



# THE RAMESHWARA JUTE MILLS LIMITED

Registered Office : 'Birla Building', 8th Floor, 9/1, R. N. Mukherjee Road, Kolkata-700 001 Phone No. : 033-30573700 / 30410900 (Extn. 1883),  
Website : rameshwarajute.com CIN : L17119WB1935PLCO46111 E-mail : rjm.ho@rjm.co.in Fax No. : 033-22109455

RJML/SH/ST.EX/2017

18<sup>th</sup> May, 2017

The Secretary  
The Calcutta Stock Exchange Ltd.  
7, Lyons Range,  
Kolkata – 700001

Dear Sirs,

**Sub: Financial Results for the quarter/ year ended March 31, 2017.**

In continuation of our letter dated May 4, 2017, we wish to inform you that the Board of Directors of the Company at its meeting held today has approved the Audited Financial Statements for the year ended March 31, 2017 and the Financial Results for the quarter /year ended March 31, 2017, as recommended by the Audit Committee.

Pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

- i) Statements showing the Financial Results for the quarter / year ended March 31,2017 ; and
- ii) Auditor's Report on Audited Financial Statements for the year ended March 31, 2017.

The Report of Auditors is with unmodified opinion with respect to the Audited Financial Statements of the Company for the year ended March 31, 2017.

Kindly acknowledge receipt.

Yours faithfully,  
For THE RAMESHWARA JUTE MILLS LIMITED

AMIT DHANUKA  
Company Secretary

# THE RAMESHWARA JUTE MILLS LIMITED

Regd. Office : 9/1, R.N. Mukherjee Road, Kolkata - 700 001

CIN L17119WB1835PLC046111 e-Mail - rjm\_ho@rjm.co.in Telephone Nos. 033-30573700/30227008 (Extn. 1003) WEBSITE : www.rameshwara-jute.com

## PART - I

### STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31.03.2017

Approved by the Board of Directors on 18.50.2017, after review thereof by the Audit Committee.

