction of the non-executive Directors vis-à-vis the Company.

C. Attendance records of Board Meetings

During the year under review, Eight (8) Board meetings were held on 28.07.2020, 17.08.2020, 31.08.2020, 15.09.2020, 08.10.2020, 11.11.2020, 23.12.2020, 09.02.2021. The Board members are given appropriate documents and information in advance of each Board meeting.

The attendance record of all the Directors on the Board was as under:-

Director	No. of Board meetings attended	Attendance at last AGM
Mr. Shirish Goswami	8	Yes
Mr. Chandan Sharma	4	No
Ms. Ankita Srivastava	3	No
Ms. Khushbu Sharma	2	No
Mr. Bijan Aditya	1	No
Mr. Subir Kumar Dey	1	No
Mr. B. K. Nopany*	0	No
Mr. C.K Garodia**	4	Yes
Mr. Ram Chandra Jha***	1	No
Ms. Ratna Srivastava****	6	Yes

*Since ceased to be director w.e.f. 20th August, 2020 due to demised

**Since resigned w.e.f. 07th October, 2020

*** Since resigned w.e.f. 07th October, 2020

**** Since resigned w.e.f. 23rd December, 2020

D. Directors of the Company having directorship in other Companies, Membership/Chairmanship in Committees (as prescribed under Corporate Governance) across all Companies in which there are directors

Name of Director	Category of Directorship	No. of other Directorships held in Other Public Companies*	No. of membership in other Companies Committees**	
			Member	Chairman
Mr. Shirish Goswami	Executive	3	Nil	Nil
Mr. Chandan Sharma	Independent & Non-executive	1	2	1
Ms. Ankita Srivastava	Independent & Non-executive	1	2	1
Ms. Khushbu Sharma	Independent & Non-executive	Nil	Nil	Nil
Mr. Bijan Aditya	Non- Independent & Non-executive	1	2	Nil
Mr. Subir Kumar Dey	Non- Independent & Non-executive	1	Nil	Nil

- 1 This excludes Directorship held in Indian Private Limited Companies, Foreign Companies, Companies under Section 8 of the Companies Act, 2013.
- 2 Committee refers to Audit Committee and Stakeholders Relationship Committee.

Notes

- a) None of the other Directors is related to any other Director on the Board.
- b) None of the Directors has any business relationship with the Company.
- c) The Company has a woman Director on its Board of Directors.
- d) None of the Directors received any loans and advances from the Company during the year.
- e) None of the Directors holds Directorships in more than the permissible number of companies under the Companies Act, 2013 or Directorships/Membership/Chairmanship of Board Committees as permissible under Regulations 25 and 26 of the Listing Regulations, 2015.
- f) Additional information pursuant to the Listing Regulations, 2015 in respect of Director seeking appointment/re-appointment is given in the AGM Notice.

E. Responsibilities

The Board's prime concentration is on strategy, policy and control, delegation of power and specifying approvals that remain in the Board's domain besides review of corporate performance and reporting to shareholders. The Board and Management's roles are clearly demarcated.

The Management is required to:

- a) Provide necessary inputs to assist the Board in its decision making process in respect of the Company's strategies, policies, performance targets and code of conduct;
- b) Manage day-to-day affairs of the Company to achieve targets and goals set by the Board in the best possible manner;
- c) Implement all policies and the code of conduct as approved by the Board;
- d) provide timely, accurate, substantive and material information, including on all financial matters and any exceptions, to the Board and/or its Committees;
- e) Ensure strict compliance with all applicable laws and regulations; and
- f) Implement sound and effective internal control systems.

The management and the conduct of the affairs of the Company lie with the Whole time Director who heads the management team.

F. Role of Independent Directors

The Independent Directors play an important role in deliberations and decision-making at the Board Meetings and bring to the Company wide experiences in their respective fields. They also contribute in significant measure to Board Committees. Their independent role vis-à-vis the Company means that they have a special contribution to make in situations where they add a broader perspective by ensuring that the interests of all stakeholders are kept in acceptable balance and in providing an objective view in instances where a (potential) conflict of interests may arise between stakeholders.

G. Meetings of Independent Directors

The Company's Independent Directors meet at least once in every financial year without the presence of Executive Directors or Management Personnel. During the year under review, one Meeting of Independent Directors was held on 20th November 2020, wherein the Independent Directors carried out the performance evaluation of the Chairman & Managing Director, Executive Director and other non-independent Director as well as the Board of the Company. The Meeting also assessed the quality, quantity and timeliness of the flow of information by the Management of the Company to the Board of Directors.

H. Familiarisation Programmes for Board Members

The Board Members are provided with necessary documents, reports and internal policies to enable them to familiarise with the Company's procedures and practices. Periodic presentations are made at the Board and Board Committees, on business and performance updates of the Company. Relevant statutory changes encompassing important laws are regularly made available to the Directors. Efforts are also made to familiarise the Directors about the Company, their roles, rights, responsibility in the Company, nature of the industry in which the Company operates, business model/procedures/processes of the Company, etc. through various programmes including plant visits. The details of the familiarization programmes for Independent Directors are put on the website of the Company and can be accessed at the link: www.easternsugar.in

I. Recording Minutes of Proceedings at Board and/or Committee Meetings

The Company Secretary records the minutes of the proceedings of each Board and Committee Meeting. Draft Minutes are circulated to all the members of the Board for their comments. The Minutes of proceedings of a Meeting are entered in the Minutes Book within 30 days from the conclusion of the Meeting.

J. Compliance

The Company Secretary while preparing the agenda, notes on agenda and minutes of the Meetings, ensures adherence to the applicable provisions of law including the Companies Act 2013, Secretarial Standards and the Listing Regulations, 2015.

K. BOARD PROCEDURES

The members of the Board have been provided with the requisite information as per the listing regulation well before the Board Meeting and the same was dealt with appropriately.

All the Directors who are in various committees are within the permissible limit of the listing agreement and none of the Directors are disqualified for appointment as director under any of the provisions of the Companies Act, 2013.

III. BOARD COMMITTEES

To enable better and focused attention on the affairs of the Company, the Board delegates specific matters to its Committees. These Committees also prepare the groundwork for decision-making and report at the subsequent Board Meetings. No matter, however, is left to the final decision of any Committee, which under the law or the Articles may not be delegated by the Board or may require the Board's explicit approval. Minutes of the Committee Meetings are circulated to all Directors and discussed at the Board Meetings.

A. Audit Committee

During the financial year under review, in view of changes in Directorships of the Company the Audit Committee of the Company was reconstituted from time to time and the present Committee comprises of Mr. Chandan Sharma as Chairperson and Mr. Ankita Srivastava and Mr. Subir Kumar Dey as its members. The Audit Committee at its meetings exercised the role and duties, which had been defined by the Board of Directors pursuant to provisions of the Companies Act read with Regulation 27(2) of the SEBI Listing Regulations 2015 (LODR).

