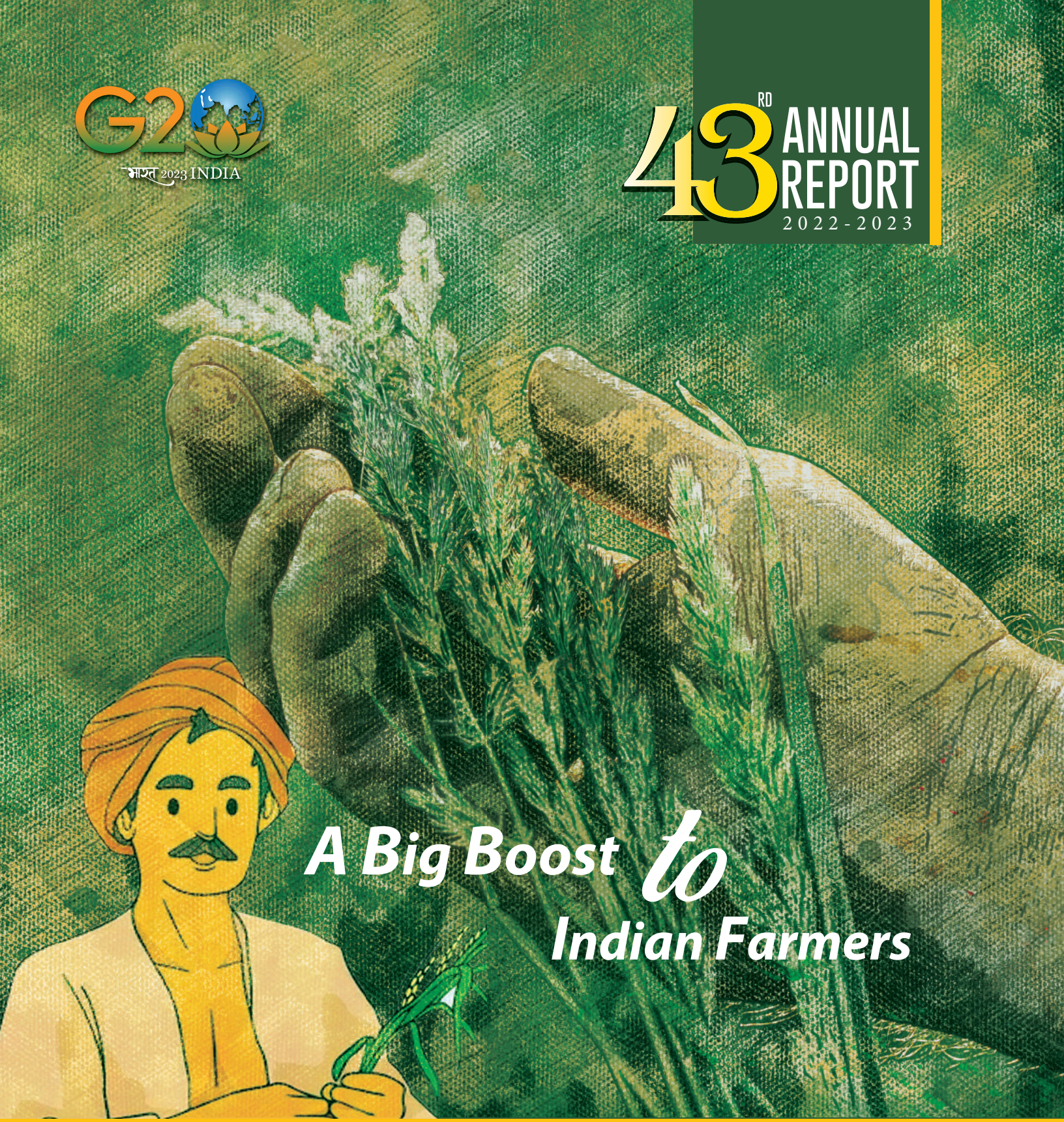




43RD ANNUAL
REPORT
2022 - 2023



*A Big Boost to
Indian Farmers*

KRIBHCO
Cooperative and beyond...



Dr. Chandra Pal Singh, Chairman, Kribhco addressing the RGB delegates in 42nd AGM which was held in New Delhi on 29th September 2022

CONTENTS

2

Performance Highlights

3

Growth at a Glance

4

Sources and Application of Funds

5

Board of Directors

10

Financials at a Glance

11

Directors' Report

25

Independent Auditors' Report

28

Financial Statement

32

Cash Flow Statement



PERFORMANCE HIGHLIGHTS

Ammonia
Production

13.24
Lakh MT

Urea
Production

22.21
Lakh MT

Urea Dispatch
(Rail + Road)

22.26
Lakh MT

Urea Sales
(KRIBHCO -
HAZIRA)

22.29
Lakh MT

Total Urea
Sales
(KRIBHCO +
KFL + Govt.
A/C)

38.19
Lakh MT

Imported
DAP + MAP
Sales
(KRIBHCO)

12.87
Lakh MT

Imported
NPK+NPS
Sales
(KRIBHCO)

6.03
Lakh MT

Bio-Fertilisers
Sales
(Liquid)

9.60
Lakh Litre

City Compost
Sales

51.12
Thousand MT

GROWTH AT A GLANCE

(₹ in crore)

	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-2015	2013-2014
EARNINGS										
Sales	6,978.72	4,119.02	4,702.77	4,228.73	3,665.74	3,061.72	3,027.60	3,282.00	2,552.03	2,558.28
Concession/Remuneration from Govt.of India	16,925.45	7,862.41	4,786.99	5,762.89	5,513.39	3,762.81	3,572.13	4,079.45	3,125.52	2,495.91
Other Revenue	1,810.90	1,213.07	308.94	127.24	146.04	128.46	77.44	167.69	72.43	209.83
	25,715.07	13,194.50	9,798.70	10,118.86	9,325.17	6,952.99	6,677.17	7,529.14	5,749.98	5,264.02
OUTGOINGS										
Raw Material, Packing, Stores, Power, Fuel, etc.	9,881.25	6,229.09	3,685.51	4,725.25	4,811.62	3,423.23	3,183.62	3,575.79	3,067.52	2,480.54
Purchases - Fertilisers, Seeds & Chemicals	12,642.31	6,911.29	3,656.98	2,941.53	2,711.81	1,757.05	2,015.88	2,231.21	1,294.90	1,345.87
Changes in Inventory (Accretion/Decretion)	276.50	(3,077.63)	55.13	254.33	(212.87)	(28.58)	(393.32)	(138.94)	46.87	(46.70)
Employees' Remuneration & Benefits	360.13	454.81	466.02	391.66	382.33	380.88	342.04	323.21	300.98	304.79
Other Expenses (including Net Prior Period Income/Expenditure)	1,342.89	964.07	1,087.67	1,176.79	1,030.97	958.87	1,013.90	942.00	703.93	734.86
Finance Cost	325.50	80.99	184.17	294.95	290.17	194.76	225.21	219.70	178.60	162.14
Depreciation	123.33	116.20	115.91	107.76	105.60	104.22	99.24	101.26	105.18	100.01
	24,951.91	11,678.82	9,251.39	9,892.27	9,119.63	6,790.43	6,486.57	7,254.23	5,697.98	5,081.51
Profit before exceptional items & tax	763.16	1,515.68	547.31	226.59	205.54	162.56	190.60	274.91	52.00	182.51
Exceptional Items	-	(22.42)	(34.18)	(558.86)	-	-	-	-	-	-
Profit / (Loss) Before Tax	763.16	1,493.26	513.13	(332.27)	205.54	162.56	190.60	274.91	52.00	182.51
Provision for Taxation (Net)	194.34	318.82	144.68	(152.24)	37.98	53.25	69.12	86.56	28.12	60.58
PROFIT/(LOSS) AFTER TAX	568.82	1,174.44	368.45	(180.03)	167.56	109.31	121.48	188.35	23.88	121.93
Opening Balance in Statement of Profit & Loss	-	-	-	77.79	70.15	-	-	-	-	-
Amount Transferred to/from Div.Equalisation Fund (Net)	-	110.00	42.09	-	0.00	(0.72)	0.00	25.00	-43.78	0.00
Dividend Payout*	77.68	77.76	57.91	77.79	70.15	0.00	58.46	77.85	58.47	73.06
Contribution to Cooperative Education Fund	5.69	10.64	2.68	-	1.67	1.09	1.21	1.63	0.24	1.22
Donations	0.40	0.40	0.40	-	0.40	0.40	0.40	0.40	0.40	0.40
RETAINED PROFIT/(LOSS)	485.05	975.64	265.37	(180.03)	165.49	108.54	61.41	83.47	8.55	47.25

* Dividend of ₹ 77.68 Crore for the year 2021-22 was paid in FY 2022-23. On approval in the AGM, proposed Dividend of ₹ 77.72 Crore for the year 2022-23 shall be accounted in the year of payment.

SOURCES AND APPLICATION OF FUNDS

(₹ in crore)

	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
SOURCES										
Share Capital and Application Money	388.69	388.68	388.91	389.35	389.17	389.79	389.85	389.29	389.99	389.92
Reserves and Surplus	4,739.92	4,254.42	3,168.46	2,860.69	3,118.71	3,023.26	2,915.35	2,853.83	2,745.15	2,793.49
Net Worth	5,128.61	4,643.10	3,557.37	3,250.04	3,507.88	3,413.05	3,305.20	3,243.12	3,135.14	3,183.41
Long Term Borrowings	-	-	-	-	-	-	-	75.18	197.36	503.52
Other Long Term Liabilities	26.27	28.13	7.90	14.50	6.03	4.88	10.74	37.41	8.22	20.28
Long term Provisions	179.69	192.11	207.13	213.52	211.73	204.55	185.39	166.44	159.23	149.10
Short Term Borrowings	5,315.39	2,853.19	1,622.86	5,066.69	4,678.35	3,061.98	3,277.90	3,140.73	2,168.58	1,617.90
Deferred Tax Balance	185.20	188.00	260.00	129.82	247.02	251.56	234.01	210.96	178.71	14.60
FUNDS EMPLOYED	10,835.16	7,904.53	5,655.26	8,674.57	8,651.01	6,936.02	7,013.24	6,873.84	5,847.24	5,488.81
APPLICATION										
Property, Plant and Equipment										
Gross Block (including Intangible assets and capital work in progress)	3,651.58	3,513.48	3,486.75	3,431.85	3,231.14	3,193.16	3,163.76	3,048.24	3,007.39	2,956.61
Less: Depreciation	2,025.53	1,910.43	1,797.52	1,687.38	1,590.96	1,489.51	1,387.34	1,290.29	1,190.65	1,068.38
Net Block (A)	1,626.05	1,603.05	1,689.23	1,744.47	1,640.18	1,703.65	1,776.42	1,757.95	1,816.74	1,888.23
Long Term Investment and Loans & advances (B)	1,658.73	1,454.28	1,394.14	1,633.44	1,627.92	1,633.01	1,625.10	1,514.48	1,420.32	1,408.62
Working Capital:										
Current Assets	9,336.63	7,818.30	3,792.63	6,304.41	6,428.49	4,402.41	4,409.44	4,365.74	3,286.65	3,046.37
Less: Current Liabilities and Provisions	1,786.25	2,971.10	1,220.74	1,007.75	1,045.58	803.05	797.72	764.33	676.47	854.41
Net Working Capital (C)	7,550.38	4,847.20	2,571.89	5,296.66	5,382.91	3,599.36	3,611.72	3,601.41	2,610.18	2,191.96
NET ASSETS EMPLOYED (A+B+C)	10,835.16	7,904.53	5,655.26	8,674.57	8,651.01	6,936.02	7,013.24	6,873.84	5,847.24	5,488.81

SIGNIFICANT FINANCIAL RATIOS

	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
1. Profit/(Loss) to Average Net Worth	15.62	36.42	15.08	(9.83)	5.94	4.84	5.82	8.62	1.65	5.78
2. Current Ratio	5.23	2.63	3.21	6.26	6.15	5.47	5.52	5.71	5.32	3.57
3. Quick Ratio	3.26	1.37	2.66	5.52	5.19	4.50	4.57	5.17	4.87	3.16
4. Working Capital in terms of Cash Cost of Goods Sold (Months)	3.65	5.03	3.55	6.50	7.17	6.46	6.78	6.04	5.73	5.28
5. Sundry Debtors to Sales (Months)	1.41	2.00	2.56	6.01	6.57	5.76	6.10	5.96	5.74	5.99
6. Inventory of Finished Goods to Sales (Months)	1.70	3.67	0.73	0.76	1.16	1.19	1.18	0.41	0.23	0.37
7. Debt Equity Ratio	1.04:1.0	0.61:1.0	0.46:1.0	1.56:1.0	1.33:1.0	0.90:1.0	0.99:1.0	1.0:1.0	0.77:1	0.71:1

BOARD OF DIRECTORS

CHAIRMAN

Dr. Chandra Pal Singh

VICE CHAIRMAN

Sh. V. Sudhakar Chowdary

DIRECTORS

Dr. Bijender Singh

Dr. Sunil Kumar Singh

Sh. Bhanwar Singh Shekhawat

Sh. Pareshbhai R. Patel

Sh. Maganlal Dhanjibhai Vadaviya

Sh. Rajanna Rajendra

Sh. Bhikhabhai Zaverbhai Patel

Sh. Ponnam Prabhakar

MANAGING DIRECTOR

Sh. Rajan Chowdhry

OPERATIONS DIRECTOR

Sh. M.R. Sharma

DIRECTOR HR - NON BOARD

Sh. S. S. Yadav

MARKETING DIRECTOR

Sh. V.S.R. Prasad

FINANCE DIRECTOR

Sh. Manish Kumar

BOARD OF DIRECTORS



Dr. Chandra Pal Singh
Chairman



Sh. V. Sudhakar Chowdary
Vice-Chairman



Dr. Bijender Singh



Dr. Sunil Kumar Singh



Sh. B.S. Shekhawat



Sh. Pareshbhai R. Patel



**Sh. Maganlal Dhanjibhai
Vadaviya**



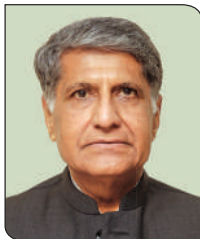
Sh. Rajanna Rajendra



Sh. Bhikhabhai Z. Patel



Sh. Ponnam Prabhakar



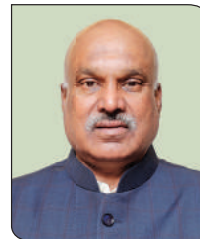
Sh. Rajan Chowdhry



Sh. M.R. Sharma



Sh. S. S. Yadav
(Non-board)



Sh. V. S. R. Prasad



Sh. Manish Kumar

EX-CHAIRMEN



Sh. P.R. Dubhashi
October 1980- September 1981



Sh. P.S. Kohli*
October 1981- November 1984



Sh. Bansi Lal Mehta
November 1984 - November 1987



Sh. Udai Bhan
December 1989 - May 1993



Lt. Sh. Hari Krishna Shastri
May 1993 - May 1996



Sh. K. Srinivas Gowda
June 1996 - July 1999



Dr. Chandra Pal Singh
July 1999 - May 2010



Lt. Sh. V.R. Boda
May 2010 - February 2015

*Chairman-cum-Managing Director (November 1981- November 1982)

EX-MANAGING DIRECTORS



Lt. Sh. Paul Pothan
November 1980 - November 1981



Lt. Dr. K.S. Gill
November 1982 - November 1983



Lt. Sh. H.C. Grover
November 1983 - October 1985



Sh. M.H. Avadhani**
October 1985 - June 1986



Lt. Dr. K.K.S. Chauhan
June 1986 - May 1990
September 1991 - January 1992



Lt. Sh. H.S. Kohli**
May 1990 -September 1991



Sh. Naseem Ahmad**
January 1992 - April 1993



Sh. A.K. Mukhopadhyay
April 1993 - July 1996



Lt. Sh. R.L. Saha**
August 1996 - March 1997



Sh. S. Kabilan**
April 1997 - October 1997



Sh. P.P. Singh
October 1997 - January 2001



Sh. V.N. Rai
February 2001 - July 2006



Sh. B.D. Sinha
July 2006 - March 2014



Sh. N. Sambasiva Rao
April 2014 - December 2019

**Additional Charge/Acting Managing Director

EXECUTIVES

Executive Director (F&A)



Sh. R.S. Mathur

CHIEF GENERAL MANAGERS/GENERAL MANAGERS



Sh. C.J. Shah
CGM (Inst. & Elect.)



Sh. C.S. Azad
CGM (Proj.)



Sh. Amit Kumar Jana
GM (Mech. & Civil)



Sh. Piush Kumar
GM (Commercial)



Sh. Pankaj Tayal
GM (Prodn.)



Sh. B. Shishodia
GM (Prodn.)



Sh. J. Sondhi
GM (Mech.)



Sh. P. Singh
GM (Tech.)



Sh. S.T. Makwana
GM (HR)



Dr. Adesh Kumar
GM (Mktg.)

JOINT GENERAL MANAGERS



Sh. Anil P. Desai
JGM (Prodn.)



Sh. S.K. Mahapatra
JGM (Tech.)



Sh. Upendra Kumar
JGM (Prodn.)



Sh. AK Patel
JGM (Mech)



Dr. Payoj Tewari
JGM (Med.)



Sh. Raghunath Ghosh
JGM (Proj.)



Sh. Sanjay Kansal
JGM (Proj.)



Dr. N. K. S. Chauhan
JGM (Mktg.)



Sh. Kamal Jeet
JGM (HR.)



Sh. Gajendra Singh
JGM (Mktg.)

EXECUTIVES

CORPORATE OFFICE

Sh. Dinesh Kumar Yadav

Dy. General Manager (HR)

Sh. Ashutosh Singh

Dy. General Manager (Tech.)

Sh. Shishir Kumar Singh

Dy. General Manager (Tech./ Vig.)

Sh. Sumer Lal Meena

Dy. General Manager (Project)

Sh. Deepak Kumar

Dy. General Manager (Tech.)

Sh. Vijaya Anand

Dy. General Manager (MS)

Sh. Puneet Gupta

Dy. General Manager (F&A)

Sh. Azhar Hasan Usmani

Dy. General Manager (Tech.)