₹ in lakhs

| Sl. No.   | Particulars  | Three month ended | Preceding three month ended | Corresponding three months ended in the previous year | Year to date figures for current period ended | Previous accounting year ended |
|-----------|--|-------------------|-----------------------------|---|---|--------------------------------|
|           |  | 31.03.2017        | 31.12.2016                  | 31.03.2016  | 31.03.2017                                    | 31.03.2016                     |
|           |  | (Unaudited)       | (Unaudited)                 | (Unaudited)   | (Audited)                                     | (Audited)                      |
| <b>1</b>  | <b>Income from Operations</b>  |                   |                             |   |   |                                |
|           | (a) Net Sales/Income from Operations   | -                 | -                           | -   | -   | -                              |
|           | (b) Other operating income   | 37.29             | 37.28                       | 37.29   | 149.15  | 149.64                         |
|           | <b>Total income from operations</b>  | <b>37.29</b>      | <b>37.28</b>                | <b>37.29</b>  | <b>149.15</b>                                 | <b>149.64</b>                  |
| <b>2</b>  | <b>Expenses</b>  |                   |                             |   |   |                                |
|           | a) Cost of Materials consumed  | -                 | -                           | -   | -   | -                              |
|           | b) Purchase of stock-in-trade  | -                 | -                           | -   | -   | -                              |
|           | c) Changes in inventories of finished goods, work-in-progress and stock-in-trade                               | -                 | -                           | -   | -   | -                              |
|           | d) Employee benefits expense   | 35.48             | 32.39                       | 85.46   | 134.88  | 275.13                         |
|           | e) Depreciation and amortization expense   | 4.46              | 5.21                        | 14.62   | 25.75   | 63.68                          |
|           | f) Other expenses  |                   |                             |   |   |                                |
|           | Rent & Royalty   | 43.84             | 43.78                       | 56.34   | 177.85  | 224.95                         |
|           | Water & Electricity Charges  | 2.06              | 3.21                        | 2.55  | 18.39   | 17.86                          |
|           | Service Charges  | 5.70              | 5.70                        | 5.70  | 22.80   | 22.80                          |
|           | Security Expenses  | 6.75              | 6.76                        | 6.07  | 26.79   | 23.96                          |
|           | Legal Expenses   | 0.47              | 2.38                        | 3.93  | 26.95   | 27.98                          |
|           | Others   | 13.11             | 9.38                        | 14.10   | 52.11   | 64.39                          |
|           | <b>Total Expenses</b>  | <b>111.87</b>     | <b>108.79</b>               | <b>188.77</b>   | <b>485.52</b>                                 | <b>720.75</b>                  |
| <b>3</b>  | <b>Profit/(Loss) from Operations before other income, finance costs and exceptional items (1-2)</b>            | <b>(74.58)</b>    | <b>(71.51)</b>              | <b>(151.48)</b>                                       | <b>(336.37)</b>                               | <b>(571.11)</b>                |
| <b>4</b>  | <b>Other income</b>  | <b>0.51</b>       | <b>8.60</b>                 | <b>1.11</b>   | <b>25.62</b>                                  | <b>34.72</b>                   |
| <b>5</b>  | <b>Profit / ( Loss ) from ordinary activities before finance costs and exceptional items (3 + 4)</b>           | <b>(74.07)</b>    | <b>(62.91)</b>              | <b>(150.37)</b>                                       | <b>(310.75)</b>                               | <b>(536.39)</b>                |
| <b>6</b>  | <b>Finance Costs</b>   | <b>18.56</b>      | <b>17.55</b>                | <b>10.79</b>  | <b>66.02</b>                                  | <b>27.88</b>                   |
| <b>7</b>  | <b>Profit / (Loss) from ordinary activities after finance cost but before exceptional items (5+6)</b>          | <b>(92.63)</b>    | <b>(80.46)</b>              | <b>(161.16)</b>                                       | <b>(376.77)</b>                               | <b>(564.27)</b>                |
| <b>8</b>  | <b>Exceptional items</b>   | <b>-</b>          | <b>-</b>                    | <b>-</b>  | <b>-</b>                                      | <b>-</b>                       |
| <b>9</b>  | <b>Profit / (Loss) from ordinary activities before tax (7 + 8)</b>   | <b>(92.63)</b>    | <b>(80.46)</b>              | <b>(161.16)</b>                                       | <b>(376.77)</b>                               | <b>(564.27)</b>                |
| <b>10</b> | <b>Tax expense</b>   | <b>-</b>          | <b>-</b>                    | <b>-</b>  | <b>-</b>                                      | <b>-</b>                       |
| <b>11</b> | <b>Net Profit/ (Loss) from ordinary activities after tax (9 + 10)</b>  | <b>(92.63)</b>    | <b>(80.46)</b>              | <b>(161.16)</b>                                       | <b>(376.77)</b>                               | <b>(564.27)</b>                |
| <b>12</b> | <b>Extraordinary items (net of tax expense ₹ Nil )</b>   | <b>-</b>          | <b>-</b>                    | <b>-</b>  | <b>-</b>                                      | <b>-</b>                       |
| <b>13</b> | <b>Net Profit / (Loss) for the period (11 + 12)</b>  | <b>(92.63)</b>    | <b>(80.46)</b>              | <b>(161.16)</b>                                       | <b>(376.77)</b>                               | <b>(564.27)</b>                |
| <b>14</b> | <b>Share of Profit / (Loss) associates</b>   | <b>-</b>          | <b>-</b>                    | <b>-</b>  | <b>-</b>                                      | <b>-</b>                       |
| <b>15</b> | <b>Minority Interest</b>   | <b>-</b>          | <b>-</b>                    | <b>-</b>  | <b>-</b>                                      | <b>-</b>                       |
| <b>16</b> | <b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates*13+14+15)</b> | <b>(92.63)</b>    | <b>(80.46)</b>              | <b>(161.16)</b>                                       | <b>(376.77)</b>                               | <b>(564.27)</b>                |
| <b>17</b> | <b>Paid - up equity share capital ( Face Value ₹10/- Each)</b>   | <b>26.61</b>      | <b>26.61</b>                | <b>26.61</b>  | <b>26.61</b>                                  | <b>26.61</b>                   |
| <b>18</b> | <b>Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year</b>                 | <b>-</b>          | <b>-</b>                    | <b>-</b>  | <b>500.00</b>                                 | <b>873.57</b>                  |
| <b>19</b> | <b>Earning per share (Rs.) Basic &amp; Diluted</b>   |                   |                             |   |   |                                |
|           | (i) Before consideration of extra ordinary items   | (35.19)           | (30.25)                     | (60.67)   | (141.61)                                      | (212.09)                       |
|           | (ii) After consideration of extra ordinary items   | (35.19)           | (30.25)                     | (60.67)   | (141.61)                                      | (212.09)                       |

