

75  
आज़ादी का  
अमृत महोत्सव



42<sup>nd</sup>  
ANNUAL  
REPORT

2021-22

**KRIBHCO**

Cooperative and beyond...



**Dr. Chandra Pal Singh, Chairman, KRIBHCO**  
addressing 41<sup>st</sup> AGM which was held in Hybrid mode

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## PERFORMANCE HIGHLIGHTS

Ammonia Production

13.29 Lakh MT

Urea Production

22.08 Lakh MT

Urea Dispatch (Rail + Road)

22.09 Lakh MT

Urea Sales (KRIBHCO - HAZIRA)

22.08 Lakh MT

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

34.58 Lakh MT

Imported DAP Sales (KRIBHCO)

4.32 Lakh MT

Bio-Fertilisers Sales (Liquid)

8.58 Lakh Litre

City Compost Sales

51.74 Thousand MT

## GROWTH AT A GLANCE

(₹ in crore)

Particulars	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
<b>EARNINGS</b>										
Sales	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	2,206.54
Concession/Remuneration from Govt. of India	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	2,031.08
Other Revenue	1,213.07	308.94	127.24	146.04	128.46	77.44	167.69	72.43	209.83	316.42
	<b>13,194.50</b>	<b>9,798.70</b>	<b>10,118.86</b>	<b>9,325.17</b>	<b>6,952.99</b>	<b>6,677.17</b>	<b>7,529.14</b>	<b>5,749.98</b>	<b>5,264.02</b>	<b>4,554.04</b>
<b>OUTGOINGS</b>										
Raw Material, Packing, Stores, Power, Fuel, etc.	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	1,834.45
Purchases - Fertilisers, Seeds & Chemicals	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	1,251.56
Changes in Inventory (Accretion/Decretion)	(3,077.63)	55.13	254.33	(212.87)	(28.58)	(393.32)	(138.94)	46.87	(46.70)	(7.21)
Employees' Remuneration & Benefits	454.81	466.02	391.66	382.33	380.88	342.04	323.21	300.98	304.79	281.22
Other Expenses (including Net Prior Period Income/Expenditure)	964.07	1,087.67	1,176.79	1,030.97	958.87	1,013.90	942.00	703.93	734.86	622.08
Finance Cost	80.99	184.17	294.95	290.17	194.76	225.21	219.70	178.60	162.14	113.68
Depreciation	116.20	115.91	107.76	105.60	104.22	99.24	101.26	105.18	100.01	93.38
	<b>11,678.82</b>	<b>9,251.39</b>	<b>9,892.27</b>	<b>9,119.63</b>	<b>6,790.43</b>	<b>6,486.57</b>	<b>7,254.23</b>	<b>5,697.98</b>	<b>5,081.51</b>	<b>4,189.16</b>
<b>Profit before exceptional and extraordinary items &amp; tax</b>	1,515.68	547.31	226.59	205.54	162.56	190.60	274.91	52.00	182.51	364.88
Exceptional Items	(22.42)	(34.18)	(558.86)	-	-	-	-	-	-	-
Profit / (Loss) Before Tax	1,493.26	513.13	(332.27)	205.54	162.56	190.60	274.91	52.00	182.51	364.88
Provision for Taxation ( Net )	318.82	144.68	(152.24)	37.98	53.25	69.12	86.56	28.12	60.58	69.33
<b>PROFIT AFTER TAX</b>	<b>1,174.44</b>	<b>368.45</b>	<b>(180.03)</b>	<b>167.56</b>	<b>109.31</b>	<b>121.48</b>	<b>188.35</b>	<b>23.88</b>	<b>121.93</b>	<b>295.55</b>
<b>Opening Balance in Statement of Profit &amp; Loss</b>	-	-	77.79	70.15	-	-	-	-	-	-
Amount Transferred to/from Div. Equalisation Fund (Net)	110.00	42.09	-	-	(0.72)	-	25.00	(43.78)	-	-
Dividend Payout*	77.76	57.91	77.79	70.15	-	58.46	77.85	58.47	73.06	78.03
Contribution to Cooperative Education Fund	10.64	2.68	-	1.67	1.09	1.21	1.63	0.24	1.22	2.95
Donations	0.40	0.40	-	0.40	0.40	0.40	0.40	0.40	0.40	0.40
<b>RETAINED PROFIT/(LOSS)</b>	<b>975.64</b>	<b>265.37</b>	<b>(180.03)</b>	<b>165.49</b>	<b>108.54</b>	<b>61.41</b>	<b>83.47</b>	<b>8.55</b>	<b>47.25</b>	<b>214.17</b>

