GENERAL INFORMATION

BOARD OF DIRECTORS

Mr. Prem Prakash Agarwal	:	Non-Executive Director
Mr. Shashikant Vyankatesh Chaoji	:	Independent Director
Ms. Shikha Jain	:	Independent Women Director
Mr. Sumit Upadhyay	:	Independent Director

KEY MANAGERIAL PERSONNEL

Ms. Komal J Thakker	:	Chief Executive Officer
Mr. Premnath Sankar Rao	:	Chief Financial Officer
Mr. Dharmendra Soyal	:	Company Secretary & Compliance Officer

AUDITORS

M/s. Sathish Kumar & Associates,
Chartered Accountants,
Chennai

SECRETARIAL AUDITOR

M/s Ajit Jain & Co.
Company Secretaries,
Indore

BANKERS

Bank of India
Central Bank of India
Shinhan Bank

REGISTERED OFFICE

Plot No. 4, 6th Avenue, Harington Road, Chetpet, Chennai, Tamil Nadu – 600031

REGISTRAR & SHARE TRANSFER AGENT

M/s Link Intime India Private Limited
C-101, 247 Park, L.B.S. Marg,
Vikhroli (West), Mumbai – 400 083
Tel.: +91 22.49186270; Fax: +91 22 49186060
E-mail: rnt.helpdesk@linktime.co.in
Website: www.linkintime.co.in

CIN & WEBSITE

CIN - L65922TN1993PLC101885
Website: http://bhatiacoalindia.com/BIIL/Index.htm

Important Communication to Member

- The Ministry of Corporate Affairs (MCA) has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating services of notice/documents including Annual Report can be sent by e-mail to its member. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respect of electronic holding with the Depository through their concerned Participants. Member who hold shares in physical form are requested to register their e-mail id with Company/ Registrar and Transfer and Agent, M/s. Link Intime India Private Limited.

- **RELAXATION FROM REQUIREMENT OF SENDING PHYSICAL COPIES OF ANNUAL REPORT TO SHAREHOLDERS:** In view of the CoVID-19 pandemic and vide SEBI Circular SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12.05.2020 SEBI had provided relaxations to listed entities, from compliance with the requirements of Regulations 36 (1)(b) and (c) and Regulation 58 (1)(b) &(c) of the SEBI (LODR) for listed entities who conduct their AGMs during the calendar year 2020 (i.e. till December 31, 2020). Hence Annual Report will be sent to shareholders who have registered their e-mail id with Company / Registrar and Transfer Agent.

- **Demat Your Shares**: Members are requested to convert their physical shareholding to demat/ electronic form through any of the nearest depository participants (DPs) to avoid the hassles as possibility of loss, mutilation, etc. and also to ensure safe and speedy transactions in the securities. Shares of the company compulsorily required to be traded in demat form. If you have not dematerialized your shares, you are requested to get the shares dematerialized at the earliest in your interest.

- **Register Nominations**: To help your successors get the shares transmitted in their favour, please register your nomination. Members desirous of availing this facility may submit nomination form which can be obtained from Link Intime India Private Limited. Members holding shares in dematerialized form are requested to register their nomination directly with their respective DPs.

HEMANG RESOURCES LIMITED

CIN: L65922TN1993PLC101885

Regd. Office: "Plot no.4, 6th Avenue, Harington Road, Chetpet, Chennai, Tamil Nadu-600031

Email: cs@bhatiacoalindia.com website: http://bhatiacoalindia.com/BIIL/Index.htm.

Tel.: 044-45590053, 044-28362127 Fax: 044-45590057

NOTICE

{Pursuant to Section 101 of the Companies Act, 2013}

Dear Members,

NOTICE is hereby given that the Twenty Seventh Annual General Meeting of the Members of Hemang Resources Limited will be held on Monday, the 23rd day of November, 2020 at 12.30 P.M. through Video Conference (VC) / Other Audio Visual Means (OVAM) to transact the following business:

ORDINARY BUSINESS

Item No. 1: To receive, consider and adopt the Standalone Audited Financial Statements of the Company for the Financial Year ended March 31, 2020 together with the Reports of the Board of Directors and the Auditors thereon.

By Order of the Board of Director
For, Hemang Resources Limited

Dharmendra Soyal
Company Secretary & Compliance Officer

Place: Indore
Date: 14.09.2020

Hemang Resources Limited

NOTES:

1. Members may please note that in view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and the Ministry of Corporate Affairs vide Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020 and Securities and Exchange Board of India's Circular No. SEBI/HO/CFD/CMD1/ CIR/P/2020/79, allowed the companies:

    a) to send the annual reports to the Members only by email to those Members who have registered their email ID with the Company / Registrar and Share Transfer Agents /Depositories;

    b) to hold Annual General Meeting (AGM) through video conferencing (VC) or other audio-visual means (OAVM); and

    c) that physical attendance of the Members to the AGM venue is not required.

    AGM of the Company has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA's and SEBI's Circulars cited above, and all applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2. The meeting shall be deemed to be conducted at the Registered Office of the Company and as the AGM is held through virtual mode, the Attendance slip and venue map is not required to be annexed to this Notice.

3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the Members is not available for AGM. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting. Corporate Members intending to authorize their representatives to participate and vote at the meeting are requested to email a certified copy of the Board resolution to the Company at cs@bhatiacoalindia.com or upload on the VC portal / e-voting portal.

4. The business set out in the notice will be transacted through electronic voting system and the Company is providing facility for voting by electronic means. Instructions and other information relating to e- voting are given in Note no. 26. The Company will also send communication relating to remote e- voting which inter-alia would contain details about User ID and password along with a copy of this notice to the members separately.

5. The documents referred to in the accompanying Notice and Explanatory Statement thereto, will be open for inspection by members, at the Registered Office of the Company on all working days except Sundays and Public holidays, between 11.00 a.m. and 2.00 p.m. upto the date of the Annual General Meeting.

6. Members, who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.

7. 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 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs, viz. No.14/2020 dated April 08, 2020; No. 17/2020 dated April 13, 2020 and No. 20/2020 dated May 05, 2020, respectively and Securities and Exchange Board of India's Circular No. SEBI/ HO/CFD/CMD1/CIR/P/2020/79, the Company is providing facility of remote e-voting, as well as e-voting during the AGM, 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 Central Depository Services India Limited (CDSL) 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 CDSL.

8. The attendance of the Members through VC /OAVM will be reckoned for the purpose of quorum for the AGM as per section 103 of the Companies Act, 2013 ("the Act").

9. The facility for voting through electronic voting system is available during meeting and members attending the meeting who have already cast their vote by remote e-voting shall not be able to exercise their voting right at the meeting. The Members who have exercised their right to vote by remote e-voting may attend the AGM through VC/OAVM but cannot vote during the AGM.

10. Facility of joining the AGM through VC or OAVM shall be open 30 minutes before the time scheduled for the AGM and will be available for Members on first come first serve basis. The said facility will be made available for 1000 Members on first come first served basis. This will not include large Members (Members 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.

11. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM and the Annual Report for the year 2019-20 is being sent to all those Members who have registered their email address with the Company and depositories and the Notice and the Annual Report for the year 2019-20 is also uploaded on the website of the Company at http://bhatiacoalindia.com/BIIL/Index.htm. The Notice and the Annual Report can also be accessed at the website of BSE Limited at www.bseindia.com.

12. Webcast: Members who are entitled to participate in the AGM can view the proceedings of AGM by logging in the website of CDSL at www.evotingindia.com using the login credentials.

13. The Board of Directors of the Company has appointed Mr. Ajit Jain, a Practicing Company Secretary, CP No. – 2876, Indore, as Scrutinizer to scrutinize the voting process in a fair and transparent manner and he has communicated his willingness to be appointed and will be available for same purpose.

14. Registrar of Companies (ROC) Tamilnadu, Chennai vide its order no. ROC-CHN/89-AGM/2020 dated 08.09.2020 extend time for holding of Annual General Meeting for the financial Year ended 31.03.2020 for the Companies within the jurisdiction of this office, which are unable to hold their AGM for such period within the due date of holding the AGM by a period of three month from the due date by which the AGM ought to have been held in accordance with the provisions of sub-section (1) of section 96 of the Act, without requiring the Companies to file application for seeking such extension by filing the prescribed Form No. GNL-1.

15. The Voting rights of the Ordinary Shareholders shall be in the same proportion to the paid up ordinary share capital of the Company.

16. A person, whose name is recorded in the Register of Members, maintained by the RTA as on 16th November, 2020 (the cut-off date) shall be entitled to vote in respect of the shares held, by availing the facility of remote e-voting or voting at AGM. Any person who is not a member as on the cut-off date should treat this Notice for information purpose only.

17. The members can opt for only one mode of voting i.e. either by remote e-voting or e-voting at AGM. The members attending the meeting who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting through e-voting. The members who have casted their vote by remote e-voting is eligible to attend the meeting but shall not be entitled to cast their vote again.

18. Voting rights shall be reckoned on the paid-up value of shares registered in the name of member/beneficial owner (in case of electronic shareholding) as on the cut-off date i.e. 16th November, 2020.

19. 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 i.e. 16th November, 2020 only shall be entitled to avail the facility of remote e-voting.

Hemang Resources Limited

(vi) Next enter the Image Verification as displayed and Click on Login.

(vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

(viii) If you are a first time user follow the steps given below:

	For Shareholders holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip indicated in the PAN field.
Dividend Bank Details **OR** Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

(ix) After entering these details appropriately, click on "SUBMIT" tab.

(x) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(xi) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(xii) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

(xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xvii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xix) Shareholders can also cast their vote using CDSL's mobile app "**m-Voting**". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:

1. For Physical shareholders- please provide necessary details like 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 **Company/RTA email id**.

2. For Demat shareholders -, please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), 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 **Company/RTA email id**.

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

1. Shareholder will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at https://www.evotingindia.com under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.

2. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

3. Further shareholders 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. Members are requested to submit their questions if any, in advance with regard to the financial statements or any other matter to be placed at the AGM from their registered email address, mentioning their name, DP ID / Client ID/ folio number, mobile number to reach the Company's email address at cs@bhatiacoalindia.com latest by 16th November, 2020 before 3.00 p.m. (IST). The same will be replied by the Company suitably.

6. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING 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 shareholders, who are 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 available during the AGM.
3. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility , then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
4. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

(xx) **Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.

20. Any person, who becomes a member of the Company after dispatch of the Notice of the meeting and holding shares as on the cut-off date, may obtain the User ID and password in the manner as mentioned below points.

21. The remote e-voting facility will be available during the following period:

Commencement of e-voting	: From 09.00 A.M on 20.11.2020
End of e-voting	: Up to 05.00 PM on 22.11.2020

The remote e-voting will not be allowed beyond the aforesaid date and time.

22. The Scrutinizer, after scrutinizing the votes cast through remote e-voting, will not later than three days of conclusion of the meeting, make a scrutinizer's report and submit the same to the Chairman. The results declared alongwith the scrutinizer's report shall be placed on the website of the Company www.bhatiacoalindia.com/BIIL/AnnualResult.htm and on the website of CDSL www.cdslindia.com. The results shall simultaneously be communicated to the Stock Exchange.

23. Shareholders who have not yet claimed/encash their Dividend Warrants from the year 2013-14 are advised to take steps to realize the same. The unclaimed/ unpaid dividend for the year 2012-13, has been transferred by the Company to the Investor Education and Protection Fund (IEPF) in the financial year 2019-20. The dividend for the Financial Year 2012-13 which will remain unpaid/ unclaimed on due date in August 2020 is transferred to the IEPF and the details of the same will be disclosed at the company's website.

24. Instructions and other information relating to remote e- voting:

INSTRUCTIONS

In compliance with Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, and Sections 108 of the Companies Act, 2013, read with Companies (Management & Administration) Rules, 2014, and Secretarial Standard as amended, the Company is pleased to provide e-voting facility to all its Members, to enable them to cast their votes electronically on all the resolutions set forth in the Notice. Resolution(s) passed by members through e-voting is/are deemed to have been passed as if they have been passed at the AGM.

The instructions for shareholders voting electronically are as under:

(i) The voting period begins on Friday, 20th November, 2020 at 09.00 am and ends on Sunday, 22nd November, 2020 at 05.00 pm. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 16th November, 2020 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

(iii) The shareholders should log on to the e-voting website www.evotingindia.com.

(iv) Click on "Shareholders" module.

(v) Now enter your User ID

a. For CDSL: 16 digits beneficiary ID,

b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

OR

Alternatively, if you are registered for CDSL's **EASI/EASIEST** e-services, you can log-in at https://www.cdslindia.com from **Login - Myeasi** using your login credentials. Once you successfully log-in to CDSL's **EASI/EASIEST** e-services, click on **e-Voting** option and proceed directly to cast your vote electronically.

Hemang Resources Limited

- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Company at the email address viz; cs@bhatiacoalindia.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or contact Mr. Nitin Kunder (022- 23058738) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

25. In terms of Section 101 and 136 of the Companies Act, 2013 read together with the Rules made thereunder, the listed companies may sent the notice of annual general meeting and the annual report, including Financial Statements, Board Reports, etc. by electronic mode. To support the 'Green Initative' announced by the Government of India, electronic copies of the Annual Report and this Notice inter alia indicating the process and manner of e-voting are being sent by e-mail to those member whose e-mail address have been made available to the Company or RTA or Depository Participants, unless the member has specifically requested for a hard copy of Annual Report is being sent to the members by permitted mode. Members who have not registered their e-mail addresses with Company's RTA/Depositories are requested to contribute to the Green Initiative by registering their e-mail address, for receiving all future communications through e-mail.

26. Members holding shares in dematerialized mode are requested to intimate all changes pertaining to their bank details/NECS/mandates, nominations. Power of attorney, change of address/name, Permanent Account Number (PAN) details, etc. to their Depository Participant will only and not to the Company's RTA. Changes intimated to the Depository Participant will then be automatically reflected in the Company's records which will help the Company and its RTA provide efficient and better service to the members. In case members holding share in physical form, such information is required to be provided to the Company's RTA.
27. Securities and Exchange Board of India (SEBI) has mandated submission of PAN by every participant in the securities market. Members holding shares in electronic form are, therefore requested to submit their PAN details to their Depository Participants. Members holding shares in physical form are requested to submit their PAN details to the Company's RTA.
28. As per Regulation 40 of SEBI Listing Regulation and various notification issued by SEBI in this regard, transfer of securities would be carried out in dematerialized form only with effect from April 1, 2019. In view of the same and to eliminate all risks associated with physical shares in physical form are requested to consider converting their holdings to dematerialised form. Members can contact the Company's RTA for assistance in this regard.
29. Members desiring any information as regards the Accounts are requested to write to the Company at an early date so as to enable the management to keep the information ready at the meeting.

Hemang Resources Limited

26. Members may note that the Notice of AGM and Full Annual Report for FY 2019-20 are available on the Company's website viz. www.bhatiacoalindia.com/BIL/index.htm and also on the website of BSE https://www.bseindia.com.

DECLARATION OF RESULTS ON THE RESOLUTIONS:

27. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, count the votes cast at the meeting, 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 make, not later than 48 hours from conclusion of the meeting, a consolidated Scrutinizer's report of the total votes cast in favour and against the resolution(s), invalid votes, if any, and whether the resolution(s) has/have been carried or not, to the Chairman or a person authorized by him in writing who shall countersign the same.

The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.bhatiacoalindia.com/BIL/index.htm com immediately after the result is declared. The Company shall simultaneously forward the results to BSE Limited, where the securities of the Company are listed.

By Order of the Board
For, Hemang Resources Limited

Dharmendra Soyal
Company Secretary & Compliance Officer

Date: 14.09.2020
Place: Indore

DIRECTORS' REPORT

To,
The Members,
Hemang Resources Limited
CIN: L65922TN1993PLC101885
Plot No. 4, 6th Avenue, Harington Road,
Chetpet, Chennai, Tamil Nadu - 600031

Your Directors have pleasure in presenting to you the **Twenty Seventh Annual Report** and the Audited Financial Statements of **Hemang Resources Limited** ("the Company") for the financial year ended March 31, 2020.

FINANCIAL RESULTS

The summary of the financial results of the Company for the financial year under review are as under:

(Rs. in Lakhs)

Particulars	For the year ended 31.03.2020	For the year ended 31.03.2019
Total Revenue	1505.57	3751.44
Expenses excluding Depreciation, Finance Cost & Tax	2103.63	5149.69
Profit / (Loss) before Depreciation, Finance Cost & Tax	**(598.06)**	**(1398.25)**
Less: Depreciation & Amortization	1.85	2.12
Less: Finance Cost	24.16	236.07
Profit/(Loss) before tax	**(624.07)**	**(1636.44)**
Add\(Less) : Prior period adjustments	-	-
Add \(Less) : Provision for Income-Tax	(142.79)	(424.21)
Profit/(Loss) after Tax	**(481.29)**	**(1212.23)**
Add: Balance brought forward from last year	**(1159.78)**	**109.57**
Add: Reversed from Capital Redemption Reserve	-	-
Amount available for Appropriation	**(1641.07)**	**1102.66**
Less: Proposed Dividend on preference shares	--	--
Less: Proposed Dividend on Equity Share Capital	--	--
Less: Dividend Distribution Tax	--	--
Less: Transfer to Capital Redemption Reserve	57.14	57.14
Balance carried forward	**(1698.21)**	**(1159.78)**

PERFORMANCE REVIEW

In the Financial Year 2019-20, your Company has posted turnover of Rs. 1505.57 Lakhs as compared to the turnover of Rs. 3751.44 Lakhs in previous financial year and the loss incurred for the financial year under review was Rs. 481.29 Lakhs as compared to loss of Rs. 1212.23 Lakhs in previous financial year.

During the year under review there is a downfall of 40.01 % in the revenue of the Company as compared to the previous year due to non-availability of full working capital limit from consortium bankers, non-availability of trade credit from suppliers in addition to increased margin from banks on their limit. Your Directors expect better results in the years to come.