Sh. Rajesh Babu Meena

Dy. General Manager (MS)

HAZIRA COMPLEX

Sh. Maheshkumar L Panchal

Dy. General Manager (Mech)

Dr. Jyoti Raihan

Dy. General Manager (Med)

Sh. Saurav Kumar Paul

Dy. General Manager (Elect)

Sh. Vivek Kumar Singh

Dy. General Manager (Civil)

Sh. Nanji M Bhoj

Dy. General Manager (Inst)

Sh. Vikas Singh

Dy. General Manager (F&A)

Sh. Sunil Gaur

Dy. General Manager (HR)

Sh. Alok Kumar

Dy. General Manager (Civil)

Sh. Sunil Kumar VA

Dy. General Manager (MS)

Sh. Devji Hadiya

Dy. General Manager (Mech)

Sh. Sagar Kumar Biswas

Dy. General Manager (Process)

Sh. Ganesh Prasad Toppo

Dy. General Manager (Mtls)

MARKETING DIVISION

Dr. Vinod Kumar Tiwari

Dy. General Manager (Mktg)

Dr. Pradeep Kumar

Dy. General Manager (Mktg)

Dr. Rajeev Kumar

Dy. General Manager (Mktg)

Sh. Ravindra Singh Balyan

Dy. General Manager (Mktg)

Dr. Haribhan Singh

Dy. General Manager (Mktg)

Sh. Gajendra Kumar

Dy. General Manager (Mktg)

Sh. LP Goodwin

Dy. General Manager (Mktg)

Sh. Nand Ram Bhakar

Dy. General Manager (Mktg)

Sh. Yash Pal Singh Shishodia

Dy. General Manager (Mktg)

JOINT STATUTORY AUDITORS

M/s G. S. Mathur & Co.

Chartered Accountants

A-160,

Defence Colony,

New Delhi-110 024

M/s Dhawan & Co.

Chartered Accountants

312, Wegmans House,

21, Veer Savarkar Block, Shakarpur,

Vikas Marg, Delhi-110 092

M/s S. K. Mehta & Co.

Chartered Accountants

302-306, Pragati Tower,

26, Rajendra Place,

New Delhi-110 008

MAIN BANKERS

State Bank of India

HDFC Bank

Axis Bank

ICICI Bank

Punjab National Bank

Indusind Bank

Saraswat Bank

Union Bank of India

Karnatka Bank

IDBI Bank

REGISTERED OFFICE

A-60,

Kailash Colony,

New Delhi-110 048

CORPORATE OFFICE

KRIBHCO BHAWAN

A-8-10,

Sector-1,

Noida-201301

Distt.

Gautam Budh Nagar

(U.P.)

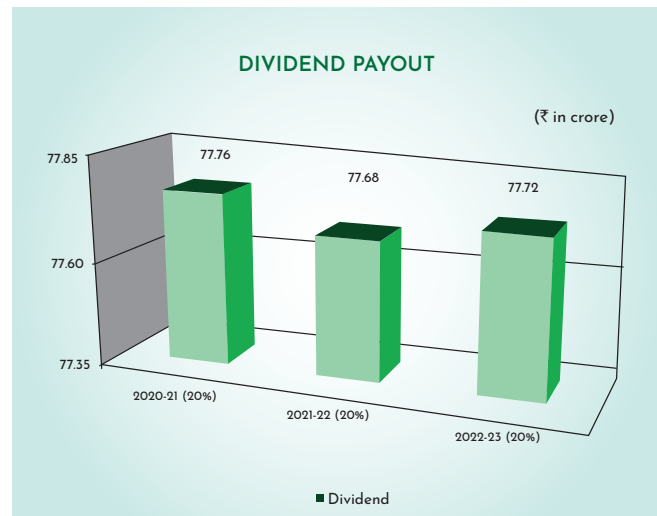
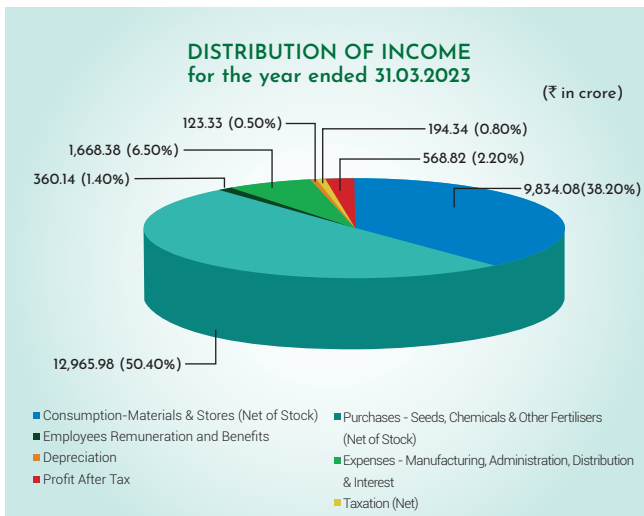
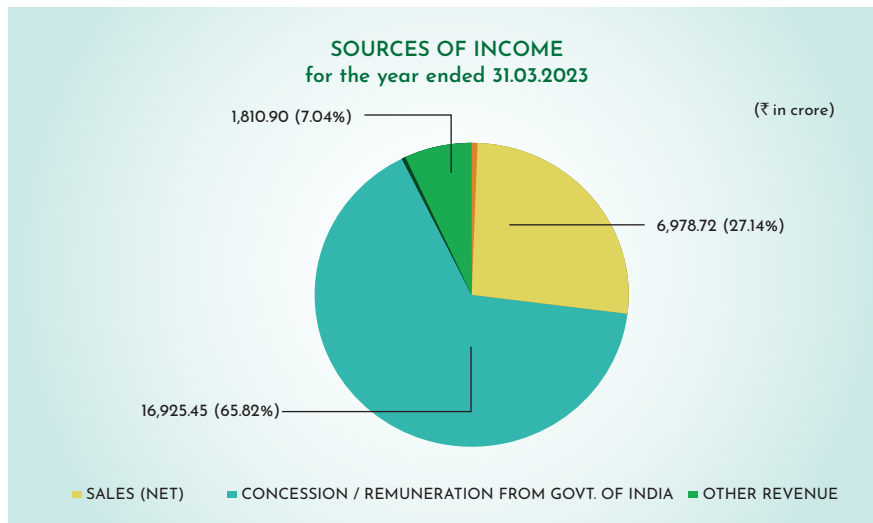
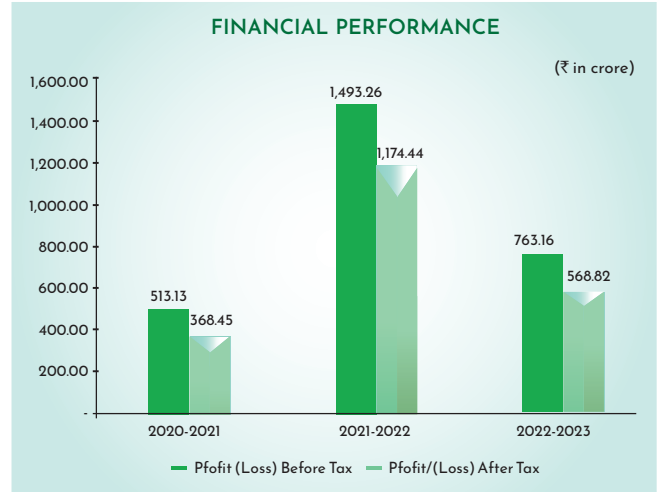
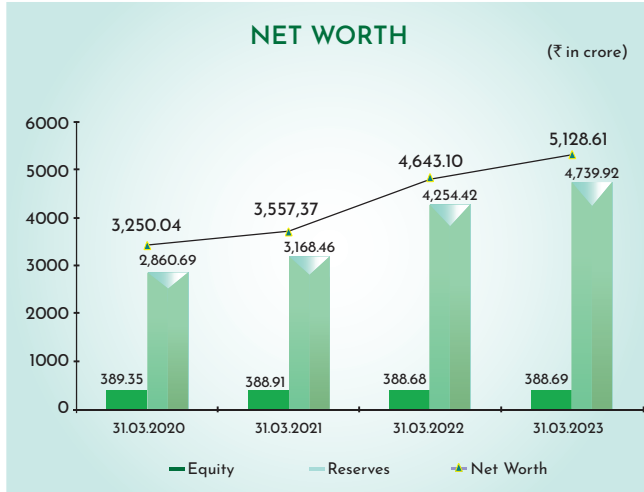
PLANT OFFICE

P.O. KRIBHCO Nagar,

Distt. Surat-394 515,

Gujarat

FINANCIALS AT A GLANCE



DIRECTORS' REPORT

Dear Co-operators,

The Directors of your Society feel immense pride in presenting to you the 43rd Annual Report and the Audited Statement of Accounts of your Society for the Financial Year 2022-23.



Board of Directors, **KRIBHCO** addressing 42nd AGM held on **29th September 2022** in New Delhi.

1. Financial Performance

Your Society has earned a pre-tax profit of ₹763.16 crore. The Net worth of the Society has increased from ₹4,643.10 crore as on 31st March, 2022 to ₹5,128.61 crore as on 31st March, 2023.

(₹ in Crore)

Particulars	2022-23	2021-22
Sales Turnover including Subsidies	23,904.17	11,981.43
Other Revenue	1,810.90	1,213.07
Income	25,715.07	13,194.50

Particulars	2022-23	2021-22
Profit/ (Loss) Before Tax (PBT)	763.16	1,493.26
Provisioning for Tax (Net)	194.34	318.82
Profit/ (Loss) After Tax (PAT)	568.82	1,174.44

2. Appropriations

The provision for Contribution towards Capital Repatriation Fund and Dividend Equalisation Fund

are reduced from the Profit After Tax for the purpose of arriving at the Net Profit in accordance with the provision of Section 62 of Multi State Cooperative Societies Act (MSCS) Act 2002. Accordingly, the net Allocable Profit works out to ₹ 568.82 crore during the year for the proposed appropriations as follows:

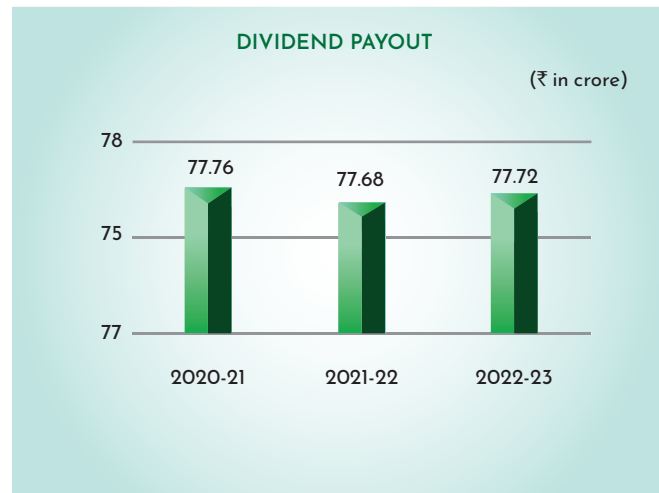
(₹ in Crore)

Particulars	2022-2023		2021-2022	
Net Profit/ (Loss) as per MSCS Act		568.82		1,064.14
Appropriations:				
Reserve Fund as per Bye-Law 58(i) of the Society	142.21		266.04	
Provision for Contribution to Cooperative Education Fund	5.69		10.64	
Reserve Fund for Contingency as per Bye-Law 58(iii) of the Society	56.88		106.41	
Reserve for Donations	0.40		0.40	
Balance in P&L Account	77.72	282.90	77.68	461.17
Balance transfer to General Reserve		285.92		602.97

3. Dividend

Hon'ble Members will be pleased to know that the Board of Directors of your Society have recommended for the year, a dividend of 20% on the paid up share capital. The proposed dividend would be paid on pro-rata basis to the eligible shareholders whose names stood in the membership register of the Society as on March 31, 2023. Accordingly,

the amount of proposed dividend pay-out will be ₹ 77.72 crore.

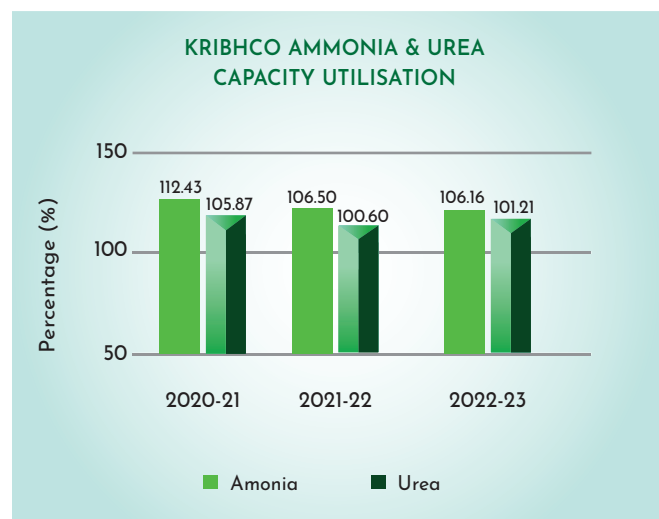


4. Membership and Share Capital

The total membership of KRIBHCO consists of 9470 Cooperative Societies and paid-up share capital of the Society was ₹ 388.62 crore as on 31st March, 2023.

5. Production Performance

The financial year 2022-23 was the 37th year of commercial production of the Society's Plant at Hazira, Surat. The plant achieved production of 13.24 lakh MT Ammonia and 22.21 lakh MT Urea, which corresponds to a capacity utilization of 106.16% for Ammonia and 101.21 % for Urea.



6. Hazira Jetty Operations

During 2022-23 1.01 lakh MT Urea was handled at KRIBHCO Jetty. Apart from urea, 12.65 lakh MT Third Party Cargos were handled at KRIBHCO Hazira Jetty (3.97 lakh MT Gypsum, 8.68 lakh MT Coal). Thus, a total of about 13.66 lakh MT of cargo was handled at KRIBHCO Hazira Jetty during FY 2022-23 against 9.16 lakh MT of cargo handled in 2021-22.

7. Safety Management

Safety, Health and Fire Prevention & Protection have been kept as top priority in all aspects of its maintenance and operations activities of your Society. A full-fledged Fire station and emergency control centre are operational at Hazira Fertilizer Complex. A dedicated Fire and Safety Department is in place to look into the fire protection, prevention as well as Health and Safety issues.

Your Society observed 52nd National Safety Week celebrations from 4th to 11th of March 2023. Various safety competitions were organised and awards were given to winners for various safety competitions like Safety Essay, Safety Slogan, Safety poster, Safety Quiz competition.

8. Environment Protection

Your Society is concerned for sustainable environmental protection. Therefore, products are being manufactured through best available technology in the world. The best and sustainable practices are being adopted to achieve and maintain the highest standards of quality for ambient air and water for environment protection.

Society is committed for fulfilling compliance obligations and achieving environmental objectives. Society has implemented ISO 14001:2015, Environmental Management System etc. to comply with applicable laws, regulations and other environmentally oriented requirements to continually improve practices. ISO 45001:2018 Occupational

Health and Safety (OH&S) has also been adopted for reduction of occupational injuries and diseases, including promoting and protecting physical and mental health of the workers in Plant Complex.

Considering the importance of water conservation, your Society implemented scheme of tertiary treated water for reuse for water make up in its Cooling Towers. Deep Hydrolyser has been commissioned to reuse the effluent of Urea Plant as boiler feed water. Low Pressure section off gases and waste water section off gases carrying Ammonia are recycled for recovery of Ammonia.

Your Society's endeavour has resulted in safe emissions from all the stacks within the prescribed limits. Online continuous effluent monitoring system and continuous emission monitoring system have been installed. All the stacks and liquid effluent quality data are being displayed continuously at factory main gate and have been linked to CPCB/GPCB server.

9. Marketing

9.1 Weather Situation (2022-23)

The rainfall in main season (June-September, 2022) has been 1% lower than Long Period Average (LPA) (Actual=874.6mm, Normal=880.6mm). However, the production of most of the crops for the agriculture year 2022-23 has been estimated higher than their normal production. As per Third Advance Estimates for 2022-23, total food grains production in the country is estimated at record 330.53 million tonnes, which is higher by 14.91 million tonnes than the production of food grains of 315.62 million tonnes during 2021-22.

9.2 Fertilizer Scenario in The Country

There has been an increasing trend in sales of Urea and DAP while a decline was observed in terms of Complex (NPK/NPS) and MOP.

The Urea sales in the country have witnessed an increase of 4.52% with a total sales volume of 357.25 lakh MT in 2022-23 as compared to 341.80 lakh MT during 2021-22. The DAP sales were 105.30 lakh MT in 2022-23 as against 92.72 lakh MT in 2021-22, resulting in increase of 13.56 % over previous year. The sales of complex fertilizers (NPK/NPS) registered a decrease of 12.24 % at 100.73 lakh MT during 2022-23 as compared to last year sales of 114.78 lakh MT. The sale of MOP has decreased by 33.59 % from 24.56 lakh MT during 2021-22 to 16.31 lakh MT during 2022-23.

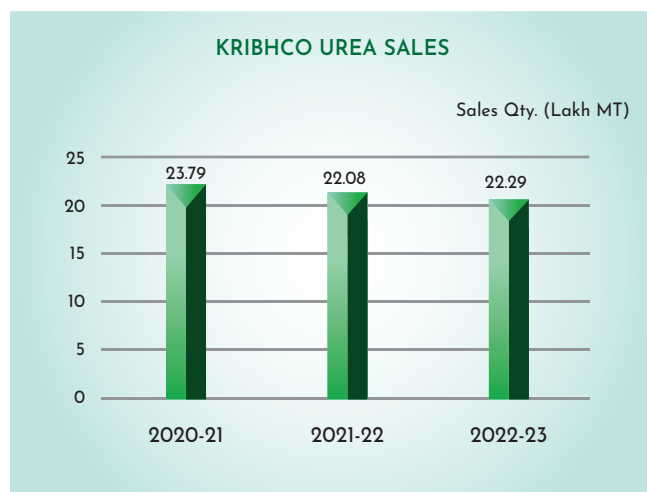
9.3 Marketing Infrastructure

Marketing Channel of KRIBHCO includes Cooperative Apex Federations, Institutional Agencies and Grass Root level Primary Agriculture Cooperative societies. The Society's cooperative development programmes help its channel partners, especially Primary Agriculture Cooperative Societies (PACS) to acquire marketing skills and other agriculture practices for inclusive development of the cooperatives.

KRIBHCO is an established brand in the key market territories. The major marketing territories consists of Andhra Pradesh, Bihar, Chhattisgarh, Gujarat, Haryana, Jharkhand, Jammu & Kashmir, Karnataka, Kerala, Madhya Pradesh, Maharashtra, Odisha, Punjab, Rajasthan, Tamil Nadu, Telangana, Uttar Pradesh, Uttarakhand and West Bengal. The product range covers major Agri-inputs like procured/imported Fertilizers like SSP, DAP, NPKs, MOP, MAP, Zinc Sulphate, Natural Potash, Sea Weed Fortified Bio Stimulant, Hybrid Seeds, Certified Seeds, Bio Fertilizers (Liquid), City Compost, apart from Neem Coated Urea.

9.4 Sales and Distribution of Fertilizers

Your Society made timely dispatches of



KRIBHCO Urea, as per Monthly Movement Order issued by DoF for ECA and de-regulated quantity, from Hazira Plant to various destinations. The Society dispatched 22.26 lakh MT of KRIBHCO Urea during the year. The Society has achieved Urea sales of 38.19 lakh MT (22.29 lakh MT of KRIBHCO Urea, 10.99 lakh MT of KFL Urea & 4.90 lakh MT of Government Account Urea) during the year. Similarly, the sale of imported Fertilizers (DAP/NPKs/MAP) was 18.89 lakh MT during the year. Your Society has marketed 5,229 MT of Single Super Phosphate (SSP) in the states of Gujarat, MP, Uttar Pradesh and Haryana. Apart from above, your Society has sold 48,098 MT of Surplus Ammonia and 5,516 thousand NM³ liquid Argon during 2022-23.