# THE RAMESHWARA JUTE MILLS LIMITED

Regd. Office : 9/1, R.N.Mukherjee Road, Kolkata - 700 001.

Standalone Statement of Assets and Liabilities .

( ₹ in lakhs )

| Particulars                     |  | As at current year<br>ended 31.03.2017<br>(Audited) | As at Previous year<br>ended 31.03.2016<br>(Audited) |
|---------------------------------|--|---|--|
| <b>A EQUITY AND LIABILITIES</b> |  |   |  |
| 1                               | Share holders' fund                        |   |  |
|                                 | (a) Share capital                          | 26.61   | 26.61  |
|                                 | (b) Reserves and surplus                   | 500.00  | 873.57   |
|                                 | (c) Money received against share warrants  | -   | -  |
|                                 | <b>Sub-total - Shareholders' funds</b>     | <b>526.61</b>                                       | <b>900.18</b>  |
| 2                               | Share application money pending allotment  | -   | -  |
| 3                               | Non-current liabilities                    |   |  |
|                                 | (a) Long-term borrowings                   | -   | -  |
|                                 | (b) Deferred tax liabilities(net)          | -   | -  |
|                                 | (c) Other long-term liabilities            | -   | -  |
|                                 | (d) Long-term provisions                   | 15.58   | 6.65   |
|                                 | <b>Sub-total - Non-current liabilities</b> | <b>15.58</b>  | <b>6.65</b>  |
| 4                               | Current liabilities                        |   |  |
|                                 | (a) Short-term borrowings                  | 735.76  | 486.35   |
|                                 | (b) Trade payables                         | 46.16   | 45.76  |
|                                 | (c) Other current liabilities              | 986.00  | 916.34   |
|                                 | (d) Short-term provisions                  | 3.66  | 7.51   |
|                                 | <b>Sub-total - current liabilities</b>     | <b>1771.58</b>                                      | <b>1455.96</b>                                       |
|                                 | <b>TOTAL - EQUITY AND LIABILITIES</b>      | <b>2,313.77</b>                                     | <b>2,362.79</b>                                      |
| <b>B ASSETS</b>                 |  |   |  |
| 1                               | Non-current assets                         |   |  |
|                                 | (a) Fixed assets                           | 576.39  | 595.90   |
|                                 | (b) Non-current investments                | 40.91   | 54.23  |
|                                 | (c) Long-term loans and advances           | 1,102.35  | 1,192.95   |
|                                 | (d) Other non-current assets               | 27.02   | 18.58  |
|                                 | <b>Sub-total - non-current assets</b>      | <b>1,746.67</b>                                     | <b>1,861.66</b>                                      |
| 2                               | Current assets                             |   |  |
|                                 | (a) Current investments                    | -   | -  |
|                                 | (b) Inventories                            | 319.94  | 319.94   |
|                                 | (c) Trade receivables                      | 36.61   | 36.61  |
|                                 | (d) Cash and cash equivalents              | 32.57   | 27.54  |
|                                 | (e) Short-term loans and advances          | 176.64  | 109.06   |
|                                 | (f) Other current assets                   | 1.34  | 7.98   |
|                                 | <b>Sub-total - current assets</b>          | <b>567.10</b>                                       | <b>501.13</b>  |
|                                 | <b>TOTAL - ASSETS</b>                      | <b>2,313.77</b>                                     | <b>2,362.79</b>                                      |