MATERIAL CHANGES AND COMMITMENT

In view of the nationwide lockdown w.e.f. 25th March, 2020 due to COVID-19 being declared as pandemic, the office and business operations of the Company were completely shut down till June, 2020. The business impacted due to the lockdown leading to reduction in the economic activity going forward. No other material changes(s) and commitment(s), have occurred between the end of the financial year and date of this Report which has affected the Financial Statements of the Company with respect to the reporting year.

There has been no change in the nature of business of the Company during the Financial Year ended March 31, 2020.

SHARE CAPITAL (EQUITY AND PREFERENCE)

As on March 31, 2020, the Authorized Share Capital of the Company is Rs. 2300.00 Lakhs divided into Rs. 1500.00 Lakhs as Equity Share Capital and Rs. 800.00 Lakhs as 2% Cumulative Redeemable Preference Share Capital and Paid-up Share Capital is Rs 2120.00 Lakhs divided into Rs.1320.00 Lakhs as Equity Share Capital and Rs. 800.00 Lakhs as 2% Cumulative Redeemable Preference Share Capital.
During the year under review, there is no change in subscribed and paid up capital of the Company.

RESERVE

During the year, the Company transferred Rs. 57.14 Lacs to Capital Redemption Reserve and no amount was transferred to General Reserve.

DIVIDEND

Due to loss in the business operations in current year, your directors do not recommend any dividend to Equity Shareholders, your Board of Directors do not recommend the dividend of Rs. 16.00 Lakhs on 800,000, 2% Cumulative Redeemable Preference Shares of face value of Rs. 100/- each, for the financial year ended March 31, 2020.

DEPOSITS

The Company has not accepted any deposit within the meaning of the provisions of Chapter V of the Act read with the Companies (Acceptance of Deposits) Rules, 2014 in the financial year ended March 31, 2020.

FINANCIAL STATEMENTS

The Audited Standalone Financial Statement of the Company which forms a part of this Annual Report have been prepared pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 , in accordance with the provisions of the Companies Act, 2013 and Companies (Indian Accounting Standards) Rules, 2015.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Independent Director

In terms of Section 149 of the Act and the SEBI Listing Regulations Mr. S.V. Chaoji (DIN: 03464544), Ms. Shikha Jain (DIN: 08087342) and Mr. Sumit Upadhyay (DIN: 08526456) are the Independent Directors of the Company as on date. All the Independent Directors of the Company have given declarations under Section 149(7) of the Companies Act, 2013 that they meet the criteria of Independence as laid down under Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations. In terms of Regulation 25(8) of the Listing Regulations, the Independent Directors have confirmed that they are not

aware of any circumstance or situation, which exists or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence.

As per the Ministry of Corporate Affairs (MCA) notification dated October 22, 2019, which notified the Companies (Creation and Maintenance of databank of Independent Directors) Rule, 2019 effective from December 01, 2019 all the independent Directors have to upload their details in the data bank of Indian Institute of Corporate Affairs (IICA) for a period of one year or five years.

Cessation of Director

Mr. Prem Prakash Agarwal (DIN: 00038545) Non- Executive Director ceased to be the Director of the Company with effect from 14th August, 2020 under section 168 of the Companies Act, 2013 due to his advance age. The Board place on record the valuable services rendered to the Company by Mr. Prem Prakash Agarwal during his tenure as Director of the Company.

Key Managerial Personnel

In terms of Section 203 of the Act, the Key Managerial Personnel (KMPs) of the Company during FY 2019-20 are:

S. No.	Name of the person	Designation
1	Ms. Komal J Thakker	Chief Executive Officer (CEO)
2	Mr. Premnath Sankar Rao*	Chief Financial Officer (CFO)
3	Mr. Dharmendra Soyal	Company Secretary & Compliance officer

*Resigned w.e.f. 30.07.2020

Mr. Premnath Sankar Rao has resigned from the position of CFO of the Company with effect from 30th July, 2020 and in terms of Section 203 of the Companies Act, 2013, Mr. Dharmendra Soyal was appointed as Chief Financial Officer of the Company by the Board.

MEETINGS OF THE BOARD

There were **four** meetings of the Board of Directors held during the financial year under review. For more details, please refer to the Corporate Governance Report, which forms part of this Annual Report.

COMMITTEES OF THE BOARD

The Committees of the Board focus on certain specific areas and make informed decisions in line with the delegated authority. The Board of directors of the Company has the following Committees in Compliance with the provisions of the Companies Act, 2013 and the SEBI, Listing Regulations:

i. Audit Committee
ii. Nomination and Remuneration Committee
iii. Stakeholder Relationship Committee

Details of the composition, terms of reference and number of meetings held for respective committees are given in the Corporate Governance Report, which forms a part of this Report. Further, during the year under review, all recommendations made by the Audit Committee have been accepted by the Board.

All Committees of the Board of Directors were reconstituted, wherever needed during the financial year under review, in line with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

and the same has been disclosed in the Corporate Governance Report submitted with the Stock Exchange under regulation 27 of the Listing Regulations.

FORMAL ANNUAL EVALUATION OF THE PERFORMANCE OF BOARD, ITS COMMITTEES AND DIRECTORS

The annual evaluation process of the Board of Directors, individual Directors and Committees was conducted in accordance with the provision of the Act and the SEBI Listing Regulations.

The Board evaluated its performance after seeking inputs from all the directors on the basis of criteria such as the Board composition and structure, effectiveness of board process, information and functioning, etc. The performance of the Committee was evaluated by the Board after seeking inputs from the committee members on the basis of criteria such as the composition of committees, effectiveness of committee meetings etc. The above criteria are in compliance as provided in the Guidance Note on Board Evaluation issued by the Securities and Exchange Board of India.

The manner in which the evaluation has been carried out has been explained also in the Corporate Governance Report attached as Annexure to this report.

DIRECTORS' RESPONSIBILITY STATEMENT

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the internal, statutory, secretarial auditor including internal financial controls our financial reporting by the Statutory Auditors and the reviews performed by the management and the relevant Board Committee, the Board is of the opinion that the Company's internal financial control were adequate and effective during the FY 2019-20.

Accordingly, pursuant to the provisions of Section 134(5) of the Act, the Board, to the best of their knowledge and ability, confirm that:

a) in the preparation of the annual financial statements for the year ended March 31, 2020, the applicable accounting standards (Ind-AS) had been followed along with proper explanation relating to material departures;

b) appropriate accounting policies have been selected and applied them consistently and made judgments and estimates 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, 2020 and of the Loss of the Company for the year ended on that date;

c) 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) the annual accounts have been prepared on a going concern basis.

e) the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and where operating effectively.

f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

RISK MANAGEMENT

The Company has set up a risk management mechanism to identify and assess the potential risks and determine the processes to mitigate the same. The Board periodically reviews and assesses the key risks in consultation with the functional managers.

Detailed exercise has been carried out by the Board to identify, evaluate, manage and monitor the potential risks to the operations of the Company. The Board periodically reviews the risks and suggests steps to be taken to mitigate the same.

POLICY ON NOMINATION AND REMUNERATION OF DIRECTORS, KMP AND OTHER EMPLOYEES

In terms of section 178(3) of the Companies Act, 2013 and Regulation 19(4) read with part D of the Schedule II of the Listing regulations, the Nomination and Remuneration Committee of the Company has laid down a policy on selection and appointment of the directors and the senior management of the Company and their remuneration including criteria for determining qualification, positive attributes independence of directors and other matters.
The policy is available on the Company's website at http://www.bhatiacoalindia.com/BIIL/InvRelation.htm

STATUTORY AUDITORS

M/s Satish Kumar & Associates, Charted Accountant, Chennai (ICAI Firm Registration No. 017448S), the Statutory Auditors of the Company, hold office until the conclusion of 29th Annual General Meeting to be held in the year 2022. Pursuant to Section 141 of the Act, the Auditors have represented that they are not disqualified and continue to be eligible to act as the Auditor of the Company. The Report of the Statutory Auditor forming part of the Annual Report does not contain any qualification, reservation, adverse remark or disclaimer. The observations made in the Auditor's Report are self-explanatory and therefore do not call for further comments.

The Auditor of the Company has not reported any fraud as specified under the second proviso to Section 143(12) of the Act.

INTERNAL FINANCIAL CONTROL SYSTEMS AND ADEQUACY

The Board has policies and procedure for governance of orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding its assets, prevention and detection of fraud and error, accuracy and completeness of the accounting records and timely preparation of reliable financial disclosures. The Company's internal control system commensurate with the nature of its business, the size and complexity of its operation.

The Company has effective internal control systems as per the requirements and has laid down operating guidelines and processes which ensure smooth functioning of activities The processes and policies are constantly assessed and reviewed.

EXTRACT OF ANNUAL RETURN

Pursuant to the provisions of Section 92(3) & 134(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rule, 2014, the extract of Annual Return in **Form MGT-9**, as on March 31, 2020, is available on the Company's website at http://www.bhatiacoalindia.com/BIIL/InvRelation.htm

VIGIL MECHANISM/ WHISTLE BLOWER POLICY

Pursuant to the provisions of Section 177(9) of the Act read with Rule 7 of the Companies (Meeting of Board and its Powers) Rules, 2014 and Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Whistleblower Policy and Vigil Mechanism is in existence for directors, employees and stakeholders to report to the management instance of unethical behavior, actual or suspected, fraud or violation of the Company's Code of Conduct or ethics policy. The Vigil Mechanism provides a mechanism for employees of the Company to approach the Chairman of Audit Committee of the Company for redressal. It is affirmed that no personnel of the Company has been denied access to the Audit Committee. The policy of Vigil mechanism is available on the Company's website at http://www.bhatiacoalindia.com/BIIL/InvRelation.htm

SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of Companies Act, 2013 and the rules made there-under, the Board of Director appointed M/s. Ajit Jain & Co., Company Secretary in practice (Membership No.: 3933), to undertake the Secretarial Audit of the

Company for the financial year ended March 31, 2020. The Secretarial Audit Report for the year 2019-20 in **Form No. MR-3** is annexed to this Report.

The Secretarial Audit Report contains some observation and explanations for the same are given as **Annexure No. B** of the director report.

SECRETARIAL STANDARDS OF ICSI

During the financial year, the Company has complied with the Secretarial Standards; on the Meeting of the Board of Directors (SS-1), on General Meetings (SS-2) and on Dividend (SS-3), for the time being in force and as amended from time to time.

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE, POLICY AND EXPENDITURE

Due to Loss incurred to the company since preceding four consecutive years i.e. 2016-17, 2017-18, 2018-19 & 2019-20 therefore the provisions of section 135 pertaining to Corporate Social Responsibility (CSR) is not applicable to the Company.

PARTICULAR OF EMPLOYEES

Disclosure pertaining to the remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rule, 2014 is available for inspection at registered office of the Company during the business hours on working days up to date of the ensuing Annual General Meeting.

SUBSIDIARY, ASSOCIATE & JOINT VENTURE

The Company does not have any subsidiary, associate or Joint Venture Company and no company has become or ceased to be its subsidiaries, joint venture or associates companies during the year under review.

RELATED PARTY TRANSACTIONS AND POLICY

The Company's Board approved Related Party Transactions Policy is available on the website of the Company at http://www.bhatiacoalindia.com/BIIL/InvRelation.htm.

There was no related party transaction (RPTs) entered into by the Company during the financial year, which attracted the provisions of Section 188 of the Companies Act, 2013. There were no 'material' related party transactions undertaken by the Company during the year that require shareholder's approval under regulation 23(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company does not have any related party transaction, except payment of remuneration to KMPs to report pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rule, 2014 in Form AOC-2, the same is not provided. Suitable disclosures as required under Ind AS-24 have been made in Note 2.3 of the Notes to the financial statements.

SIGNIFICANT AND MATERIAL ORDER PASSED BY THE REGULATORS OR COURT

There are no significant and material orders passed by the Regulators/Courts/Statutory Authorities that would impact the going concern status of the Company and its future operations. However, Members attention is drawn to the Statement on Contingent Liabilities and Commitments in the Notes forming part of the Financial Statement.

PARTICULARS OF LOAN GIVEN, INVESTMENTS MADE GUARANTEES GIVEN AND SECURITIES PROVIDED UNDER SECTION 186

During the financial year under review, company has not made any investment, not given any guarantee, nor provided any security u/s 186. However, Information regarding loans, guarantee and investment covered under the provisions of Section 186 of the Companies Act, 2013 are detailed separately in the Financial Statements of the Company read with the notes to Accounts.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report for the year under review as stipulated in regulation 34 read with Schedule V of the Listing Regulations is given as Annexure to this report which is taken as forming part of this report.

CORPORATE GOVERNANCE

A separate section on Corporate Governance and certificate from the Practicing Company Secretary confirming compliance of Corporate Governance norms as, stipulated in Regulation 34 read along with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, giving information pertaining to the Board and its Committees form part of this report.

All Board members and Senior Management Personnel have affirmed compliance with the Code of Conduct for the financial year 2019-20. A declaration to this effect signed by the CEO is contained in this Annual Report.

The CEO and CFO have certified to the Board with regards to the financial statements and other matters as required under regulation 17(8) of SEBI (LODR) Regulation, 2015 and the same is annexed and forming part of this report.

TRANSFER OF SHARES AND DIVIDEND TO IEPF

The dividend relating to the Financial Year 2012-13 which remained unclaimed for Seven Years have been transferred to the Investor Education and Protection Fund (IEPF) established by Ministry of Corporate Affairs. Moreover, the corresponding shares on which the dividend remained unpaid for continuous period of Seven years are also liable to be transferred to the "IEPF" and the Company has transferred the said shares also.

The Company had published a Notice in the Newspapers to inform the concerned shareholders to claim the unclaimed dividend before the due date and about the consequent transfer of their shares. In addition, the had also sent reminder to the concerned shareholder informing them about the unpaid.

STATUTORY DISCLOSURES

Pursuant to provisions of the 'Prevention, Prohibition and Redressal of Sexual Harassment of Women at Workplace Act, 2013', the Company has the policy on Prevention, Prohibition and Redressal of Sexual Harassment of Women at Workplace and the same has been hosted on the website of the Company.

There was no case of sexual harassment reported during the year and there was no pending cases under review.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO

The information on conservation of energy, technology absorption and foreign exchange earnings & outgo as stipulated under Section 134(3)(m) of the Act read with Rule 8(3) of Companies (Accounts) Rules, 2014 are given at Annexure hereto and forms part of this Report.

ACKNOWLEDGEMENT

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from shareholders, bankers, regulatory bodies and other business constituents during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by employees for the services rendered by them.

For Hemang Resources Limited

Mr. Sumit Upadhyay	**Mr. S. V. Chaoji**
Director	**Director**
DIN: 08526456	**DIN: 03464544**

Place: Indore
Date: 14.09.2020

Annexure-A

The information on Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo as stipulated under Section 134(3)(m) of the Act read with Rule 8(3) of Companies (Accounts) Rules, 2014.

A. CONSERVATION OF ENERGY

Not applicable, since the Company is engaged in trading activities.

RESEARCH AND DEVELOPMENT

Not applicable

B. TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION

Not Applicable

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

1. Total Foreign Exchange earned and outgo

(Rs. in Lacs)

S.No	Particulars	Current year	Previous year
1	Total Foreign Exchange earned	NIL	-
2	Total Savings in Foreign Exchange Through products manufactured by the Division and deemed exports	-	-
3	Total Foreign Exchange outgo	NIL	491.78

For Hemang Resources Limited

Mr. Sumit Upadhyay
Director
DIN: 08526456

Mr. S. V. Chaoji
Director
DIN: 03464544

Place: Indore
Date: 14.09.2020

Annexure – B

Management's Reply on Secretarial Auditors Observation

(a) During the under review after closure of financial year the Company has received an email from BSE (Stock Exchange) imposing fine regarding non-compliance with the requirements of Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 pertaining to continuation of Mr. Prem Prakash Agarwal as Non-executive director who has crossed the age of seventy five years. However, the Company has duly replied to Stock Exchange that it is not the default of the Company. Since the Director could not convey his consent due to his health issue and advance age. Further the Company has requested to Stock Exchange to waive off the fine imposed for the same and Stock Exchange has also confirm to consider the same positively in their committee.

Management Reply:- The above observation is self – explanatory and does not require any clarification.

(b) Bank of India, financial creditor has filed an application for initiation of Corporate Insolvency Resolution Process (CIRP) before the national Company Law Tribunal, Chennai Bench against the Company claiming a default of Rs. 24,39,60,353/- in aggregate. However, Bank of India is keen on settling the account through One Time Settlement.

Management Reply:- Company has not received any application number till date for the application filed by Bank of India against the Company and the Company has submitted One Time Settlement (OTS) proposal to Bank which is under consideration and management is of the view that Bank will accept the settlement proposal.

AJIT JAIN CS **AJIT JAIN & CO.**

M.Com, L.L.B. (Hons.), FCS

COMPANY SECRETARIES

☎ : (Off. & Res.) : 0731-2497031, 4064510

'PREM VILLA' 84, Kailash Park Colony,

Mobile : 94250-53710, E-mail : ajitjain84@gmail.com

Near Geeta Bhawan, INDORE - 452 001

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Hemang Resources Limited
(CIN: L65922TN1993PLC101885)
Plot No. 4, 6th Avenue, Harington Road, Chetpet,
Chennai,Tamil Nadu- 600031.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Hemang Resources Limited** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our 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, we hereby report that in our opinion, the Company has during the audit period covering the financial year ended on 31st March, 2020 (Audit Period), 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Hemang Resources Limited ("the Company") for the financial year ended on 31st March, 2020 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

AJIT JAIN & CO. FCS 3933 C.P.No. 2876 INDORE COMPANY SECRETARIES

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 **(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 **(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 client;

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable to the Company during the audit period)**; and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not applicable to the Company during the audit period)**;

(i) The Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015.