9.5 Handling of Imported Fertilizers and other Products

Imported Urea in Government Account - During the financial year 2022-23, 10 vessels containing 4.70 lakh MT of Urea, imported on Government Account, were handled by the Society at Hazira Adani, Tuticorin, Mundra and Kakinada Port. The Society dispatched 5.05 lakh MT and sold 4.91 lakh MT of imported Government Account Urea in its marketing territory.



Imported Fertilisers being handled at Port. KRIBHCO Imports P&K fertilisers and handles Urea on behalf of Govt. of India to fulfil the needs of Indian Farmers

Import of De-controlled Fertilizers: During the financial year 2022-23, the Society has also handled 11.93 lakh MT of imported DAP, 2.32 MT of imported MAP, 3.54 lakh MT of imported NPK 10-26-26, 2.10 lakh MT of imported NPK 12-32-16 and 2.49 lakh MT of imported NPS 20-20-0-13. 45 vessels of these fertilisers were handled at Gangavaram, Kakinada, Krishnapatnam, Tuticorin, New Mangalore, Mundra and Pipavav Ports to meet the requirements of different States.

9.6 Seeds Business

Certified Seed: The seed multiplication programme was initiated by our society in the year 1990-91, to provide quality seed of the main crops to farmers.

The main crops under seed multiplication are Wheat, Gram, Lentil, Soybean, Moong, Guar and Mustard.

In order to provide quality seed, our society has been operating 11 modern Seed processing plants in various States and 2 custom processing units at Karnal, Haryana & Rudrapur, Uttarakhand with a total capacity

of **28 TPH** comprising of all the Units. During the year, the Society produced **1.23** lakh quintals and sold **1.24** lakh quintals of certified seed of various crops.



KRIBHCO launched another innovative and sustainable product, SIVARIKA, a Seaweed Bio-stimulant. The SIVARIKA granules are fortified with seaweed extract derived from red and brown algae. The product was launched by Mr. Rajan Chowdhry, MD, KRIBHCO and it was attended by Director HR, Marketing Director, Finance Director, other senior officials and business partner at KRIBHCO Bhawan, Noida.

Hybrid Seeds: To enhance the agricultural productivity by providing quality Hybrid Seeds of appropriate characteristics to the farming community, Society has tied up with a leading Hybrid Seed Company for marketing of their produce through Society's marketing network in KRIBHCO's own brand. During the Financial Year 2022-23, Society sold 51,584 Packets of Bt. Cotton, 413 quintals of Paddy Hybrid, 1,891 quintals of Paddy Research, 4,332 quintals of Hybrid Maize and 73 quintals of Hybrid Bajra Seeds.

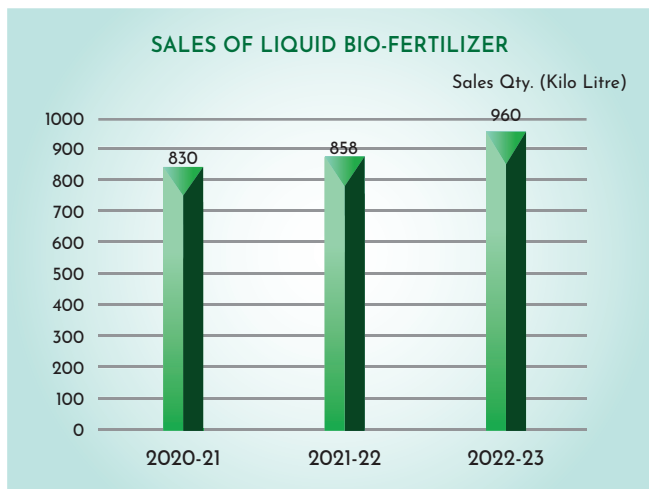
9.7 Organic Fertilizers

City Compost: Your Society is constantly educating farmers about the benefits of application of Compost, which improves organic carbon in the soil. Your Society has sold 51,121 MT of City Compost during the year 2022-23.

Liquid Bio- Fertilizers: Your Society is producing 10 types of bacterial strains of liquid Bio-fertilizers namely Azotobacter, Azospirillum, Rhizobium, Acetobacter, Phosphorus Solubilising Bacteria (PSB), Potash Mobilizing Bacteria (KMB), Zinc Solubilising Bacteria (ZSB), Liquid Consortia NPK-1 (strains of Azotobacter + PSB + KMB), Liquid Consortia NPK-2 (strains of Azospirillum + PSB + KMB) and Liquid Consortia NPK-3 (strains of Rhizobium+ PSB +KMB). During the year 2022-23, your Society sold 9.60 lakh litres of liquid Bio-fertilizers.



Dr. Chandra Pal Singh, Chairman, KRIBHCO attending a Crop Seminar Programme conducted at Shamli in Uttar Pradesh. KRIBHCO Conducts such programmes for the benefit of the farming community.



10. Publicity And Public Relations

Your Society has been maintaining continuous and constant outreach with all the stake holders. In this process your Society has been connecting with farmers through mass media, social media and direct communication. The farmers are enlightened on latest agricultural practices through KRIBHCO's own video film screening, participation in farmers' fair/expo, distribution of merchandise, utility material and various publications. The brand KRIBHCO is evoked through Wall & Tractor trolley paintings, hoardings, participation in Krishi Darshan programmes (Doordarshan), print media and Point of Sale material. We have maintained cordial relations with Cooperatives and other channel partners, Media and Government agencies.

Your Society has been constant recipient of awards and honours from various organizations in acknowledgement of its good work.

11. Services to Farmers, Cooperatives and Rural Development

Your Society with its large dedicated team of agriculture professionals continued its significant contribution in latest farm technology transfer and other rural welfare schemes for improving the profitability of farming community. During 2022-23, your Society organized 4,551 programmes for our farming community such as farmers meetings, field demonstrations, field days, cooperative conferences, group discussion, technical wall paintings etc. benefiting 3.03 lakh farmers and cooperatives across the country. To back up the Agriculture Technology transfer, the Society also made available 6.82 lakh technical folders on various crops and services to the farmers and cooperatives. KRIBHCO Krishi Pramarsch Kendra, a high-tech centre at KRIBHCO Bhawan, Noida continued free consultancy to farm-related problems. The centre also propagated efficient and balanced use of fertilizer by testing

6,586 soil samples (3,030 soil samples for macro-nutrients and 3,556 for micro-nutrients) from 16 states free of cost to farmers and cooperatives. Results along with recommendations were forwarded through electronic medium to farmers at their door-steps, apart from using KRIBHCO website for display of results. Strengthening cooperatives and rural development has always remained a top priority for KRIBHCO. In this direction 212 cooperative societies were adopted, 16,786 cooperative managers were trained through 157 cooperative conferences and workshops, wherein they were educated about the use of Society's products for improving farm productivity and also enhanced Society's corporate image.

Your society also organized 66 health campaigns for livestock and humans, provided 36 drinking water facilities, 33 income generation programme, 45 sanitation campaign and 35 rural sports for integrated rural development. Storage-cum-community centre scheme was started during Golden Jubilee celebrations of India, is still continuing with 201 centres sanctioned out of which 199 are completed and are being fully utilised.



Dr. Chandra Pal Singh, Chairman, KRIBHCO felicitating Mr. Kazybek Shaikh, President of the National Association of the Cooperatives, Republic of Kazakhstan. A delegation of Kazakh Co-operators had Visited KRIBHCO Bhawan, Noida

12. Community Development

Your Society is dedicated to serve the farming community and therefore organizing various programmes addressing the needs of rural communities like income generation activities, distribution of sewing machines to women, health camps for human & animals, creation of drinking water facilities, construction of toilets, distribution of waste baskets, distribution of school bags and stationary items to rural children, rural sports, hygiene & sanitation campaigns etc.



Human Health Campaign is being conducted by KRIBHCO for the benefit of Rural and Farming communities. A human health campaign being conducted in the State of Karnataka.

13. Krishak Bharati Sewa Kendras (KBSKs)

Your Society has been operating 66 Krishak Bharati Sewa Kendras (KBSKs) in Uttar Pradesh (41), Haryana (16), Punjab (5), Rajasthan (1) and Madhya Pradesh (3). These are Society's own retail outlets with a mandate to cater to the farmers' needs for quality Agro-inputs at a reasonable price at their doorstep. These outlets have clocked sales worth ₹15,5.27 crore (annual turnover) by selling various grades of fertilizers, Bio fertilizers and Seeds during the financial year 2022-23. KBSKs are also instrumental in transmitting latest technical knowledge to the farming community with time to time educational and advisory programmes. These

centres fulfil twin objective of "Sales and Service" under one roof."

14. Investments/Joint Ventures/ Subsidiaries/Others

Oman India Fertilizer Company SAOC (OMIFCO):

Your Society is one of the lead promoters of Oman India Fertilizer Company (OMIFCO) with an investment of USD 69.50 Million (₹328.53 Crore) with 25% equity. OMIFCO owns a world class fertilizer plant at Sur Industrial Estate in the Sultanate of Oman, having rated capacity of 16.52 lakh MTPA of granular Urea and 11.90 lakh MTPA of Ammonia.

Highly skilled workforce from KRIBHCO contributes in a big way in operation and maintenance of the fertilizer plant under a "Personnel Supply Agreement". For the calendar year 2022, OMIFCO produced 20.17 lakh MT Urea and 13.17 lakh MT of Ammonia which is 115.65 % and 106.93 % of the annual rated capacity. For the same calendar year, the plant energy efficiency was 5.831 Gcal /MT for urea Plant and 7.403 Gcal /MT for Ammonia plant.

KRIBHCO Fertilizers Limited (KFL): KRIBHCO Fertilizer Limited (KFL), a wholly owned subsidiary of KRIBHCO, has surpassed all its previous records of urea and ammonia productions, Urea dispatch and specific energy consumptions of Ammonia and Urea. KFL plant at Shahjahanpur has achieved a highest production of 10.95 lakh MT of Urea and 6.74 lakh MT of Ammonia- with capacity utilization of 126.65% and 134.30% for Urea and Ammonia respectively in FY2022-23. KFL plant has achieved lowest ever annual specific energy consumption of 5.1963 GCal /MT for Urea and 7.4296 GCal / MT for Ammonia during FY 2022-23.

KFL has earned an EBIDTA of ₹373.47 crore on a turnover of ₹5,191.74 crore during FY 2022-23 against the EBIDTA of ₹219.60 crore on a turnover of ₹3,198.70 crore in FY 2021-22. KFL has made a Net Profit (Post-tax) of ₹220.90 crore against a Net Profit (Post-tax) of ₹76.36 crore in FY 2021-22. KFL

has declared a dividend of ₹28.80 crore @ 6% on equity capital for FY 2022-23. During FY 2022-23 substantial progresses has been made on Railway Siding Project including Road over Bridge. The railway operations is expected to commence from June, 2023.

KRIBHCO Agri Business Private Limited:

Your Society has incorporated a wholly owned subsidiary company following Government of India's vision of a bigger role of cooperatives in Agri Business Activities. During the Financial Year 2022-23, KRIBHCO Agri Business Pvt. Ltd. has exported Agricultural commodities like Wheat, Maize, Rice, Millets and Onion. The total volume of commodities exported was 67,730 MT which amounted to a monetary value of ₹ 200.91 crore.

KRIBHCO Green Energy Private Limited:

Government of India has a target to blend 20% bio ethanol in Petrol. This will not only reduce the import of crude oil and save precious foreign exchange but also result in more prosperity to the farmers of India. Your Society has formed a 100% owned Special Purpose Vehicle (SPV) called "KRIBHCO Green Energy Private Limited", which is setting up three bio ethanol projects at following locations:

- Hazira in Gujarat
- Nellore in Andhra Pradesh
- Jagtial in Telangana



Sh. Amit Shah, Hon'ble Union Minister for Home and Cooperation laid the foundation stone for First Bio Ethanol plant of KRIBHCO Green Energy at Hazira in Gujarat.



Sh. Y S Jagan Mohan Reddy, Hon'ble Chief Minister, Andhra Pradesh being felicitated by Dr. Chandra Pal Singh, Chairman, and Sh. Rajan Chowdhry, MD, KRIBHCO. Sh. V Sudhakar Chowdary, Vice Chairman, and Sh. V.S. R. Prasad, Mktg Director, KRIBHCO were also present.

The SPV has received Environment Clearance as well as in principle approval from Department of Food and Public Distribution for interest subvention scheme for all the three projects. The SPV has awarded the Lump Sum Turn Key (LSTK) contracts for all the three bio ethanol projects to M/s Excel Engineers and Consultants. The projects are expected to be completed in first quarter of 2024.

Bharatiya Beej Sahakari Samiti Limited (BBSSL): To give impetus to adoption and availability of good quality seed and enhance the current seed replacement ratio, five leading cooperatives including Krishak Bharati Cooperative Limited (KRIBHCO) has promoted BBSSL with active support of Ministry of Cooperation- Government of India. Each promoter member has committed to contribute ₹50 crore in the share capital of BBSSL.

BBSSL will act as an apex cooperative organization for production, procurement, processing, branding, labelling, packaging, storage, marketing and distribution of quality seeds, strategic research & development.

National Cooperative Exports Limited (NCEL): To promote and manage entire supply chain of agri product exports by involving grass root

cooperatives, KRIBHCO along with other four leading cooperatives/institutions has promoted National Cooperative Export Limited with active support of Ministry of Cooperation- Government of India. The national level society has an authorised share capital of ₹ 2,000 crore with each promoter member contributing ₹ 100 crore in its share capital.

The national level society will act an apex body to promote export of Agri Products and will also help in arranging financial assistance to farmers through its member entities.

15. Gramin Vikas Trust (GVT)

Gramin Vikas Trust (GVT) supported by KRIBHCO has been working towards its commitment to serving the underprivileged since its inception in 1999. In the journey of the past 24 years, GVT has made significant achievements in various traditional and contemporary social sectors, addressing critical issues and making a positive impact on communities in 22 states at the pan India level.

GVT has set up a Plastic Waste Management and Recycling Unit in the Golaghat district of Assam in 2023. This unit is equipped to recycle around 10 tons of plastic per day through trained and empowered 24 female rag pickers. The sustainability of the interventions has been assured through the expert agency Suchita, which has set up backward and forward linkages in the project. The project has been appreciated by the government, donors and local communities, and is been cited as a flagship model for others to replicate.

Another flagship intervention taken up by GVT has been enhancing and expanding foresting, carbon sequestration and bio- diversity in 2500 hectares forest, covering about 23 reserved forest sites, which is being implemented in lieu of the Forest Department of Assam.

16. Human Resource Development (HRD)

Employees of our Society were nominated for various MDPs, seminars, workshops and conferences which gave them a platform to network with top leaders of the industry. The main focus is to provide exposure to employees regarding latest trends in various domains like Fertilizer Business Management, Financial Standards, Supply Chain, Human Resources and Cyber Security.

With a motive to develop future leaders of KRIBHCO, HRD team in collaboration with SHRM also conducted a special leadership program for 3 months duration, LEAP, for 20 senior high performing executives. 5 stress Management training programs were organized at offsite locations covering 250 no. of staff of field offices from all over India.

KRIBHCO organized the POSH training (Prevention of Sexual Harassment at Workplace) for all employees to educate the employees about what comes under workplace sexual harassment, the process of filing the complaint against it, the procedure of redressal of the issue and the consequences and penalties for non-compliance.

Further to this, HRD at Plant also conducted Developmental Training Programs covering 388 employees, external sponsorship program covering 40 employees and Classroom Technical Training programs covering 317 employees.

The Society also conducted Summer Internship programmes for 15 students with structured approach and strong mentorship that acted as a career launch pad for young professionals. Soft-skills training programs were conducted for 294 Society Trainees.

HRD section organized a series of events during Diwali season like Decorate Your Workplace Challenge, Fun and Games, Ethnic Day and Diwali Lunch to make the festival more joyous.

More than 200 Delegates from NCCE and other cooperatives were provided opportunity to visit Seed

and Soil Testing Lab at Corporate Office. Similarly, Plant visit is also conducted for 155 employees and other guest officials.

The Society celebrated National Productivity Week 2023 by organizing various activities where employees were encouraged to come up with ideas that would increase productivity at their workplace. International Women's day 2023 was celebrated by organizing a dedicated out-stationed programme for all female employees on the theme 'Embrace Equity'.

17. Industrial Relations

During the year 2022-23, the Industrial Relations environment in KRIBHCO was peaceful & cordial.

The elections of Unions and association i.e. KKS, KOA were held peacefully and successfully and thereafter a "Management - Union/Association" was formally organized for resolving the issues peacefully through the process of mutual dialogues without loss of man-days.

Reward & Recognition schemes, Annual sports activities, various facilities like canteen, transport, loans, medical facility, celebrations, excursion trips etc. are the key factors which also contributed in achieving all round excellence & model behaviour of employees at workplace.

18. Information Technology

18.1 IT Modernization Program

KRIBHCO has planned for an ERP (SAP) upgrade program modernization project to further enhance operational efficiency and continue to provide high-quality services to its stakeholders. The Society is also preparing roadmap to upgrade IT hardware infrastructure to meet its dead line in 2024 and leverage the latest technological advancements. The Oracle database shall also be upgraded to the latest version during this planned refresh project.

18.2 Cyber Security measures

For robust cyber security upgradation and adoption of tools to protect against various cyber threats, measures have been taken to deploy the best security practises framework. Email Protections & Perimeter Gateway solution have been deployed to protect network from external threats. This gateway filters incoming and outgoing network traffic, blocking potential threats and shall detect and prevent phishing attempts, malware, spam and has strengthened all other mail Security policies. The Society places abundant emphasis on cyber security awareness among its employees. Regular training sessions, campaigns, and advisories are conducted to educate employees about best practices, emerging threats, and preventive measures. The emphasis and commitment has also been to establish a robust and cyber security resilient IT infrastructure.

18.3 Use of Social Media Platforms

Your Society extensively utilizes social media platforms to reach customers, stakeholders, and vendors. These platforms serve as effective channels for promoting products, services, and campaigns, as well as for receiving feedback and advice

19. Progressive Use of Hindi

Your Society is committed to implement Official Language Policy. An Official Language Implementation Committee (OLIC) has been constituted in Corporate Office under the chairmanship of Managing Director. OLIC meetings were organized regularly. Follow-up action is initiated on the decisions taken in these meetings. Quarterly Hindi progress reports were reviewed which was received from all SMO's/AO's/Plant. To ensure Hindi activities and its progressive use, one employee in each State Marketing Office/Area Office has been designated.