Terms of Reference of Audit Committee are broadly as follows:

- The Audit Committee is responsible for:
- Overseeing the Company's financial reporting process and disclosure of its financial information;
- Recommending the appointment of the Statutory Auditors and fixation of their remuneration;
- Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors;
- Reviewing and discussing with the Statutory Auditors and the Internal Auditor about internal control systems;
- Reviewing the adequacy and independence of the Internal Audit Function and observations of the Internal Auditor;
- Reviewing major accounting policies and practices and adoption of applicable Accounting Standards;
- Reviewing major accounting entries involving exercise of judgment by the Management;
- Disclosure of Contingent Liabilities;
- Reviewing, if necessary, the findings of any internal investigations by the Internal Auditors and reporting the matter to the Board;
- Reviewing the risk management mechanisms of the Company;
- Reviewing compliance with Listing Agreement and various other legal requirements concerning financial statements and related party disclosure;
- Reviewing the Quarterly and Half-yearly financial results and the Annual financial statements before they are submitted to the Board with particular reference to:
 - Matters required to be included in the Directors Responsibility Statement to be included in the Board of Directors report in terms of Section 134 of the Companies Act, 2013;
 - Changes, if any, in accounting policies and practices and reasons for the same;
 - Major accounting entries involving estimates based on the exercise of judgment of management;
 - Significant adjustments made in the financial statements arising out of audit findings;
 - Disclosure of any related party transactions;
 - Qualifications in the draft audit report;
- Reviewing the operations, new initiatives, and performance of the business divisions;
- Looking into the reasons for substantial defaults in payments to depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors, if any;
- Carrying out such other functions as may be specifically referred to the Committee by the Company's Board of Directors

During the year under review, the Committee met 8 times on 05.06.2020, 28.07.2020, 17.08.2020, 15.09.2020, 08.10.2020, 11.11.2020, 23.12.2020 & 09.02.21. Attendances of members at the meetings were as follows:

Name of Member	Status	No. of meetings attended
Chandan Kumar Garodia*	Chairman	4
Ram Chandra Jha**	Member	4
Ratna Srivastava***	Member	4

Mr. Chandan Sharma	Chairman	4
Ms. Ankita Srivastava	Member	4
Ms. Khushbu Sharma	Member	4

*Since resigned w.e.f. 07th October, 2020

** Since resigned w.e.f 07th October, 2020

*** Since resigned w.e.f23rd December, 2020

B. Nomination & Remuneration Committee

During the financial year under review, in view of changes in Directorships of the Company the Nomination & Remuneration Committee of the Company was reconstituted from time to time and the present Committee comprises of Mr. Chandan Sharma as Chairperson and Ms. Ankita Srivastava and Mr. Subir Kumar Dey as its members.

The Nomination & Remuneration Committee shall identify persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria lay down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.

The Committee had been constituted to review and approve the annual salaries, commission, service agreement and other employment conditions for the executive directors.

The remuneration policy is directed towards rewarding performance, based on review of achievements on a periodical basis. The remuneration policy is in consonance with the existing industry practice.

During the year under review, the Committee met 4 times 17.08.2020, 08.10.2020, 11.11.2020, & 23.12.2020 and the entire member were present there.

i.)Details of the remuneration to the Executive Director provided as per accounts for the year ended 31st March,2021 are given below:

Executive Director	Salary* (Rs.)	Commission (Rs.)	Service
Mr. Shirish Goswami	600000/- (CTC)	Nil	Re-appointed w.e.f. 1 st October,2019 for three years

ii.)Details of the remuneration to the Non-executive Directors provided as per accounts for the year ended 31st March,2021 are given below:

Non-executive Director	Sitting Fee (Rs.)	Commission (Rs.)	Total (Rs.)
Mr. Chandan Sharma	Nil	Nil	Nil
Ms. Ankita Srivastava	Nil	Nil	Nil
Ms. Khushbu Sharma	Nil	Nil	Nil
Mr. Bijan Aditya	Nil	Nil	Nil
Mr. Subir Kumar Dey	Nil	Nil	Nil

C. Stakeholders' Relationship Committee

During the financial year under review, in view of changes in Directorships of the Company the Stakeholders Relationship Committee of the Company was reconstituted from time to time and the present Committee comprises of Ms. Khushbu Sharma as Chairperson and Ms. Ankita Srivastava and Mr. Subir Kumar Dey as its members.

The committee has been constituted to specifically look into redressal of shareholders' grievances such as transfer, dividend, and de-materialization related matters. The Committee has also been delegated the power to approve transfer/transmission of shares, issue of new or duplicate certificates, sub-division of shares, split of share, review of dematerialization of shares and all matters related to shares.

Total number of letters and complaints received and replied to the satisfaction of shareholders during the year under review was Nil As on 31st March 2021, there are Nil complaints pending with the Company.

The Company has also adopted code of internal procedures and conduct for prevention of insider trading in the shares of the Company, pursuant to Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, as amended.

During the year under review, the Committee met 2 times on 08.10.2020 & 23.12.2020 and the entire member were present there.

D. Criteria for Appointment of Directors

In evaluating the suitability of a person and recommending to the Board his appointment as a Director of the Company, the Nomination and Remuneration Committee may take into account and ascertain factors such as:

- i. Personal and professional ethics, integrity and values
- ii. Educational and professional background
- iii. Willingness to devote sufficient time and energy in carrying out the duties and responsibilities effectively

E. Criteria for Performance Evaluation of Directors

The criteria for performance evaluation of Directors among others includes factors such as preparation, participation, engagement, personality and conduct, value addition, strategic planning and vision, team spirit and consensus building, leadership quality, understanding and focus on key business issues, independent thinking and judgment, quality of analysis, experience and business wisdom, management qualities, awareness, motivation, integrity, ethics and receptivity.

IV. GENERAL BODY MEETINGS

a) The last three Annual General Meetings were held as under:-

Year	Mode	Venue/Deemed Venue	Date	Time	Special Resolutions passed, if any
2019-20	Video Conference/ Other Audio Visual Means	Regd. Office.: Hanuman Sugar Mills, P. O. Motihari, Dist.: East Champaran, Bihar – 845 401	29.09.2020	3.00 P.M.	Nil
2018-19	Physical	Regd. Office.: Hanuman Sugar Mills, P. O.	18.09.2020	12.00 Noon	Nil

		Motihari, Dist.: East Champaran, Bihar – 845 401			
2017-18	Physical	Regd. Office.: Hanuman Sugar Mills, P. O. Motihari, Dist.: East Champaran, Bihar – 845 401	04.09.2018	12.00 Noon	Nil

V. OTHER DISCLOSURES

a. Basis of related party transaction

Related parties transactions with them as required under Indian Accounting Standard 24 (IND AS-24) are furnished under Note No. 18(xi) of the Notes to Accounts attached with the financial statement for the year ended 31st March, 2021. There are no pecuniary relationships or transactions with the non-executive independent Directors.

None of the transactions with any related parties were in conflict with the interest of the Company

b. Whistle Blower Policy

The company encourages an open door policy where employees have access to the Head of the business/Function. In terms of Company's Code of Conduct, any instance of non adherence to the code/ any other observed unethical behavior are to be brought to the attention of the immediate reporting authority, who is required to report the same to the Head of Corporate Human Resources. We hereby affirm that no personnel have been denied access to the audit committee.