We have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii)The SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015

We further report that as per explanations and representations made by the management and subject to clarification given to us, the company has complied with the provisions of the act, rules, regulations, guidelines, etc, mentioned hereinabove, subject to the following observations:

(a) During the under review after closure of financial year the Company has received an email from BSE (Stock Exchange) imposing fine regarding non-compliance with the requirements of Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 pertaining to continuation of Mr. Prem Prakash Agarwal as Non-executive director who has crossed the age of seventy five years. However, the Company has duly replied to Stock Exchange that it is not the default of the Company. Since the Director could not convey his consent due to his health issue and advance age. Further the Company has requested to Stock Exchange to waive off the fine imposed for the same and Stock Exchange has also confirm to consider the same positively in their committee.

(b) Bank of India, financial creditor has filed an application for initiation of Corporate Insolvency Resolution Process (CIRP) before the national Company Law Tribunal, Chennai

AJIT JAIN & CO. FCS 3933 C.P. No. 2876 INDORE COMPANY SECRETARIES

Bench against the Company claiming a default of Rs. 24,39,60,353/- in aggregate. However, Bank of India is keen on settling the account through One Time Settlement.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. 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.

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.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

We further report that 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.

We further report thatduring the audit period, the members of the Company have not passed any resolution through postal ballot.

We further report that during the audit period, there were no instances of:

(i) Public/Rights/Preferential issue of Shares/debentures/sweat equity.

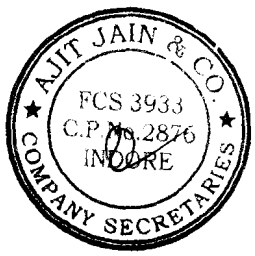
(ii) Redemption / buy-back of Securities.

(iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013.

(iv) Merger/ amalgamation/ reconstruction etc.

(v) Foreign technical collaborations

Place: Indore
Date:12th September,2020



For Ajit Jain & Company
(Company Secretary)
A. K. Jain

Ajit Jain
Proprietor
FCS No.: 3933; C P No.: 2876
UDIN: F003933B000692302

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

Annexure I to Secretarial Audit Report

To,
TheMembers,
Hemang ResourcesLimited
(CIN: L65922TN1993PLC101885)
Plot No. 4, 6th Avenue, Harington Road, Chetpet,
Chennai, Tamil Nadu- 600031

Our reportof evendate isto be read alongwith thisletter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on the secretarial records based on our audit.

2. We have followed the audit practices and processes 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. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books ofAccounts of the Company.

4. Where ever required, we 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. Our examination was limited to the verification of procedures 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: Indore
Date: 12th September, 2020

AJIT JAIN & CO. FCS 3933 C.P.No. 2876 INDORE COMPANY SECRETARIES

For Ajit Jain & Company
(Company Secretary)

A. K. Jain

Ajit Jain
Proprietor
FCS No.: 3933; C P No.: 2876
UDIN- F003933B000692302

REPORT ON CORPORATE GOVERNANCE

Your Directors present the Company's Report on Corporate Governance in compliance with Regulations 17 to 27 read with Schedule V and Clauses (b) to (i) of Regulation 46(2) and paragraphs C, D and E of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

This Report on Corporate Governance for the year ended 31st March 2020, states the compliance status as per requirements of the Companies Act, 2013 and SEBI (LODR), Regulations, 2015 as amended

I. PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance practices followed by the Company are compatible with best practices. Through the governance mechanism in the Company, the Board along with its Committees undertakes its fiduciary responsibilities to all its stakeholders by ensuring transparency, fairplay and independence in its decision making. The Company is in full compliance with the requirement of Corporate Governance under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Management on a quarterly basis presents before the Board of Director a status report on regulatory compliances, as applicable to the Company.

The Board and Management believe that operating to the highest level of transparency and integrity in its functioning and conduct of business with business ethics is integral to the culture of our Company. The Board and management of the Company are committed to the highest standards of accountability, transparency, social responsiveness, operational efficiency and good ethics.

The Company is committed to sound Corporate Governance practices and compliance with all applicable laws and regulations. The various Corporate Governance Practices implemented by the Company in compliance with Regulation 27 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the amendments thereof are as follows:

II. BOARD OF DIRECTORS

The Board of Director provide strategic direction, leadership and guidance to the Company's management as also monitors the performance of the Company with the objective of creating long-term value for the Company's shareholders. All the Independent Directors (ID's) have confirmed in accordance with Regulation 25(8) of the SEBI (LODR) Regulations, 2015 that they meet the criteria of Independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations and Section 149(6) of the Act and the rules framed thereunder. The required information, including information as enumerated in Regulation 17(7) read together with Part A of Schedule II of the SEBI Listing Regulations is made available to the Board of Directors, for discussion and consideration at Board/Committee Meetings. All the agenda papers for the Board and Committee meetings are disseminated electrically as well as printed copy of the same is also circulated to the board of directors.

a) Board Composition

The composition of the Board represents an optimal mix of knowledge, professionalism and experience which enables the Board to discharge its responsibilities and provide effective leadership for long-term vision and to achieve the highest level of governance. The Company's policy is to maintain optimum combination of independent & non-independent directors.

As on 31 March 2020, the Company's Board of Directors consists of 4 Directors i.e. 1 Non-Executive Director and 3 Non-Executive Independent Directors.

During the Financial Year under review, the composition of the Board of directors and their category is as follows:

CATAGORY	NAME	DESIGNATION
Promoter Director	-	-
Non-Executive Director	Mr. Shashikant Vyankatesh Chaoji	Independent Director
Non-Executive Director	Mr. Prem Prakash Agarwal*	Non Independent Director
Non-Executive Director	Ms. Shikha Jain	Independent Director
Non-Executive Director	Mr. Sumit Upadhyay#	Independent Director
Executive Director	Mr. Deepak Tiwary@	WTD & CEO

*Mr. P.P. Agarwal resigned from directorship w.e.f. 14.08.2020
@ Mr. Deepak Tiwary resigned from directorship & the office of CEO w.e.f. 14.05.2019
# Mr. Sumit Upadhyay was appointed as independent director of the Company w.e.f. 27.09.2019

Appointments and tenure of Independent Directors adhere to the requirements of the Companies Act, 2013 read with Regulation 25 of the Listing Regulations.

No Director is, inter se, related to any other Directors on the Board.

b) Board Meetings

During the financial year 2019-20, there were **four** Board meetings held. The Gap between any two meetings did not exceed 120 (One Hundred and Twenty) days. The details of the Board meeting held in the financial year under review are as follows:

Date of Meetings	Board Strength	No. of Directors Present
May 13, 2019	4	3
August 13, 2019	3	3
November 13, 2019	4	4
February 12, 2020	4	2

c) Attendance of directors

During the financial year 2019-20, the attendance of directors at the meetings of the Board of Directors and the last Annual General Meeting held on September 27, 2019 and relationship with other directors are as follows: -

Name of Director	Relationship with other directors	No. of Board meeting attended	Whether attended last AGM
Mr. Shashikant Vyankatesh Chaoji	-	04	Yes
Mr. Prem Prakash Agarwal*	-	02	No
Ms. Shikha Jain	-	04	Yes
Mr. Sumit Upadhyay#	-	01	No
Mr. Deepak Tiwary@	-	01	No

*Mr. P.P. Agarwal resigned from directorship w.e.f. 14.08.2020
@ Mr. Deepak Tiwary resigned from directorship & the office of CEO w.e.f. 14.05.2019
# Mr. Sumit Upadhyay was appointed as independent director of the Company w.e.f. 27.09.2019

d) Directorship and membership of Board Committees

Name of Director	Directorship			Committee positions in listed and unlisted public limited companies (only of Audit and Stakeholders Relationship Committee)	
	In listed Companies	In unlisted public limited companies	In Private Ltd. companies	As Chairman	As Member
Mr. Shashikant Vyankatesh Chaoji	1	1	0	2	0
Mr. Prem Prakash Agarwal*	1	2	0	1	3
Ms. Shikha Jain	1	1	0	0	2
Mr. Sumit Upadhyay#	1	0	0	0	2
Mr. Deepak Tiwary@	1	0	0	0	1

*Mr. P.P. Agarwal resigned from directorship w.e.f. 14.08.2020

@ Mr. Deepak Tiwary resigned from directorship & the office of CEO w.e.f. 14.05.2019

Mr. Sumit Upadhyay was appointed as independent director of the Company w.e.f. 27.09.2019

e) Number of shares and convertible instruments held by Non-Executive Directors

Non-Executive Directors do not hold any shares. There is no convertible instrument in the company.

f) Familiarization Program for Independent Director

All new independent directors inducted into the Board attend the orientation program and a formal letter of appointment outlining his/her role, function, duties and responsibilities. The company has held various familiarization programs for independent director throughout the year on an ongoing continuous basis. The details of familiarization program and terms and condition for appointment of Independent directors are placed on the Company's website http://www.bhatiacoalindia.com/BIIL/InvRelation.htm.

III. AUDIT COMMITTEE

The Committee's Composition meets with the requirements of Section 177 of the Companies Act, 2013 and Regulation 18(3) read with Part C of Schedule II of SEBI (LODR) Regulations, 2015. Members of the Audit Committee possess financial/accounting expertise/exposure.

Composition of Audit Committee and attendance of members for the financial year 2019-20

The Audit Committee comprises the following:

S. No	Name of the Director	Category	Meetings attended
1.	Mr. Shashikant Vyankatesh Chaoji (Chairman of the Committee)	Independent Director	3/4
2.	Mr. Prem Prakash Agarwal*	Non-Executive Director	4/4
3.	Ms. Shikha Jain	Independent Director	4/4
4.	Mr. Sumit Upadhyay#	Independent Director	1/4

*Mr. P.P. Agarwal resigned from directorship w.e.f. 14.08.2020

Mr. Sumit Upadhyay was appointed as member of the Committee w.e.f. 13.11.2019

The Chairman of Audit Committee was present at the Annual General Meeting of the Company.

Meetings of the Audit Committee:

During the financial year 2019-20, there were **four** meetings of the Audit Committee held on following dates:

S. No	Date of Meetings
1.	May 13, 2019
2.	August 13, 2019
3.	November 13, 2019
4.	February 12, 2020

The gap between any two meetings did not exceed one hundred and twenty days.

Mr. Sumit Upadhyay was appointed as member of the Committee w.e.f. 13th November, 2019.
The Audit Committee was reconstituted on 13th November, 2019 to include Mr. Sumit Upadhyay as member in the Committee.

The Company Secretary of the Company acts as Secretary to the Committee in terms of Regulation 18(1)(e) of SEBI (LODR) Regulations, 2015.

IV. NOMINATION AND REMUNERATION COMMITTEE

The Committee constitution and terms of reference are in compliance with provisions Section 178 of Companies Act, 2013 and Regulation 19 of SEBI (LODR) Regulations, 2015 as amended from time to time.

The Committee was reconstituted on 13th November, 2019 to include Mr. Sumit Upadhyay as a member in the Committee. The Chairman of the Nomination and Remuneration Committee was present at the Annual General Meeting of the Company.

Composition of Nomination & Remuneration Committee

The Nomination and Remuneration Committee comprises of the following members:

S. No	Name of the Director	Category
1.	Mr. Shashikant Vyankatesh Chaoji (Chairman of the Committee)	Chairman
2.	Mr. Prem Prakash Agarwal*	Director
3.	Ms. Shikha Jain	Independent Director
4.	Mr. Sumit Upadhyay#	Independent Director

*Mr. P.P. Agarwal resigned from directorship w.e.f. 14.08.2020
Mr. Sumit Upadhyay was appointed as member of the Committee w.e.f.13.11.2019

MEETING OF THE NOMINATION & REMUNERATION COMMITTEE

During the financial year 2019-20, there were **two** meetings of the Nomination & Remuneration Committee held on following dates:

S. No	Date of Meetings
1.	May 13, 2019
2.	August 13, 2019

V. STAKEHOLDERS' RELATIONSHIP/ INVESTOR GRIEVANCE COMMITTEE

The Stakeholders' Relationship Committee functions in accordance with Section 178 (5) of the Companies Act 2013 and Regulation 20 read with Part D of Schedule II of the SEBI Listing Regulations. The Stakeholder Relationship/ Grievance Committee specifically look into the complaints of shareholders and investors on the matter relating to transfer of shares, non-receipt of annual report, non-receipt of dividend, payment of unclaimed dividend etc.

The Composition of the Stakeholder Relationship Committee is as follows:

S. No	Name of the Director	Category
1.	Mr. Shashikant Vyankatesh Chaoji(Chairman)	Independent Director
2.	Mr. Prem Prakash Agarwal*	Non-Executive Director
3.	Ms. Shikha Jain	Independent Director
4.	Mr. Sumit Upadhyay#	Independent Director
5.	Mr. Deepak Tiwary@	Executive Director

*Mr. P.P. Agarwal resigned from directorship w.e.f. 14.08.2020

@ Mr. Deepak Tiwary was resigned from directorship & the office of CEO w.e.f. 14.05.2019

Mr. Sumit Upadhyay was appointed as member of the Committee w.e.f. 13.11.2019

The Committee was reconstituted on 13th November, 2019 due to inclusion of Mr. Sumit Upadhyay as member of the Committee and 12th February, 2020 due to step down of Mr. Prem Prakash Agarwal from the post of Chairman of the said committee. On 12th February 2020 Mr. Shashikant Vyankatesh Chaoji was appointed as Chairman of the Committee.

MEETING OF THE STAKEHOLDER RELATIONSHIP COMMITTEE

During the financial year 2019-20, there was **one** meeting of the Stakeholder Relationship Committee held on 11.10.2019.

In order to expedite the process of share transfer, the Board of Directors has delegated the power of share transfer to the M/s. Link Intime India Private Limited as Registrar and Share Transfer Agent of the Company.

During the year 2019-20, the Company has not received any investor complaint and no compliant is pending as on March 31, 2020.

VI. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Due to Loss incurred to the company since preceding four consecutive years i.e. 2016-17, 2017-18, 2018-19 & 2019-20 therefore the provisions of section 135 pertaining to Corporate Social Responsibility (CSR) is not applicable to the Company.

GENERAL BODY MEETINGS

Particulars of the Annual General Meetings held during the last three years are given below:

Annual General Meeting	Venue	Date and Time	Whether Special Resolution Passed
24th AGM FY 2016-17	Plot No. 4, 6th Avenue, Harington Road, Chetpet, Chennai, (T.N.) - 600031	29.09.2017 at 02:00 p.m.	Yes
25th AGM FY 2017-18	Plot No. 4, 6th Avenue, Harington Road, Chetpet, Chennai, (T.N.) - 600031	29.09.2018 at 11:30 a.m.	Yes
26th AGM FY 2018-19	Plot No. 4, 6th Avenue, Harington Road, Chetpet, Chennai, (T.N.) - 600031	27.09.2019 at 11.30 a.m.	Yes

- No resolution requiring a postal ballot passed during the financial year 2019-20.
- No resolution is being proposed to be passed through postal ballot.

VII. SEPARATE MEETING OF INDEPENDENT DIRECTOR

During the year under review, a separate meeting of Independent Directors in accordance with the provisions of Section 149(8) read with Schedule IV of the Companies Act, 2013 and Regulation 25(3) and 25(4) of SEBI (LODR) Regulations, 2015, without the attendance of Non-Independent Directors and members of the Management, and In the aforesaid meeting, the independent Directors:

(a) Reviewed the performance of Non-Independent Directors and Board as a whole;
(b) Assessed the quality, quantity and timeliness of flow of information between the Companies Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

All independent directors were present at the meeting, deliberated and expressed their satisfaction on each of the above matters.

Terms of appointment of Independent Directors

The Non-Executive Independent Directors fulfill the conditions of independence specified in Section 149 of the Companies Act, 2013 and Regulation 16 (b) of the SEBI (LODR) Regulations, 2015. A Formal Letter of Appointment been issued to Independent Directors at the time of appointment, as provided in Companies Act, 2013 and the Listing Regulations.

Annual Evaluation of Board Performance, Performance of its Committees and of Directors:

Pursuant to the provisions of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015 the Board has carried out the Annual Evaluation of its own performance, performance of individual Directors and of the working of its Committees.

The Nomination and Remuneration Committee has defined the evaluation criteria, procedure and time schedule for the Performance Evaluation process for the Board, its Committee and Directors.

Performance of the Board was evaluated by the Members after seeking inputs from all the Directors on the basis of criteria such as Board Composition and structure, effectiveness of board processes, information and functioning, etc. Performance evaluation of Independent Directors and of the Chairman was carried out by entire Board, excluding the Director being evaluated. Performance evaluation of Non- Independent Director was carried out by the Independent Directors, who also reviewed the performance of the Board as whole. Performance of the Committees was evaluated by the Board after seeking inputs from members who are not member of Committee on the basis of criteria such as the composition of the Committees, effectiveness of committee meetings, etc. The Nomination & Remuneration Committee also reviewed the performance of the Board, its Committees and the Directors.

The Chairman of the Meeting provided feedback to the Directors on an individual basis, as appropriate. Significant highlights, learning and action points with respect to the evaluation were discussed among the Board members.

VIII. MEANS OF COMMUNICATION

a. **Quarterly, half-yearly and annual financial Results:** The quarterly, half-yearly and annual financial results of the Company are regularly within the stipulated time submitted to the Stock Exchange in accordance with the SEBI Listing Regulations and are published in News Today, English daily Newspaper and in Malai Sudar vernacular daily newspaper where the registered office of the Company is situated.

b. **Annual Report:** Annual Report containing, inter alia, Audited Annual Accounts, Directors' Report, Auditors' Report and other important information are circulated to members and others, entitled thereto and also being uploaded on website of BSE Ltd. (stock

exchange) and Company's website. The management Discussion and Analysis Report forms part of the Annual Report. The information regarding the performance of the Company is shared with the shareholders vide the Annual Report.

c. **Website**: The Company has its own website i.e. http://bhatiacoalindia.com/BIIL/Index.htm which contains all important public domain information and information as prescribed under the Companies Act, 2013 and SEBI (LODR), Regulations, 2015, including details of the corporate contact persons and Registrar and Share Transfer Agent of the Company, shareholding pattern, etc.

d. The Annual Report, Quarterly Results, Shareholding Pattern, Intimation of Board Meeting and other relevant information of the Company are posted in a timely manner through BSE Listing Center portals and the Company's website for investor information.