**Notes:-**

- (1) The figures in Results for the last quarter ended 31.01.2017 are the balancing figures arrived at by subtracting the figures of the nine month period ended on 31.12.2016 from the figures of the annual Audited statement of Profit & Loss Account for the year ended 31.03.2017
- (2) In view of virtual uncertainty with regard to future profitability, Deferred Tax Assets has not been recognized.
- (3) Pursuant to the Notification No. G.S.R.510(E) Dated 18.07.2014 amending Rule 24A (B) of Mineral Concession Rules, 1960, the mining operations of the Company continues to be suspended effective 09.08.2014.
- (4) The comparative figures have been regrouped or re-arranged where considered necessary.

Place : Kolkata  
Date : 18.05.2017

By Order of the board

  
(R.P.Pansari)  
Chairman

# THE RAMESHWARA JUTE MILLS LIMITED.

## REPORT ON SEGMENT REVENUE, RESULTS AND CAPITAL EMPLOYED

(₹ in lakhs)

|     | Particulars   | Three month ended | Preceding three month ended | Corresponding three months ended in the previous year | Year to date figures for current period ended | Previous accounting year ended |
|-----|---|-------------------|-----------------------------|---|---|--------------------------------|
|     |   | 31.03.2017        | 31.12.2016                  | 31.03.2016  | 31.03.2017                                    | 31.03.2016                     |
|     |   | (Unaudited)       | (Unaudited)                 | (Unaudited)   | (Audited)                                     | (Audited)                      |
| 1   | <b>Segment Revenue</b>  |                   |                             |   |   |                                |
| (a) | Mining  | 0.49              | 0.49                        | 0.41  | 2.03  | 4.95                           |
| (b) | Services / Others   | 37.31             | 45.39                       | 37.99   | 172.74  | 179.41                         |
|     | <b>Total</b>  | <b>37.80</b>      | <b>45.88</b>                | <b>38.40</b>  | <b>174.77</b>                                 | <b>184.36</b>                  |
|     | Less:- Inter Segment Revenue (at cost)                                  | -                 | -                           | -   | -   | -                              |
|     | <b>Net sales / Income from operations</b>                               | <b>37.80</b>      | <b>45.88</b>                | <b>38.40</b>  | <b>174.77</b>                                 | <b>184.36</b>                  |
| 2   | <b>Segment Result (Profit) (+) / (Loss) (-) before tax and interest</b> |                   |                             |   |   |                                |
| (a) | Mining  | (56.73)           | (59.03)                     | (132.84)  | (278.13)                                      | (493.32)                       |
| (b) | Services / Others   | (17.34)           | (3.88)                      | (17.53)   | (32.62)                                       | (43.07)                        |
|     | <b>Total</b>  | <b>(74.07)</b>    | <b>(62.91)</b>              | <b>(150.37)</b>                                       | <b>(310.75)</b>                               | <b>(536.39)</b>                |
|     | Less :-   |                   |                             |   |   |                                |
|     | i) Interest   | 18.56             | 17.55                       | 10.79   | 66.02   | 27.88                          |
|     | Other un-allocable expenditure  | -                 | -                           | -   | -   | -                              |
|     | Other un-allocable income   | -                 | -                           | -   | -   | -                              |
|     | ii) Other un-allocable expenditure net off un-allocable income          | -                 | -                           | -   | -   | -                              |
|     | iii) Exceptional Items  | -                 | -                           | -   | -   | -                              |
|     | <b>Total Profit / (Loss) Before Tax</b>                                 | <b>(92.63)</b>    | <b>(80.46)</b>              | <b>(161.16)</b>                                       | <b>(376.77)</b>                               | <b>(564.27)</b>                |
| 3   | <b>Capital Employed (Segment Assets-Segment Liabilities)</b>            |                   |                             |   |   |                                |
| (a) | Mining  | 281.83            | 259.80                      | 628.50  | 281.83  | 628.50                         |
| (b) | Services / Others   | 244.78            | 359.44                      | 271.68  | 244.78  | 271.68                         |
| (c) | Un-allocated  | -                 | -                           | -   | -   | -                              |
|     | <b>Total</b>  | <b>526.61</b>     | <b>619.24</b>               | <b>900.18</b>   | <b>526.61</b>                                 | <b>900.18</b>                  |