The Company has complied with all mandatory requirements of the Regulation 27(2) of the SEBI Listing Regulations 2015 (LODR). Further, the Company has also complied with the mandatory requirement relating to constitution of Remuneration Committee, Shareholder Rights and establishing the Whistleblower Policy.

c. The Company has complied with all applicable mandatory requirements in terms of SEBI Listing Regulations. A report on the compliances on the applicable laws for the Company is placed before the Board on a quarterly basis for its review.

d. During the year under review, there were no complaints received, pursuant to the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

e. Reconciliation of share capital audit

The Company has engaged a qualified practicing Company Secretary to carry out a share capital audit to reconcile the total admitted equity share capital with the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) and the total issued and listed equity share capital of the Company. The audit report confirms that the total issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialised shares held with NSDL and CDSL.

f. Code of Business Conduct and Ethics for Directors and management personnel

The Board has prescribed a Code of Conduct ("Code") for all Board members and senior management of the Company. The Code is provided on the Website of the Company. All Board members and senior management personnel have confirmed compliance with the Code for the year 2018-19. A declaration to this effect signed by the Executive Director of the Company is provided elsewhere in the Annual Report.

g. Disclosure of Accounting Treatment

In the preparation of financial statements for the year ended on 31st March, 2021; there was no treatment different from that prescribed in an accounting standard that had been followed.

h. Board Disclosures – Risk Management

The Company has laid down procedures to inform Board members about the risk assessment and minimization procedures. These procedures are periodically reviewed to ensure that executive management controls risk through means of properly defined framework.

i. Proceeds from Public Issues, Right Issues, Preferential Issues, etc.

During the year, the Company has not raised any amount through Public Issue, Right Issue, Preferential Issue, etc.

j. Certificate of Non-Disqualification of Directors

Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015), the Company has obtained Certificate of Non-Disqualification of Directors from Ms. Meena Chowdhary (Membership No. ACS 41084 and CP No. 16829), Company Secretary in Practice, Howrah, is annexed hereto.

VI. SUBSIDIARY MOTORING FRAMEWORK

The Company has no subsidiary.

VII. MEANS OF COMMUNICATION

Immediately after the Board of Directors of the Company took note of Results for quarter and half year ended 30th June, 2020, 30th September 2020, 31st December 2020, 31st March 2021 and Audited Annual Accounts, the same were informed to the National Stock Exchange and BSE Ltd. A management Discussion and Analysis report which forms part of the Annual Report is given by means of a separate annexure and is attached to the Directors' Report.

VIII. MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis is a part of the Annual Report.

IX. CEO & CFO CERTIFICATION

As required under Regulation 17(8) of the Listing Regulations, 2015, the Whole time Director and Chief Financial Officer (CFO) of the Company have certified to the Board regarding review of financial statement for the year under review, compliance with the accounting standards and applicable laws and regulations, maintenance of internal control for financial reporting and accounting policies.

X. COMPLIANCE CERTIFICATE OF THE AUDITORS

The Statutory Auditors' Certificate that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Regulations, 2015 is annexed hereto.

XI. GENERAL SHAREHOLDERS INFORMATION

1. Annual General Meeting

Date	: 29th September, 2021
Day	: Wednesday
Time	: 12.00 P. M.
Mode	: through Video Conferencing or other Audio Visual means
Deemed Venue	: Registered office Hanuman Sugar Mills, P. O. Motihari, Dist.: East Champaran, Bihar – 845 401

2. Financial year : 1st April, 2020 to 31st March, 2021

3. Date of Book closure

Thursday, 23rd September, 2021 to Wednesday, 29th September, 2021 (both days inclusive)

4. Listing on Stock Exchanges

The Shares of the Company are listed on BSE Ltd, Mumbai and National Stock Exchange India Ltd.

However, trading of shares of the Company at the BSE Ltd., Mumbai and National Stock Exchange of India Ltd. is suspended and necessary applications for revocation of suspension have been made and revocation is awaited. Annual Listing fee upto financial year 2020-21 has already been paid.

5. Stock Codes

BSE Ltd. : Scrip Code – 507528
Scrip Id - EASTSUGIND
National Stock Exchange Ltd. : Scrip Code – EASTSUGIND
ISIN Number for Dematerialized Shares : INE889B01016

6. Stock Market Data

In the absence of trading during the period from 1st April, 2020 to 31st March, 2021 at BSE Ltd. and NSE Ltd., monthly high and low quotations (In Rs. Per share) of equity shares is not given.

7. Registrar & Share Transfer Agent

M/s Maheshwari Datamatics Pvt. Ltd
23 R.N. Mukherjee Road, 5th Floor
Kolkata – 700001
Phone: 033-2248 2248/2243 5809
Fax : 033-2248 8787
E-mail: mdpl@yahoo.com

8. Share Transfer system

Presently, the share certificates which are received for transfer in physical form are processed and are returned within a period of 10 to 15 days from the date of receipt, subject to the documents being valid and complete in all respects.

9. Distribution of Shareholding as on 31st March, 2021

Nominal Value of Shareholding	No. of Shareholders		Number of Equity Shares	
	Total	% age of total	Total	% of Share Capital
Upto 500	20091	91.8404	2475910	8.4937
501 to 1000	750	3.4284	654252	2.2444
1001 to 2000	359	1.6411	581809	1.9959
2001 to 3000	132	0.6034	341003	1.1698
3001 to 4000	79	0.3611	288774	0.9906
4001 to 5000	102	0.4663	494172	1.6953
5001 to 10000	162	0.7405	1262322	4.3304
Above 10000	201	0.9188	23051858	79.0799
Grand Total	21876	100.0000	29150100	100.0000

10. Shareholding Pattern 31st March, 2021

Category	No. of Shares held	% of Total Shares
Promoter & Promoter Group	1593039	5.46
Mutual Funds/UTI	11000	0.04
Bodies Corporate and others	14251182	48.89
Indian Public	13290479	45.59
NBFC Registered with RBI	4400	0.02
TOTAL	29150100	100.00

11. Dematerialization of Shares and liquidity

The demitting facility exists with both the NSDL and CDSL for the convenience of shareholders. As on 31st March,2021, 26316000 equity shares representing 90.28% of your Company's Equity shares capital have been de-materialised.

12. Plant location

P.O. Hanuman Sugar Mills
Motihari - 845401
Distt. East Champaran, Bihar

13. Investors correspondence may be addressed to –

Eastern Sugar & Industries Ltd
'Chandra Kunj'
3, Pretoria Street
Kolkata – 700071

For and Behalf of Board of Directors

Sd/-
Shirish Goswami
Whole Time Director

Sd/-
Subir Kumar Dey
Director

Date :14.08.2021

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
(pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members,
EASTERN SUGAR & INDUSTRIES LIMITED
P.O. Hanuman Sugar Mills, Motihari
East Champaran, Bihar-845401

I have examined the relevant registers, records, forms, returns and disclosures received from the Directorsof Eastern Sugar & Industries Limited havingCIN L15421BR1964PLC006630 and having registered officeat P.O. Hanuman Sugar Mills, Motihari, East Champaran, Bihar-845401 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations,2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31stMarch, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority

Sr. No.	Name of Director	DIN	Date of appointment in Company
1	Mr. Shirsh Goswami	02899135	29/09/2009
2	Mr. Chandan Sharma	08855518	29/09/2020
3	Ms. Ankita Srivastava	08855511	29/09/2020
4	Ms. Khushbu Sharma	08855892	29/09/2020
5	Mr. Bijan Aditya	07887918	11/11/2020
6	Mr. Subir Kumar Dey	08945343	23/12/2020

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of theCompany.