IX. GENERAL SHAREHOLDERS INFORMATION

a. Twenty Seventh Annual General Meeting

Day and Date	:	Monday, November 23, 2020
Time	:	12.30 pm
Venue	:	Plot no. 4, 6th Avenue, Harington Road, Chepet, Chennai, Tamilnadu-600031
Email		cs@bhatiacoalindia.com

b. Financial Year: The Company follows the period of 1st April to 31st March, as Financial Year.

c. Dividend payment date: The Board has not recommended dividend, hence not applicable.

d. Listing on Stock Exchanges and details of price index: The shares of the Company are listed on BSE Limited, Mumbai (Stock Code: 531178). The Company has paid the annual listing fees of BSE Limited.

e. Performance in comparison to broad-based indices such as BSE Sensex:

MONTH	QUOTED PRICE AT BSE		BSE SENSEX	
	High (Rs.)	Low (Rs.)	High	Low
April, 2019	NIL	NIL	39105.88	35753.46
May, 2019	NIL	NIL	40122.34	39374.24
June, 2019	5.89	5.89	39675.25	39361.92
July, 2019	6.17	6.17	37576.37	37128.26
August, 2019	6.17	6.17	37397.97	36829.81
September, 2019	NIL	NIL	38873.12	38401.09
October, 2019	NIL	NIL	40392.22	40054.89
November, 2019	6.17	6.17	41143.22	40664.18
December, 2019	NIL	NIL	41607.49	41184.73
January, 2020	NIL	NIL	41154.49	40671.01
February, 2020	6.17	6.17	39087.47	38219.97
March, 2020	NIL	NIL	29770.88	28667.36

Source: www.bseindia.com

f. Registrar and Transfer Agents:

For shares related matters, Members are requested to correspond with the Company's Registrar and Transfer Agents – M/s Link Intime India Private Limited quoting their Folio No./DP ID & Client ID at the following address:

M/s Link Intime India Private Limited
C-101, 247 Park, L.B.S. Marg,
Vikhroli (West), Mumbai – 400 083
Tel.: +91 22 49186270; Fax: +91 22 49186060
E-mail: rnt.helpdesk@linktime.co.in, Website: www.linkintime.co.in

g. Share Transfer System:

Share transfers received by the share transfer agent/Company are registered within statutory time frame from the date of receipt, provided the documents are complete in all respects.

h. Distribution of shareholding as on 31st March, 2020

(a)

Slab of Shareholders (1)	No. of Shareholders (2)	No. of Share (3)	% of total amount (4)
1 - 500	566	121976	0.9241
501 - 1000	177	143282	1.0855
1001 - 2000	160	231838	1.7563
2001 - 3000	50	125345	0.9496
3001 - 4000	28	101703	0.7705
4001 - 5000	17	77708	0.5887
5001 - 10000	42	298934	2.2647
Above 10000	58	12099214	91.6607
Total	1098	13200000	100.000

(b)

Sr. No (1)	Categories (2)	No. of Share Holders (3)	No. of Shares (4)	% of Total Shares (5)
1.	Promoters, Directors, their relatives & promoter group	12	8402286	63.65
2.	Bodies Corporate	37	649839	4.92
3.	NRI / OCBs	5	2310	0.02
4.	Banks / Financial Institutions	0	0	0
5.	General Public	1026	4145565	31.41
Total		1080	13200000	100.00

i. Dematerialization of Shares

About 97.49% of total equity shares of the Company are held in dematerialized form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) as on March 31, 2020.

j. Cumulative redeemable preference shares

The Company issued 800,000, 8% Cumulative redeemable preference shares of Rs.100/- each on 7th May, 2007 to the promoters of the Company. The rate of interest over the Cumulative redeemable preference shares are reduced from 8% to 2% and redemption period has been extended upto 6th May, 2021 with the written consent of all preference shareholders. The said preference shares are not listed with any of the stock exchange.

k. Outstanding GDRs / ADRs / Warrants or any convertible instruments, conversion date and likely impact on equity

The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments.

l. Plant locations

The Company being involved in trading activities does not have any plant.

m. Address for correspondence

Hemang Resources Limited
Plot no.4, 6th Avenue,
Harington Road, Chepet,
Chennai, Tamil Nadu-600031
E-mail: cs@bhatiacoalindia.com

X. DISCLOSURES

a. Other disclosures

i. **Disclosures on material significant related party transactions with its promoters, the Directors or the Management, subsidiaries or relatives etc. that may have potential conflict of interest**: The appropriate disclosure for the transactions entered with the Related Parties is made in notes to the accounts which form part of this Annual Report. There are no materially significant Related Party Transactions which have potential conflict with the interest of the Company at large.

ii. No penalties or strictures have been imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to capital markets during the last three years.

b. Detail of Capital market non-compliance, if any

There was no non-compliance by the Company of any legal requirements; nor has there been any penalty, strictures imposed on the Company by any stock exchanges, SEBI or any statutory authority, on any matter related to capital markets during last three years except During the under review after closure of financial year, the Company has received an email from BSE (Stock Exchange) imposing fine regarding non-compliance with the requirements of Regulation 17(1A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 pertaining to continuation of Mr. Prem Prakash Agarwal as Non-executive director who has crossed the age of seventy five years. However, the Company has duly replied to Stock Exchange that it is not the default of the Company. Since the Director could not convey his consent due to his health issue and advance age. Further the Company has requested to Stock Exchange to waive off the fine imposed for the same and Stock Exchange has also confirmed to consider the same in their committee meeting.

c. Vigil Mechanism / Whistle Blower Policy

The Company has in place a Whistle Blower Policy to provide a formal mechanism to the Directors and employees to report their concerns about unethical behavior, actual or suspected fraud, or violation of the company's Code of Conduct or Ethics Policy. The

Policy provides for adequate safeguard against victimization of employee who avail of the mechanism, and provides for direct access to the Chairman of the Audit Committee. The company affirms that no employee has been denied access to the Audit Committee.

The Whistle Blower Policy has been hosted on the Company's website.

d. Code of Conduct

The Company is committed to conduct its business in conformity with ethical standards and applicable laws and regulations. This commitment stands evidenced by the Code of Conduct adopted by the Board of Directors which is applicable to each member of the Board of Directors and senior management of the Company. A copy of the Code of Conduct has been put on the Company's website (http://www.bhatiacoalindia.com/BIIL/InvRelation.htm). The Board of Directors and senior management of the Company have confirmed regarding compliance with the said Code for the year ended March 31, 2020.

e. Extraordinary General Meeting

No Extra-Ordinary General Meeting of the members was held during the year under review.

f. Code Conduct for Prevention of Insider Trading

In accordance with the requirement of the SEBI (Prohibition of Insider Trading) Regulations, 2015 the Company has a code of conduct and the same is placed on Company's web site. A declaration signed by the Company's Chief Executive Officer is published in this Report.

g. REMUNERATION OF DIRECTORS:

i. Pecuniary transactions with non-executive director

During the year under review, there were no pecuniary transactions with any of the non-executive director of the Company.

ii. Criteria of making payments to non-executive directors

Non-executive directors of the Company play a crucial role in the independent functioning of the Board. They bring in an external perspective to decision-making, and provide leadership and strategic guidance while maintaining objective judgment. They also oversee corporate governance framework of the Company.

The Remuneration Policy, inter alia, disclosing criteria of making payments to directors, key managerial personnel and employees is placed on the Company's website.

iii. Detail of remuneration to directors

In 2019-20, the Company has not given any loan, advance to directors or not provided any security to any person in favour of directors of the Company details of Managerial Remuneration paid to Executive Director are given in Form MGT-9 i.e. Extract of Annual Return, which is available on the website of the Company.

No stock options have been issued to any Directors during the year.

HEMANG RESOURCES LIMITED
(Formerly Bhatia Industries & Infrastructure Limited) CIN: L65922TN1993PLC101885
Registered office: "BCC House", Plot No. 4, 6th Avenue, Harrington Road, Chetpet, Chennai-600031 (TN)
Telephone: +91-44-45590050, 51 Fax: +91-44-45590057, Email: chennai@bhatiacoalindia.com

DECLARATION ON COMPLIANCE WITH CODE OF CONDUCT FOR DIRECTOR AND SENIOR MANAGEMENT BY CHIEF EXECUTIVE OFFICER

[Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Pursuant to Regulation 26(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has received confirmation from all the Directors and Senior Management Personnel regarding compliance with the Code of Conduct for the year ended March 31, 2020. A declaration by the CEO to this effect, on behalf of all the Board Members and Senior Management for the year ended March 31, 2020 is reproduced below:

In compliance with Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby confirm that all Director and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct for Directors and Senior Management for the year ended March 31, 2020.

HEMANG RESOURCES LIMITED

Komal J Thakker
CEO

Place: Chennai
Date: 04.09.2020

AJIT JAIN
M.Com, L.L.B. (Hons.), FCS
☎ : (Off. & Res.) : 0731-2497031, 4064510
Mobile : 94250-53710, E-mail : ajitjain84@gmail.com

CS AJIT JAIN & CO.
COMPANY SECRETARIES
'PREM VILLA' 84, Kailash Park Colony,
Near Geeta Bhawan, INDORE - 452 001

CERTIFIECATE REGARDING COMPLIANCE CONDITION OF CORPORATE GOVERNANCE

[Pursuant to Regulation 34(3) read with Schedule V of SEBI (LODR) Regulations, 2015, Certificate from M/s Ajit Jain, Practicing Company Secretary, on compliance with the condition of Corporate Governance as stipulated in the Listing Regulation is reproduced below]

To
The Members
Hemang Resources Limited
Plot No. 4, 6th Avenue,
Harington Road, Chetpet,
Chennai - 600031 (TN)

We have examined the compliance of the conditions of Corporate Governance by **Hemang Resources Limited** ('the Company')**CIN L65922TN1993PLC101885** for the year ended on March 31, 2020, as stipulated under Regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D & E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to a review of procedures and implementation thereof, as adopted by the Company for ensuring compliance to 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 the SEBI Listing Regulations for the year ended March 31, 2020 except Compliance of regulation 17 (1A) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Place: Indore
Date: 12.09.2020

AJIT JAIN & CO. ★ FCS 3933 C.P.No. 2876 INDORE ★ COMPANY SECRETARIES

ForAjit Jain & Co.
Company Secretaries
A. K. Jain

CS Ajit Jain
CP No.: 2876, M. No.: 3933
UDIN -F003933B000692346

AJIT JAIN
M.Com, L.L.B. (Hons.), FCS
☎ : (Off. & Res.) : 0731-2497031, 4064510
Mobile : 94250-53710, E-mail : ajitjain84@gmail.com

AJIT JAIN & CO.
COMPANY SECRETARIES
'PREM VILLA' 84, Kailash Park Colony,
Near Geeta Bhawan, INDORE - 452 001

PRACTISING COMPANY SECRETARIES' CERTIFICATE ON DIRECTORS NON-DISQUALIFICATION

TO THE MEMBERS OF HEMANG RESOURCES LIMITED

[This certificate is issued pursuant to clause 10 (i) of the Part C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements)Regulations, 2015 as amended vide circular dated May 9, 2018 of the Securities Exchange Board of India]

We have examined the compliance of provisions of the aforesaid clause 10 (i) of the Part C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and to the best of our information and according to the explanations given to us by the Company, and the declarations made by the Directors, we certify that none of the directors of **Hemang Resources Limited** ("the Company") **CIN L65922TN1993PLC101885** having its registered office at Plot No. 4, 6thAvenue Harington Road, Chetpet, Chennai (TN) 600031 have been debarred or disqualified as on March 31, 2020 from being appointed or continuing as directors of the Company by SEBI/ Ministry of Corporate Affairs or any other statutory authority.

Place: Indore
Date: 12.09.2020

AJIT JAIN & CO. FCS 3933 C.P.No. 2876 INDORE COMPANY SECRETARIES

ForAjit Jain & Co.
Company Secretaries

A. K. Jain

CS Ajit Jain
CP No.: 2876, M. No.: 3933
UDIN - F003933B000692271

MANAGEMENT DISCUSSION AND ANALYSIS

1. INDUSTRY STRUCTURE AND DEVELOPMENTS:

COAL INDUSTRY

In India's energy sector, coal accounts for the majority of primary commercial energy supply. India is endowed with large quantum of coal reserves (315 BT) have been estimated by the Geological Survey of India, of which around 90% comprises non-coking coal. India is the world's fourth largest producer of coal, after China, the United States and Australia. India's coal production registered a negative growth of 5.3 per cent at 410.5 million tonnes (MT) in the first seven months of the current financial year (2019-2020) due to heavy and unseasonal rains.
The overall coal production in India during the last financial year stood at 730.4 million tonne (MT) displaying a growth of 8.1 per cent.

Today India is the 2nd largest producer of coal in the world producing about 730.4 Million Tonne (Mt) of Coal in 2019-20 despite being the second largest coal producing country in the world, India is dependent on imports to meet around 20–25% of its coal demand. India imported a total of 247.1 Million Ton of coal in the year 2019-20, 235.35 Million Ton of coal in the year 2018-19. In order to meet this massive demand and minimize the imports of coal (especially non-coking coal), the government has put coal production in the country on fast track and has set a target of 1.5 BT of domestic coal production in the years to come. The country has abundance of domestic coal and is grappling with slump in demand for the dry fuel.

The Centre has decided to bring to zero import of coal for blending purpose by domestic coal-based power plants in the current fiscal, and several initiatives are being taken for supply of domestic coal as import substitution.

"It has been decided to bring the level of import of coal for the purpose of blending by the domestic coal-based power plants to zero level in this fiscal," it said. The country has abundance of domestic coal and is grappling with slump in demand for the dry fuel.

In order to satisfy the coal demand, the Indian coal industry needs more investment and private players to raise their production level. The Government has taken initiatives by making Statutory Acts, with an objective of ensuring continuity in mining activities and production of coal and to promote optimum utilization of coal resources consistent with the requirement of the Industry. Steps as to develop better infrastructure of roadways and railways, augment infrastructure for logistics, smooth land acquisition, easy availability of water, capacity building and skill development, etc., are getting better by various projects and actions undertaken by the Government.

REAL ESTATE INDUSTRY

Real estate sector is one of the most globally recognized sectors. It comprises of four sub sectors - housing, retail, hospitality, and commercial. The growth of this sector is well complemented by the growth in the corporate environment and the demand for office space as well as urban and semi-urban accommodations. The construction industry ranks third among the 14 major sectors in terms of direct, indirect and induced effects in all sectors of the economy.

Government Initiatives
Government of India along with the governments of respective States has taken several initiatives to encourage development in the sector. The Smart City Project, with a plan to build 100 smart cities, is a prime opportunity for real estate companies. Below are some of the other major Government initiatives:

- In order to revive around 1,600 stalled housing projects across top cities in the country, the Union Cabinet has approved the setting up of Rs 25,000 crore (US$ 3.58 billion) alternative investment fund (AIF).
- Under Pradhan Mantri Awas Yojana (Urban) (PMAY (U)), 1.12 crore houses have been sanctioned in urban areas, creating 1.20 crore jobs.

- Government has created an Affordable Housing Fund (AHF) in the National Housing Bank (NHB) with an initial corpus of Rs 10,000 crore (US$ 1.43 billion) using priority sector lending short fall of banks/financial institutions for micro financing of the HFCs.
- On February 29, 2020, India formally approved 417 special economic zones (SEZs), of which 238 were already in operation. Majority of the SEZs are in the IT/ ITeS sector.

2. OPPORTUNITIES & THREATS:

The Company's business comprises of two segment viz. Coal Trading and Infrastructure.

Demand of Coal mainly from Power Sector is growing rapidly and increasing government support will boost the coal production in the country. However bottlenecks like domestic coal transportation, lack of proper road connectivity, availability of railway wagons and mismatch of demand and supply of wagons and coal offtakes affect production capacity and delay in mining activities at captive coal blocks and concern relating to the increasing ash content of run – of – mine coal further impact production. Real estate is a capital and labour intensive industry, thus a rise in the cost of labour creates issues in the development of the project. Furthermore, pandemic COVID19 is also majorly hampered business opportunities and unfair practice of certain sections of distributors and cement industry by raising the price creates issues in the project completion.

In India, Coal is irreplaceable as prime energy and it would continue to be so in the foreseeable future. Admittedly, a conscious impetus is lad on alternative clean and renewable energy sources, especially solar. India target to add renewable energy. This move is in accordance with Paris protocol and certainly a welcome step as it would supplement coal's entirely substitute it.

There have been many reforms set by the government after COVID 19, to boost economy, including changes made in RERA and GST which have its effect on the industry. For both, home buyers and real estate developers, these reforms have changed the face of the industry. With complete transparency, home buyers and developers can have an easy business.

Real estate and Infrastructure sectors are getting major funding from foreign investor as per relaxation in Foreign Direct Investment (FDI) rules/ regulation implemented by India. With more and more FDI, government schemes and transparency, the real estate sector in India is set to change dramatically. Though there are challenges and opportunities for developers and home buyers, according to which they need to plan out for easy flow and have a positive long-term effect.

The Government has also facilitated the growth of the real estate sector by introducing massive changes in the taxation and regulatory aspects of real estate. The setting up of the RERA is one step towards streamlining real estate business and ensuring that the buyer gets full value for the money he/she is spending in acquiring a home. The RERA norms might be stringent but it has ensured lot of transparency in real estate dealings.

3. OUTLOOK

The economy is projected to shrink markedly in FY 2020 (April 2020 -March 2021) as Covid-19 containment measures hamper domestic activity and external demand. Moreover, a prolongation of lockdown measures and lack of further fiscal stimulus pose downside risks to the outlook.