KRIBHCO has introduced a running trophy in Head

Office in order to motivate the employees for doing their official work in Hindi. This trophy is awarded to a section which has highest Hindi correspondence during the year. In order to motivate the staff for doing official work in Hindi, a cash incentive scheme continued in the Society. Seven employees were awarded cash prizes under the annual cash incentive scheme at HO for doing their official work in Hindi throughout the year. Hindi Teaching Scheme implementation is continuing. Special allowance is given to those English typist and steno cadre employees who are doing Hindi typing work along with their English typing work. A Hindi library is functioning well at corporate office where more than 550 Hindi literature books are available for the employees.

Hindi Pakhwara, Hindi Week and Hindi Day were organized at Corporate Office, Noida from 14th to 28th September, 2022. During this period, Hindi debate, Hindi essay writing, Hindi noting/drafting, Hindi grammar knowledge & Hindi dictation writing competitions were organized & Winners of these competitions were awarded by Director (Human Resources) & Finance Director. Around 65 employees from different sections participated in these competitions. Hindi week & Hindi Day was also celebrated in Plant/State Marketing Offices/ Area Offices. KRIBHCO is committed towards implementation of Official Language policy and encourages usage of Hindi in the organization.

20. KRIBHCO Sahakarita Awards

KRIBHCO Sahakarita Awards for the year 2021-22 were presented to two eminent co-operators in its 42nd AGM held on September 29, 2022. KRIBHCO Sahakarita Shiromani Award was conferred on Ch. Sheeshpal Singh from Uttar Pradesh and KRIBHCO Sahakarita Vibhushan Award on Ch. Sukhbir Singh Panwar from National Capital Territory of Delhi for their contributions towards development of the Cooperative Movement.

21. Awards and Honours

Your Society's outstanding performance in various areas has earned recognition by various Organizations through awards and felicitations during the year. "KRIBHCO News" received 2nd Best In-House Journal National Award under English category by Public Relations Society of India (PRSI) at a function held in Bhopal.

22. Financial Rating

Your Society's excellent financials and its core strength have been recognized by the credit rating agency, ICRA, by awarding the rating A1+ for accessing short term borrowings. This rating indicates that the degree of safety regarding timely payment on the instrument is very strong. On the

long term, ICRA has rated the Society as AA stable which means high degree of safety with regards to timely payment of financial obligations. The outlook is indicated as "stable".

23. Vigilance

Your society values vigilance as an integral part of management, emphasizing transparency and accountability. The management takes preventive measures through vigilance to address adverse findings and ensure remedial action. The society has a dedicated vigilance setup led by the Chief Vigilance Officer (CVO) and representatives from Technical, Finance & Marketing. The CVO's key role is to prevent corruption, detect malpractices, and advise the Managing Director on vigilance matters.



Shri Sheeshpal Singh, Eminent Co-operator was bestowed with KRIBHCO Sahakarita Shiromani Award 2021-22. His Wife received the award on his behalf from Dr. Chandra Pal Singh, Chairman, KRIBHCO at 42nd AGM of KRIBHCO



Ch. Sukhbir Singh Panwar, receiving the KRIBHCO Sahakarita Vibhushan Award from Dr. Chandra Pal Singh, Chairman, KRIBHCO at 42nd AGM of KRIBHCO.

Efforts are made to sensitize employees through group discussions and presentations during inspections. The Vigilance Awareness Week-2022, observed from October 31st to November 6th, 2022, focused on the theme "Corruption free India for a developed Nation." The week aimed to promote transparency and encourage all employees to work as vigilance officers. Activities during the week included administering a pledge, displaying banners, publishing an e-pamphlet, organizing an online quiz with participation certificates, and holding an essay competition.

The Vigilance Department continuously strives to raise awareness among employees about their role in fighting corruption and creating a corruption-free environment through inspections and lectures.

24. Corporate Governance

Your Society believes that good Corporate Governance leads to attainment of long term goals and value addition to the Stakeholders of the Society. The Society believes in the system of accountability, transparency and business ethics in its business coupled with utmost importance to statutory compliances.

42nd Annual General Body Meeting (AGM) of your Society took place on September 29, 2022. During the course of discussion, the delegates appreciated the excellent performance of the Society, especially in production and marketing fronts. The delegates also appreciated the sincere efforts put in by the Society in implementing the suggestions made by them in the last AGM.

07 Meetings of the Board of Directors, 07 Meetings of the Executive Committee, 01 Meeting of the Marketing Sub Committee and 04 Meetings of the Audit Committee were held during the year. The observations/recommendations of the Members are taken into account while formulating the future strategies and planning of the Society.

25. Auditors

M/s G.S. Mathur & Co; M/s Dhawan & Co. and M/s S K Mehta & Co. Chartered Accountants, who are statutory auditors of the Society, hold office until the conclusion of the ensuing Annual General Meeting. All the existing three Joint Statutory Auditors of the Society have not yet completed their tenure of five years and hence, they would be eligible for reappointment. Members are requested to consider reappointment of M/s G S Mathur & Co; M/s Dhawan & Co. and M/s S.K. Mehta & Co. Chartered Accountants as Joint statutory auditors of the Society for the financial year 2023-24.

26. Directors Responsibility Statements

Your Directors hereby confirm that (a) in the preparation of the annual accounts; the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any. (b) Appropriate Accounting Policies have been selected and applied consistently, and that the judgment and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the Society as of March 31, 2023 and of the profit of the Society for the said period. (c) Proper and sufficient care has been taken for

the maintenance of adequate accounting records in accordance of the Multi State Cooperative Society Act, 2002 for safeguarding the assets of the Society and for preventing and detecting fraud and irregularities (d) the Annual Accounts have been prepared on a going concern basis.

27. Acknowledgements

The Society received full support and cooperation from the Ministry of Cooperation, Ministry of Chemicals and Fertilizers and other Ministries/ Departments concerned of the Government of India and FICC for which the Society expresses its gratefulness.

The Board of Directors also wishes to place on record its gratitude to those National and International Organizations which have provided their valuable support. Special thanks are due to Society's Bankers and the Reserve Bank of India. Last but not the least, the Board places on record its high appreciation for the sustained, dedicated and sincere efforts put in by the Officers and Staff of the Society for their sustained high level of performance.

For and on behalf of the Board of Directors



(Dr. Chandra Pal Singh)
Chairman

Dated: 18th August, 2023

INDEPENDENT AUDITORS' REPORT

To,
**The Shareholders of
Krishak Bharati Cooperative Limited**

1. Opinion

We have audited the accompanying financial statements of KRISHAK BHARATI COOPERATIVE LIMITED (the Multi State Cooperative Society) ("Society"), which comprise of the balance sheet as at March 31, 2023, the statement of profit and loss and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanation given to us, the aforesaid financial statements give the information required by the Multi State Cooperative Societies Act 2002 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the balance sheet, of the state of affairs of the Society as at March 31, 2023;
- b) In the case of the statement of profit and loss, of the profit for the year ended on that date; and
- c) In the case of the cash flow statement, of the cash flows for the year ended on that date.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by Institute of Chartered Accountants of India (ICAI). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the audit of the financial statements section of our report. We are independent of the Society in accordance with the code of ethics issued by the ICAI together

with the ethical requirements that are relevant to our audit of financial statements under the Act, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI code of ethics. We believe that, the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our opinion on the financial statements.

3. Responsibilities of Management and those charged with Governance for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Society in accordance with the accounting principles generally accepted in India, including the Accounting Standards Issued by the ICAI and the provisions of the Act. This responsibility also includes the design, implementation and maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Society and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgements 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 and error.

In preparing the financial statements, management is responsible for assessing the Society's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and

using the going concern basis of accounting unless management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

4. Auditors' Responsibility for the Audit of the Financial Statements

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of

expressing an opinion on the effectiveness of the Society's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

5. Report on Other Legal and Regulatory Requirements

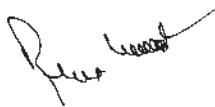
As required under the Act, we report that:

- 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 specified in the Multi State Cooperative

Societies Act, 2002 have been kept by the Society so far as appears from our examination of those books;

- c) The financial statements i.e. the balance sheet, statement of profit and loss and cash flow statement dealt with by this report are in agreement with the books of account;

For S.K.Mehta & Co.
Chartered Accountants
Firm Regn. No. 000478N



Rohit Mehta
[Partner]
M.No. 091382

ICAI UDIN:23091382BGWXSZ4354

For G. S. Mathur & Co.
Chartered Accountants
Firm Regn. No. 008744N



Rajiv Kumar Wadhawan
[Partner]
M.No.091007

ICAI UDIN:23091007BGQDGN3559

For Dhawan & Co.
Chartered Accountants
Firm Regn. No.002864N



Deepak Kapoor
[Partner]
M.No. 072302

ICAI UDIN:23072302BGXHBL2577

Place : New Delhi

Dated : 06th July, 2023

FINANCIAL STATEMENT

BALANCE SHEET AS AT MARCH 31, 2023

(₹ in lakh)

Particulars	Note	As at 31.03.2023	As at 31.03.2022
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2.1	38,869.00	38,868.50
Reserves and Surplus	2.2	4,73,991.71	4,25,441.99
		5,12,860.71	4,64,310.49
Non-current Liabilities			
Deferred Tax Liabilities (Net)	2.3	18,520.00	18,800.00
Other Long Term Liabilities	2.4	2,627.49	2,813.13
Long-Term Provisions	2.5	17,968.89	19,211.47
		39,116.38	40,824.60
Current Liabilities			
Short-Term Borrowings	2.6	5,31,539.03	2,85,319.38
Trade Payables			
- Dues to Micro and Small Enterprises		392.88	318.51
- Dues to Other than Micro and Small Enterprises		1,36,534.04	2,48,992.15
Other Current Liabilities	2.7	33,005.45	38,069.96
Short-Term Provisions	2.8	8,692.61	9,728.94
		7,10,164.01	5,82,428.94
TOTAL		12,62,141.10	10,87,564.03
ASSETS			
Non-Current Assets			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	2.9	1,47,512.93	1,52,326.03
Intangible Assets	2.10	1,674.86	1,938.06
Capital Work-in-Progress	2.11	13,417.65	6,040.60
Non-Current Investments	2.12	1,25,520.13	1,17,715.32
Long-Term Loans and Advances	2.13	10,994.11	10,738.25
Other Non-Current Assets	2.14	29,358.77	16,975.96
		3,28,478.45	3,05,734.22

Continued...

BALANCE SHEET AS AT MARCH 31, 2023

Continued...

(₹ in lakh)

Particulars	Note	As at 31.03.2023	As at 31.03.2022
Current Assets			
Inventories	2.15	3,50,506.77	3,75,445.76
Trade Receivables	2.16	2,79,831.87	1,98,717.21
Cash and Bank Balances	2.17	2,14,698.42	1,34,778.02
Short-Term Loans and Advances	2.18	85,762.52	71,869.00
Other Current Assets	2.19	2,863.07	1,019.82
		9,33,662.65	7,81,829.81
TOTAL		12,62,141.10	10,87,564.03

Significant Accounting Policies 1

Notes on Accounts 2

Notes referred above form an integral part of the Balance Sheet

For and on behalf of Board of Directors



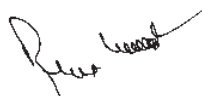
(Manish Kumar)
Finance Director



(Rajan Chowdhry)
Managing Director

As per our report of even date

For S.K.Mehta & Co.
Chartered Accountants
Firm Reg. No. 000478N



(Rohit Mehta)
Partner
M. No. 091382

For G S Mathur & Co.
Chartered Accountants
Firm Reg. No. 008744N



(Rajiv Kumar Wadhawan)
Partner
M. No. 091007

For Dhawan & Co.
Chartered Accountants
Firm Reg. No. 002864N



(Deepak Kapoor)
Partner
M. No. 072302

Place : New Delhi

Dated : 6th July, 2023

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in lakh)

Particulars	Note	Year Ended 31.03.2023	Year Ended 31.03.2022
Income:			
Revenue from Operations (Net of Discounts/rebates)	2.20	23,90,417.45	11,98,143.38
Other Income	2.21	1,81,089.99	1,21,307.01
Total Income		25,71,507.44	13,19,450.39
Expenses:			
Cost of Materials Consumed	2.22	9,88,124.50	6,22,908.94
Purchases of Stock in Trade	2.23	12,64,230.96	6,91,128.76
Changes in Inventories of Finished Goods, Semi-Finished Goods, Stock-in-Process and Stock-in-Trade	2.24	27,649.93	(3,07,763.22)
Employee Benefits Expense	2.25	36,013.73	45,480.81
Finance Costs	2.26	32,549.92	8,099.27
Depreciation and Amortization Expense		12,333.41	11,620.58
Other Expenses of Manufacturing, Administration, Selling and Distribution	2.27	1,34,292.25	96,453.01
Prior Period Items (Net)	2.28	(3.88)	(45.82)
Total Expenses		24,95,190.82	11,67,882.33
Profit before exceptional items & tax		76,316.62	1,51,568.06
Exceptional Items	2.29	-	(2,241.86)
Profit Before Tax		76,316.62	1,49,326.20
Tax Expense:			
Current Tax		19,700.00	39,100.00
Deferred Tax		(280.00)	(7,200.00)
Earlier Years		14.32	(18.20)
		19,434.32	31,881.80
Profit for the year		56,882.30	1,17,444.40

Continued...

Continued...

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

(₹ in lakh)

Particulars	Note	Year Ended 31.03.2023	Year Ended 31.03.2022
Less: Amount Transferred to:			
Capital Repatriation Fund		-	30.00
Dividend Equalisation Fund		-	11,000.00
		-	11,030.00
Net Profit as per the Multi-State Cooperative Societies Act 2002		56,882.30	1,06,414.40
Basic and Diluted Earning Per Share (₹)	2.44	14,635.00	30,218.00
Significant Accounting Policies		1	
Notes on Accounts		2	
Notes referred above form an integral part of the Statement of Profit and Loss			

For and on behalf of Board of Directors



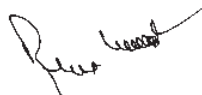
(Manish Kumar)
Finance Director



(Rajan Chowdhry)
Managing Director

As per our report of even date

For S.K.Mehta & Co.
Chartered Accountants
Firm Reg. No. 000478N



(Rohit Mehta)
Partner
M. No. 091382

For G S Mathur & Co.
Chartered Accountants
Firm Reg. No. 008744N



(Rajiv Kumar Wadhawan)
Partner
M. No. 091007

For Dhawan & Co.
Chartered Accountants
Firm Reg. No. 002864N



(Deepak Kapoor)
Partner
M. No. 072302

Place : New Delhi

Dated : 6th July, 2023

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
(A) Cash Flow from Operating Activities:		
Net Profit Before Tax	76,316.62	1,49,326.20
Adjustments for:		
Depreciation/Amortisation (including prior period)	12,333.41	11,571.45
Provision for doubtful trade receivable / Advances	131.04	64.98
Excess Provision Written Back	(555.73)	(2,638.69)
Provision for diminution in value of inventory	2.39	-
Loss on Sale of Property, Plant and Equipment	83.31	63.12
Amount Written Off	395.45	4,390.67
Expenses/(Gain) on sale of stake in DPWRLPL	-	2,241.86
Provision for diminution in value of investment	842.29	-
Finance Cost	32,549.92	8,099.27
Interest income	(12,117.57)	(4,858.66)
Dividend Income	(1,61,876.76)	(1,08,173.73)
Operating Profit before working capital changes	(51,895.63)	60,086.47
Adjustment for changes in working capital		
Increase/(decrease) in liabilities and provisions	(1,18,874.03)	1,71,544.78
Decrease/(Increase) in trade receivables	(81,114.65)	1,231.10
Decrease/(Increase) in inventories	24,936.61	(3,08,674.63)
Decrease/(Increase) in Loans & Advances	(14,006.62)	(40,521.19)
	(1,89,058.69)	(1,76,419.94)
Cash generated from /(used in) operations	(2,40,954.32)	(1,16,333.47)
Direct Taxes paid (net of refunds)	(32,117.82)	(43,444.94)
Contribution to Cooperative Education Fund	(1,064.14)	(267.86)
Donations Paid	(22.54)	(28.00)
Net cash Flow from/ (used in) operating activities (A)	(2,74,158.82)	(1,60,074.27)

Continued...

Continued...

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
(B) Cash Flow from Investing Activities:		
Purchase of Property, Plant and Equipment (Including CWIP & Capital Advance)	(14,720.52)	(4,895.14)
Proceeds from sale of Property, Plant and Equipment	73.32	591.44
Proceeds/(Purchase) of non current investments	(8,647.10)	(10.00)
Expense on sale of Stake- DPWRLPL	-	(373.71)
Interest received	9,696.22	6,736.59
Dividend received	1,61,876.76	1,08,173.73
Net cash Flow from/(used in) investing activities (B)	1,48,278.68	1,10,222.91
(C) Cash Flow from financing activities		
Issue/Repatriation of Share Capital (Net)	0.50	(22.55)
Proceeds from short-term borrowings(net)	2,46,219.65	1,23,033.81
Interest Paid	(32,654.46)	(7,944.83)
Dividends paid on equity shares	(7,765.15)	(7,817.45)
Net cash flow/(used in) in financing activities (C)	2,05,800.54	1,07,248.98
Net increase/(decrease) in cash and cash equivalents (A+B+C)	79,920.40	57,397.62
Cash and cash equivalents at the beginning of the year	1,34,778.02	77,380.40
Cash and cash equivalents at the end of the year	2,14,698.42	1,34,778.02
Notes to Cash Flow Statement:		
1 Cash and cash equivalents consist of cash-in-hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise of following balance sheet amounts as per Note No 2.17.		
Components of Cash and cash equivalents (Note 2.17)		
Cash in hand	2.42	1.09
Cheques/ drafts on hand including remittances in transit	-	99.62
With banks on current account	4,226.64	10,818.38

Continued...

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
With bank in Fixed Deposits included in other bank balances	2,10,422.39	1,23,745.41
Other bank balances*	46.97	113.52
Cash and cash equivalents as restated (Note No. 2.17 cash and bank balances)	2,14,698.42	1,34,778.02
*Amount which are not available for use towards		
i. Unclaimed Dividend	40.00	106.90
ii. Amount held as security with Government/other departments	6.97	6.62
	46.97	113.52

- Cash Flow Statement has been prepared under the indirect method as set out in the Accounting Standard (AS)-3 "Cash Flow Statements" issued by the Institute of Chartered Accountants of India.
- Previous year's figures have been regrouped / re- arranged wherever necessary.