**THE RAMESHWARA JUTE MILLS LTD.**  
**BALANCE SHEET AS AT 31ST MARCH, 2017**

|                                   | <u>Notes</u> | <u>31st March, 2017</u> | <u>(₹ in lacs)</u><br><u>31st March, 2016</u> |
|-----------------------------------|--------------|-------------------------|---|
| <b>I EQUITY AND LIABILITIES</b>   |              |                         |   |
| <b>1 SHAREHOLDERS' FUND</b>       |              |                         |   |
| (a) Share Capital                 | 2            | 26.61                   | 26.61   |
| (b) Reserves and Surplus          | 3            | 500.00                  | 873.57  |
| <b>2 NON-CURRENT LIABILITIES</b>  |              |                         |   |
| (a) Long Term Provisions          | 4            | 15.58                   | 6.65  |
| <b>3 CURRENT LIABILITIES</b>      |              |                         |   |
| (a) Short term Borrowings         | 5            | 735.76                  | 486.35  |
| (b) Trade Payables                | 6            | 46.16                   | 45.76   |
| (c) Other Current Liabilities     | 7            | 986.00                  | 916.34  |
| (d) Short term Provisions         | 8            | 3.66                    | 7.51  |
| <b>TOTAL</b>                      |              | <b><u>2,313.77</u></b>  | <b><u>2,362.79</u></b>                        |
| <b>II ASSETS</b>                  |              |                         |   |
| <b>1 NON-CURRENT ASSETS</b>       |              |                         |   |
| (a) Fixed Assets                  |              |                         |   |
| (i) Tangible Assets               | 9            | 72.88                   | 92.99   |
| (ii) Intangible Assets            | (ii)         | 0.54                    | 5.93  |
| (iii) Capital work in Progress    | (iii)        | 502.97                  | 496.98  |
| (b) Non Current Investments       | 10           | 40.91                   | 54.23   |
| (c) Long-term Loans and Advances  | 15           | 1,102.35                | 1,192.95                                      |
| (d) Other Non Current Assets      | 11           | 27.02                   | 18.58   |
| <b>2 CURRENT ASSETS</b>           |              |                         |   |
| (a) Inventories                   | 12           | 319.94                  | 319.94  |
| (b) Trade Receivables             | 13           | 36.61                   | 36.61   |
| (c) Cash and Cash Equivalents     | 14           | 32.57                   | 27.54   |
| (d) Short-term Loans and Advances | 15           | 176.64                  | 109.06  |
| (e) Other Current Assets          | 16           | 1.34                    | 7.98  |
| <b>TOTAL</b>                      |              | <b><u>2,313.77</u></b>  | <b><u>2,362.79</u></b>                        |
| Significant Accounting Policies   | 1            |                         |   |

The accompanying notes are an integral part of the Financial Statements.  
This is the Balance Sheet referred to in our Report of even date.