GDP plunged at the sharpest pace on record in Q2 as lockdown measures decimated economic activity. Plummeting household spending and freefalling fixed investment led the downturn amid a spike in the unemployment rate and as non-essential businesses were forced to shut. That said, government consumption accelerated, while a steeper fall in imports led the external sector to positively contribute to GDP. Turning to Q3, the economy has gained some momentum but remains depressed due to a soaring number of new Covid-19 cases. Industrial production shrank at a less severe pace in July, while the services PMI gained some traction in August, although still signaled a deterioration in the services sector. On a brighter note, the manufacturing PMI rebounded in August, suggesting an expansion in activity. In the external arena, however, the decline in merchandise exports worsened in the same month, hinting at frail foreign demand.

COAL INDUSTRY

India is the world's third largest coal consumer behind China and the United States; and the share of coal in India's electricity mix has been rising. India's coal consumption was estimated at 790 million tonnes (or 516 million tonnes of coal equivalent (Mtce), around 10 per cent less than the United States (IEA 2014). Thermal coal accounts for around 85 per cent, or 665 million tonnes, of India's coal consumption. Metallurgical coal (80 million tonnes) and lignite (45 million tonnes) make up the balance.

The power sector accounts for more than 70 per cent of India's coal use and supported a five-fold increase in coal use in electricity generation over the past few decades. As such, the power sector is clearly central to the coal outlook in India. India's steel production has increased by around 25 per cent over the past five years to around 83 million tonnes in 2014. The cement industry, the second largest globally after China, is also a major coal user, accounting for around 5 per cent of total coal use. Other industrial sectors, including brick manufacture, consume small quantities of coal.

In the long term, India needs to take at coal to gas i.e. cleaner energy sources. Clean coal as an idea has huge potential in India because of the age and inefficiency of some of our plants. With government's efforts to push renewable energy due to international conventions on climate change, increase in carbon cess and other initiatives for lesser use of coal, there is a need for 'Vision 2030 for the coal sector', which takes into account the environmental factors such as reduction of carbon footprint, abatement of global warming. India's ambitious renewable energy goals have received a lot of international attention, but coal still provides half of India's commercial primary energy and is the dominant fuel for power generation. We expect coal to remain the dominant fuel in the power sector in India, through 2030 and beyond.

REAL ESTATE INDUSTRY

The Indian real estate market size is expected to touch US$ 180 billion by 2020. The housing sector alone contributes 5-6 per cent to the country's gross domestic product (GDP). Also, in the period FY 2008-2020, the market size of this sector is expected to increase at a compound annual growth rate (CAGR) of 11.2 per cent. Retail, hospitality and commercial real estate are also growing significantly, providing the much-needed infrastructure for India's growing needs. If the economy grows at the rate of 10% the housing sector has the capacity to grow at 14% and generate 3.2 million new jobs over a decade. Private equity players are considering big investments, banks are giving loans to builders, and financial institutions are floating real estate funds. Indian property market is immensely promising and most sought after for a wide variety of reasons.

The Indian Real Estate Sector is currently witnessing a structural transformation towards being a complete organized sector. The transformation is due to multiple initiatives by the Government such as the Real Estate (Regulation and Development) Act, 2016 ['RERA'],

increased incentives for affordable housing like Pradhan Mantri Awas Yojana (PMAY), Credit-Linked Subsidy Scheme (CLSS), Real Estate Investment Trust Regulations, 2014 (REIT Regulations).

The Sector has been witnessing enhanced interest from Institutional capital owing to greater transparency, reforms such as RERA and REIT Regulations. The commercial sector continues to demonstrate immense potential while the residential sector is undergoing a short-term unpredictable disruption attributed to various reforms.

However, it is expected that these reforms are projected to augur well for industry in the long run. Interest rates are softening and the banks have started to pass this benefit to the customers. The sector will witness enhanced demand flowing in after the complete benefit is transferred to the customers.

Though, there are positive and negative things taking place during, real estate sector will face some challenges and opportunities throughout the year. The stakeholders are positive regards the residential new launches and sales in the coming six months largely on the back of stable prices and transparency induced by policy reforms such as RERA and GST.

4. INTERNAL CONTROL SYSTEMS:

The Company has a proper and adequate Internal Control System to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition, and those transactions are authorized, recorded and reported correctly.

The Company, in consultation with its Statutory Auditors and Internal Auditor, periodically reviews and ensures the adequacy of Internal Control Procedures for the orderly conduct of business and also includes a review to ensure overall adherence to Management Policies and applicable Laws & Regulations. The Company's internal audit team carries out extensive audits throughout the year, across all functional areas.

5. HUMAN RESOURCES DEVELOPMENTS:

Our Philosophy is "Human Resource" is the most important factor for achieving efficiency, productivity and quality. Human Relationship Management assumes great importance in the Company and human resources are the great asset.

During the year under review, the Company continued its emphasis on Human Resource Development as one of the critical area of its operation. Realizing that the human capital being the Company's greatest asset, the up gradation of skills, personality and attitude of its employees is always looked after. Measures are also being implemented for enhancing the motivation and commitment of the work force and building up a unique positive work culture. Employer – Employee relation throughout the year were cordial.

The Company organizes periodical trainings to encourage and develop vital human resource. All the efforts are aimed to ensure develop and nurture the entrepreneurial attitude and skill among the employees. The Company places on record its appreciation for the valuable contributions made by employees at all levels.

6. FINANCIAL PERFORMANCE:

The Financial Statements for the year ended March 31, 2020 have been prepared in compliance with the requirement of Companies Act 2013 and Indian Accounting Standards (IAS) in India.

During Financial Year 2019-20, the Company recorded;

- Total income of Rs. 1505.57 Lakhs, of which income from operations is Rs. 134.68 Lakhs and other income of Rs. 1370.89 Lakhs.
- Earnings before interest, Depreciation, tax and Amortization was Rs. (598.06) Lakhs.
- Depreciation was Rs. 1.85 Lakhs and interest and Financial charges were Rs. 24.16 Lakhs and Profit Before Tax (PBT) was Rs. (624.07) Lakhs.
- Profit After Tax (PAT) was Rs. (481.29) Lakhs and Earning Per Share (EPS) of Rs. (3.65).
- Out of the PAT of Rs. (481.29) Lakhs, 57.14 Lakhs has been apportioned to Capital Redemption Reserve.

Factor affecting the reduction in turnover are reduction in imported coal market price, increase in demand of domestic coal, increase in finance cost and loss in foreign exchange transactions.

7. SEGMENT WISE PERFORMANCE:

Company's business comprises two segment viz. Coal Trading Division and Infrastructure division. During the Financial Year 2019-20, there is no turnover from Infrastructure division and entire income from operation of Rs. 134.68 Lakhs is from Coal Trading division.

As on March 31, 2020 Coal Trading Division is having Segment Assets of Rs. 6419.73 Lakhs and Infrastructure division is having Segment Assets of Rs. 1043.61 Lakhs. Coal Trading Segments have a segment liability of Rs. 6183.97 Lakhs.

8. CAUTIONARY STATEMENT:

Certain statements in the Management Discussion and Analysis describing the Company's objectives, projections, estimates, expectations or predictions may be forward-looking statements within the meaning of applicable securities laws and regulations which have been prepared in compliance with the requirements of the Companies Act, 2013, the Accounting Standards issued by the Institute of Chartered Accountants of India, the Listing Agreements and all other applicable rules and regulations. The actual performance may vary depending on the market fluctuations, changes in Government policies, rules and regulations change in economic conditions nationally as well as internationally.

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HEMANG RESOURCES LIMITED

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of HEMANG RESOURCES LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, the statement of changes in equity and a summary of the 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, 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 including Ind AS, of the Financial position of the Company as at 31 March 2020 and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for the Opinion

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. 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 independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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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 and presentation 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 Indian 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 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.

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 there under.

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 the 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 interna

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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 the 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.

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 the powers conferred by subsection (11) of section 143 of the Companies Act,2013, we give in the Annexure-A, a statement on the matters specified in paragraph 3 and 4 of the Order.

(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, and the statement of changes in equity dealt with by this Report are in agreement with the books of accounts.

(d) In our opinion, the aforesaid financial statements comply with the Indian 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, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to adequacy of the Internal Financials control 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 other matters to be included in the Auditors 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:

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i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements

ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including forward derivative contracts

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For Sathish Kumar & Associates
Chartered Accountants,
FRN: 017448S

M. Sathish Kumar.

SATHISH KUMAR & ASSOCIATES
Chennai
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Chartered Accountants

Name: Sathish Kumar M
Proprietor
M No: 240966
Place: Chennai
Date: 29/06/2020
UDIN: 20240966AAAAAH1640

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ANNEXURE – A TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of HEMANG RESOURCES LIMITED ('the Company') on the financial statements for the year ended 31st March, 2020. We report that:

(i) (a) The Company has maintained Proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of 3 years. In accordance with this programme, certain fixed assets have been verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable.

(c) According to the information and explanations given to us, and on the basis of the examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.

(ii) The inventory has been physically verified during the year by the management and it was been observed that the stock which was lying with the court was considered as closing stock on year on year basis , whereas based on the confirmation received from the court we observed that the stock level was less when compared to the stock disclosed in the books of accounts during the earlier financial period, and hence corresponding adjustment to the stock quantity of 4250.68 MT of value Rs. 6376020/-has been made in the books of account in the current period.

(iii) 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.

(iv) According to the information and explanations given to us, the Company has not taken nor given any loan to its directors, hence the provisions of Sec 185 and 186 of the Act, with respect to the Loans and Investments made is not applicable.

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(v) The Company has not accepted any deposits from the public.

(vi) The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013 for any of the products of the Company.

(vii) (a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, amount deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty and Excise Duty, Value added tax, cess and any other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Income tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty and Excise Duty, Value added tax, cess, GST and other material statutory dues were in arrears as at 31st March 2020 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, the following statutory dues which have not been deposited on account of dispute.

There are no statutory dues/litigation pending against the company other than the following amounts involved as dues of Income Tax, Commercial Tax and other material statutory dues and against which no material amount is deposited on account of pendency of dispute. The details are as below: -

Statute	Forum where Dispute is pending	Amount involved	Financial Year to which the amount relates
Income Tax Act	CIT (Appeals)	110,000/-	1995-96
Commercial Tax (Surat)	Joint Commissioner	36,67,832/-	2006-07
Sales Tax (Maharashtra)	Deputy Commissioner	28,340/-	2007-08
Sales Tax (Surat)	Deputy Commissioner	10,33,42,468	2012-13

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Custom Duty	Commissioner (Appeals)	2,77,54,116/-	2012-13
Maharashtra Vat	Deputy Commissioner	52,71,446/-	2010-11
Custom Duty	CESTAT (Appeals).	81,91,647/-	2013-14
Customs Duty	CESTAT (Appeals-Bangalore).	63,61,616/-	2014-15
Sales Tax (Surat)	DCCT	11,44,82,001/-	2013-14
Sales Tax (Chennai)	Assistant Commissioner	23,185/-	2010-11
Sales Tax (Chandrapur)	Deputy Commissioner	1,48,674/-	2013-14
Sales Tax (Surat)	Deputy Commissioner	1,96,560/-	2012-13
Customs (Ahmedabad)	CESTAT(Appeals)	52,78,214/-	2012-13

(viii) Repayment of Due to Financial Institutions and Banks:

We confirm that, the company has not delayed in repayment of dues to Financial Institutions, Banks or debenture holders during the year while the bank accounts of the company, Central Bank of India has become NPA on 06/05/2018 and Bank of India on 31/03/2018

(ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and any term loans from banks. Accordingly, paragraph 3(ix) of the order is not applicable.

(x) According to the information and explanations given to us, no material fraud by the Company or on by its officers or employees has not been noticed or reported during the year.

(xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has provided for managerial remuneration. His remuneration has been approved by shareholders under the provisions of Section 197 read with Schedule V to the Companies Act is not applicable.

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(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the order not applicable.

(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Sathish Kumar & Associates
Chartered Accountants
FRN: 017448S

M Sathish Kumar

Name: Sathish Kumar M
Proprietor
M. No: 240966
Place: Chennai
Date: 29/06/2020
UDIN: 20240966AAAAAH1640

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Annexure - B to the Auditors' Report

Report 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 **HEMANG RESOURCES LIMITED** ("the Company") as of 31 March 2020 in conjunction with our audit of the standalone 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 ('ICAI'). 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.

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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 judgment, 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial 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.

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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 March 2020, 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.

For Sathish Kumar & Associates
Chartered Accountants
FRN: 017448S

SATHISH KUMAR & ASSOCIATES
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Chartered Accountants

Name: Sathish Kumar M
Proprietor
M. No: 240966

M. Sathish Kumar.

Place: Chennai
Date: 29/06/2020
UDIN: 20240966AAAAAH1640

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HEMANG RESOURCES LIMITED
Statement of Assets and Liabilities as at 31st March,2020

(Rs. In Lakhs)

Particulars	Note No.	As at 31st March 2020	As at 31st March 2019
		Audited	Audited
(1) ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	1	6.07	7.63
(b) Capital work-in-progress			
(c) Investment Property	2	8.98	8.98
(d) Goodwill			
(e) Other Intangible assets			
(f) Intangible assets under evelopment			
(g) Biological Assets other than bearer plants			
(h) Financial Assets			
(i) Investments	3	23.50	17.16
(ii) Trade receivables			
(iii) Loans	4	807.62	834.58
(iv) Others (to be specified)			
(i) Deferred tax assets (net)	5	1,159.19	1,016.40
(j) Other non-current assets	6	235.86	314.50
(2) Current assets			
(a) Inventories	7	1,471.69	1,531.77
(b) Financial Assets			
(i) Investments			
(ii) Trade receivables	8	2,914.01	4,988.49
(iii) Cash and cash equivalents	9	428.54	437.09
(iv) Bank balances other than (iii) above			
(v) Loans	10	309.97	840.25
(vi) Others (to be specified)			
(c) Current Tax Assets (Net)			
(d) Other current assets	11	97.92	123.96
Total Assets		**7,463.34**	**10,120.82**
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	12	1,320.00	1,320.00
(b) Other Equity	13	(855.42)	(374.13)
LIABILITIES			
Non Current liabilities			
a) Financial Liabilities			
(i) Borrowings	14	70.90	78.49
Current liabilities			
(a) Financial Liabilities	15	814.78	814.81
(i) Borrowings	16	3,188.45	4,022.34
(ii) Trade payables	17		
a) Outstanding dues of Micro and Small Enterprises			
b) Outstanding dues of Creditors other than Micro and Small Enterprises		2,654.29	3,910.83
(iii) Other financial liabilities			
(b) Other current liabilities	18	130.13	148.22
(c) Provisions	19	140.20	200.25
(d) Current Tax Liabilities (Net)			
Total Equity and Liabilities		**7,463.34**	**10,120.82**

As per our report of even date attached
For SATHISH KUMAR & ASSOCIATES
Chartered Accountants
FRN: 017448S

SATHISH KUMAR & ASSOCIATES ★Chartered Accountants★ Chennai 600 084.

M. Sathish Kum

Sathish Kumar M
Proprietor
Membership No: 240966
UDIN : 20240966AAAAAH1640

HEMANG RESOURCES LIMITED

Place : Chennai
Date : 29-JUN-2020

For and on behalf of the Board
Hemang Resources Limited

S. V. Chaoji
Director
DIN: 03464544

Sumit Subhash Upadhyay
Director
DIN: 08526456

Komal J Thakker
Chief Executive Officer

Premnath Sankar Rao
Chief Financial Officer

Dharmendra Soyal
Company Secretary

HEMANG RESOURCES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2020

Rs.in Lakhs

S.No.	Particulars	Note No.	For the Year Ended 31.03.2020	For the Year Ended 31.03.2019
I.	Revenue from Operations(Refer below note)	20	134.68	3,704.46
II.	Other Income	21	1,370.89	46.98
III.	**Total Revenue (I+II)**		**1,505.57**	**3,751.44**
IV.	Expenses:			
	(a) Purchases of Stock in Trade	22	55.45	3,453.62
	(b) Decrease / (Increase) in Inventories of			
	(i) Stock in Trade	23	60.09	242.79
	(c) Employee Benefits Expenses	24	84.36	184.52
	(d) Finance Cost	25	24.16	236.07
	(e) Depreciation and Amortization	26	1.85	2.12
	(f) Net Loss on Foreign Exchange Translation	27	31.33	34.78
	(g) Other Expenses	28	1,872.39	1,233.98
	Total Expenses		**2,129.64**	**5,387.88**
V.	**Profit before exceptional and extraordinary items and tax(III-IV)**		**(624.07)**	**(1,636.44)**
VI.	Exceptional items		-	-
VII.	**Profit before extraordinary items and tax (V -VI)**		**(624.07)**	**(1,636.44)**
VIII.	*Extraordinary items*		-	-
IX.	**Profit before tax (VII-VIII)**		**(624.07)**	**(1,636.44)**
X.	**Tax expense:**			
	(1) Current tax		-	-
	(2) Deferred tax		(142.79)	(425.10)
	(3) Short Provision W/off -Income Tax		-	0.89
XI.	**Profit (Loss) for the period from continuing operations (IX - X)**		**(481.29)**	**(1,212.23)**
XII.	Profit/(Loss) from discontinuing operations		-	-
XIII.	Tax expense of discontinuing operations		-	-
XIV.	**Profit/(Loss) from discontinuing operations after tax(XII-XIII)**		-	-
XV.	**Profit/(loss) for the period (XI+XIV)**		**(481.29)**	**(1,212.23)**
XVI.	**Other Comprehensive Income**			
	A- (i) Items that will not be reclassified to profit or loss			
	(ii) Income tax relating to items that will not be reclassified to profit or loss			
	B- (i) Items that will be reclassified to profit or loss			
	(ii) Income tax relating to items that will be reclassified to profit or loss			
XVII.	Total Comprehensive Income for the period (XV+XVI) (Comprising Profit (Loss) and other Comprehensive Income for the period)		**(481.29)**	**(1,212.23)**
XVIII.	**Earnings per Equity Share: (F.V. ` 10/-)**			
	(1) Basic	29	(3.65)	(9.18)
	(2) Diluted	29	(3.65)	(9.18)

Note for S.No:1-Net sales shown till Sep'19. Gross sales shown in Q3 AND Q4

Significant Accounting Policies 1

Other Notes on Financial Statements 2

As per our report of even date attached
For SATHISH KUMAR & ASSOCIATES
Chartered Accountants
FRN: 017448S

SATHISH KUMAR & ASSOCIATES ★ Chartered Accountants ★ Chennai 600 084.