Place: Howrah
Date: 14.08.2021

Name: Meena Chowdhary
Membership No: A41084
CP No. : 16829
UDIN:A041084C000814956

AUDITORS' CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

To the Members of
Eastern Sugar & Industries Ltd.

We have examined the compliance of the conditions of Corporate Governance by **EASTERN SUGAR & INDUSTRIES LIMITED** for the year ended on 31st March, 2021, as stipulated in Regulation 27(2) of the SEBI Listing Regulations 2015 (LODR), of the said Company with the stock exchanges.

The compliance of the conditions of Corporate Governance is the responsibility of the Management. Our examination has been limited to a review of the procedures and implementations thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the abovementioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, we have to state that based on the report given by Investors' Grievance Committee, as on March 31, 2021 there were no investor grievance matters against the Company remaining unattended/pending for more than 30 days.

We further state that such compliance is neither an assurance as to the future viability of the Company nor that efficiency or effectiveness with which the Management has conducted the affairs of the Company

For Saraf Manoj & Co.
Chartered Accountants
F.R. No. 323473E

Manoj Kumar Agarwal
Partner
M. No. 062489

519, Tobacco House
1, Old Court House Corner
5th Floor
Kolkata 700 001
Date :29.06.2021

DECLARATION BY W.T.D. UNDER REGULATION 27(2), LISTING REGULATIONS 2015 (LODR),

As required under Regulation 27(2) of the SEBI Listing Regulations 2015 (LODR), with Stock Exchanges, it is hereby confirmed that for the year ended 31st March, 2021, the Director's of Eastern Sugar & Industries Ltd have affirmed compliance with the Code of Conduct for Board Members as applicable to them and members of the senior management have affirmed compliance with Employee Code of Conduct, as applicable to them.

Place: Kolkata

Date: 14.08.2021

Sd/-

Shirish Goswami

Whole time Director

Whole Time Director and CFO Certification

We, Mr. Shirish Goswami, Wholetime Director, Mr. Shibojyoti Majumder, Chief Financial Officer (CFO) of the Company responsible for the finance functions certify that:

a. We have reviewed the financial statements and cash flow statement for the year ended 31st March, 2021 and to the best of our knowledge and belief:

I. These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;

II. These statements together, present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.

b. To the best of my knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2021 are fraudulent, illegal of the Company's code of conduct.

c. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to the financial reporting. Deficiencies in the design or operation of such internal controls, if any, of which we are aware, have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.

d. There has not been any significant change in internal control over financial reporting during the year under reference;

e. There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and

We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.

Place: Kolkata

Date: 14.08.2021

Sd/-

Shirish Goswami

Wholetime Director

Sd/-

Shibojyoti Majumder

Chief Financial Officer

ANNEXURE TO THE DIRECTORS' REPORT

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Company was engaged in the business of manufacturing of sugar and molasses at the unit taken on lease, located in Motihari, Bihar. However, in view of termination of lease agreement by the lessor in the year 2005 and other problems, the manufacturing activities of the Company came to standstill, inspite of the fact that the Company had spent more than 50 Crores towards balancing equipments for the plant. Thereafter, the management of the Company has been making its best efforts to set up its own unit for manufacture of sugar and allied products but could not succeed due to non-availability of required funds for the project and also in view of viability of setting up of sugar plant varying from time to time

SEGMENTWISE PERFORMANCE

Since, the company is not engaged in any operational activities. it is not required to give segment wise performance.

INTERNAL CONTROL SYSTEMS THEIR ADEQUACY

Your Company has a proper and adequate system of internal control to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that the transactions are authorized recorded and reported correctly. The Internal control system is designed to ensure that financial and other records are reliable for preparing financial information and other data and for maintaining accountability of assets. There is an elaborate internal audit system which is done by Independent firm of Internal Auditors. Their reports on the internal controls and their adequacy are regularly discussed with the Management and corrective measures wherever required, are taken and continuously monitored. The Audit Committee of the Board meets regularly to review the adequacy of internal controls; internal audit findings and the corrective actions are taken, if necessary. The Management is reasonably satisfied about the adequacy of these internal control systems.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Revenue

During the financial year under review, your Company had no income, similar to that in the previous financial year

Profits

Loss before Interest, Depreciation and Tax stood at Rs. 21.00 lacs in the financial year 2020-21, as against Rs. 16.46 lacs in the previous year 2019-20.

Earnings Per Shares (EPS)

The Company recorded an EPS of Rs. (0.07) per equity shares of Rs. 10/- each during 2020-21.

Dividend

Your Directors do not recommend any dividend for the year in view of net loss.

MATERIAL DEVELOPMENT IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT

A cordial industrial relations environment prevailed in the Company during the year. There was constant focus on all round organizational development. Regular promotions are granted and succession plans are effectively implemented. Our system of compensation is as per the market trends and job requirements. Other benefits to employees are provided for motivation.

CAUTION STATEMENT

The above mentioned statements are only “forward looking statements” based on certain assumptions/expectations. The Company’s actual performance could differ materially from those expressed/projected depending upon changes in various factors. The Company does not assume any responsibility to any change(s) in “forward looking statements”, on the basis of subsequent development, information or events etc.

For and Behalf of Board of Directors

Kolkata
Date: 14.08.2021

Sd/-
Shirish Goswami
Whole time Director
DIN: 02899135

Sd/-
Subir Kumar Dey
Director
DIN: 08945343

Form No. MR-3
SECRETARIAL AUDIT REPORT
For The Financial Year Ended 31st March, 2021

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

To,
The Members,
EASTERN SUGAR & INDUSTRIES LIMITED
P.O. Hanuman Sugar Mills, Motihari
East Champaran, Bihar-845401

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s Eastern Sugar & Industries Limited** (hereinafter called the “Company”). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

Based on my verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by Eastern Sugar & Industries Limited (“the Company”) for the financial year ended on 31st March, 2021 according to the provisions of:

- (i) The Companies Act, 2013 (“the Act”) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under except-

As per SEBI circular SEBI/Cir/ISD/ 05 /2011, the Company should have 100% promoter holding in demat form, but the Company has 92.77% promoters shares in demat form. As per information received remaining 7.23% promoter’s shareholding are not yet demat due to pledge share. Company is in process with promoters and respective DPs to demat the remaining promoter’s shareholding as soon as possible.

- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings **(Not Applicable to the Company during the Audit Period)**;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’) to the extent applicable to the Company;
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and subsequent amendments; **(Not Applicable to the Company during the Audit Period)**

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and subsequent amendments; **(Not Applicable to the Company during the Audit Period)**
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; and subsequent amendments **(Not Applicable to the Company during the Audit Period);**
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 w.e.f. October 28, 2014 **(Not Applicable to the Company during the Audit Period);**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not Applicable to the Company during the Audit Period);**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018, and subsequent amendments **(Not Applicable to the Company during the Audit Period).**
- (vi) **Insolvency and Bankruptcy Code 2016**
- Petition filed by the Financial Creditors named Stressed Assets Stabilization Fund under Insolvency and Bankruptcy Code 2016, in the year 2018, against the company. As per the information received by the Company the case is under process and not yet admitted on NCLT.*
- (vii) The Company has identified the following other laws as applicable to the Company:-
- a) Sugar Cess Act, 1982*
 - b) Levy Sugar Price Equalisation Fund Act, 1976*
 - c) Essential Commodities Act, 1955*
 - d) Sugar Development Fund Act, 1982
 - e) The Income Tax Act, 1961
 - f) The Finance Act, 1994

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

- (i) The Secretarial Standards issued by the Institute of Company Secretaries of India.
- (ii) The SEBI (LODR) Regulations, 2015 and the listing agreement entered into by the Company with BSE Limited and National Stock Exchange of India Limited.

During the Audit period under review and as per representations and clarifications provided by the management, I confirm that the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Regulation etc as mentioned herein above except to the extent as mentioned here:

- *As per the information received, all necessary Compliances of BSE Ltd. and NSE Ltd. is completed and the Company is awaiting for the revocation of suspension from trading of equity shares.*

I further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in this Audit since the same has been subject to review by the Statutory Auditors and other designated professionals.

I further report that,

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and Women Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
2. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. All decisions at the Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I further report that as per the explanations given to me and the representations made by the Management and relied upon by me there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period, there were no specific events/ actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. as referred to above.

Place: Kolkata
Date: 14.08.2021

Meena Chowdhary
Practicing Company Secretary
C.P No. 16829, ACS No. 41084
UDIN: A041084C000813119

Note:

- 1) *Sugar Cess Act, 1982, Levy Sugar Price Equalisation Fund Act, 1976, Essential Commodities Act, 1955, though applicable for the Sugar Industry but since Company is not carrying the related activity during the Audit period, the Acts are not applicable for the period ended on 31st March, 2021.
- 2) The Company is not carrying any activity related to manufacturing of sugar or any other during the period ended on 31st March, 2021, therefore the Factories Act, 1948, The Payment of Wages Act, 1936, The Payment of Bonus Act, 1965, Labour Law etc. is not applicable for the Company for the period.

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

‘Annexure A’

To,
The Members,
EASTERN SUGAR & INDUSTRIES LIMITED
Po. Hanuman Sugar Mills, Motihari
P.S.-Motihari, East Champaran,
BIHAR -845401

My secretarial Audit Report of even date for the financial year 2020-2021 is to be read along with this letter.

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

Place: Kolkata
Date: 14.08.2021

Meena Chowdhary
Practicing Company Secretary
C.P No. 16829, ACS No. 41084
UDIN: A041084C000813119

Independent Auditor's Report

To the Members of **EASTERN SUGAR & INDUSTRIES LIMITED**

Report on the Audit of the Standalone Financial Statements

Qualified Opinion

We have audited the standalone financial statements of EASTERN SUGAR & INDUSTRIES LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2021, and the statement of Profit and Loss, and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as 31st March 2021 and profit/loss, and its cash flows for the year ended on that date.

Basis for Qualified Opinion

- **TDS Compliances:**

Non compliance of sections 194-A, 192, 194-I & 194-J, of Income Tax Act, 1961 with respect to (i) TDS on Interest other than interest on securities (ii) Salary (iii) Rent and (iv) Fee for professional & Technical services respectively. The Company has not deducted TDS in respect of the above and has not deposited to the credit of Central Government.

- **Generally Accepted Accounting Principles :**

The Company has not complied with Generally Accepted Accounting Principles and has not followed Indian Accounting Standards – 19 for accounting of Gratuity, Leave liabilities and other retirement benefits towards employees, bonus in the preparation of Financial Statement. The estimated liability on account of retirement gratuity has not been ascertained and not provided for in the accounts.

- **Provision of Depreciation on its Fixed Assets:**

The Company has not provided depreciation on its Fixed Assets for the period covered under this audit. The Company has also not provided depreciation on transition to Schedule – II of The Companies Act, 2013.

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

Material Uncertainty Related to Going Concern

Due to operational difficulties ,company has suspended its operation of Cane Crushing since FY 2004-05 & incurred a net loss of Rs 21.00 Lakhs during the year ended 31.03.2021 and also Rs 16.46 Lakhs in preceding previous year. Further one of the Financial Creditors has filled petition to NCLT under Insolvency and Bankruptcy Code 2016 against the company. The company has filled affidavit in reply before hon'ble NCLT Kolkata Bench.

Therefore as per our view the financial statements for the FY 20-21 should be prepared on Non-Going Concern Basis.

Information other than the financial statements and auditors' 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's Report but does not include the financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in *the Basis for Qualified Opinion* section we have determined the matters described below to be the key audit matters to be communicated in our report:

No Revenue from operation during the year & in preceding previous years, on enquiry it was found that factory was taken on lease from M/s Shree Hanuman Sugar & Industries Limited, w.e.f 1st of June, 1995. The lease was terminated on 30th of June 2006. The last crushing season was FY 2003-04. All the Fixed Assets of the company will be acquired by the said company (erstwhile lessor) at their gross values appearing in the books of the company as on the date of transfer subject to the approval of the lending institutions for which they have agreed in-Principle. We have taken the management Representation in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our 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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.
- g) With respect to the matter to be included in the Auditor's Report under section 197(16), In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company 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.

**For Saraf Manoj & Co.
Chartered Accountants
FRN: 323473E**

**Place:-Kolkata
Date: 29.06.2021
UDIN:21062489AAAACG5832**

**Manoj Kumar Agarwal
(PARTNER)
Membership No. 062489**

The Annexure referred to in paragraph 1 of Our Report on “Other Legal and Regulatory Requirements”.

We report that:

- i.
 - a. The company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
 - b. As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
 - c. The title deeds of immovable properties are held in the name of the company.
- ii. As explained to us, inventories have been physically verified during the year by the management at reasonable intervals. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a), (b) and (c) of the order are not applicable to the Company.
- iv. In respect of loans, investments, guarantees, and security, provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
- v. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi. As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
- vii.
 - a. According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Goods and Service tax, Custom Duty, Excise Duty, value added tax, cess and any other statutory dues to the extent applicable, have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st March 2021 for a period of more than six months from the date they became payable, except :

Name of the Statue	Amount (Rs in Lakhs)
PF Liabilities	125.00
TDS Payable	0.43
Gratuity Liability	220.35

- b. According to the records of the Company, the dues outstanding of income-tax, sales-tax, service tax, goods and service tax, duty on custom, duty of excise, value added tax and cess on account of any dispute, are as follows:

Name of the Statute	Nature of the Dues	Amount (Rs. In lakhs)	Period for which the amount relates
Income Tax Act ,1961	Income Tax, Interest etc	584.05	AY 2011-12
Income Tax Act ,1961	Income Tax, Interest etc	197.08	AY 2012-13

The Information contained herein are based on & are limited to the extent of details made available to us.