For and on behalf of Board of Directors

Manish Kumar

(Manish Kumar)
Finance Director

Rajan Chowdhry

(Rajan Chowdhry)
Managing Director

As per our report of even date

For S.K.Mehta & Co.
Chartered Accountants
Firm Reg. No. 000478N

Rohit Mehta

(Rohit Mehta)
Partner
M. No. 091382

For G S Mathur & Co.
Chartered Accountants
Firm Reg. No. 008744N

Rajiv Kumar Wadhawan

(Rajiv Kumar Wadhawan)
Partner
M. No. 091007

For Dhawan & Co.
Chartered Accountants
Firm Reg. No. 002864N

Deepak Kapoor

(Deepak Kapoor)
Partner
M. No. 072302

Place : New Delhi

Dated : 6th July, 2023

NOTE NO.1

Significant Accounting Policies Forming Part of Financial Statement for the Year Ended March 31, 2023

1. Basis of Preparation of Financial Statements

The Financial Statements are prepared on accrual basis of accounting under the historical cost convention on going concern basis in accordance with the Generally Accepted Accounting Principles in India, applicable Accounting Standards issued by the Institute of Chartered Accountants of India and the provisions of Multi State Cooperative Societies Act, 2002.

2. Use of Estimates

The preparation of financial statements, in conformity with the Generally Accepted Accounting Principles, requires Management to make estimates and assumptions to be made that affect the reported amount of assets and liabilities and contingent liabilities as on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialize.

3. Inventories

Inventories are valued at lower of cost and net realizable value.

3.1 Cost in respect of various types of inventories is computed as under:

- 3.1.1 Raw Materials, Packing Materials, Catalysts in stores, Stores and Spares at weighted average cost.
- 3.1.2 Stock in Process at direct cost and appropriate portion of overheads.

3.1.3 Semi-Finished Goods:

Manufactured Ammonia at Annualized Cost of Production.

3.1.4. Finished Goods:

Manufactured Urea at Annualized Cost of Production

3.1.5 Traded Goods:

Traded Products at procurement cost determined on weighted average basis plus direct expenses.

3.1.6 Spares, which are repaired, either departmentally or through outside agencies are taken into inventory at a nominal cost of ₹ 1/- each.

3.2 Net Realisable Value is computed as under:

3.2.1 Finished Goods:

Concession price/Import Parity Price (IPP) determined in accordance with norms of Government of India in respect of manufactured urea less estimated costs necessary to make the sales

3.2.2 Traded Goods:

- a) Estimated selling price plus subsidy rate notified by Government of India in respect of imported phosphatic/ Potassic fertilisers less estimated costs necessary to make the sales.
- b) Estimated selling price plus applicable handling remuneration in respect of imported Pool Urea less estimated costs necessary to make the sales.

- c) Estimated selling price in respect of stocks of other products lying at warehouses/ports less estimated costs necessary to make the sales.

- 3.3 The diminution in the value of obsolete, unserviceable, slow moving and surplus stores and spares is ascertained on review and provided for accordingly.

4. Prior Period Income / Expenditure

Income/Expenditure relating to prior period(s) which does not exceed ₹50,000/- in each case is treated as Income/Expenditure for the Current Year.

5. Depreciation / Amortization

- 5.1 Depreciation on Property, Plant and Equipment is provided on straight line method based on useful life prescribed under Schedule II to the Companies Act, 2013.
- 5.2 Based on technical assessment, where useful life of Property, Plant and Equipment is different from the useful life specified in Schedule II to the Companies Act, 2013, depreciation is provided on straight line method on the basis of useful life based on technical assessment.
- 5.3 Assets are depreciated to extent of 100% of cost retaining the residual value of ₹ 1/- each and Assets individually costing upto ₹ 5,000/- are fully depreciated in the year of acquisition.
- 5.4 Leasehold lands and buildings:
5.4.1 Leasehold lands are amortized over the period of lease.

5.4.2 Leasehold buildings and buildings constructed on leasehold lands are fully depreciated over the period of lease in case period of lease is less than the useful life prescribed as per Schedule II of the Companies Act 2013.

- 5.5 Intangible assets comprising of computer software are amortized on straight line method over a period of legal right or three years whichever is earlier on pro-rata basis.
- 5.6 Intangible assets comprising of license fee relating to production processes are amortized on straight line method over a useful life of related property, plant & equipment.

6. Revenue Recognition

6.1 Sale of Goods

Sales are recognized upon the transfer of significant risks and rewards of ownership to the customers, evidenced by issue of Lifting certificates/Invoices to customers.

6.2 Subsidy/Handling Remuneration From Government

6.2.1 Subsidy on manufactured Urea covered under Group Concession Scheme as notified by the Government of India is recognized at the price determined according to the provisions of New Urea Policy (NUP) 2015 on the quantity sold. Further, the subsidy is accounted based on estimation of the management considering the notifications and guidelines issued

by the Department of Fertilizers (DoF) and Govt. of India (GOI) from time to time including escalation/ de-escalation towards input price.

6.2.2 Subsidy on Phosphatic and Potassic Fertilizers is recognized on quantity sold on the basis of Nutrient Based Subsidy (NBS) Policy notified by the GOI from time to time.

6.2.3 Handling remuneration on imported pool urea is recognized on sold quantity at the rates agreed by Government of India (GOI).

6.2.4 Freight Subsidy is recognised on quantity dispatched from plant/ ports in terms of schemes notified by Government of India (GOI).

6.3 Sale of Services

Revenue from services rendered is recognised as and when the service is performed based on agreements/ arrangements with the concerned parties.

6.4 Other Income

6.4.1 Dividend income is recognized when the right to receive payment is established. Interest income is recognized on time proportion basis, taking into account amount outstanding and rate applicable.

6.4.2 Interest on delayed payment from customers, Railway claims for finished goods, Insurance Claims, Claims receivable on account of dispatch money on shipments, Right of use of land receivable are recognized when no significant

uncertainty exists with regard to the amount to be realized and ultimate collection thereof.

6.4.3 Income from Scrap/ salvage and waste material is recognized when sold.

7. Property, Plant and Equipment

7.1 Property, Plant and Equipment are stated at historical cost less accumulated depreciation/amortization and impairment. Cost comprises of the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

7.2 Assets retired from active use and held for disposal are shown separately under Property, Plant and Equipment at lower of net book value and estimated realizable value

7.3 Spares are recognised in accordance with Accounting Standard- 10 "Property, Plant and Equipment" when they meet the definition of Property, Plant and Equipment. Otherwise, such items are classified as inventory.

7.4 Property, Plant and Equipment which are not ready for their intended use are shown as Capital Work-in-Progress and same are carried at cost.

8. Intangible Assets

An intangible asset is recognised where it is probable that the future economic benefit attributable to the asset will flow to the Society and the cost of the asset can be measured reliably. Such assets are stated at acquisition cost less accumulated amortization.

9. Foreign Currency Transactions

- 9.1 Foreign currency transactions are recorded on initial recognition at the exchange rate prevailing on the date of the transaction. On settlement of transactions, the realized gains and losses on foreign exchange transactions are recognized in the Statement of Profit and Loss.
- 9.2 Foreign currency monetary items remaining unsettled at the end of the year are reported at year-end rates. The exchange rate differences arising thereof are recognized in the Statement of Profit and Loss. Non Monetary items which are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.
- 9.3 In respect of forward contracts premium or discount arising at the inception of forward exchange contracts is amortized as an expense or income over the period of the contract. Forward contracts remaining unsettled at the end of the year are reported at year end exchange rates. Any profit or loss arising on cancellation or renewal of forward exchange contracts is recognized as income or expense in the year in which such profit or loss arises.

10. Government Grants

- 10.1 Grants from the government are recognised when there is reasonable assurance that the grant will be received and all attaching conditions will be complied with.
- 10.2 When the grant relates to revenue expenditure, it is recognized over period in which the related costs are incurred

and are deducted from the related expenses.

- 10.3 Where the grant relates to a capital asset, its value is deducted in arriving at the carrying amount of the related asset.

11. Investments

- 11.1 Current investments are valued at lower of cost and fair value determined on an individual assessment basis.
- 11.2 Non Current Investments are carried at cost. Provision for diminution in the value of such investments is made to recognize a decline, other than temporary in nature.

12. Employee Benefits

- 12.1 Short term Employee Benefits are recognized as an expense on an undiscounted basis in the Statement of Profit & Loss of the year in which the related service is rendered.
- 12.2 The Employees' Group Gratuity Fund Scheme and Provident Fund Scheme are the Society's defined benefit plans, which are funded by the Society, and are managed by separate trusts.
- 12.2.1 The present value of Society's obligations under Gratuity Scheme is determined on the basis of actuarial valuation at the year end and the fair value of plan assets is reduced from the gross obligation under gratuity scheme, to recognize the obligation on net basis.
- 12.2.2 The contribution to Provident Fund and Family Pension Scheme is recognized as expense and is charged to the Statement of Profit & Loss.

The Society has an obligation to make good the shortfall, if any, between the return from the investments of Provident Fund Trust and the Notified interest rates. Liability, on account of such shortfall, if any, is recognized on the basis of actuarial valuation carried out at the year end.

- 12.3 The liability for other defined benefit plans/ long term employee benefits such as leave encashment/compensated absences, long service award, farewell gift and travel to home town on superannuation are recognized on the basis of an actuarial valuation made at the end of the year.
- 12.4 The liability for termination benefits payable in subsequent period to the employees opted for Voluntary Retirement Scheme is recognised on the basis of an actuarial valuation made at the end of the year.
- 12.5 The liability for contribution to Employees Superannuation Pension Scheme and Post Retirement Assistance Scheme is recognised as expense and charged to Statement of Profit and Loss.
- 12.6 Gains and Losses arising out of actuarial valuation are recognized immediately in the Statement of Profit and Loss.

13. Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of cost of such assets. A qualifying asset is one that necessary takes substantial period of time to get ready for its intended use. All other borrowing costs are recognized as expenses in the period in which they are incurred.

14. Operating Leases

Assets acquired on leases wherein a significant portion of the risks and rewards of ownership are retained by the lessors are classified as 'Operating Leases'. Lease rentals paid for such leases are recognised as an expense on straight line basis over the term of lease.

15. Taxes on Income

- 15.1 Provision for current income tax is made on the basis of assessable income as per the provisions of Income Tax Act, 1961.
- 15.2 Deferred Tax resulting from "timing differences" between taxable income and accounting income is determined by using the tax rates and the tax laws that have been enacted or substantively enacted as on the Balance Sheet date. Deferred Tax Assets are carried forward to the extent it is reasonably / virtually certain that future taxable profit will be available against which such Deferred Tax Assets can be realized.

16. Impairment of Assets

At each Balance Sheet date a review is made whether indication exists that asset has been impaired. In case such indication exists, an impairment loss is recognized wherever carrying amount of an asset exceeds its recoverable amount. Recoverable amount is higher of the 'net selling price' of assets and 'value in use'.

17. Provisions, Contingent Liabilities and Contingent Assets

- 17.1 Provision is recognized when the Society has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made.

Provisions are determined based on management estimate required to settle the obligation at the balance sheet date and are not discounted to present value.

17.2 Contingent Liabilities are disclosed on the basis of judgement of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

17.3 Contingent Assets are neither recognized nor disclosed in the financial statements.

18. Catalysts

Catalysts issued are charged to revenue over their estimated useful life. Value of catalysts yet to be consumed in production process is considered as part of inventories.

19. Prepaid Expenses

Expenditure upto ₹ 25,000/- in each case, incurred in advance relating to the following year is accounted for in the year in which the expenditure is incurred.

NOTE NO. 2.1

SHARE CAPITAL

(₹ in lakh)

Particulars	As at 31.03.2023		As at 31.03.2022	
Equity Share Capital				
AUTHORISED				
44,000 (44,000) Equity Shares of ₹1,00,000 each	44,000.00		44,000.00	
16,000 (16,000) Equity Shares of ₹ 25,000 each	4,000.00		4,000.00	
20,000 (20,000) Equity Shares of ₹10,000 each	2,000.00	50,000.00	2,000.00	50,000.00
ISSUED, SUBSCRIBED AND FULLY PAID-UP				
33,112 (33,111) Equity Shares of ₹1,00,000 each	33,112.00		33,111.00	
15,378 (15,380) Equity Shares of ₹ 25,000 each	3,844.50		3,845.00	
19,098 (19,098) Equity Shares of ₹10,000 each	1,909.80	38,866.30	1,909.80	38,865.80
Less: Shares under Repatriation		3.68		3.68
Net Paid up capital		38,862.62		38,862.12
Add: Forfeited shares		6.38		6.38
Total		38,869.00		38,868.50

Further Notes:

1) Reconciliation of number of shares outstanding and amount of share capital is set out as follows:

Class of Shares		As on 01.04.2022	Issued during the year	Repatriated during the year	As on 31.03.2023
(1)		(2)	(3)	(4)	(5)
₹ 1,00,000/- (₹ One Lakh only)	Nos	33,111	1	-	33,112
	Value ₹ in lakh	33,111.00	1.00	-	33,112.00
₹ 25,000/- (₹ Twenty Five Thousand only)	Nos	15,380	-	2	15,378
	Value ₹ in lakh	3,845.00	-	0.50	3,844.50
₹10,000/- (₹ Ten Thousand only)	Nos	19,098	5	5	19,098
	Value ₹ in lakh	1,909.80	0.50	0.50	1,909.80
Total Value of Fully Paid Up Shares ₹ in lakh		38,865.80	1.50	1.00	38,866.30
Previous Year ₹ in lakh		38,902.10	42.00	78.30	38,865.80

Continued..

Continued...

2) Details of share holders holding more than 5% of equity shares in each category:-

Equity Shares of ₹ 1,00,000 each	Current Year	Previous Year
The Haryana State Cooperative Supply and Marketing Federation Limited		
No of Shares held	2147	2147
% of holding	6.48%	6.48%

- 3) As per provisions of the Multi-State Co-operative Societies Act 2002 and Bye-Laws of the Society, every member has a single voting right irrespective of the number/value of share capital held. The holders of the equity shares are entitled to receive dividends as declared from time to time in proportion to their shareholding.
- 4) Aggregate amount of capital repatriated as per Bye-Laws of the Society during the last five years is ₹ 867.10 lakh (Previous year ₹ 872.60 lakh).
- 5) The Society has repatriated its equity in terms of Section 35 of the Multi State Cooperative Societies Act, 2002 read with amended Bye Law No. 8(a) of KRIBHCO to the Government of India. As on March 31, 2023, cheques worth ₹ 18,890 lakh (Previous Year ₹ 18,890 lakh) towards repatriation of share capital have not been encashed and returned by Government of India and the amount is lying unutilised in the current accounts of the Society.

NOTE NO. 2 . 2

Reserves and Surplus

(₹ in lakh)

Particulars	As at 31.03.2023		As at 31.03.2022	
(a) Reserve Fund (As per Bye-Law 58(i) of the Society)				
As per last Balance Sheet	1,56,000.11		1,29,396.51	
Add : Transfer from Surplus Account	14,220.58	1,70,220.69	26,603.60	1,56,000.11
(b) Reserve Fund for Contingency (As per Bye-Law 58(iii) of the Society)				
As per last Balance Sheet	40,110.24		29,468.80	
Add : Transfer from Surplus Account	5,688.23	45,798.47	10,641.44	40,110.24
(c) Reserve for Donations				
As per last Balance Sheet	52.00		40.00	
Add : Transfer from Surplus Account	40.00		40.00	
Less : Payments during the year	22.54		28.00	
Less : Transfer to General Reserve during the year	0.55	68.91	-	52.00
(d) Capital Repatriation Fund				
As per last Balance Sheet	107.30		109.85	

Continued...

Continued...

(₹ in lakh)

Particulars	As at 31.03.2023		As at 31.03.2022	
Add : Transfer from Statement of Profit and Loss	-		30.00	
Less: Transfer to Share Repatriated Reserve	0.90	106.40	32.55	107.30
(e) Share Repatriated Reserve				
As per last Balance Sheet	975.02		942.47	
Add : Transfer from Capital Repatriation Fund	0.90	975.92	32.55	975.02
(f) General Reserve				
As per last Balance Sheet	1,96,729.24		1,36,432.15	
Add : Transfer from Surplus Account	28,592.36		60,297.09	
Add : Transfer from Reserve for Donation	0.55	2,25,322.15	-	1,96,729.24
(g) Dividend Equalisation Fund				
As per last Balance Sheet	23,553.43		12,553.43	
Add : Transfer from Surplus Account	-		11,000.00	
Less : Deductions/Adjustments during the year	-	23,553.43	-	23,553.43
(h) Cooperative Development Fund				
As per last Balance Sheet	146.52		126.86	
Add : Transfer from Unclaimed Dividend	27.56		27.29	
Less : Payment of Unclaimed Dividends during the year	0.65	173.43	7.63	146.52
(i) Surplus (Balance in Statement of Profit and Loss)				
Opening Balance (Retained Earnings for Dividend)	7,768.13		7,776.12	
Less: Dividend Declared and Paid	7,768.13		7,776.12	
Add: Net Profit as per the Multi-State Cooperative Societies Act 2002	56,882.30		1,06,414.40	
Add : Transfer from Dividend Equilisation Fund	-		-	
Amount Available for Appropriations:	56,882.30		1,06,414.40	
Less: Appropriations:				
(1) Reserve Fund as per Bye-Law 58 (i) of the Society	14,220.58		26,603.60	
(2) Provision for Contribution to Cooperative Education Fund	568.82		1,064.14	
(3) Reserve Fund for Contingency as per Bye- Law 58 (iii) of the Society	5,688.23		10,641.44	
(4) Reserve for Donations	40.00		40.00	
(5) General Reserve*	28,592.36	49,109.99	60,297.09	98,646.27
		7,772.31		7,768.13
Total		4,73,991.71		4,25,441.99

* Note: Dividend is proposed to be paid @20 % on the paid up Equity Share Capital of the Society, subject to approval at the Annual General Meeting. The proposed dividend for the year works out to ₹ 7,772.31 lakh (Previous year ₹ 7,768.13 lakh).

NOTE NO. 2.3
Deferred Tax Liabilities (Net)

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Deferred Tax Liability		
Difference of Book Depreciation and Tax Depreciation/ Allowance	(A) 24,638.77	25,348.87
Deferred Tax Assets		
Provision for Employees benefits allowable on payment basis	5,604.21	6,041.77
Provision for Doubtful Debts and Advances	139.01	133.11
Others	375.55	373.99
Total Deferred Tax Assets	(B) 6,118.77	6,548.87
Deferred Tax Liability (Net)	(A-B) 18,520.00	18,800.00

Further Notes:

During the year net decrease in deferred tax liability of ₹ 280.00 lakh is being recognised in the Statement of Profit & Loss (Previous Year ₹ 7,200.00 lakh).

NOTE NO. 2.4
Other Long Term Liabilities

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Retention/Security Deposits	2,486.58	2,517.78
Income Received in Advance	140.91	295.35
Total	2,627.49	2,813.13

NOTE NO. 2.5
Long Term Provisions

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Employee Benefits*	17,968.89	19,211.47
Total	17,968.89	19,211.47

*Disclosure as required by AS 15 on "Employee Benefits" has been made in Note No. 2.32

NOTE NO. 2 . 6

Short Term Borrowings

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Short Term Loans from Banks:		
Secured		
Rupee Loans	9,139.03	80,191.88
Unsecured		
Rupee Loans	5,22,400.00	1,95,500.00
<u>Foreign Currency Loans</u>		
Buyers Credit	-	9,627.50
TOTAL	5,31,539.03	2,85,319.38

Further Notes:

Details of Security for Secured Loans:

₹ 9,139.03 lakh (Previous year ₹ 80,191.88 lakh) is secured by first parri-passu charge by way of hypothecation on all the current assets of the Society present and future including raw material stock, spare/consumable, finished goods stock, stores, book debts and other current assets.