M. Sathish Kumar

Sathish Kumar M
Proprietor
Membership No: 240966
UDIN : 20240966AAAAAH1640

HEMANG RESOURCES LIMITED

For and on behalf of the Board
Hemang Resources Limited

S. V. Chaoji
Director
DIN: 03464544

Sumit Subhash Upadhyay
Director
DIN: 08526456

Komal J Thakker
Chief Executive Officer

Premnath Sankar Rao
Chief Financial Officer

Dharmendra Soyal
Company Secretary

Place : Chennai
Date : 29-JUN-2020

HEMANG RESOURCES LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2020

(Rs. In Lakhs)

Particulars	Year ended 31.03.2020		Year ended 31.03.2019	
	Amount	Amount	Amount	Amount
Cash Flow From Operating Activities				
Net Profit before Tax	**(624.07)**		**(1,636.44)**	
Adjustments for :				
Dividend Received				
Depreciation	1.85		2.12	
Financial Income	90.56		46.57	
Excess Provision W/off Income Tax	-		(0.89)	
Loss/ (Profit) on Foreign Exchange Fluctuation	-		-	
Loss/ (Profit) on Sales of Investment	(6.34)		(0.46)	
Financial Expense	11.75		200.92	
Cash Operating Profit before working capital changes	**(526.24)**		**(1,388.17)**	
Increase / (Decrease) in Trade Payables	(1,256.54)		(2,292.19)	
Increase / (Decrease) in Short Term Provisions	(60.05)		(109.02)	
Increase / (Decrease) in Other Current Liabilities	(18.12)		(93.19)	
Increase / (Decrease) in Other Non - Current Liabilities	-		-	
(Increase) / Decrease in Inventories	60.08		1,128.07	
(Increase) / Decrease in Trade Receivables	2,074.48		1,445.82	
(Increase) / Decrease in Long Term Loans & Advances	26.96		(1.73)	
(Increase) / Decrease in Other Non Current Assets (Excl. Misc. Expenses)	78.64		-	
(Increase) / Decrease in Short term Loans & Advances	530.28		(265.61)	
(Increase) / Decrease in Other Current Assets	26.04		(45.94)	
Net Cash From Operating Activities (A)	**935.53**	**935.53**	**(1,621.96)**	**(1,621.96)**
Cash Flow From Investing Activities				
Dividend Income				
Interest Income	(90.56)		(46.57)	
Purchase of Fixed Assets	(0.29)		(0.32)	
Sales/ (Purchase) of Investments	-		-	
Increase in Fixed Deposits and other Deposits with Bank	42.17		1,054.35	
Net Cash Used In Investing Activities (B)	**(48.69)**	**(48.69)**	**1,007.45**	**1,007.45**
Cash Flow From Financing Activities				
Increase/(Decrease) in Borrowings	(841.48)		845.47	
Dividend Paid on Preference Shares				
Dividend Paid on Equity Shares				
Dividend Distribution Tax Paid				
Fluctuation on Financial Expenses (Net)				
Financial Expense	(11.75)		(200.92)	
Net Cash Used In Financing Activities (C)	**(853.23)**	**(853.23)**	**644.55**	**644.55**
Net Increase In Cash and Cash Equivalents (A + B + C)		**33.62**		**30.04**
ADD :Cash and cash equivalents - Opening - 1st April		**42.25**		**12.20**
Cash and cash equivalents - Closing - 31st March		**75.87**		**42.25**

SATHISH KUMAR & ASSOCIATES
Chennai
600 084.
Chartered Accountants

Footnote to Cash Flow Statement:

1. Components of Cash and Cash Equivalents are produced as under.

Particulars	Year ended 31.03.2020	2018--19
Cash & Cash Equivalents		
Balances with Banks		
Current Account	75.86	42.09
Cash on hand	0.01	0.16
Total of Cash & Cash Equivalent	**75.87**	**42.25**

2. Reconciliation of Cash and Cash Equivalents with Cash and Bank Balances as per the Balance Sheet Balances

Particulars	Year ended 31.03.2020	2018--19
Cash and cash equivalents as above	**75.87**	**42.25**
Add : Other Cash and Bank Balances		
Earmarked Balances - Equity Dividend Account	14.78	14.78
Fixed Deposit account maturity more than 3 month & less than 12 months	336.73	378.90
Fixed Deposit account having maturity More than 12 Months	1.16	1.16
Cash and Bank Balances classified as Current (Refer Note 9-As per INDAS)	**428.54**	**437.09**

As per our report of even date attached
For SATHISH KUMAR & ASSOCIATES
Chartered Accountants
FRN: 017448S

SATHISH KUMAR & ASSOCIATES ★Chartered Accountants★ Chennai 600 084.

M. Sathish Kum.

Sathish Kumar M
Proprietor
Membership No: 240966
UDIN : 20240966AAAAAH1640

HEMANG RESOURCES LIMITED

Place : Chennai
Date : 29-JUN-2020

For and on behalf of the Board
Hemang Resources Limited

S. V. Chaoji
Director
DIN: 03464544

Sumit Subhash Upadhyay
Director
DIN: 08526456

Komal J Thakker
Chief Executive Officer

Premnath Sankar Rao
Chief Financial Officer

Dharmendra Soyal
Company Secretary

Note No - 1 PROPERTY PLANT AND EQUIPMENT

Rs. In Lakhs

PARTICULARS	Useful life (In Years)	ORIGINAL COST				DEPRECIATION & AMORTIZATION				NET BOOK VALUE	
		As at April 1, 2019	Additions during the year	Deductions/Retirment during the year	As at March 31, 2020	As at April 1, 2019	Provided during the year	Written Back during the year	As at March 31, 2020	As at March 31, 2020	As at March 31, 2019
TANGIBLE ASSETS:											
Computers & Printers	3	2.74	0.35	0.00	3.10	2.10	0.44	0.00	2.54	0.56	0.62
Network & Server	6	0.39	0.00	0.00	0.39	0.25	0.06	0.00	0.31	0.08	0.14
Furniture & Fixtures	10	5.13	0.00	0.00	5.13	1.31	0.49	0.00	1.79	3.35	3.83
Office Equipments	5	3.98	0.00	0.41	3.57	2.18	0.66	0.35	2.48	1.08	1.80
Vehicles	10	2.19	0.00	0.00	2.19	0.95	0.21	0.00	1.16	1.03	1.24
TOTAL		**14.44**	**0.35**	**0.41**	**14.38**	**6.79**	**1.85**	**0.35**	**8.28**	**6.10**	**7.63**
PREVIOUS YEAR		**14.14**	**0.35**	**0.06**	**14.44**	**4.69**	**2.13**	**0.02**	**6.81**	**7.63**	**9.43**

HEMANG RESOURCES LIMITED

SATHISH KUMAR & ASSOCIATES
Chennai
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Note No. 2: INVESTMENT PROPERTY — Rs. in Lakhs

PARTICULARS	As at 31.03.2020	As at 31.03.2019
TRADE		
Investment Property		
Land & Site Devlopment	8.98	8.98
	8.98	8.98

Note No. 3: INVESTMENTS — Rs. in Lakhs

PARTICULARS	As at 31.03.2020	As at 31.03.2019
NON TRADE		
Non Current Investments -at Cost		
-Investment in Equity Instruments		
Quoted Shares		
95 Equity Shares of Rs. 10 each in DB Corp Ltd. (P.Y 95 Equity Shares of Rs. 10 each)	0.20	0.20
(Market Value as on 31.03.2020 is Rs. 0.08 lakhs (95@79.60) (PY Rs. 0.18 lakhs))		
	0.20	0.20
Investment in Sovereign Gold Bond		
400 units of Sovereign Gold Bonds -2016-17 @ 2893 per unit	23.30	16.96
100 units of Sovereign Gold Bonds -2017-18 @ 2901 per unit		
100 units of Sovereign Gold Bonds -2017-18 @ 2780 per unit		
	32.48	**26.14**

Details of Investments

Name of the Company[1]		Relationship
95 Equity Shares in DB Corp Ltd.	NA	NA

[1] All investments are fully paid up.

SATHISH KUMAR & ASSOCIATES
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Chartered Accountants

Note No. 4: LOANS

Rs. in Lakhs

PARTICULARS	As at 31.03.2020	As at 31.03.2019
(Unsecured, Considered Good)		
Security Deposits	2.30	3.30
Advance for Coal Purchase	737.34	644.76
Advance for Expenses	67.98	186.52
	807.62	834.58

Note No. 5: DEFERRED TAX ASSET (NET)

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Deferred Tax Asset	1,159.19	1,016.40
	1,159.19	1,016.40

Note No. 6: OTHER NON CURRENT ASSETS

PARTICULARS	As at 31.03.2020	As at 31.03.2019
(Unsecured, Considered Good)		
Others*	235.86	314.50
	235.86	314.50

*Includes amount receivable from court receiver

Note No. 7: INVENTORIES

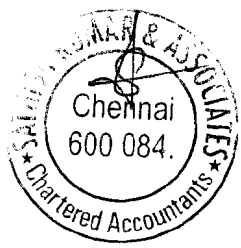
PARTICULARS	As at 31.03.2020	As at 31.03.2019
Stock in Trade		
Imported Coal[1]	430.18	490.26
Goods in Transit[2]	6.89	6.89
Land 3	1,034.63	1,034.63
	1,471.69	1,531.78

Mode of Valuation

1. Imported Coal : At Cost (including Direct Expenses with specific identification method) or Market Price whichever is lower.

2 Goods in Transit : At Cost or Market Price whichever is lower.

3. Land : At Cost (including Registration Expenses.)



Note No. 8: TRADE RECEIVABLES

PARTICULARS	As at 31.03.2020	As at 31.03.2019
(Unsecured, Considered Good)		
Debt outstanding for a period exceeding Six months	3,132.95	4,819.01
Other Debts	17.24	692.39
Provision for Doubtful Debts	(236.19)	(522.91)
	2,914.01	4,988.49

Note No. 9: CASH & CASH EQUIVALENT

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Cash & Cash Equivalents		
Balances with Banks		
Current Account	75.86	42.10
Cash in Hand	0.01	0.16
	75.87	**42.25**
Other Bank Balances		
Fixed Deposit account having maturity more than 3 months but less than 12 months[1]	336.73	378.90
Fixed Deposit account having maturity More than 12 Month[1]	1.16	1.16
Earmarked Balances - Equity Dividend Account[2]	14.78	14.78
	352.67	**394.84**
Grand Total	428.54	437.09

[1] Held as security against Bank Guarantee & Letter of Credit.

2 This balance is earmarked with bank for Unpaid & Unclaimed Dividend Rs. 2.51 lakhs for F.Y. 2010-11 and Rs. 4.56 lakhs for F.Y. 2011-12, Rs. 4.07 lakhs for F.Y. 2012-13 and Rs. 3.64 lakhs for F.Y. 2013-14

SATHISH KUMAR & ASSOCIATES Chennai 600 084. Chartered Accountants

Note No. 10: LOANS

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Advance for Coal Purchase	-	-
Advance for Land purchase	-	-
Advances to Companies	-	-
Advance for Expenses	-	-
Advance Income Tax	199.09	714.50
Advance for Insurance	0.19	0.19
VAT / GST Receivable	-	-
Service tax Receivable	-	-
Staff Advances	(0.05)	(0.22)
Loans to Employees	-	0.48
Prepaid Expenses	2.71	1.60
Security Deposit (Rent)	0.61	0.61
Other Deposits Refundable	107.42	123.09
	309.97	840.25

Note No. 11: OTHER CURRENT ASSETS

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Interest Accrued but not due on Fixed Deposits	28.60	24.24
Other Receivables	-	25.02
GST	69.32	74.70
Accrued Income on Foreign Currency roll over	-	-
	97.92	123.96

SATHISH KUMAR & ASSOCIATES
Chennai
600 084.
Chartered Accountants

NOTES ON ACCOUNTS FOR THE YEAR ENDED 31.03.2020

Note No. 12: SHARE CAPITAL — **Rs. in Lakhs**

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Authorized Capital		
15,000,000 Equity Shares of Rs.10/- each	1,500.00	1,500.00
(Previous yeor 15,000,000 Equity Shares of Rs. 10/- each)		
	1,500.00	**1,500.00**
Issued, Subscribed & Fully Paid up Share Capital		
13,200,000 Equity Shares Rs. 10/- each	1,320.00	1,320.00
(Previous Year 13,200,000 Equity Shares Rs. 10/- each)		
	1,320.00	**1,320.00**

1. A Company has equity shares referred to as equity shares having a face value of Rs.10 each
2. The Equity share holder is eligible for one voting Right per share held.
3. In the F.Y. 2011-12 The Company had issued 9,900,000 Fully paid up Bonus Equity Shares of Rs. 10/- each in the ratio of 3:1.

4. Shareholder holding more than 5% of shares are :-

Name	% of Holding	No. of Shares
Equity Shares @ Rs. 10/- each		
Mr. Surinder Singh Bhatia	14.08 %	1,858,840 Eqiuty Shares of Rs. 10/- each
	(P.Y. 14.08%)	*(P.Y. 1,858,840 Equity Shares of Rs. 10/- each)*
Ishhar Overseas Ltd.	7.97%	1,051,896 Equity Shares of Rs. 10/- each
	(P.Y. 7.97%)	*(P.Y. 1,051,896 Equity Shares of Rs. 10/- each)*

a. Reconciliation of Equity Shares :

Particulars		No. of Shares
Opening Shares		13,200,000
		(PY 13,200,000)
Add: Addition during the year		Nil
		(PY Nil)
Closing Shares		13,200,000
		(PY 13,200,000)

SATHISH KUMAR & ASSOCIATES ★Chartered Accountants★ Chennai 600 084.

Note No. 13: OTHER EQUITY		Rs. in Lakhs
PARTICULARS	**As at 31.03.2020**	**As at 31.03.2019**
General Reserve		
Opening Balance	100.00	100.00
Closing Balance	**100.00**	**100.00**
Capital Redemption Reserve		
Opening Balance	685.65	628.51
Less: Reversed to profit and loss account during the year	-	-
Add: Addition during the year	57.14	57.14
Closing Balance (refer note 2.8)	**742.79**	**685.65**
Surplus of Statement of Profit & Loss		
Opening Balance	(1,159.78)	109.59
Add: Reversed from capital redemption reserve during the year		-
Add : Profit during the year	(481.29)	(1,212.23)
Total (a)	(1,641.07)	(1,102.64)
Less: Appropriations during the year		
Capital Redemption Reserve	57.14	57.14
Proposed Dividend on Equity Shares	-	-
Proposed Dividend on Preference Shares	-	-
Dividend Distribution Tax	-	-
Total of Appropriation (b)	**57.14**	**57.14**
Closing (a - b)	**(1,698.21)**	**(1,159.78)**
Grand Total	**(855.42)**	**(374.13)**

Note No. 14: NON CURRENT FINANCIAL LIABILITY		
PARTICULARS	**As at 31.03.2020**	**As at 31.03.2019**
1)Borrowings		
Unsecured		
Bhatia Global trading Others	70.90	78.49
Grand Total	**70.90**	**78.49**

SATHISH KUMAR & ASSOCIATES Chartered Accountants Chennai 600 084.

Note No. 15: CURRENT - FINANCIAL LIABILITY

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Preference share capital		
800,000 2% Cumulative Redeemable Preference Shares of Rs.100/- each	800.00	800.00
(Previous year 800,000 Shares of Rs. 100/- each)		
Interest Accrued but not due on Borrowings	-	-
Income received in advance	-	0.03
Unpaid Dividend on Equity Share	14.78	14.78
Grand Total	**814.78**	**814.81**

1. Preference Shares hold preferential right of Dividend at fixed rate of 2% and preferential repayment of principal amount at

2. Shares holding more than 5%

Preference Shares @Rs. 100/- each

Mr. Gurvinder Singh Bhatia	50.00%	4,00,000, 2% Cumulative Redeemable Preference Shares of Rs.100/- each
	(P.Y. 50.00%)	*(P.Y. 4,00,000, 2% Cumulative Redeemable Preference Shares of Rs. 100/- each)*
Mr. Surinder Singh Bhatia	50.00%	4,00,000, 2% Cumulative Redeemable Preference Shares of Rs.100/- each
	(P.Y. 50.00%)	*(P.Y. 4,00,000, 2% Cumulative Redeemable Preference Shares of Rs. 100/- each)*

a. Reconciliation of Preference Shares :

Particulars		No. of Shares
Opening Shares		800,000 *(PY 800,000)*
Add: Addition during the Year		Nil *(PY NIL)*
Closing Shares		800,000 *(PY 800,000)*

Note No. 16: BORROWINGS — **Rs. in Lakhs**

PARTICULARS	As at 31.03.2020	As at 31.03.2019
SECURED		
Loans repayable on demand		
From Banks		
Cash Credit Hypothecation Limits from [1]		
Central Bank Of India	(0.00)	358.92
Bank of India	1,754.96	1,745.02
	1,754.96	**2,103.94**
Other Loans & Advances		
Buyer's Line of Credit Facilities from [1&2]		
Bank of India	-	-
Central Bank Of India	1,348.67	1,844.15
Inter Coporate Deposit		
Unsecured Loan		
Bhatia Global Trading Ltd	84.83	74.26
	1,433.50	**1,918.41**
Grand Total	**3,188.45**	**4,022.34**

[1] *Cash Credits & Buyer's Line Credit are secured by way of hypothication on Stocks, Receivables, Bills and other Chargeable Current Assets, both present & future of the Company, under the ranking first charge on pari- passu basis under Consortium Agreement and collateral securities by way of equitable mortgage of immovable properties and personal guarantee of the Promoter of the Company.*

[2] *The Company has availed the Buyer's Credit facilities from both the above Banks by ear - marking the limits of Foreign Letter of Credit and such facilities are within the sanctioned limits.*

SATHISH KUMAR & ASSOCIATES ★ Chartered Accountants ★ Chennai 600 084.