- viii. In our opinion and according to the information and explanations given by the management, we are of the opinion that, the Company has defaulted in repayment of dues to a financial institution, bank, Government or debenture holders, as applicable to the company.
- ix. Based on our audit procedures and according to the information given by the management, the company has not raised any money by way of initial public offer or further public offer (including debt instruments) or taken any term loan during the year.
- x. According to the information and explanations given to us, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. According to the information and explanations given to us, we report that managerial remuneration, if any paid, has been paid in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii. The company is not a Nidhi Company. Therefore, clause (xii) of the order is not applicable to the company.
- xiii. According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.
- xiv. The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- xv. Provisions of section 192 of Companies Act, 2013 have been complied with in case of non-cash transactions entered by the company with directors or persons connected with him
- xvi. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 .

For Saraf Manoj & Co.
Chartered Accountants
FRN: 323473E

Place:-Kolkata
Date: 29/06/2021
UDIN: 21062489AAAACG5832

Manoj Kumar Agarwal
(PARTNER)
Membership No. 062489

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

We have audited the internal financial controls over financial reporting of EASTERN SUGAR & INDUSTRIES LIMITED ("the Company") as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with 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 authorisations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, 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.

Place:-Kolkata
Date: 29/06/2021
UDIN: 21062489AAAACG5832

For Saraf Manoj & Co.
Chartered Accountants
FRN: 323473E

Manoj Kumar Agarwal
(PARTNER)
Membership No. 062489

EASTERN SUGAR & INDUSTRIES LIMITED

BALANCE SHEET AS AT 31.03.2021

PARTICULARS	Note No.	Amount Rs.(In Lacs)	
		As at 31.03.2021	As at 31.03.2020
(1) ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	1	5,197.90	5,197.90
(b) Capital work-in-progress		4,578.17	4,578.17
(c) Financial Assets			
(i) Investments	2	1,993.34	1,993.34
		11,769.41	11,769.41
(2) Current assets			
(a) Inventories	3	1,876.40	1,876.40
(b) Financial Assets			
(i) Trade receivables	4	386.85	386.85
(ii) Cash and cash equivalents	5	14.21	14.21
(iii) Bank balances other than (ii) above	6	-	-
(iv) Loans	7	440.26	440.26
		2,717.72	2,717.72
Total Assets		14,487.13	14,487.13
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	8	3,390.01	3,390.01
(b) Other Equity	9	1,994.06	2,015.06
		5,384.07	5,405.07
LIABILITIES			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	10	7,447.30	7,447.30
		7,447.30	7,447.30
Current liabilities			
(a) Financial Liabilities			
(i) Short term Borrowings	11	7.68	7.68
(i) Long term Borrowings			
(ii) Trade payables	12	1,294.29	1,273.23
(b) Other current liabilities	13	346.02	346.08
(c) Provisions	14	7.77	7.77
		1,655.76	1,634.76
Total Equity and Liabilities		14,487.13	14,487.13

The accompanying notes are an Integral parts of financial statements

As per our report of even date

For & on behalf of Board of Directors

For Saraf Manoj & Co.

Chartered Accountants

F.R. No. 323473E

Shirish Goswami,

Whole time Director

Din- 02899135

Manoj Kumar Agarwal

(Partner)

Membership No. 062489

Subir Kumar Dey

Director

Din- 08945343

Shibojyoti Majumder

Chief Financial Officer

Place : Kolkata

Date: 29/06/2021

Priyanka Mundhara,

Company Secretary

EASTERN SUGAR & INDUSTRIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2021

	PARTICULARS	Note No.	Amount in Rs. (In Lacs)	
			31.03.2021	31.03.2020
I	Revenue From Operations		-	-
II	Other Income		-	-
III	Total Income (I+II)		-	-
IV	EXPENSES			
	Cost of materials consumed		-	-
	Purchases of Stock-in-Trade		-	-
	Changes in inventories of finished goods,		-	-
	Employee benefits expense	15	7.10	5.87
	Other expenses	16	13.90	10.59
	Total expenses (IV)			
V	Profit/(loss) before exceptional items and tax (I- IV)		(21.00)	(16.46)
VI	Exceptional Items			
VII	Profit/(loss) before tax (V-VI)		(21.00)	(16.46)
	Tax expense:			
VIII	(1) Current tax		-	-
	(2) Deferred tax		-	-
IX	Profit (Loss) for the period from continuing operations (VII-VIII)		(21.00)	(16.46)
X	Profit/(loss) from discontinued operations			
XI	Tax expense of discontinued operations		-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)		-	-
XIII	Profit/(loss) for the period (IX+XII)		(21.00)	(16.46)
XIV	Other Comprehensive Income			
XV	Total Comprehensive Income for the period		(21.00)	(16.46)
XVI	Earnings per equity share (for continuing operation):			
	(1) Basic		(0.07)	(0.06)
	(2) Diluted		(0.07)	(0.06)
XVII	Earnings per equity share (for discontinued operation):			
	(1) Basic		-	-
	(2) Diluted		-	-
XVIII	Earnings per equity share(for discontinued & continuing operations)			
	(1) Basic		(0.07)	(0.06)
	(2) Diluted		(0.07)	(0.06)

The accompanying notes are an Integral parts of financial statements
As per our report of even date

For & on behalf of Board of Directors

For Saraf Manoj & Co.

Chartered Accountants
F.R. No. 323473E

Shirish Goswami
Whole time Director
Din- 02899135

Manoj Kumar Agarwal
(Partner)

Membership No. 062489

Subir Kumar Dey
Director
Din-08945343

Shibojyoti Majumder
Chief Financial Officer

Place : Kolkata
Date: 29/06/2021

Priyanka Mundhara,
Company Secretary

NOTE: 1

Amount (In Rs. Lacs)

DESCRIPTION	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2020	Addition	Sales/ Adjustment	As at 31.03.2021	Up to 31.03.2020	For The Year	on asset sold	Up to 31.03.2021	As at 31.03.2020	As at 31.03.2021
A. FIXED ASSET										
Building Plant & Machinery Vehicle	5.01 6,969.65 50.81	- - -	- - -	5.01 6,969.65 50.81	1.09 1,777.38 49.10	- - -	- - -	1.09 1,777.38 49.10	3.92 5,192.27 1.71	3.92 5,192.27 1.71
TOTAL OF 'A'	7,025.47	-	-	7,025.47	1,827.57	-	-	1,827.57	5,197.90	5,197.90
B. CAPITAL WORK IN PROGRESS										
Capital work in Progress	4,578.17	-	-	4,578.17	-	-	-	-	4,578.17	4,578.17
TOTAL OF 'B'	4,578.17	-	-	4,578.17	-	-	-	-	4,578.17	4,578.17
GRAND TOTAL (A+B)	11,603.64	-	-	11,603.64	1,827.57	-	-	1,827.57	9,776.07	9,776.07
PREVIOUS YEAR	11,603.64	-	-	11,603.64	1,827.57	-	-	1,827.57	9,776.07	9,776.07