NOTE NO. 2 . 7

Other Current Liabilities

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Interest accrued but not due on borrowings	70.39	174.92
Income received in advance	315.48	348.91
Unpaid / Unclaimed Dividends*	211.83	235.77
Amount Payable under Forward Contract (Net)	403.02	-
Cooperative Education Fund	568.82	1,064.14
Other Payables		
Advances from customers & Others	8,196.58	11,223.20
Margin Money Payable-Customers	11,981.93	10,177.46
Deposits from contractors and others	5,504.30	4,617.65
Statutory Dues	1,319.71	1,503.44
Employees Dues	4,129.69	8,561.51
For Capital Goods	303.70	162.96
TOTAL	33,005.45	38,069.96

Further Notes:

*Unpaid / Unclaimed Dividend represents the amounts which have not been claimed by the investors/ shareholders.

NOTE NO. 2 . 8
Short Term Provisions

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Employee Benefits*	8,692.61	9,728.94
Total	8,692.61	9,728.94

*Disclosure as required by AS 15 on "Employee Benefits" has been made in Note No. 2.32.

NOTE NO. 2 . 9
Property, Plant and Equipment

(₹ in lakh)

Particulars	Gross Block				Depreciation/Amortisation				Net Block	
	As at 01.04.2022	Additions	Sales/ Adjustments	As at 31.03.2023	Upto 31.03.2022	For the year	Sales/ Adjustments	Up to 31.03.2023	As at 31.03.2023	As at 31.03.2022
LAND										
Freehold*	6,519.86	-	-	6,519.86	-	-	-	-	6,519.86	6,519.86
Leasehold	3,202.59	-	-	3,202.59	739.50	68.38	-	807.88	2,394.71	2,463.09
Sub-total	9,722.45	-	-	9,722.45	739.50	68.38	-	807.88	8,914.57	8,982.95
BUILDING										
Freehold	16,136.00	30.99	36.53	16,130.46	8,724.20	287.74	14.21	8,997.73	7,132.73	7,411.80
Leasehold	2,327.96	-	-	2,327.96	925.50	81.95	-	1,007.45	1,320.51	1,402.46
Sub-total	18,463.96	30.99	36.53	18,458.42	9,649.70	369.69	14.21	10,005.18	8,453.24	8,814.26
ROADS, CULVERTS & DRAINS	4,269.14	804.06	-	5,073.20	3,852.05	127.76	-	3,979.81	1,093.39	417.09
PLANT AND EQUIPMENTS	2,91,386.78	5,862.51	476.67	2,96,772.62	1,59,744.16	10,983.12	418.66	1,70,308.62	1,26,464.00	1,31,642.62
ROLLING STOCK	4,722.57	-	-	4,722.57	4,248.56	37.13	-	4,285.69	436.88	474.01
RAILWAY SIDINGS	3,891.25	-	-	3,891.25	2,900.99	141.13	-	3,042.12	849.13	990.26
FURNITURE AND FIXTURES	1,610.14	18.43	19.38	1,609.19	1,476.17	34.22	13.27	1,497.12	112.07	133.97
VEHICLES	756.52	444.28	184.94	1,015.86	445.28	87.82	121.73	411.37	604.49	311.24
OFFICE EQUIPMENTS	3,242.33	173.63	173.64	3,242.32	2,872.58	166.19	169.06	2,869.71	372.61	369.75
OTHERS	1,420.13	82.53	30.70	1,471.96	1,230.25	53.55	24.39	1,259.41	212.55	189.88
Sub-total	3,07,029.72	6,581.38	885.33	3,12,725.77	1,72,917.99	11,503.16	747.11	1,83,674.04	1,29,051.73	1,34,111.73
Total	3,39,485.27	7,416.43	921.86	3,45,979.84	1,87,159.24	12,068.99	761.32	1,98,466.91	1,47,512.93	1,52,326.03
Previous year's Total	3,36,951.03	3,463.42	929.18	3,39,485.27	1,76,126.98	11,356.01	323.75	1,87,159.24	1,52,326.03	-

*Title deed for land acquired at Krishnapatnam for ₹ 2,926.90 lakh (Previous Year ₹ 2,926.90 lakh) is pending for execution.

NOTE NO. 2 . 10

Intangible Assets

(₹ in lakh)

Particulars	Gross Block				Amortisation				Net Block	
	As at 01.04.2022	Additions	Sales/ Adjustments	As at 31.03.2023	Upto 31.03.2022	For the year	Sales/ Adjustments	Upto 31.03.2023	As at 31.03.2023	As at 31.03.2022
Computer Software	1,977.05	1.24	61.84	1,916.45	1,882.95	62.06	61.82	1,883.19	33.26	94.10
Licence Fee	3,844.83	-	-	3,844.83	2,000.87	202.36	-	2,203.23	1,641.60	1,843.96
Total	5,821.88	1.24	61.84	5,761.28	3,883.82	264.42	61.82	4,086.42	1,674.86	1,938.06
Previous year's Total	5,787.89	39.39	5.40	5,821.88	3,624.65	264.57	5.40	3,883.82	1,938.06	-

NOTE NO. 2 . 11

Capital Work-In-Progress

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Civil Construction		
Office and Factory	114.68	20.69
Plant & Equipments	2,321.10	4,921.81
Project Inventory {(Including in transit ₹ 7,522.79 lakh (Previous year NIL))}	10,845.77	788.72
Others	136.10	309.38
Total	13,417.65	6,040.60

NOTE NO. 2 . 12

Non Current Investments

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Long Term and Trade		
A Equity Instruments (Fully paid up unless otherwise stated)		
Quoted		
Equity Shares of ₹ 1/- each of Nagarjuna Oil Refinery Ltd.	476.19	
Less: Investment written off	-	(476.19)
1,10,00,000 (1,10,00,000) Equity Shares of ₹ 1/- each, of Nagarjuna Fertilizers and Chemicals Ltd.	523.81	523.81
	523.81	523.81

Continued...

Continued...

Non Current Investments

(₹ in lakh)

Particulars	As at 31.03.2023		As at 31.03.2022	
Unquoted				
Subsidiary Companies				
47,99,39,243 (47,99,39,243) Equity Shares of ₹ 10/- each, of Kribhco Fertilizers Ltd.		59,456.76		59,456.76
5,00,00,000 (50,000) Equity shares of ₹ 10/- each, of Kribhco Agri Business Pvt Ltd.		5,000.00		5.00
45,50,000 (50,000) Equity shares of ₹ 10/- each, of Kribhco Green Energy Pvt Ltd.		455.00		5.00
		64,911.76		59,466.76
Joint Venture Companies				
2,67,57,500 (2,67,57,500) Shares of OMANI RO 1/- each, of Oman India Fertiliser Company, SAOC .		32,853.46		32,853.46
9,71,95,453 (9,71,95,453) Equity Shares of ₹ 10/- each, of Gujarat State Energy Generation Ltd.		10,204.00		10,204.00
1,80,002 (1,80,002) Equity Shares of ₹ 10/- each, of Urvarak Videsh Ltd.	18.00		18.00	
Less: Provision for diminution in value of investment	(18.00)	-	(15.71)	2.29
		43,057.46		43,059.75
Associate Company				
6,37,81,188 (6,37,81,188) -Equity shares of ₹ 10/- each, of DP World Rail Logistics Private Limited (DPWRLPL)		10,704.00		10,704.00
		10,704.00		10,704.00
Other Entities				
1,34,00,000 (1,34,00,000) Equity Shares of ₹ 5/- each, of Indian Commodity Exchange Ltd.	840.00			840.00
Less: Provision for diminution in value of investment	(840.00)	-		
80 (80) Equity Shares of ₹ 25,000/- each, of National Agricultural Cooperative Marketing Federation of India Ltd.		20.00		20.00
50 (50) Equity Shares of ₹ 10,000/- each, of Cooperative Bank of India Ltd.		5.00		5.00
02 (Nil) Equity Shares of ₹ 5,000/- each, of National Film & Fine Art Coop. Limited		0.10		-
		25.10		865.00

Continued...

Continued...

Non Current Investments

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
B Debentures		
3096 (3096) -1% Optional Convertible Debentures of DPWRLPL of ₹ 1,00,000 each.	3,096.00	3,096.00
	3,096.00	3,096.00
C Share Application Money Pending Allotment		
Kribhco Green Energy Pvt Ltd (Subsidiary)	3,000.00	-
National Cooperative Export Ltd (Associate)	101.00	-
Bharatiya Sahakari Beej Samiti Ltd (Associate)	101.00	-
	3,202.00	-
Total	1,25,520.13	1,17,715.32

Further Notes:

- Aggregate amount of quoted investments (Net of provision) 523.81 523.81
 - Market value of quoted investments 1,012.00 1,413.50
 - Aggregate amount of un-quoted investments 1,24,996.32 1,17,191.51
- Investments have been valued as per Accounting Policy No. 11 disclosed in Note No. 1 to the financial statements.
- Figures in brackets relates to previous year.

NOTE NO. 2 . 13

Long Term Loans and Advances

(Unsecured Considered good, unless otherwise stated)

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Capital Advances	823.55	753.08
Loans:		
Employees (including interest accrued)		
Secured	3,203.67	3,138.17
Un-Secured	-	22.71
	3,203.67	3,160.88
Recoverable towards Employee Benefits from Hazira Ammonia Extension Plant (HAEP)	6,966.89	6,824.29
Total	10,994.11	10,738.25

NOTE NO. 2 . 14

Other Non Current Assets

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Advance Tax including TDS (Net of provisions)	29,253.57	16,850.07
Security Deposits	105.20	125.89
Total	29,358.77	16,975.96

NOTE NO. 2 . 15

Inventories

(As taken, valued and certified by the Management)

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Stock-in-Process	525.22	329.77
Semi-Finished Goods	5,961.78	1,439.95
Finished Goods -Manufactured	38,080.61	26,549.02
Traded Products	2,92,737.52	3,36,636.32
Stores and Spares	7,956.24	7,121.71
Loose Tools	21.36	38.75
Packing Materials	1,671.43	1,756.56
Chemicals and Catalysts	5,033.77	3,058.80
Construction Materials	16.00	9.65
	3,52,003.93	3,76,940.53
Less:		
Provision for Obsolete, Surplus and Non-Moving Stores	1,497.16	1,494.77
Total	3,50,506.77	3,75,445.76
Further Notes:		
1 Inventories include Material in Transit and Inspection		
Finished Goods-Manufactured	-	8,773.49
Traded Products	30,650.19	1,52,425.90
Stores and Spares	279.30	62.61
	30,929.49	1,61,262.00

Continued...

Continued...

NOTE NO. 2 . 15

2 Inventory items have been valued considering the Significant Accounting Policy (Point no.3) as disclosed in Note No. 1 of financial statements.

3 Break up of Inventories

Particulars	As at 31.03.2023 Amount (₹ in lakh)	As at 31.03.2022 Amount (₹ in lakh)
i) Stock in Process		
Ammonia	525.22	329.77
Total	525.22	329.77
ii) Semi-Finished Goods-Manufactured		
Ammonia for Urea	5,961.78	1,439.95
Total	5,961.78	1,439.95
iii) Finished Goods-Manufactured		
Urea	37,994.66	26,454.54
Argon	11.38	9.56
Bio-Fertilisers	58.47	64.04
Others	16.10	20.88
Total	38,080.61	26,549.02

Particulars	Amount (₹ in lakh)	Amount (₹ in lakh)
iv) Traded Products		
Imported DAP	1,07,989.47	2,63,951.11
Imported MAP	75,142.52	-
Imported NPK	81,178.08	44,502.98
Imported NPS	24,766.26	23,989.99
Imported Pool Urea	1,948.20	3,170.84
Seeds	693.57	569.66
Raw Seeds	137.13	69.65
Others	882.29	382.09
Total	2,92,737.52	3,36,636.32

NOTE NO. 2 . 16

Trade Receivables

(Unsecured considered good, unless otherwise stated)

(₹ in lakh)

Particulars	As at 31.03.2023		As at 31.03.2022	
Outstanding for a period exceeding six months from the due date of payment				
Unsecured				
Claims Due from Government				
- Considered Good	11,425.44		1,134.93	
- Considered doubtful	24.55	11,449.99	98.72	1,233.65
Others				
- Considered Good	906.91		640.57	
- Considered doubtful	397.43	1,304.34	422.62	1,063.19
Others				
Claims Due from Government	2,21,616.92		1,87,074.08	
Others	45,882.60	2,67,499.52	9,867.63	1,96,941.71
		2,80,253.85		1,99,238.55
Less: Provision for bad and doubtful receivables		421.98		521.34
Total		2,79,831.87		1,98,717.21

Further Notes:

(i) Refer Note 2.35 for breakup of balance due from the related parties ₹ 871.48 lakh (Previous Year ₹ 657.63 lakh).

NOTE NO. 2 . 17

Cash and Bank Balances

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Cash and Cash Equivalents		
Balances with banks		
- Current/Cash Credit Accounts	4,226.64	10,818.38
- Remittances-in-transit	-	13.40
- Cheques & drafts in hand	-	86.22
- Cash in hand	2.42	1.09
Other Bank Balances		
Fixed Deposits with original Maturity of more than three months *	2,10,422.39	1,23,745.41
Fixed Deposit held as security with Government/other departments	6.97	6.62
Unpaid/Unclaimed dividend accounts	40.00	106.90
Total	2,14,698.42	1,34,778.02

* Including ₹ 2,173.25 lakh (Previous Year ₹ 2,132.56 lakh) held in Escrow Account.

NOTE NO. 2 . 18

Short Term Loans and Advances

(Unsecured considered good, unless otherwise stated)

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
LOANS		
Related Parties	-	35.00
Employees (including interest accrued)		
Secured	685.97	679.25
Un-Secured	-	1.68
Others	100.00	370.84
Sub Total	785.97	1,086.77

Continued...

Continued...

NOTE NO. 2 . 18

(₹ in lakh)

Particulars	As at 31.03.2023		As at 31.03.2022	
ADVANCES				
Related Parties		228.67		3.02
Employees		160.95		179.81
Contractors & Suppliers, including material issued on loan				
Unsecured				
Considered Good	16,191.30		8,006.34	
Considered Doubtful	130.35	16,321.65	7.54	8,013.88
Balance with Revenue Authorities		64,975.64		30,086.36
Recoverable towards Employee Benefits from HAEP		463.91		220.57
Others *		2,956.08		32,286.13
		85,106.90		70,789.77
Less: Provision for bad & doubtful advances		130.35		7.54
Sub Total		84,976.55		70,782.23
Total		85,762.52		71,869.00

Further Notes:

- i) Refer Note 2.35 for breakup of balance outstanding for Loans and Advances due from related parties ₹ Nil lakh and ₹ 228.67 lakh respectively (Previous Year ₹ 35.00 lakh and ₹ 3.02 lakh respectively).
- ii) A sum of ₹ 4,134.28 lakhs is recoverable from M/s Guizhou Kailin, an entity of the Government of Peoples' Republic of China, on account of loss of subsidy consequent to DAP cargo supplied by them having been declared as "non-standard" in the year 2013-2014 by Govt. of India, under Arbitration Tribunal award dated 14.02.2018 in favour of the Society. The Arbitration award given in favour of the Society on 14.02.2018 carries interest at 9% per annum from 26th August, 2013 till the date of the award if paid within a month from date of award, failing which the awarded amount would carry interest @18% per annum till date of realisation. Against the said award, The Chinese entity has filed an application before the Delhi High Court to set aside the award under section 34 of the Arbitration and Conciliation Act, 1996 and the same is pending for hearing.

The Society has obtained a legal opinion on this matter wherein it has been informed that even if the application under Section 34 is dismissed, the Chinese entity has a further right to appeal to the Division Bench of the Delhi High Court, and if it is unsuccessful, it may still move the Supreme Court. The net result is that the disposal of the application in the Delhi High Court / Supreme Court

Continued...

Continued...
may take further time which cannot be estimated at present. Further, as the Chinese entity has no assets in India, the recovery is possible only by executing the award in Peoples' Republic of China. The Society has also been advised by the lawyers that until all the proceedings in India are concluded, execution in Chinese court is not possible. All the above factual background implies that there could be considerable delay in recovering the awarded amount against Chinese entity. Thus, the Society has been advised that it can write off the amount recoverable from M/s. Guizhou Kailin in the books of accounts, and such writing off the amount in the books of accounts will not affect Society's right to recover against Chinese entity as per the judgment of the Supreme Court of India. In view that recovery of such amounts involving international jurisdictions usually takes a longer period therefore following the consistent accounting practice adopted by the Society, the legal opinion obtained by the Society and as a matter of prudence, the Society has written off the sum of ₹ 4134.28 lakhs in the books of account in the previous year. Simultaneously the Society is continuously pursuing the litigation to claim its rightful amount recoverable. On recovery of the amount, the said amount will be offered for tax in the year of recovery.

* Mainly represent amount due from Gas (Pool) Fund ₹ 2,154.49 Lakh (Previous year ₹ 31,123.04)

NOTE NO. 2 . 19

Other Current Assets

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Interest Accrued but not due on Fixed deposits/Investments	2,800.43	343.72
Amount Receivable under Forward Contract (Net)	-	538.79
Deferred Premium of Forward Contract	62.64	137.31
Total	2,863.07	1,019.82

NOTE NO. 2 . 20

Revenue from Operations

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Sale of Products (Net of Discounts/ Rebates)	6,88,570.56	4,06,244.50
Subsidy/Remuneration from Central/State Governments	16,92,545.48	7,86,241.32
Sale of Services	5,969.77	4,332.89
Other Operating Revenue	3,331.64	1,324.67
Revenue from Operations (Net)	23,90,417.45	11,98,143.38

Continued...

Continued...

Further Notes:

1 SUBSIDY FROM GOVERNMENT OF INDIA (GOI)

- a) Subsidy of Nitrogenous fertilisers are under the Concession Scheme as per New Urea Policy 2015. The subsidy on Nitrogenous Fertilisers for the current year has been accounted for on the basis of Notified Concession Price adjusted for input price escalation/de-escalation and as estimated by the Management, based on the norms prescribed or notified under the said scheme. On fixation of final Concession Price by the Government of India, necessary adjustments, if any, are made in the accounts for the year, in which such price is notified.
- b) Subsidy on imported phosphatic fertilisers has been accounted for based on the concession rate as notified by GOI under Nutrient Based Subsidy Scheme (NBS).
- c) Freight Subsidy has been accounted for in terms of the schemes notified by GOI.