**THE RAMESHWARA JUTE MILLS LTD.**  
**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2017**

|   |              |                  | (₹ in lacs)      |
|---|--------------|------------------|------------------|
|   | <b>Notes</b> | <b>2016-2017</b> | <b>2015-2016</b> |
| <b>INCOME:</b>  |              |                  |                  |
| Revenue from operations                                   | 17           | 149.15           | 149.64           |
| Other Income  | 18           | 25.62            | 34.72            |
| <b>I Total Revenue</b>                                    |              | <b>174.77</b>    | <b>184.36</b>    |
| <b>EXPENSES :</b>   |              |                  |                  |
| a Changes in inventories of finished goods                | 19           | -                | -                |
| b Employee benefits expense                               | 20           | 134.88           | 275.13           |
| c Depreciation and amortization expense                   | 9            | 25.75            | 63.68            |
| d Finance Cost  | 21           | 66.02            | 27.88            |
| e Other expenses  | 22           | 324.89           | 381.94           |
| <b>II Total Expenses</b>                                  |              | <b>551.54</b>    | <b>748.63</b>    |
| <b>Profit / (Loss) before tax (I-II)</b>                  |              | <b>(376.77)</b>  | <b>(564.27)</b>  |
| <b>Tax expense</b>  |              |                  |                  |
| <b>Current tax</b>  |              | -                | -                |
| <b>Profit/(Loss) for the period</b>                       |              | <b>(376.77)</b>  | <b>(564.27)</b>  |
| <b>Excess Provision of tax -2014-15</b>                   |              | <b>3.20</b>      | -                |
|   |              | <b>(373.57)</b>  | <b>(564.27)</b>  |
| Earnings per Equity Share ( Nominal value ₹ 10 per share) |              |                  |                  |
| Nominal value ₹ 10 per share                              |              | (141.61)         | (212.09)         |

Significant Accounting Policies

1

The accompanying notes are an integral part of the Financial Statements.  
This is the Statement of Profit and Loss referred to in our Report of even date.

**Independent Auditor's Report  
To the Members of The Rameshwara Jute Mills Limited**

**I. Report on the Financial Statements**

We have audited the accompanying financial statements of The Rameshwara Jute Mills Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

**II. Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules 2014. 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 judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of 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.



**Independent Auditor's Report  
To the Members of The Rameshwara Jute Mills Limited**

**III. Auditor's Responsibility**

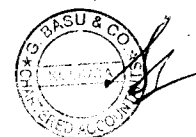
Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.





**Independent Auditor's Report  
To the Members of The Rameshwara Jute Mills Limited**

**IV. Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and 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 at 31<sup>st</sup> March 2017, and its Loss and its cash flows for the year ended on that date.

**V. Report on Other Legal and Regulatory Requirements**

- i. 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 Act, we give in the Annexure-2 , a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- ii. 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 purpose of our audit;
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c. The Balance Sheet, 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.



**Independent Auditor's Report  
To the Members of The Rameshwara Jute Mills Limited**

- e. On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2017 from being appointed as a director in terms of Section 164(2) of the Act.
- f. Our separate report on adequacy of internal financial control system and operating effectiveness of such controls is enclosed in Annexure-I.
- iii. 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) Amendment Rules 2017, in our opinion and to the best of our information and according to the explanations given to us:
- a. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 27 to the financial statements.
- b. The Company did not have any long-term contract including derivative contract which may lead to any foreseeable loss.
- c. There are no amounts due for transfer to the Investor Education and Protection Fund by the Company.
- d. The Company has provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 08.11.2016 to 30.12.2016 and the same are in accordance with the books of accounts maintained by the company.

Place: Kolkata

Date: May 18, 2017

**For G. BASU & CO.**  
Chartered Accountants  
R. No.-301174E

  
**Satyapriya Bandyopadhyay**  
Partner  
(M. No.-058108)

**Independent Auditor's Report  
To the Members of The Rameshwara Jute Mills Limited**

**Annexure-1**

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act"), as referred in Clause V para (ii) of our Statutory Audit Report of even date.

We have audited the internal financial controls over financial reporting of The Rameshwara Jute Mills Limited ("the Company") as of 31<sup>st</sup> March 2017 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.