EASTERN SUGAR & INDUSTRIES LIMITED			
NOTES TO ACCOUNTS FORMING PART OF BALANCE SHEET			
(Rs. in Lacs)			
	As on 31.03.2021	As on 31.03.2020	
NOTE : 2 INVESTMENTS			
Non Trade Investments			
<u>Unquoted :</u>			
300000 Equity Shares (of Nopany & Sons Private Ltd.)	300.00		300.00
7500 Equity Shares (of Indian Die Casting Co. Ltd.)	9.00		9.00
395050 Equity Shares (of Shruti Spinners Ltd.)	79.01		79.01
214000 Equity Shares (of Hanuman Industries India Pvt Ltd.)	1,570.33		1,570.33
14000 Convertible bond (of NNP Trading & Investments Pvt Ltd.)	35.00		35.00
TOTAL	1,993.34		1,993.34
NOTE : 3 INVENTORIES			
Construction Rights	1,876.40		1,876.40
	1,876.40		1,876.40
NOTE : 4 TRADE RECEIVABLES			
Other Trade Receivables	386.85		386.85
TOTAL	386.85		386.85
NOTE : 5 CASH & CASH EQUIVALENTS			
Cash in Hand	0.19		0.19
Balance With Schedule Banks (In Current Account)	14.02		14.02
TOTAL	14.21		14.21
NOTE : 7 SHORT TERM LOANS & ADVANCES			
Short Term Loans And Advances	440.26		440.26
TOTAL	440.26		440.26
NOTE 08 : SHARE CAPITAL			
(a) Authorised Capital			
(3,00,00,000 Equity shares of Rs.10 each)	3,000.00		3,000.00
(10,00,000 Preference Shares of Rs.100 each)	1,000.00		1,000.00
(10,00,000 Unclassified Shares of Rs.100 each)	1,000.00		1,000.00
	5,000.00		5,000.00
(b) Issued, Subscribed & Paid up			
(2,91,50,100 Equity shares of Rs.10 each)	2,915.01		2,915.01
(2,05,000 12% Cumulative Convertible Preference shares of Rs 100 each)	205.00		205.00
(2,70,000 3% Cumulative Convertible Preference shares of Rs 100 each)	270.00		270.00
	3,390.01		3,390.01

EASTERN SUGAR & INDUSTRIES LIMITED				
NOTES TO ACCOUNTS FORMING PART OF BALANCE SHEET				
				(Rs. in Lacs)
<u>NOTE 09 : OTHER EQUITY</u>				
Revaluation Reserve				
As per last balance sheet		519.32		519.32
General Reserve				
As per last balance sheet		760.35		760.35
Profit & loss A/c				
As per last balance sheet	735.39		751.85	
Add: Profit After Tax for the Current Year	(21.00)	714.39	(16.46)	735.39
Balance brought forward				
TOTAL		1,994.06		2,015.06
<u>NOTE : 10 LONG TERM BORROWINGS</u>				
SDF Loan	1,337.00		1,337.00	
Interest Accrued From SDF Loan	759.34		759.34	
Cash Credit Borrowings from Bank	587.09		587.09	
Term Loan from Bank	4,763.87	7,447.30	4,763.87	7,447.30
<u>NOTE : 11 SHORT TERM BORROWINGS</u>				
From Body Corporates	7.68		7.68	
		7.68		7.68
<u>NOTE : 12 TRADE PAYABLES</u>				
Trade Payables	1,294.29		1,273.23	
		1,294.29		1,273.23
<u>NOTE : 13 OTHER CURENT LIABILITIES</u>				
Current Liabilities	346.02		346.08	
		346.02		346.08
<u>NOTE : 14 PROVISIONS</u>				
Short term Provisions	7.77		7.77	
		7.77		7.77

EASTERN SUGAR & INDUSTRIES LIMITED		
NOTES TO ACCOUNTS FORMING PART OF PROFIT AND LOSS		
(Rs. in Lacs)		
	As on 31.03.2021	As on 31.03.2020
<u>NOTE : 15 EMPLOYEE BENEFIT EXPENSES</u>		
Salary & Wages	7.10	5.72
Employee Welfare Expenses	-	0.15
TOTAL	7.10	5.87
<u>NOTE : 16 OTHER EXPENSES</u>		
Audit Fees	0.41	0.41
Custody Charges	1.77	0.83
Filing Fees	0.15	0.06
General Expenses	-	0.99
Legal expenses	-	1.12
Office Maintenance	0.27	0.41
Printing & Stationary	-	0.22
Professional Charges	2.74	2.21
Annual Listing Fees	6.28	2.36
Processing Fees	0.15	0.92
Advertisement	0.22	-
Bank Charges	0.01	-
Evoting Charges	0.47	-
Foreign Investment Limit Charges	0.35	-
Sebi	0.75	-
Share Locking Charges	0.05	-
Travelling & Conveyance Exp	-	1.07
Registrar Charges	0.28	-
TOTAL	13.90	10.59

EASTERN SUGAR & INDUSTRIES LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2021

	PARTICULARS	AMOUNT (Rs. In Lacs)			
		31.03.2021		31.03.2020	
A.	<u>Cash Flow from Operating Activity</u>				
	Net Profit Before Tax & Extra Ordinary Item	(21.00)		(16.46)	
	Adjustment for :				
	Depreciation				
	Operating Profit Before Working Capital Changes	(21.00)		(16.46)	
	Adjustment for :				
	Loan & Advances	-		-	
	Trade Receivable	-		-	
	Changes in Trade Payable	21.06		16.44	
	Other Current Liabilities	(0.06)	(0.00)	(0.56)	(0.58)
	Less: Taxes Paid		-		-
	Net Cash Generated from Operation		(0.00)		(0.58)
B.	<u>Cash Flow from Investing Activity</u>				
	Purchase of Fixed Asset	-		-	
	Purchase of Investments	-		-	
	Net Cash Generated from Investing Activity		-		-
C.	<u>Cash Flow from Financing Activity</u>				
	Long Term Borrowings	-		-	
	Net Cash Generated from Financing Activity		-		-
	Total Cash generated During the year (A+B+C)		(0.00)		(0.58)
	Add: Cash Balance at the Beginning of the Year		14.21		14.79
	Cash Balance at the End of the Year		14.21		14.21

The accompanying notes are an Integral parts of financial statements
As per our report of even date

For & on behalf of Board of Directors

For Saraf Manoj & Co.

Chartered Accountants

F.R. No. 323473E

Shirish Goswami

Whole time Director

Din- 02899135

Manoj Kumar Agarwal

(Partner)

Membership No. 062489

Subir Kumar Dey

Director

Din-08945343

Shibojyoti Majumder

Chief Financial Officer

Place : Kolkata

Date: 29/06/2021

Priyanka Mundhara

Company Secretary

17. SIGNIFICANT ACCOUNTING POLICIES

i) Basis of Preparation of Financial Statement

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of companies Act, 2013 read with rule 7 of Companies (Accounts) Rules, 2014 till the standards of accounting or any addendum thereto are prescribed by the central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 2013 shall continue to apply. Consequently these financial statements have been prepared to comply in all material aspects with accounting standards notified under section 133 [Companies (Accounting)Rules, 2014 as amended] and other relevant provisions of the Companies Act,2013.

ii) Use of Estimates

The preparation of the Financial Statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenditure during the period.

iii) Fixed Assets and Work in Progress

Fixed Assets are stated at cost less accumulated depreciation and impairment losses determined, if any. The cost comprises the purchase price inclusive of duties (net of CENVAT Credit), taxes, incidental expenses, erection / commissioning expenses and borrowing costs if capitalization criteria are met and directly attributable cost of bringing the assets to its working condition for the intended use. Expenditure during construction period: Expenditure incurred on projects under implementation are treated as Pre-operative expenses pending allocation to the assets and are shown under "Capital work-in-progress". Capital work-in-progress is stated at the amount expended up to the date of Balance Sheet for the cost of fixed assets that are not yet ready for their intended use.