2	Breakup of Sale of Products including Subsidy/ Concessions/ Remuneration (Net of Discounts/Rebates)	Year Ended 31.03.2023		Year Ended 31.03.2022	
		Sales	Subsidy/ Concessions/ Remuneration	Sales	Subsidy/ Concessions/ Remuneration
(a) Manufactured					
	Ammonia	37,842.53	-	35,419.82	-
	Urea	1,16,689.62	8,83,446.39	1,15,650.52	5,31,481.17
	Bio-Fertilisers	1,290.47	-	1,138.04	-
	Argon (NM ³)	2,749.14	-	3,909.63	-
	Power	4.87	-	751.97	-
	Others	563.46	-	436.72	-
	Sub Total	1,59,140.09	8,83,446.39	1,57,306.70	5,31,481.17
(b) Traded Products					
	Imported DAP	2,98,674.34	5,46,289.37	96,027.16	1,40,645.10
	Imported MOP	-	(14.63)	168.91	62.93
	Imported MAP	26,385.68	40,079.87	-	-
	Imported NPK	1,10,162.43	1,41,058.20	95,071.70	80,157.82
	Imported NPS	52,418.90	66,439.09	26,787.15	24,355.13
	Imported Urea	25,632.83	13,479.42	14,868.61	8,587.28
	OMIFCO Urea	-	1,387.28	-	(127.12)
	Compost	2,069.25	-	1,697.97	560.01
	Seeds	6,434.72	380.49	6,977.81	519.00
	Others	7,652.32	-	7,338.49	-
	Sub Total	5,29,430.47	8,09,099.09	2,48,937.80	2,54,760.15
	Total (a+b)	6,88,570.56	16,92,545.48	4,06,244.50	7,86,241.32

Continued...

Continued...

(₹ in lakh)

	Year Ended 31.03.2023	Year Ended 31.03.2022
3. Breakup of Sale of Services		
Service Charges from HAEP	2,611.80	2,255.25
PSA/TSA from OMIFCO	152.04	170.68
Marketing Service Charges from KFL	1,553.91	1,211.02
Leave and License Fee from DPWRLPL	159.14	154.50
Others	1,492.88	541.44
Total	5,969.77	4,332.89
4. Breakup of Other Operating Revenue		
Despatch Money	641.11	300.98
Insurance Claims Received	2,013.56	354.52
Claims/Recoveries from contractors & Others	676.97	669.17
Total	3,331.64	1,324.67

NOTE NO. 2 . 21

Other Income

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Interest		
From Employees	170.36	158.08
From Indian Banks	11,407.75	3,038.33
Interest on Debentures	30.96	30.96
On Income Tax Refunds	505.86	1,627.59
Others	2.64	3.70
	12,117.57	4,858.66
Dividend		
From non current investments-Trade Subsidiaries	2,399.70	-
Joint Ventures	1,59,477.06	1,08,170.58
Others	-	3.15
	1,61,876.76	1,08,173.73
Other Non-Operating Income		
Net Gain on Foreign Currency translation and transactions	5,007.57	4,246.53
Lease and Equipment hire charges	2.73	0.54
Rental Income	803.45	693.56

Continued...

Continued..

NOTE NO. 2 . 21

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Sale of Scrap and Other items	243.36	286.31
Recovery from Employees	100.44	110.02
Penalties & Liquidated damages	255.37	226.91
Excess Provision Written back/Unclaimed Amount (Net)	555.73	2,638.69
Others	127.01	72.06
Total	1,81,089.99	1,21,307.01

NOTE NO. 2 . 22

Cost of Materials Consumed

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Raw Materials	8,33,106.07	5,10,172.78
Packing Materials	18,848.45	13,299.64
Chemicals and Catalysts	3,872.49	2,880.72
Power, Fuel and Water	1,32,297.49	96,555.80
Total	9,88,124.50	6,22,908.94
Further Notes:		
1 Breakup of Raw Materials		
Natural Gas	8,33,106.07	5,10,172.78
Total	8,33,106.07	5,10,172.78
2 Break up of Power, Fuel and Water		
Power	4,972.90	4,246.54
Fuel (Boiler Gas)	1,22,659.17	87,852.16
Water Charges	4,665.42	4,457.10
Total	1,32,297.49	96,555.80

NOTE NO. 2 . 23

Purchases of Stock-in-Trade

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
OMIFCO Urea	-	51.54
Imported DAP	7,04,787.54	4,36,016.10
Imported MAP	1,36,880.58	-
Imported NPK	2,71,683.58	1,66,984.62
Imported NPS	1,13,359.23	57,188.52
Imported Urea	23,366.80	16,863.03
Other Indigenous Fertilisers	8,855.08	8,450.63
Seeds, Chemicals and Other Products	5,298.15	5,574.32
Total	12,64,230.96	6,91,128.76

NOTE NO. 2 . 24

Changes in Inventories of Finished Goods, Semi-Finished Goods, Stock-in-Process and Stock-in-Trade

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Opening Stock		
Stock-in-Process	329.77	178.49
Semi Finished Goods	1,439.95	2,501.98
Finished Goods-Manufactured	26,549.02	15,574.11
Stock-in-Trade	3,36,636.32	38,937.26
	3,64,955.06	57,191.84
Closing Stock		
Stock-in-Process	525.22	329.77
Semi Finished Goods	5,961.78	1,439.95
Finished Goods-Manufactured	38,080.61	26,549.02
Stock-in-Trade	2,92,737.52	3,36,636.32
	3,37,305.13	3,64,955.06
Decretion / (Accretion) in inventories	27,649.93	(3,07,763.22)

NOTE NO. 2 . 25

Employee Benefits Expense

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Salaries and Wages	28,779.61	33,706.87
Contribution to Provident and Other Funds	4,554.84	9,628.04
Staff Welfare Expenses	2,679.28	2,145.90
Total	36,013.73	45,480.81

NOTE NO. 2 . 26

Note No. 226 - Finance Costs

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Interest on :		
Cash Credit and Short Term Loans	32,288.97	7,158.28
Buyer's Credit	32.70	54.75
Deposits from Customers	91.15	67.05
Income Tax & Other Authorities	0.76	600.13
	32,413.58	7,880.21
Other Borrowing Cost :		
Exchange differences regarded as adjustment to interest cost	136.34	219.06
	136.34	219.06
Total	32,549.92	8,099.27

NOTE NO. 2 . 27

Other Expenses of Manufacturing, Administration, Selling and Distribution

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Electricity and Water Charges	324.73	334.22
Rent	525.79	564.34
Rates and Taxes	351.51	314.04
Repairs and Maintenance		
Buildings	2,219.43	973.27
Plant, Machinery and Other Equipments	4,533.16	4,415.16
Others	974.43	877.52
Insurance	3,261.75	2,451.18
Travelling Expenses	990.78	583.70
Directors	28.62	22.52
Others	962.16	561.18
Printing and Stationery Expenses	43.60	48.12
Communication Expenses	226.19	115.67
Farmers Benefit and Publicity	955.44	970.73
Warehousing	1,708.58	692.18
Packing, Freight and Handling	1,07,374.49	70,636.41
Seed Multiplication Expenses	128.26	173.54
Directors' Sitting Fees	68.22	51.98
Vehicle Hire, Running and Maintenance Expenses	731.95	559.08
Legal and Professional Charges	403.63	489.28
Premium for forward contracts	5,212.57	5,536.32
Bank and Other Finance Charges	277.04	251.04
Payment to Auditors		
Audit Fees	27.00	30.00
Other services	6.30	2.79
Out of Pocket expenses	18.54	10.31
Amount charged/written off	395.45	4,390.67
Loss on Sale of Property, Plant and Equipments/ Written Off (Net)	83.31	63.12
Provision for Bad and Doubtful Debts/Advances	131.04	64.98

Continued...

Continued..

NOTE NO. 2 . 27

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Provision for Surplus and Non-Moving Stores	2.39	-
Provision for diminution in value of investments	842.29	-
E.D.P. Expenses	559.21	476.49
Security Expenses	542.20	418.20
Donations	100.00	100.00
Miscellaneous Expenses	1,272.97	858.67
Total	1,34,292.25	96,453.01

NOTE NO. 2 . 28

Prior Period Items (Net)

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
INCOME		
Others	3.88	-
	3.88	-
EXPENDITURE		
Others	-	3.31
Depreciation and Amortisation	-	(49.13)
	-	(45.82)
Net (Income) / Expenditure	(3.88)	(45.82)

NOTE NO. 2 . 29

Exceptional Items (Net)

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
INCOME		
Net gain on sale of investments	-	(2,241.86)
	-	(2,241.86)

Other Notes

2.30 Capital and other Commitments

- i) Estimated Value of contracts remaining to be executed on Capital Account (Net of Advances for capital items) and not provided for is ₹ 8,217.47 lakh (Previous Year ₹ 8,791.42 lakh).
- ii) Commitment on account of contribution to Equity in respect of Investment in Subsidiary and Associates is ₹ 38,393.00 lakh (Previous Year ₹ nil).

2.31 Contingent Liabilities

(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
(i) Claims against the Society not acknowledged as debts (disputed liability relating to various matters)		
(a) Claims against Society/Disputed Liabilities	449.78	128.86
(b) Disputed liability relating to Tax matters		
(i) VAT/Sales Tax matters	3,965.58	3,965.58
(ii) Excise / Custom / Service Tax matters	815.22	11,221.95
(iii) Income Tax matters	15,196.35	14,823.37
(iv) Notified area Tax and Cess matters	6,521.00	5,758.12
(c) Disputed liability relating to Labour matters	47.49	74.63
(d) Court cases/ Arbitration with Contractors/ Suppliers	1,386.88	1,347.46
Total	28,382.30	37,319.97
(ii) Guarantees/Counter Guarantees to lenders and others given by the Society in respect of Joint Ventures/Subsidiaries (including Surety Bonds and Letters of Comfort).	1,57,135.00	2,02,094.00
(iii) Guarantees/Counter Guarantees- Others	1,471.41	1,471.41

In respect of item (i) (a), (b), (c) and (d) above, the Society is contesting the demand and the management including its legal advisors believe that its position will likely to be upheld in the adjudicating/ appellate process. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Society's financial position and results of operations.

2.32 EMPLOYEE BENEFITS

- 2.32.1 Disclosures as required under Accounting Standard 15 (Revised) "Employee Benefits", issued by the Institute of Chartered Accountants of India, in respect of Defined Benefit Obligations are as under:-

a) The principal actuarial assumptions used are as below-

Sr. No	Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
(i)	Method Used	Projected Unit Credit Method	
(ii)	Discount Rate	7.18%	6.48%
(iii)	Expected rate of return on Plan Assets-Gratuity Fund	7.15%	7.15%
(iv)	Expected rate of increase in Compensation Level	6.80%	6.40%

The estimate of future salary increase considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

(b) Changes in the present value of the obligations -

(₹ in lakh)

Particulars	Gratuity		Leave Encashment / Compensated Absences	
	(Funded)		(Unfunded)	
	Year Ended 31.03.2023	Year Ended 31.03.2022	Year Ended 31.03.2023	Year Ended 31.03.2022
Present Value of Obligations as at beginning of year	26,982.25	28,542.42	25,226.43	25,286.14
Interest Cost	1,576.86	1,781.89	1,481.49	1,591.79
Current Service Cost	912.39	960.60	1,965.64	1,960.82
Benefits Paid	(5,295.87)	(5,435.74)	(4,727.72)	(4,433.35)
Actuarial (Gain)/Loss on Obligations	548.14	1,133.08	73.28	821.03
Present Value of Obligations as at end of the year	24,723.77	26,982.25	24,019.12	25,226.43

(c) Changes in the fair value of the plan assets

(₹ in lakh)

Particulars	Gratuity		Leave Encashment / Compensated Absences	
	(Funded)		(Unfunded)	
	Year Ended 31.03.2023	Year Ended 31.03.2022	Year Ended 31.03.2023	Year Ended 31.03.2022
Fair Value of Plan Assets as at beginning of the year	24,650.36	26,235.71	-	-
Expected return on Plan Assets	1,654.47	1,750.20	-	-
Employers' Contribution	2,273.61	1,920.91	-	-
Benefits Paid	(5,295.87)	(5,435.74)	-	-
Actuarial Gain / (loss)	178.96	179.28	-	-
Fair Value of Plan Assets as at end of the year*	23,461.53	24,650.36	-	-

*Gratuity Fund is managed by Life Insurance Corporation of India (LIC). Individual investment-wise details of Plan Assets are not provided by the LIC.

(d) Liability recognized in the Balance Sheet

(₹ in lakh)

Particulars	Gratuity		Leave Encashment / Compensated Absences	
	(Funded)		(Unfunded)	
	Year Ended 31.03.2023	Year Ended 31.03.2022	Year Ended 31.03.2023	Year Ended 31.03.2022
Present Value of Obligations as at end of the year	24,723.77	26,982.25	24,019.12	25,226.43
Fair Value of Plan Assets as at end of the year	23,461.53	24,650.36	-	-
Net unfunded Liability / (Assets) recognized in Balance Sheet	1,262.24	2,331.89	24,019.12	25,226.43

(e) Expenses recognized in the Statement of Profit and Loss-

(₹ in lakh)

Particulars	Gratuity		Leave Encashment / Compensated Absences	
	(Funded)		(Unfunded)	
	Year Ended 31.03.2023	Year Ended 31.03.2022	Year Ended 31.03.2023	Year Ended 31.03.2022
Current Service Cost	912.39	960.60	1,965.64	1,960.82
Interest Cost	1,576.86	1,781.89	1,481.49	1,591.79
Expected return on Plan Assets	(1,654.47)	(1,750.20)	-	-
Net Actuarial (Gain)/Loss recognized during the year	369.18	953.80	73.28	821.03
Total Expense recognized in the Statement of Profit and Loss	1,203.96	1,946.09	3,520.41	4,373.64

(f) Experience adjustments

(₹ in lakh)

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Gratuity		
(i) Plan Assets- Loss/(Gain)	(178.96)	(179.28)
(ii) Obligations- Loss/(Gain)	808.97	759.67
Leave Encashment/Compensated Absences (Obligations)-Loss/(Gain)	(436.23)	(120.58)

g) The Society's best estimate of contribution towards gratuity for the financial year 2023-24 will be ₹ 2,099.50 lakh (Previous Year ₹ 3,188.75 lakh).

2.32.2 Provision for Long Service Award and Travel to Hometown on Superannuation amounting to ₹ 2.25 lakh for the year have been made during the year (Previous Year ₹ 257.23 lakh expense written back in Statement of Profit & Loss) based on actuarial valuation.

- 2.32.3 The Society pays fixed contribution to provident fund at predetermined rates to a separate trust, which invests the funds in permitted securities. Contribution to family pension scheme is paid to the appropriate authorities. The contribution of ₹ 1,923.22 lakh (Previous Year ₹ 4,024.98 lakh including ₹ 1,912.13 lakh reimbursed to PF Trust for actual loss incurred on investments) is charged to the Statement of Profit & Loss. The obligation of the Society is to make such fixed contribution and to ensure a minimum rate of return to the members as specified by Government of India. As per report of the actuary, no expected shortfall has been observed considering the surplus in the Provident Fund Trust hence no provision has been made for the year.
- 2.32.4 Provision for additional monthly payments payable in subsequent periods to the employees opted for Voluntary Retirement Scheme 2011 amounting to ₹ 6.82 lakh (Previous Year ₹ 11.06 lakh) have been made on the basis of actuarial valuation at the year end and decrease in liability for the year is accounted for ₹ 4.24 lakh in the Statement of Profit & Loss (Previous Year ₹ 11.71 lakh).
- 2.32.5 During the year the Society has provided a sum of ₹ 1,357.00 lakh (Previous Year ₹ 3,288.00 lakh) towards Employees Superannuation Pension Scheme and the same has been charged to Statement of Profit and Loss.
- 2.32.6 During the year the Society has provided a sum of ₹ 418.00 lakh (Previous year ₹ 638.00 lakh) towards contribution to Employees Benevolent Fund Trust for Post Retirement Medical Assistance Scheme and the same has been charged to Statement of Profit and Loss.

2.33 Borrowing Cost

Borrowing cost capitalised during the year is NIL (Previous Year NIL).

2.34 Segment Information:

Disclosures as required under AS 17 - Segment Reporting:-

2.34.1 PRIMARY SEGMENT

a) Business Segments:

The Society's operating business are organized and managed according to the nature of products and services provided. The three identified segments are 'Urea and Ammonia-Manufactured', 'Imported Fertilizers' and 'Other Products'. The 'Urea and Ammonia-Manufactured' segment includes manufacture and marketing of Urea and Ammonia. 'Imported Fertilizers' segment includes trading of Imported OMIFCO Urea, Imported Pool Urea, Imported Phosphatic/ Potasic Fertilizers. 'Other Products' segment includes Trading and Manufacturing of bio-fertilizers, seeds, pesticides, indigenous fertilizers, agro inputs, argon gas etc.

b) Segment Accounting Policies:

Direct revenue and expenses are allocated to respective segments. Indirect revenue and expenses are allocated amongst the segments on a reasonable basis. Segment Assets include all operating assets used by segment comprising Non Current Assets and Current Assets. Segment Liabilities include all operating liabilities and consist principally of trade payables and other current liabilities. Unallocated items include general corporate income and expense items which are not allocated to any business segment.