Note No. 17: TRADE PAYABLES — Rs. in Lakhs

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Sundry Creditors for Goods	2,437.47	3,692.59
Sundry Creditors for Expenses	216.82	218.24
Grand Total	**2,654.29**	**3,910.83**

Note No. 18: OTHER CURRENT LIABILITIES — Rs. in Lakhs

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Others		
Statutory Liabilities	1.83	6.85
Advance From Customers	76.76	81.31
Other Current Liabilities	51.54	60.06
Non-Current Liabilities		
Grand Total	**130.13**	**148.22**

Note No. 19: PROVISIONS — Rs. in Lakhs

PARTICULARS	As at 31.03.2020	As at 31.03.2019
Provision for Employee Benefits	6.97	11.42
Others		
Provision for Expenses	133.24	188.83
Provision for Income Tax	-	-
Proposed Dividend on Equity Share	-	-
Provision for Dividend on Preference Shares	-	-
Provision for Dividend Distribution Tax	-	-
Grand Total	**140.20**	**200.25**

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600 084.
Chartered Accountants

Note No : 20 REVENUE FROM OPERATIONS

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Coal Trading Division		
Sale of Products		
Imported Coal [1]	134.68	3,704.28
Imported Coal	-	-
Indigenous Coal	-	-
Sale of Services		
Cargo Handling Charges Received	-	0.18
Grand Total	**134.68**	**3,704.46**

[1] **Sales of Imported Coal is net off by Rate, Quality & Quantity Deductions upto Sep'19**

Note No. 21: OTHER INCOME

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Interest Income	90.56	46.57
Dividend	-	-
Other non-operating income	1,280.33	0.41
Grand Total	**1,370.89**	**46.98**

Note No. 22: PURCHASE OF STOCK-IN-TRADE

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Coal Trading Division		
Imported Coal	55.45	3,434.48
Indigenous Coal	-	-
Cargo handling charges paid	-	19.14
Ocean Freight Paid	-	-
Grand Total	**55.45**	**3,453.62**

Note No. 23: CHANGE IN INVENTORIES OF STOCK-IN-TRADE

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
(a) Opening Stock		
(i) Imported Coal	490.26	733.06
(ii) Land	1,034.63	1,034.63
Total of Opening Stock	**1,524.89**	**1,767.68**
(b) Closing Stock		
(i) Imported Coal	430.18	490.26
(ii) Land	1,034.63	1,034.63
Total of Closing Stock	**1,464.80**	**1,524.89**
Net (Increase)/Decrease in Closing Stock	**60.09**	**242.79**

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Note No. 24: EMPLOYEE BENEFIT EXPENSES

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Salaries and Wages	75.40	133.42
Director's Remuneration	4.08	43.02
Contribution to Provident Fund and Others	3.69	6.03
Staff Welfare expenses	1.18	2.05
Grand Total	**84.36**	**184.52**

Note No. 25: FINANCE COST

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Interest Expenses	11.75	200.92
Other Borrowing costs	12.41	35.15
Grand Total	**24.16**	**236.07**

Note No. 26: DEPRECIATION & AMORTIZATION

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Depreciation	1.85	2.12
Grand Total	**1.85**	**2.12**

Note No. 27: Net Gain/Loss on Foreign Exchange Translation

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Foreign Exchange Fluctuation	31.33	34.78
Grand Total	**31.33**	**34.78**

Note No. 28: OTHER EXPENSES

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Administrative, Selling and other expenses		
Advertisement and publicity	-	-
Bad Debts	1,274.09	473.39
Provision for Doubtful Debts	236.19	522.90
Brokerage & Commission	-	-
Electricity & Water Expenses	5.89	5.68
Membership & Subscription	-	0.35
Insurance Charges	2.10	3.49
Legal & Professional Charges	44.45	43.80
Listing Fees	3.00	2.94
Office Expenses	6.97	6.67
Loss on sale of Fixed Assets	-	0.02
Rent & Taxes	37.66	38.00
Internal Audit Expenses	1.20	1.50
Repairs & Maintenance Expenses	2.26	3.80
Sampling & Analysis Charges	0.30	0.17
Selling & Distribution Expenses	241.15	79.19
Stationary & Printing	0.90	2.63
Statutory Auditor's Remuneration (Also refer note 2.4)	3.50	3.80
Telephone, Postage & Telegram Expenses	2.30	4.48
Travelling Expenses	7.08	32.10
Vehicle Running & Maintenance Expenses	3.35	9.09
Income tax for earlier years	-	-
Prior Period Adjustments (Net) (refer note 2.1)	-	-
Grand Total	**1,872.39**	**1,233.98**

Note No. 29: EARNING PER SHARE (AS20)

PARTICULARS	Year Ended 31.03.2020	For the year ended 31.03.2019
Net Profit available to shareholders	(481.29)	(1,212.23)
Dividend & Dividend Distribution Tax on Preference Shares	-	-
Net Profit available to Equity Shareholders	(481.29)	(1,212.23)
Outstanding No. of shares (Adjusted) (Nos.)	13,200,000.00	13,200,000.00
Basic & Diluted Earnings Per Share of Face Value of ` 10/- each	(3.65)	(9.18)

Segment Information:

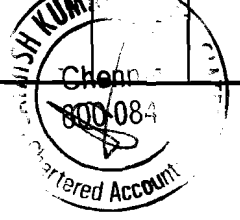
The company has identified two reportable segments viz. Coal Trading Division and Infrastructure division reported taking into account nature of products and services, the different risks and return and the internal reporting systems. The accounting policies adopted for segment reporting are in line with following additional policies for segment reporting.

(a) Revenue and Expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Unallocable".

(b) Segment Assets and Segment Liabilities represent Assets and Liabilities in repective segments. Investments, Tax related assets and other asets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable"

Segment-Wise Revenue,Results and Capital Employed for the Period Ended 31.03.2020 — **Rs. In lakhs**

S.No.	Particulars	Coal trading Division					Infrastructure Division					Consolidated Total				
		2019-20	2018-19	2017-18	2016-17	2015-16	2019-20	2018-19	2017-18	2016-17	2015-16	2019-20	2018-19	2017-18	2016-17	2015-16
1	**Segment Revenue**															
	External Turnover	134.68	3,704.46	12,575.71	24,959.70	43,517.46	-	-	-	-	-	134.68	3,704.46	12,575.71	24,959.70	43,517.46
	Less: Inter Segment Turnover			-	-	-	-	-	-	-	-				-	-
	Total Revenue	**134.68**	**3,704.46**	**12,575.71**	**24,959.70**	**43,517.46**	**-**	**-**	**-**	**-**	**-**	**134.68**	**3,704.46**	**12,575.71**	**24,959.70**	**43,517.46**
2	**Segment Result**															
	Profit before Interest & Taxes	(702.88)	(1,482.09)	(1,303.31)	310.39	574.50	-	-	-	-	-	(702.88)	(1,482.09)	(1,303.31)	310.39	574.50
	Less: Unallocable Income			-	-	-	-	-	-	-	-			-	-	-
	Operating profit	**(702.88)**	**(1,482.09)**	**(1,303.31)**	**310.39**	**574.50**	**-**	**-**	**-**	**-**	**-**	**(702.88)**	**(1,482.09)**	**(1,303.31)**	**310.39**	**574.50**
	Less: Interest Expenses	11.75	200.92	622.15	676.98	710.15	-	-	-	-	-	11.75	200.92	622.15	676.98	710.15
	Add : Interest Income	90.56	46.57	206.44	219.57	315.20	-	-	-	-	-	90.56	46.57	206.44	219.57	315.20
	Profit Before Tax	**(624.07)**	**(1,636.44)**	**(1,719.02)**	**(147.02)**	**179.55**	**-**	**-**	**-**	**-**	**-**	**(624.07)**	**(1,636.44)**	**(1,719.02)**	**(147.02)**	**179.55**
	Income Taxes	(142.79)	(424.21)	(534.02)	(48.22)	50.35	-	-	-	-	-	(142.79)	(424.21)	(534.02)	(48.22)	50.35
	Profit from Ordinary Activities	**(481.29)**	**(1,212.23)**	**(1,185.01)**	**(98.80)**	**129.20**	**-**	**-**	**-**	**-**	**-**	**(481.28)**	**(1,212.23)**	**(1,185.00)**	**(98.80)**	**129.20**
	Extraordinary Items				-	-	-	-							-	-
	Net Profit	**(481.29)**	**(1,212.23)**	**(1,185.01)**	**(98.80)**	**129.20**	**-**	**-**	**-**	**-**	**-**	**(481.28)**	**(1,212.23)**	**(1,185.00)**	**(98.80)**	**129.20**
3	**Other Information**															
	Segment Assets	6,419.73	9,077.21	11,938.36	14,444.89	20,723.70	1,043.61	1,043.61	1,043.61	1,043.61	1,043.61	8,506.95	10,120.82	12,981.97	15,488.50	21,767.31
	Unallocated Corporate Assets				-	-			-	-	-				-	-
	Total Assets	6,419.73	9,077.21	11,938.36	14,444.89	20,723.70	1,043.61	1,043.61	1,043.61	1,043.61	1,043.61	8,506.95	10,120.82	12,981.97	15,488.50	21,767.31
	Segment Liabilities	6,183.97	8,360.13	9,947.92	11,345.41	17,525.42	-	-	-	-	-	6,183.97	8,360.13	9,947.92	11,345.41	17,525.42
	Unallocated Corporate Liabilities			-	-	-	-	-	-	-	-			-	-	-
	Total Liabilities	6,183.97	8,360.13	9,947.92	11,345.41	17,525.42	-	-	-	-	-	6,183.97	8,360.13	9,947.92	11,345.41	17,525.42
	Capital expenditure	14.38	14.44	14.14	14.00	6.90	-	-	-	-	-	14.38	14.44	14.14	14.00	6.90
	Depreciation	1.85	2.12	2.10	1.61	0.89	-	-	-	-	-	1.85	2.12	2.10	1.61	0.89
	Non- cash Expense other than Depreciation	-	-	15.95	(103.58)	(148.40)	-	-	-	-	-	-		15.95	(103.58)	(148.40)



HEMANG RESOURCES LIMITED

(FORMERLY BHATIA INDUSTRIES AND INFRASTRUCTURE LIMITED)

Corporate Information

1. Hemang Resources Limited (Formerly Bhatia Industries And Infrastructure Limited) (the Company) having CIN L65922TN1993PLC101885 was incorporated on 08/07/1993 under laws of Republic of India. The Company is mainly engaged in Trading of all type of Coal, Stevedoring, Logistic services & Trading in land.

NOTE – 1

STATEMENT OF COMPLIANCE

a) The financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016.

b) Up to the year ended 31st March, 2017, the Company prepared its financial statements in accordance with the requirements of previous GAAP prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014. The date of transition to Ind AS is 1st April, 2017.

SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of Preparation

a) In accordance with the notification issued by the Ministry of Corporate Affairs, the Company is required to prepare its Financial Statements as per the Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Accounting Standards) Amendment Rules, 2016 with effect from1st April, 2017. Accordingly, the Company has prepared these Financial Statements which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss, the Statement of Cash Flows and the Statement of Changes in Equity for the year ended 31st March, 2020, and a summary of the significant accounting policies and other explanatory information (together hereinafter referred to as "Financial Statements".

b) The financial statements of the Company are prepared in accordance with the Ind AS on the accrual basis of accounting. Whereas there was NO material difference in compliance of GAAP and Ind AS, management has continued recognition of the items that affects with IND AS in the financial statement at historical cost.

c) The financial statements are presented in Indian Rupees ('INR') and all values are rounded to the nearest lakh, except otherwise indicated.

1.2 Use of estimates

The preparation of the financial statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known / materialize.

1.3 Revenue Recognition:

a. **Coal Trading:**

Revenue from sale of coal is recognized on the basis of dispatches made to customers, which is considered as transfer of ownership and represents amount billed for goods sold excluding Sales Tax/ VAT/GST.

b. Revenue from sale of coal on High Seas basis is accounted for on the basis of date of agreement entered with the customers during the year.

c. Claims received for rejection/ quality in coal sold are netted off from sales amount, except for the claim related to the previous year which is shown under selling & distribution.

d. Other Income -Cargo Handling charges is the amount recovered in excess of the amount paid by the Company for the services in proportion of the quantity dispatched.

e. Dividend income is accounted when the right to receive it is established.

1.4 Fixed Assets & Capital work-in-progress:

a. Fixed Assets are stated at cost less accumulated depreciation except otherwise stated. Costs of Fixed assets are arrived at after including therein attributable expenses for bringing the respective assets to working condition.

b. The company does not have any Capital Work-in-Progress.

1.5 Depreciation:

Depreciation on Fixed Assets is provided using Straight Line Method. The Fixed Assets are depreciated over the useful life prescribed in Schedule II of the Companies Act, 2013. Depreciable amount is calculated after considering 5% of original cost as residual value. No Depreciation has been charged on Land held as Investment Property.

1.6 Inventories:

a. **Imported Coal:** At Cost (including Direct Expenses with specific identification method) or Market Price, whichever is lower.

b. **Indigenous Coal:** At Cost (including Direct Expenses) using FIFO Method or Market Price, whichever is lower.

c. **Goods In Transit/ Unclear Stock:** At Cost.

d. **Land:** Valued at Cost including Registration Expenses.

1.7 Retirement Benefits:

a. The Company has provided for value of unutilized leave due to employees at the end of the year.

b. The Company has taken Group Gratuity policy with the Life Insurance Corporation of India (LIC) for future payment of Gratuities calculated on the basis of actuarial Valuation and the premium paid on such policy has been charged to Profit & Loss Account.

1.8 Investment:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments.

Long term Investments are carried at cost. No provision has been made for diminution in the value of investments. The fair value of the investment in land which is valued at cost of Rs.8.98 lakhs could not be provided as valuation report not obtained in the recent years.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

1.9 Earning Per Share

Basic earnings per share is computed by dividing the Profit / (Loss) for the period after tax (including the post tax effect of extraordinary items, if any) attributable to equity shareholders after deducting preference dividends and any attributable tax thereto by the weighted average number of equity shares outstanding during the year.

1.10 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

1.11 Foreign Currency Transaction:

a. Transaction in foreign currency is accounted for at the exchange spot rate on the date of transaction. Receivable and payables are translated at the closing rate of exchange prevailing on Balance Sheet date. The difference because of fluctuation in the rate of exchange is recognized in the Profit & Loss account.

b. Transactions covered by cross currency swaps and options contracts to be settled on future dates are recognized at the year-end rates of the underlying foreign currency. Effect arising of the swap contract is being adjusted on the date of settlement.

c. Transaction covered by Forward contracts to be settled on future date recognized at the Hedged Rate of the underlying foreign currency at the year end.

d. Premium & Bank Margin incurred on Forward contracts to be settled on future date are proportionately recognized at the year end.

1.12 Borrowing Costs:

Borrowing cost includes Interest, amortization of ancillary costs incurred in connection with the arrangement of borrowing to the extent related / attributed to the acquisition / construction of qualifying assets are capitalized up to the date when such assets are ready for its intended use. All other borrowing costs are charged to Profit & Loss account.

1.13 Lease

Lease, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased items, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight line basis over the lease term.

1.14 Provisions and Contingent Liabilities:

A provision is recognized when an enterprises has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to present value and are determined based on best estimates required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent Liabilities are not provided for in the accounts and are disclosed by way of Notes.

1.15 Provision for Current and Deferred Tax:

Provision for current tax is made after taking into consideration benefits admissible under the provision of the Income Tax Act, 1961. Deferred Tax liabilities and assets are recognized at substantively enacted tax rates, subject to the consideration of prudence, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent period.