iv) Depreciation

The company has not provided depreciation on its Fixed Assets for the Period covered under Audit .The Company has also not provided depreciation on transition to schedule –II of The Companies Act,2013.

v) Investments

Investments are either classified as current or long-term based on Management's intention at the time of purchase. Long-term investments are carried at cost less provisions for diminution recorded to recognize any decline, other than temporary, in the carrying value of each investment. Current investments are carried at the lower of cost and fair value, category wise. Cost includes acquisition charges such as brokerage, fee and duties.

vi) Inventories

Inventories are valued at lower of cost and net realizable value. Cost of inventory comprises of purchase price, cost of conversion and other cost that have been incurred in bringing the inventories to their respective present location and condition. Interest costs are not included in value of inventories. The cost of Inventories is computed on weighted average basis.

vii) Revenue recognition

- i. Sale of goods is recognized at the time of transfer of substantial risk and rewards of ownership to the buyer for a consideration.
- ii. All other income is accounted for on accrual basis.

viii) Expenses

All the expenses are accounted for on accrual basis. Employee benefits, Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related service is rendered.

ix) Taxes on income

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred tax is recognized, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

x) Earnings per share

Basic earnings per share is computed by dividing the profit/(loss) after tax (including the post tax effect of extra ordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit/ (loss) after tax (including the post tax effect of any extra ordinary items, if any) by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares which could be issued on the conversion of all dilutive potential equity shares.

xi) Dues to micro and small enterprises

There are no Micro and Small Enterprises, to whom the Group owes dues, which are outstanding for more than 45 days as at 31st March, 2021. This information as required to be disclosed under the micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Group.

xii) Impairment of assets

Impairment loss, if any, is recognized to the extent, the carrying amount of assets exceed their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Impairment losses recognized in prior years are reversed when there is an indication that the impairment losses recognized no longer exist or have decreased. Such reversals are recognized as an increase in carrying amount of assets to the extent that it does not exceed the carrying amount that would have been determined (net of amortization or depreciation) had no impairment loss been recognized in previous years. After impairment, depreciation or amortization on assets is provided on the revised carrying amount of the respective asset over its remaining useful life.

xiii) Provisions, contingent liabilities and contingent assets

Provision is recognised in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered probable. A provision is recognised if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date. A Contingent Asset is not recognised in the Accounts.

xiv) Cash Flow Statement

Statement notified under the Companies (Accounting Standards) Rules, 2006. Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing flows. The cash flows from operating, investing and financing activities of the Company are segregated.

18. Notes Forming Part of Financial Statements

i) TDS on interest other than interest on securities, salary, & fee for professional & Technical services u/s 194-A, 192 & 192-J respectively, of Income Tax Act, 1961 have not been deducted and deposited in time. Interest and penalty on delayed deposit if any, will be accounted for on cash basis.

ii) Leave encashment by the employees of the company except in the case of his or her death while in service is not allowed by the Company. Leave liability is, therefore, accounted for on cash basis.

- iii) Professional Taxes and Trade License Fees are to be accounted for on cash basis.
- iv) Balance Confirmation Certificates from Debtors, Creditors and Banks are awaited from the respective parties.
- v) In accordance with the requirements under the Indian Accounting Standard (IND AS-12), Deferred Tax Assets (net) at the yearend arising out of carry forward Business losses, carry forward of Long Term Capital Loss and unabsorbed depreciation has not been recognized in the current year in the accounts. The accounting treatment is in line with prudential accounting norms and recommendations under IND AS-12.
- vi) There is no impairment of assets. The management expects to recover amount higher than the carrying value of fixed assets.
- vii) The Company has operated in one segment only during the year ended on 31st March, 2021 and hence, Segment Reporting as per IND AS-108 issued by the ICAI is not applicable.

viii) Basis for Calculation of Basic and Diluted Earnings per share in terms of Indian Accounting Standard -33 is as under: -

	(Rs. in lacs)	
	31.03.2021	31.03.2020
Profit/Loss after Tax as per Profit & Loss Account	(21.00)	(16.46)
Weighted Average No. of Equity Shares	292.00	292.00
Basic & Diluted Earnings per Share	(0.07)	(0.06)

ix) Cash and Cash Equivalents

Cash and cash equivalents include cash in hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

x) Long Term Loans

- a) Term Loan from Sugar Development Fund (SDF) of Rs. 1337 lakhs is secured by creating second charge on its fixed assets in favour of Central Government.
- b) Cash Credit borrowing from Bank of India is secured by hypothecation of stock of sugar, stores, spares and packing material.
- c) Term Loan from IDBI is secured by way of mortgage of whole of the movable properties of the company including its movable Plant & Machinery, Machinery spares, Tools & accessories and other movables, both present and future other than the movable Plant & Machinery on which the company has already created charge in favor of Bank of India (save and except book debts).

xi) Related Party Disclosure

a) Names of Related Parties:

Shree Hanuman Sugar & Industries Limited

b) Transaction entered into with related parties:

During the year, the Company had not entered into any contract/arrangement/transaction with related parties which could be considered material in accordance with the policy of the Company materiality of related party transactions. Hence, the provisions of Section 188 of the Companies Act, 2013 are not attracted. Thus, disclosure in Form AOC-2 is not required. Further, there are no materially significant Related Party Transactions during the year under review made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons.

xii) Contingent Liabilities (To the Extent not provided for)

a) Claim against the company not acknowledged as debt:-

Particulars	Amount (Lacs)
Income Tax Matter	781.13

The above amount of contingencies does not include applicable interest, if any. Cash outflow for the above are determinable only on receipt of judgments pending at various forums/ authorities.

Xiii) The factory was taken on lease from M/s Shree Hanuman Sugar & Industries Limited w.e.f 1st June ,1995. The lease was terminated on 30th June ,2006. The last cane crushing season was 2003-04.

xiv) One of the Financial Creditors named Stressed Assets Stabilization Fund has filed petition to NCLT under Insolvency and Bankruptcy Code 2016, against the company. The Company has filed affidavit-in-reply before hon'ble NCLT Kolkata bench, Further, the Company is in the process of negotiation for one time settlement.

xv) Default of IFCI and Bank of India, recovery proceedings are pending at DRT Patna. Bank of India has agreed to OTS proposal and negotiations for settlement with IFCI is in progress.

xvi) Figure's of Previous Year have been re-arranged and re-grouped, where ever considered necessary.

As per our report of even date

For and on behalf of the Board of Directors

**For Saraf Manoj & Co.
Chartered Accountants
F.R. No. 323473E**

**Shirish Goswami
Whole time Director
Din- 02899135**

**Manoj Kumar Agarwal
(Partner)
Membership No. 062489**

**Subir Kumar Dey
Director
Din- 08945340**

**Place: Kolkata
Date: 29.06.2021**

**Priyanka Mundhara,
Company Secretary**

**Shibojyoti Majumder
Chief Financial Officer**