Particulars	Business Segments						Total	
	Urea & Ammonia- Manufactured		Imported Fertilisers		Other Products			
	31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022	31.03.2023	31.03.2022
Revenue :								
- Sales	1,54,532.15	1,51,169.79	5,13,274.18	2,32,923.53	20,764.23	22,151.18	6,88,570.56	4,06,244.50
- Concession/Remuneration from GOI	8,83,446.39	5,31,481.17	8,08,718.60	2,53,681.15	380.49	1,079.01	16,92,545.48	7,86,241.33
Other Revenue	2,540.62	2,141.78	6,745.53	6,458.76	7,110.92	5,331.64	16,397.07	13,932.18
Total Revenue	10,40,519.16	6,84,792.74	13,28,738.31	4,93,063.44	28,255.64	28,561.83	23,97,513.11	12,06,418.01
Expenditure								
- Operating and Other Expenses	10,52,270.53	7,06,950.18	13,92,892.42	4,35,924.82	17,477.95	16,908.07	24,62,640.90	11,59,783.07
Total Expenditure	10,52,270.53	7,06,950.18	13,92,892.42	4,35,924.82	17,477.95	16,908.07	24,62,640.90	11,59,783.07
Segment Operating Result	(11,751.37)	(22,157.44)	(64,154.11)	57,138.62	10,777.69	11,653.76	(65,127.79)	46,634.94
Unallocated Expenses								
- Interest and Financial charges							32,549.92	8,099.27
- Total Unallocated							32,549.92	8,099.27
- Other Revenue- Dividend							1,61,876.76	1,08,173.73
- Interest Income							12,117.57	4,858.66
Profit Before Exceptional Item							76,316.62	1,51,568.06
Exceptional Item							-	2,241.86
Profit Before Tax							76,316.62	1,49,326.20
- Income Tax (Net)							19,434.32	31,881.80
Net Profit after Tax							56,882.30	1,17,444.40
Capital Employed								
- Segment Assets	2,47,219.57	3,75,654.59	6,18,728.41	4,22,145.62	8,769.78	11,488.28	8,74,717.76	8,09,288.49
- Unallocated Corporate Assets							3,74,005.69	2,72,234.94
- Capital Work-in-Progress							13,417.65	6,040.60
Total Assets	2,47,219.57	3,75,654.59	6,18,728.41	4,22,145.62	8,769.78	11,488.28	12,62,141.10	10,87,564.03
- Segment Liabilities	1,25,740.36	1,50,773.35	63,713.37	1,58,006.08	4,114.36	8,246.87	1,93,568.09	3,17,026.30
- Unallocated Corporate Liabilities							5,55,712.30	3,06,227.24
Total Liabilities	1,25,740.36	1,50,773.35	63,713.37	1,58,006.08	4,114.36	8,246.87	7,49,280.39	6,23,253.54
Other Information								
- Capital Expenditure incurred during the year (including CWIP)	14,794.72	3,607.13	-	-	-	-	14,794.72	3,607.13
- Depreciation/Amortization	11,194.27	10,589.23	442.27	373.96	696.87	657.39	12,333.41	11,620.58
- Unallocated								
- Non Cash Expenditure (other than depreciation)	216.07	270.02	15.65	4,134.33	1,220.38	68.61	1,452.10	4,472.96

2.34.2 Secondary Segment

The operation of the Society is mainly carried out within the country and therefore there is no reportable geographical segments.

2.35 Related Party Disclosures:

2.35.1 Related parties:

2.35.1.1 Key Management Personnel

- | | |
|-----------------------|--|
| i) Mr.Rajan Chowdhry | Managing Director |
| ii) Mr. M R Sharma | Operations Director |
| iii) Mr. V S R Prasad | Marketing Director w.e.f. 01.04.2022 |
| iv) Mr.V S Sirohi | Marketing Director upto 31.03.2022 |
| v) Mr. Manish Kumar | Finance Director w.e.f. 29.11.2022 |
| vi) Mr. S S Yadav | Director (HR) |
| vii) Mr. R S Mathur | Executive Director (F&A) upto 28.11.2022 |

2.35.1.2 Subsidiary Companies:

- i) KRIBHCO Fertilisers Limited (KFL)
- ii) KRIBHCO Agri Business Pvt Ltd. (KABPL)
- iii) KRIBHCO Green Energy Pvt Ltd. (KGEPL)

2.35.1.3 Joint ventures:

- i) Oman India Fertiliser Co.SAOC (OMIFCO)
- ii) Urvarak Videsh Limited. (UVL)
- iii) Gujarat State Energy Generation Limited (GSEG)

2.35.1.4 Associates:

- i) DP World Rail Logistics Private Limited (DPWRLPL)
- ii) Gramin Vikas Trust (GVT)
- iii) Anya Polytech & Fertilizers Pvt. Limited (APFPL)- [Joint Venture of DPWRLPL, Associate of the Society]
- iv) National Cooperative Export Ltd (NCEL) w.e.f. 25.01.2023
- v) Bharatiya Sahakari Beej Samiti Ltd (BSBSL) w.e.f.25.01.2023

2.35.2 Transactions with the related parties at (2.35.1) above are as follows:

(₹ in lakh)

Nature of Transaction	Related Party	2022-23	2021-22
Investment during the year	KABPL	4,995.00	5.00
	KGEPL	450.00	5.00
	Total	5,445.00	10.00
Share Application Money Pending Allotment	KGEPL	3,000.00	-
	NCEL	101.00	-

Continued...

Continued...
(₹ in lakh)

Nature of Transaction	Related Party	2022-23	2021-22
	BSSL	101.00	-
	Total	3,202.00	-
Dividend Received	OMIFCO	1,59,477.06	1,08,170.58
	KFL	2,399.70	-
	Total	1,61,876.76	1,08,170.58
Receipts for Fee/ Services	DPWRLPL	392.70	318.10
	KFL	1,553.91	1,211.02
	OMIFCO	152.04	170.68
	GSEG	183.77	163.74
	Total	2,282.42	1,863.54
Rental Income	KFL	121.37	28.00
	DPWRLPL	33.85	29.50
	APFPL	11.61	10.90
	KABPL	0.36	-
	GVT	6.96	11.12
	GSEG	16.23	176.35
	Total	190.38	255.87
Interest Income	DPWRLPL	30.96	30.96
	Total	30.96	30.96
Purchases of Traded Products/ Other Material	KFL	1,110.58	1,097.85
	GVT	-	140.32
	APFPL	8,256.91	3,938.79
	Total	9,367.49	5,176.96
Grants/ Contribution / Donations	GVT	100.00	100.00
	Total	100.00	100.00
Recovery towards expenses incurred	DPWRLPL	45.96	47.99
	KFL	10.56	22.28
	GSEG	74.36	128.06
	OMIFCO	16.15	13.16
	KABPL	0.10	-
	APFPL	1.02	0.92
	GVT	7.42	10.62
	Total	155.57	223.03

Continued...

Continued...
(₹ in lakh)

Nature of Transaction	Related Party	2022-23	2021-22
Amount Payable	GSEG	86.12	98.73
	APFPL	1.54	23.11
	KFL	6.38	18.66
	Total	94.04	140.50
Deposit Received	KFL	2.66	2.66
	GSEG	42.00	42.00
	APFPL	4.88	30.24
	GVT	1.00	1.00
	Total	50.54	75.90
Trade Receivable	KFL	487.73	136.38
	OMIFCO	43.79	38.47
	GVT	124.41	169.01
	DPWRLPL	177.49	272.60
	GSEG	26.12	27.93
	APFPL	11.94	13.24
	Total	871.48	657.63
Amount recoverable towards Loan / Advances	GVT	-	35.00
	KGEPL	225.38	-
	Mr. M R Sharma, Operations Director	3.29	3.02
	Total	228.67	38.02
Corporate/ Other Guarantees given for	KABPL	6,600.00	-
	GVT	1,223.00	1,135.00
	KFL	1,49,312.00	2,00,959.00
	Total	1,57,135.00	2,02,094.00
Managerial Remuneration*	Mr. Rajan Chowdhry, Managing Director	97.58	82.74
	Mr. M R Sharma, Operations Director	81.64	68.40
	Mr. V S R Prasad, Marketing Director	80.72	-
	Mr. Manish Kumar, Finance Director	22.92	-

Continued...

Continued...
(₹ in lakh)

Nature of Transaction	Related Party	2022-23	2021-22
	Mr.V S Sirohi, Ex. Marketing Director	65.41	80.17
	Mr. S S Yadav, Director (HR)	81.31	74.28
	Mr. R S Mathur, Executive Director (F&A)	61.67	75.11
	Total	491.25	380.70

*The provisions for other employees benefits viz. contribution to gratuity, leave encashment/ compensated absences and other defined benefit plans are ascertained on actuarial valuation done on overall for Society as whole basis and hence not ascertainable separately for Key Management Personnel.

2.36 Operating Lease

The Society's significant leasing arrangements are in respect of Operating Lease of premises for offices of the Society and residential use of employees. These leasing agreements are usually renewable on mutually agreed terms but are cancelable. These payments are shown as "Rent" in Note 2.27 of 'Other Expenses of Manufacturing, Administration, Selling and Distribution.'

2.37 Financial Reporting of Interest in Joint Ventures

Investments include ₹ 43,075.46 lakh (Previous Year ₹ 43,075.46 lakh) representing Society's interest in the following jointly controlled entities as at March 31, 2023.

(₹ in lakh)

Name of the Company	Country of Residence	Contribution towards Equity		Percentage of holding of KRIBHCO	
		As at 31.03.2023	As at 31.03.2022	As at 31.03.2023	As at 31.03.2022
i) Oman India Fertiliser Company SAOC (OMIFCO)*	Oman	32,853.46	32,853.46	25.00	25.00
ii) Gujarat State Energy Generation Ltd (GSEG)**	India	10,204.00	10,204.00	19.16	19.16
iii) Urvarak Videsh Ltd. (UVL)**	India	18.00	18.00	33.33	33.33

The Society's share in the Assets, Liabilities, Capital Commitments and Contingent Liabilities as at 31.03.2023 and Income and Expenses for the year ended 31.03.2023 in respect of jointly controlled entities are given below:

Continued...
(₹ in lakh)

Particulars	As at 31.03.2023	As at 31.03.2022
Liabilities:		
Non-current Liabilities	8,771.55	10,035.49
Current Liabilities	54,106.47	38,656.65
Total Liabilities	62,878.02	48,692.14
Assets:		
Non-Current Assets	82,523.51	81,824.95
Current Assets	1,50,145.96	1,28,821.11
Total Assets	2,32,669.47	2,10,646.06
Income	2,66,613.97	1,95,303.35
Expenses	76,828.30	66,860.92
Profit Before Tax	1,89,785.67	1,28,442.43
Tax Expense	28,528.65	19,061.13
Profit After Tax	1,61,257.02	1,09,381.30
Other Comprehensive Income	324.57	(300.84)
Total Comprehensive Income for the Year	1,61,581.59	1,09,080.46
Capital Commitments	7,394.51	2,319.73

* Accounting period of OMIFCO is from January to December and its Financial Statements are prepared as per IFRS.

** Accounting period of GSEG and UVL is from April to March and financial data are based on provisional accounts of GSEG for the current year prepared as per IND AS.

2.38 Impairment Of Assets

In accordance with Accounting Standard (AS) 28 on "Impairment of Assets", the Society has assessed as on the balance sheet date whether there are any indications with regard to impairment of any of the assets. Based on such assessment, it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly, no impairment loss has been provided in the books of account.

2.39 Foreign Currency Exposure

2.39.1 Particulars of foreign currency exposure not hedged by derivative instruments or otherwise:

Sr. No.	Particulars	Amount of Foreign Currency		₹ in lakh)	
		As at 31.03.2023	As at 31.03.2022	As at 31.03.2023	As at 31.03.2022
(i)	Borrowings, including interest accrued but not due thereon	-	US \$ 1,27,09,120.56	-	9,634.42
(ii)	Trade Payables/ deposits and retention money /Advance from Customers	US\$ 52,501.30	US \$ 63,60,955.23	43.16	4,821.24
		-	EURO 5,500	-	4.59
(iii)	Trade Receivable Debtors and Bank Balances / Advance to Suppliers	US\$ 1,34,86,379.67	US \$ 38,25,812.33	11,088.14	2,899.25
		-	YEN 12,18,05,000	-	745.45
		GBP 15,150	GBP 15,150	15.43	14.87

2.39.2 Particulars of hedged foreign currency exposure:

Sr. No.	Particulars	Amount of Foreign Currency		₹ in lakh)	
		As at 31.03.2023	As at 31.03.2022	As at 31.03.2023	As at 31.03.2022
(i)	Trade Payable	US\$ 6,55,31,529.70	US\$ 19,30,56,155.35	53,877.99	1,46,350.27

2.40 Information in Respect of Micro, Small and Medium Enterprises as Required by The Micro, Small and Medium Enterprises Development Act, 2006 as at 31.03.2023.

(₹ in lakh)

Sr. No.	Particulars	2022-23	2021-22
1	The principal amount remaining unpaid	392.88	318.51
	(i) Principal Amount due	Nil	Nil
	(ii) Interest due thereon	Nil	Nil
2	The amount of interest paid by the buyer in terms of section 18, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year as announced by any dispute resolution council/authority	Nil	Nil
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act:	Nil	Nil

Continued...

Continued...
(₹ in lakh)

Sr. No.	Particulars	2022-23	2021-22
(i)	Payment made to supplier (Other than interest) beyond the appointed day during the year	Nil	Nil
(ii)	Interest paid to supplier on principal amount paid beyond the appointed day during the year	Nil	Nil
(iii)	Interest due and payable to supplier on principal amount paid beyond the appointed day during the year	Nil	Nil
4	The amount of interest accrued and remaining unpaid at the end of each accounting year; and	Nil	Nil
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23.	Nil	Nil

The above information has been provided to the extent such parties have been identified on the basis of information available with the Society.

2.41 Value of Imports Calculated on C.I.F:

(₹ in lakh)

Sr. No.	Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
2.41.1	Components and Spare parts	171.73	285.07
2.41.2	Capital Goods	9,717.14	896.99
Total		9,888.87	1,182.06

2.42 Expenditure In Foreign Currency:

(₹ in lakh)

Sr. No.	Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
2.42.1	Purchase of Imported Fertilisers	11,61,225.43	6,34,411.24
2.42.2	Others	992.10	415.59
Total		11,62,217.53	6,34,826.83

2.43 Earnings In Foreign Exchange

(₹ in lakh)

Sr. No.	Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
2.43.1	Dividend	1,59,477.06	1,08,170.58
2.43.2	Other Income		
	PSA/TSA	152.04	170.68
	Others	625.91	285.79
Total		1,60,255.01	1,08,627.05

2.44 Earnings Per Share

Particulars	Year Ended 31.03.2023	Year Ended 31.03.2022
Net Profit After Tax (₹ in Lakh)	56,882.30	1,17,444.40
Weighted average Fully Paid-Up Equity Shares	3,88,663	3,88,658
Nominal Value per Share (₹)	10,000.00	10,000.00
Basic and Diluted Earning Per Share (₹)	14,635.00	30,218.00

- 2.45 Balances of some of the contractors/customers/suppliers/receivable/payable and deposits with others are subject to confirmation/ reconciliation and consequential adjustments, if any, which in the opinion of the management would not be material.
- 2.46 In the opinion of the management, the value of any of the assets other than Property, Plant and Equipment and Non-Current Investments on realisation in the ordinary course of business will not be less than the value at which these are stated.
- 2.47 Amount in financial statements are presented ₹ in lakh except as otherwise stated.
- 2.48 The Previous Year figures have been re-grouped/rearranged, wherever considered necessary, to make them comparable with the Current Year figures.

For and on behalf of Board of Directors

Manish Kumar

(Manish Kumar)
Finance Director

Rajan Chowdhry

(Rajan Chowdhry)
Managing Director

As per our report of even date

For S.K.Mehta & Co.
Chartered Accountants
Firm Reg. No. 000478N

Rohit Mehta

(Rohit Mehta)
Partner
M. No. 091382

For G S Mathur & Co.
Chartered Accountants
Firm Reg. No. 008744N

Rajiv Kumar Wadhawan

(Rajiv Kumar Wadhawan)
Partner
M. No. 091007

For Dhawan & Co.
Chartered Accountants
Firm Reg. No. 002864N

Deepak Kapoor

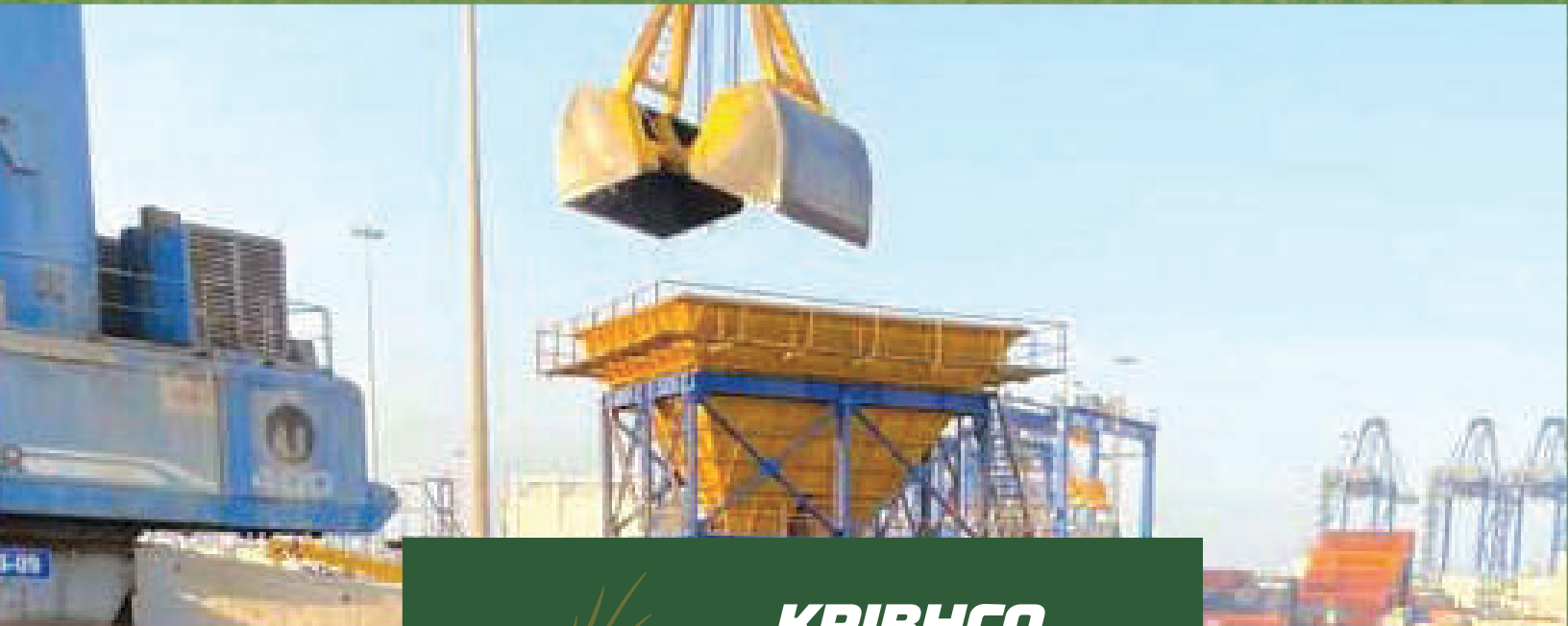
(Deepak Kapoor)
Partner
M. No. 072302

Place : New Delhi

Dated : 6th July, 2023



Sh. Amit Shah, Hon'ble Union Minister for Home and Cooperation being felicitated by Dr. Chandra Pal Singh, Chairman, KRIBHCO. Sh. Amit Shah Laid the Foundation Stone for KRIBHCO Green Energy's Bio Ethanol Plant at Hazira. Ms. Darshana Jardosh, Hon'ble MoS for Railways and Textiles. Sh. Dileep Sanghani, President NCUI and Chairman IFFCO were also present on this occasion.



KRIBHCO

Cooperative and beyond...

KRISHAK BHARATI COOPERATIVE LIMITED

REGISTERED OFFICE

A-60, Kailash Colony, New Delhi-110048

Phone : 011-29243412

Website : www.kribhco.net

CORPORATE OFFICE

KRIBHCO Bhawan, A-8-10, Sector-1, Noida-201 301

Distt. Gautam Budh Nagar (U.P)

Phone : 0120-2534631/32/36, Fax: 0120-2537113, 2534861