NOTE – 2

OTHER NOTES ON FINANCIALS STATEMENTS

2.1 Prior Period Adjustments includes Nil for current year (P.Y. NIL).

2.2 Additional information required under Para (viii) of Part II of Schedule III to the Companies Act, 2013, is follows:

(Rs. in Lakhs)

	Particulars		31.03.2020	31.03.2019
a.	Value of Import on C.I.F. basis		Nil	483.85
b.	**Earning in Foreign Currency**			
	i.	Export of goods on F.O.B. basis	Nil	Nil
	ii.	Royalty, Know-how	Nil	Nil
	iii.	Professional and Consultation fees	Nil	Nil
	iv.	Interest and Dividend	Nil	Nil
	v.	Commission Received	Nil	Nil
c.	**Expenditure in foreign currency**			
	i.	Dispatch/ Demurrages	Nil	Nil
	ii.	Commission	Nil	Nil
	iii.	Others	Nil	7.93

2.3 Related Party (IND AS- 24)

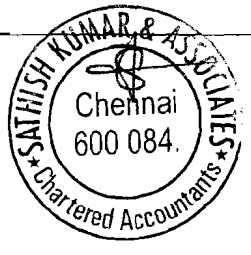
Certain transaction on account with concern / Companies of the group has taken place during the year. Details as required under Indian Accounting Standard -24 "Related Party Disclosure" prescribed under Companies (Indian Accounting Standard) Rules, 2015 is as under :-

Related Party Disclosures:

As per Indian Accounting Standard 24, the disclosures of Transactions with the related parties are given below:-

(i) List of related parties for current year (FY 2019-20) with whom transactions have taken place and relationship:-

Sr. No.	Name of Related Party	Relationship
1	Mr. Deepak Tiwary – WTD	Key Managerial Personnel
2	Miss. Komal J Thakker – CEO	
3	Mr. Premnath Sankar Rao - CFO	
4	Mr. Dharmendra Soyal - CS	



Outstanding Payable

SALARY

Sr. No.	Name of Related Party	Amount in Lakhs
1	Miss. Komal J Thakker – CEO	0.41
2	Mr. Premnath Sankar Rao- CFO	0.65
3	Mr. Dharmendra Soyal - CS	0.26

TRAVEL-REMIBURSEMENT

Sr. No.	Name of Related Party	Amount in Lakhs
1	NIL	NIL

(ii) List of related parties for previous year (FY 2018-19) with relationship:-

Sr. No.	Name of Related Party	Relationship
1. 2. 3.	Mr. Deepak Tiwary Mr. Premnath Sankar Rao Mr. Ankur Pareek	Key Managerial Personnel

Transactions During the Year with Related Parties:

Sr. No.	Nature Of Transaction	Key Management Personnel	Relatives of Key Management Personnel	Significant influence of KMP on other Enterprises	Grand Total
1	**Salary**	**18.00**	**-**	**-**	**18.00**
		10.74	-	-	*10.74*
2	**Leave Travel Allowance**	**0.44**	**-**	**-**	**0.44**
		0.25	-	-	*0.25*
3	**Director Remuneration (Incl. Other reimbur. Exp)**	**5.84**	**-**	**-**	**5.84**
		51.31	-	-	*51.31*
4	**Expenses incurred by KMP on behalf of Company**	**1.04**			**1.04**
		1.76			*1.76*

Note : Bold Figures represent Current Year Figures & Figures highlighted and in Italics represent Previous Year

2.4 Statutory Auditor's Remuneration

(Rs. in Lakhs)

	Auditor's Remuneration:	31.03.2020	31.03.2019
a.	Statutory Audit Fees	2.45	2.45
b.	Tax Audit Fees	1.05	1.05
c.	Other Services	0.14	0.35

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2.5 Derivative Instruments:

The Company uses forward exchange contracts and currency options to hedge its exposure in foreign currency. The information on Derivative Instruments is as follows:

a. Derivative Instrument outstanding as at end of the period are as under: (Hedged amount)

(Rs. in Lakhs)

	31.03.2020		31.03.2019	
Currency Pair	**Buy**	**Sell**	**Buy**	**Sell**
INR/ USD	-	-	-	-

b. Foreign Exchange Currency Exposures recognized by the Company that have not been hedged by Derivative instrument or otherwise as at end of the period are as under:

(Rs. in Lakhs)

	31.03.2020		31.03.2019	
Currency Pair	**Buy**	**Sell**	**Buy**	**Sell**
USD / INR	176.23	-	40.51	-

2.6 Segment (IND AS – 108)

The Company's operations comprises of Trading of Coal and Infrastructure/ Trading of Land. Reporting of these segments has been done as required in Indian Accounting Standard – 108 "Operating Segments" prescribed under Companies (Indian Accounting Standard) Rules, 2015.

2.7 Contingent Liabilities not provided for:

(Rs. in Lakhs)

a.

S. No.	Contingent Liability not provided for:	31.03.2020	31.03.2019
i.	Bills Discounted with Banks.	-	-
ii.	Bank Guarantees	*575.50	575.00
iii	Corporate Guarantee Given to Union Bank of India on Behalf of Bhatia global Trading Limited	18166	18166

*** Rs.500 Lakhs Bank Guarantee-Indo Unique Flame Limited.**
Rs. 75 Lakhs Bank Guarantee-Customs Department-Refer Point No: 2.7-e.

b. The Deputy Commissioner of Commercial Taxes, Surat, has passed an assessment order along with demand notice for Rs. 36.67 lakhs for financial year 2006-07 under Gujarat VAT Act, 2003. The Company has filed an appeal with Joint Commissioner of Commercial Tax, Surat against the above order which is pending for order. The Management is of the opinion that no provision is required for such liability. Meanwhile the company has paid Rs. 8.00 lakhs on 17.06.2011 being part payment towards above pending demand.

c. The Deputy Commissioner of Sales Tax, Surat has passed Assessment order along with demand notice for the financial year 2012-13 under Gujarat VAT Act, 2003 & CST Act, 2003 for Rs.1033.42 lakhs. The A.O. has charged tax on other income and disallowed Highseas Sale, also calculated Interest u/s 42(6) and Penalty

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under section 34(12) of Gujarat Vat Act,2003. The Company has not accepted the above demand and filed a Writ Petition against the order before Gujarat High Court, Ahmedabad. However there is no provision required as per the management. The Management is of the opinion that no provision is required for such liability.

d. The Deputy Commissioner of Sales Tax, Chandrapur, has issued Penalty order of Rs. 0.28 Lakhs under section 61 (2) of MVAT Act towards late submission of VAT Audit report for the financial year 2007-08. The Company did not accept the above demand and filed an appeal before Joint Commissioner of Sales Tax (Appeal), Nagpur, Maharashtra. The appeal is pending before the Joint Commissioner. Against the said demand, the Company has paid a sum of Rs. 0.10 Lakhs, being part payment towards pending demand. However there is no provision required as per the management. The Management is of the opinion that no provision is required for such liability.

e. The Customs department has passed an order for the financial year 2013-14 and demanded differential duty, Interest and penalty on the ground that fake certificate of country of origin was produced based on which benefit of exemption taken for Rs.81.91 Lakhs. The Company has not accepted the above order and filed an appeal. The Company has already paid Bank Guarantee of Rs. 75.00 Lakhs with self-renewal clause. Against this demand, the company has paid a sum of Rs.1.99 Lakhs, being Pre-deposit of pending demand. The Management is of the opinion that no provision is required for such liability.

f. The Customs department has passed an order and demanded differential duty, interest and penalty amounting to Rs. 277.54 lakhs for the financial year 2012-13 on the ground of classification of Coal i.e. Bituminous Coal, whose GCV moist mineral matter free basis more than 5833 Kcal/kg. The Company did not accept the above order and filed an appeal. The company has paid a sum of Rs.22.30 Lakhs being Pre-deposit of pending demand. The Management is of the opinion that no provision is required for such liability.

g. The Customs department has passed an order and demanded differential duty and Interest amounting to Rs. 63.61 lakhs on the ground of classification of Coal i.e. Lignite coal, whose GCV moist mineral matter free basis less than 4614Kcal/Kg for the financial year 2014-15. The Company did not accepted the above orders and filed appeal before CESTAT, Bangalore. Against the said demand, the Company has paid a sum of Rs. 11.13 Lakhs being Pre-deposit of pending demand. The Management is of the opinion that no provision is required for such liability.

h. An Execution Petition No. 240/2011 filed by Vitol against Asian Natural Resources India Ltd. (ANRIL) is pending before the Bombay High Court. During pendency of the said execution petition 54300 MT of coal was imported by Sharp Corp in the vessel named MV Vishva Ekta which was discharged at Tuticorin Port. Hemang Resources Ltd. (HRL) entered into two HSS agreement with Sharp Corp for purchase of 34300 MT coal. At the instance of Vitol, Bombay High Court vide Judges order no. 215/2014 issued precept to Tuticorin Court for attachment of entire quantity of 54300 MT coal. Tuticorin Court vide order dated 22.12.2014 passed in EA No. 159/2014 attached the coal. Later on the Tuticorin court vide order dated 10.12.2015 released 20000 MT coal owned by Sharp Corp and the remaining quantity of 34300 MT coal remained attached.

On attachment of coal of HRL, HRL approached Bombay High Court for releasing the coal on the ground that, they are not party to the Execution Petition hence the coal owned by them cannot be attached. However the court dismissed their application against which they went in appeal. The Bombay High Court vide order dated 06.09.2016 passed in Appeal No. 794/2015 held that, " on account of various factors such as common directorships, interlocking shareholding HRL is not only part of ANRIL/BIL group, but are alter-egos" hence the attachment of coal was upheld.

That out of 34300 MT 17300 MT coal was auctioned to Global Coal Ventures Pvt. Ltd. in compliance to the order dated 16.11.2016 passed by Tuticorin Court and the balance coal of 17000 MT was also auctioned by the Court Receiver appointed by the Bombay High Court to Global Coal Ventures Pvt. Ltd. for a sum of Rs. 3,14,50,000/- which was deposited with the Court Receiver.

HRL had filed an application under Order 21 Rule 58 of Civil Procedure Code before Tuticorin Court claiming his title over the 34300 MT and also filed an application for transferring the said amount Rs. 3,14,50,000/- to Tuticorin Court. But both the said applications were returned back to HRL holding that the applications are not

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maintainable. Against this order the management is in the process of filing petition before the Madurai High Court. The Management is hopeful of favorable orders from the higher courts and hence no provision has been made.

Further there was an order received from High Court of Judicature at Bombay Ordinary and Original Civil Jurisdiction Chamber Summons No. 1364 of 2018 in Execution Application No.240 of 2011 dated 10.01.2019, Global Coal Ventures Pvt Ltd has taken out chamber summons seeking refund of Rs.78,63,758/- as Global Coal Ventures Pvt Ltd had paid for 17000 Mt but got delivery of only 12,749.32 Mt and therefore Global Coal Ventures has paid for 4250.680 MT coal which the coal was not received.

Global Coal Ventures states that they have paid excess of Rs.78,63,758/- to the court receiver and therefore the said amount to be refunded.

The court was satisfied that the actual available quantity was 12749.32 Mt only and certainly Global Coal Ventures Pvt Ltd has paid excess a sum of Rs.78,63,758/- and therefore they are entitled to be refunded.

i. The Assistant Commissioner of Sales Tax, Surat has passed Assessment order along with demand notice for the financial year 2013-14 under Gujarat VAT Act, 2003 & CST Act, 2003 for Rs.1144.00 lakhs. The A.O. has charged tax on Highseas Sale, ITC. Also the Credit note disallowed and Interest calculated on Interstate sales u/s 42(6) and Penalty under section 34(12) of Gujarat Vat Act,2003. The Company has not accepted the above demand and filed a appeal before DCCT, Surat. But Appellant Authority has rejected appeal and stay application on the basis of pre-deposit condition. We have paid Rs.5 Lakhs on 15.09.18 towards pre-deposit for admission.

j. The Assistant Commissioner of Sales Tax, Chennai has sent NOTICE for the financial year 2010-11 under Tamilnadu VAT act, 2006 for Rs.0.23 lakhs.

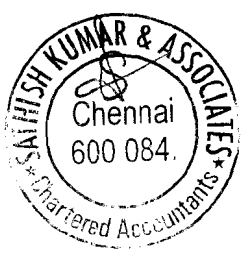
k. The Deputy Commissioner of Sales Tax, Chandrapur has sent Demand Notice dated 24.11.17 Under section 32 of The Maharashtra Value Added Tax Act. 2002 towards VAT payable amounting to INR 0.86 Lakhs and Interest on VAT payable amounting to INR 0.63 Lakhs for the year 2013-14. Pre-deposit of INR 0.09 Lakhs has been made for the same.

l. The Deputy Commissioner of Sales Tax, Surat has sent Assessment Order dated 31.03.17 Under section 32/34/35 of Gujarat Value Added Tax Act, 2003 towards CST payable amounting to INR 1.97 Lakhs for the year 2012-13. Pre-deposit of INR 0.39 Lakhs has been made for the same. As per the order or notice dated 02.01.2019 the CST payable revised to INR 1.28 Lakhs.

m. The Commissioner of Customs appeal, Ahmedabad, has passed order and demanded differential duty and Penalty (7 Lakhs) total amounting to Rs. 52.78 lakhs on the ground of classification of Coal. The company did not accepted the above orders and filed appeal (Appeal No: 244/2014-23.02.2015) before CESTAT-Ahmedabad, Surat. Pre deposit 10% on 45.78 lakhs has been paid INR 114455 on 20.07.2015 and INR 343366 paid by SURAT branch vide Ch.No 568778/26.05.17

2.8 Company has created Capital Redemption Reserve of Rs.57.14 Lakhs (Previous year Rs. 57.14 Lakhs)out of the retained earnings for the redemption of the 2% Cumulative Redeemable Preference Share. The allocation is in proportion of the Preference Share Capital to the redemption period. Due to loss the company has created Capital Redemption Reserve for the current year from accumulated profit of the earlier years.

2.9 The Assistant Commissioner, Commercial Tax, Vepery Assessment Circle, Chennai, TamilNadu.has sent Notice dated 04.02.19 under TN VAT ACT 2006, levied Tax of Rs.6.94 lakhs u/s 27(1) and Penalty of Rs.10.41 lakhs u/s 27(3) for the stock value of Rs.1.39 crores. Subsequent to the notice, we have filed petition (AP No.93/2019 VAT) with 25% deposit amount of Rs.1.73 lakhs towards appeal deposit fee. We have received NIL order dated 09.04.2019 passed by Appellate Deputy Commission of Commercial Tax, Chennai-Central.



2.10 As per condition of lending banks, Board of Directors did not recommend the dividend of Rs.16.00 Lakhs on 8,00,000 2% Cumulative Redeemable Preference Shares of face value of Rs.100/- each, for the Financial year ended 31st March 2020.

2.11 The Company is in process of obtaining information from its suppliers/vendors and service providers and Company has written confirmation letters to parties for disclosure as required under Micro, Small and Medium Enterprises Development Act, 2006.

2.12 During the earlier years, the Company has made Interstate sales of Rs. 15168.14 Lakhs against 'C' Form, for which 'C' Forms amounting to Rs.14121.68 Lakhs has been received from the customers. Based on the past experience, the management is confident to receive balance 'C' Forms from the customers till the finalization of assessment and therefore differential tax liability on non-receipt of 'C' forms has not been treated as Contingent Liability.

(Rs. In Lakhs)

Financial Year	Total Interstate Sales	C Form Received	C Form Pending
2013-14	868.52	716.19	152.33
2014-15	8,078.25	7,570.89	507.36
2015-16	4,053.59	3,804.42	249.17
2016-17	2,110.17	1,972.58	137.59
2017-18	57.61	57.61	-
Total	**15,168.14**	**14,121.68**	**1,046.46**

2.13 The balances of Sundry Debtors, other deposits and advances are subject to confirmation from respective parties. Letter seeking confirmations have been sent by the Company but some parties are still to confirm the balances. In view of confirmation not having been received from all customers, the balances under these heads have been shown as per the books of accounts and are subject to reconciliation, if any. However, in the opinion of the management, the respective assets have been shown in the Balance Sheet are according to their realizable value. The adjustment, if any on reconciliation which in the opinion of the management would not be material, would be made once the accounts are fully reconciled.

Sundry Debtors amounting to Rs.3132.95 Lakhs are outstanding more than 180 days. The management is of the opinion that whole amount will be recovered from parties so that the company has not created any provision on such debtor.

2.14 The previous year figures are regrouped and rearranged wherever necessary, in order to make it comparable with current year.

2.15 We have been requesting Central Bank of India for One Time Settlement and the same was approved by Central Bank of India vide their Sanction letter No. MCB/2018-19/319 dated 12.09.2019 for Rs.900 lakhs.

Repayment plan was as under:

a) Rs. 160 lakhs to be deposited on or before 30.09.2019 (this is after adjusting Rs.90 lakhs of security paid for Settlement Proposal)
b) Rs.350 lakhs to be deposited on or before 31.12.2019.
c) Balance of Rs.300 lakhs to be deposited before 31.03.2020.
d) Interest @ MCLR @ 8.30% to be charged as per Recovery policy guidelines.

As per the repayment terms Rs.160 lakhs was paid before 30.09.2019, Rs.350 lakhs before 31.12.2019, but only Rs. 253.08 lakhs was paid by 31.03.2020 instead of Rs.300 lakhs. There was a shortfall of Rs. 46.92 lakhs and the shortfall was due unprecedented lockdown in the country in view of COVID-19.

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A request was placed to the bank for the extension which was primarily due to exceptional situation of complete lockdown and the same was accepted by the bank and permitted to remit the balance amount before 30.06.2020.

As per the extension request balance of Rs.46.92 lakhs against the sanction letter was remitted before signing of the balance sheet.

2.16 Bank of India, Financial Creditor has filed an application for initiation of Corporate Insolvency Resolution Process ("CIRP") before the National Company Law Tribunal, Chennai Bench against the company claiming a default of Rs. 24,39,60,353/- in aggregate.

However, Bank of India is keen on settling the account through One Time Settlement.

2.17 Hemang Resources Ltd had filed a petition under Section 9 of the Insolvency and Bankruptcy Code, 2016 (herein referred to as "IBC") before the Honourable National Company Law Tribunal, Chennai Bench, against GTC for initiation of Corporate Insolvency Resolution Process (herein referred to as "CIRP") and the same was numbered as CP/1484/IB/2018. The application is being heard and adjourned from time to time by the said Honourable National Company Law Tribunal.

But Mr. Syed Khaja Alimuddeen, Whole Time Director of GTC Coal Private Limited agrees to settle the dues of HRL for and behalf of GTC Coal Private Limited by transfer / sell all piece and parcel of vacant land situated at Plot No.5, SUN VIEW, Kanathur Reddy Kuppam Village, Tiruporur Taluk, Kancheepuram District measuring an extent of 1206 square feet for approximate value of Rs.40 lakhs. Mr. Syed Khaja Alimuddeen declares that he is legal and rightful owner of this unencumbered property and has all the rights to transfer the said property, documents/ deeds to Mr. Deepak Tiwary, Ex-Whole Time Director and Ex-Chief Executive Officer of Hemang Resources Ltd.

Mr. Syed Khaja Alimuddeen has transferred Power of Attorney to Mr. Deepak Tiwary, Ex-Whole Time Director and Ex-Chief Executive Officer of Hemang Resources Ltd.

As per our report of even date attached
For SATHISH KUMAR & ASSOCIATES
Chartered Accountants
FRN: 017448S

SATHISH KUMAR & ASSOCIATES ★Chartered Accountants★ Chennai 600 084.

Sathish Kumar M
Proprietor
Membership No: 240966
UDIN : 20240966AAAAAH1640

HEMANG RESOURCES LIMITED

Place : Chennai
Date : 29-JUN-2020

For and on behalf of the Board
Hemang Resources Limited

S. V. Chaoji
Director
DIN: 03464544

Sumit Subhash Upadhyay
Director
DIN: 08526456

Komal J Thakker
Chief Executive Officer

Premnath Sankar Rao
Chief Financial Officer

Dharmendra Soyal
Company Secretary