**Independent Auditor's Report**  
**To the Members of The Rameshwara Jute Mills Limited**

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.

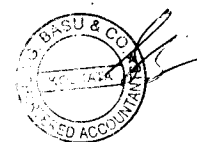
Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based 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.



**Independent Auditor's Report  
To the Members of The Rameshwara Jute Mills Limited**

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 unauthorised 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.

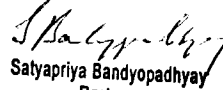
**Opinion**

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 31<sup>st</sup> March 2017, 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: May 18, 2017

For G. BASU & CO.  
Chartered Accountants  
R. No.-301174E

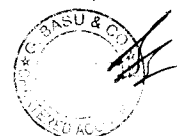
  
Satyapriya Bandyopadhyay  
Partner  
(M. No.-058108)

**Independent Auditor's Report  
To the Members of The Rameshwara Jute Mills Limited**

**Annexure-2**

Statement on the matters specified in Paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2016 as referred to in Clause V , Para i – "Report on Other Legal and Regulatory Requirements" of our Statutory Audit Report of even date.

1. a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b. The fixed assets have been physically verified by the management at reasonable intervals. As informed, no material discrepancies between book records and the physical inventories have been noticed on such verification.
  - c. The title deeds of immovable property are held in the name of the Company.
2. The company has adequate arrangement for periodical verification of inventory and last verification has been conducted on 31/03/2017.
3. The company has not granted any loans secured or unsecured to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
4. The Company has not made any investments under section 185 and 186 of the Companies Act, 2013 during the year.
5. In our opinion and according to the information and explanations given to us the company has not accepted any deposit from the public.
6. The Central Government has not prescribed maintenance of cost records under section 148(1) of the Companies Act, 2013 for the year under review.



**Independent Auditor's Report**  
**To the Members of The Rameshwara Jute Mills Limited**

7.a) According to information and explanations given to us, the company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees state insurance, income tax, service tax, value added tax, cess and other statutory dues to the extent applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31<sup>st</sup> March, 2017 for a period of more than six months from the date of becoming payable.

7.b) The dues on account of Sales Tax, Demand under MMDR Act and Surface rent have not been paid for dispute, vis-à-vis forums where such disputes are pending are mentioned below:-

| Name of the Statute          | Amount<br>Rs. in lakhs | Period to which the amount relates                | Forum where dispute is pending                |
|------------------------------|------------------------|---|---|
| Sales Tax                    | 358.97                 | 2009-10<br>2010-11<br>2011-12                     | Commercial Tax Office,<br>Chaibasa, Jharkhand |
| Demand U/S 21(5) of MMDR Act | 14079.20               | 1995-96, 1996-97<br>2001-02, 2007-08<br>& 2011-12 | Apex Court                                    |
| Surface Rent                 | 943.11                 | Since 2005-06                                     | Apex court                                    |
| Income Tax                   | 10.04                  | 94-95 & 95-96                                     | Income Tax<br>Commissionerate                 |



**Independent Auditor's Report  
To the Members of The Rameshwara Jute Mills Limited**

8. Based on our audit procedures and as per the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to any banks, financial institutions and debenture holders.
9. Neither any term loan has been obtained during the year nor any money was raised by way of public offer (including debt instruments) during the year by the company.
10. No fraud has been noticed or reported on or by the company during the year.
11. No managerial remuneration has been paid or provided during the year, accordingly paragraph 3(xi) of the Order is not applicable.
12. The Company is not a Nidhi Company, accordingly paragraph 3 (xii) of the Order is not applicable.
13. All the transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details of related parties transactions have been disclosed in the Financial Statements as required by the applicable accounting standard.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. The Company has not entered into any non-cash transactions with directors or persons connected with them.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Kolkata

Date: May 18, 2017

For G. BASU & CO.  
Chartered Accountants  
R. No.-301174E

  
Satyapriya Bandyopadhyay  
Partner  
(M. No.-058108)