\* Dividend of ₹ 77.76 Crore for the year 2020-21 was paid in FY 2021-22. On approval in the AGM, proposed Dividend of ₹ 77.68 Crore for the year 2021-22 shall be accounted in the year of payment.



## SOURCES AND APPLICATION OF FUNDS

(₹ in crore)

	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
<b>SOURCES</b>										
Share Capital and Application Money	388.68	388.91	389.35	389.17	389.79	389.85	389.29	389.99	389.92	390.23
Reserves and Surplus	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	2,746.19
<b>Net Worth</b>	<b>4,643.10</b>	<b>3,557.37</b>	<b>3,250.04</b>	<b>3,507.88</b>	<b>3,413.05</b>	<b>3,305.20</b>	<b>3,243.12</b>	<b>3,135.14</b>	<b>3,183.41</b>	<b>3,136.42</b>
Long Term Borrowings	-	-	-	-	-	-	75.18	197.36	503.52	584.66
Other Long Term Liabilities	28.13	7.90	14.50	6.03	4.88	10.74	37.41	8.22	20.28	28.85
Long term Provisions	192.11	207.13	213.52	211.73	204.55	185.39	166.44	159.23	149.10	124.68
Short Term Borrowings	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	1,004.14
Deferred Tax Balance	188.00	260.00	129.82	247.02	251.56	234.01	210.96	178.71	14.60	18.75
<b>FUNDS EMPLOYED</b>	<b>7,904.53</b>	<b>5,655.26</b>	<b>8,674.57</b>	<b>8,651.01</b>	<b>6,936.02</b>	<b>7,013.24</b>	<b>6,873.84</b>	<b>5,847.24</b>	<b>5,488.81</b>	<b>4,897.50</b>
<b>APPLICATION</b>										
Property, Plant and Equipment										
Gross Block (including Intangible assets and capital work in progress)	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	2,840.07
Less: Depreciation	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	977.23
<b>Net Block (A)</b>	<b>1,603.05</b>	<b>1,689.23</b>	<b>1,744.47</b>	<b>1,640.18</b>	<b>1,703.65</b>	<b>1,776.42</b>	<b>1,757.95</b>	<b>1,816.74</b>	<b>1,888.23</b>	<b>1,862.84</b>
<b>Long Term Investment and Loans &amp; advances (B)</b>	<b>1,454.28</b>	<b>1,394.14</b>	<b>1,633.44</b>	<b>1,627.92</b>	<b>1,633.01</b>	<b>1,625.10</b>	<b>1,514.48</b>	<b>1,420.32</b>	<b>1,408.62</b>	<b>1,385.35</b>
<b>Working Capital:</b>										
Current Assets	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	2,388.68
Less: Current Liabilities and Provisions	2,971.10	1,220.74	1,007.75	1,045.58	803.05	797.72	764.33	676.47	854.41	739.37
<b>Net Working Capital (C)</b>	<b>4,847.20</b>	<b>2,571.89</b>	<b>5,296.66</b>	<b>5,382.91</b>	<b>3,599.36</b>	<b>3,611.72</b>	<b>3,601.41</b>	<b>2,610.18</b>	<b>2,191.96</b>	<b>1,649.31</b>
<b>NET ASSETS EMPLOYED (A+B+C)</b>	<b>7,904.53</b>	<b>5,655.26</b>	<b>8,674.57</b>	<b>8,651.01</b>	<b>6,936.02</b>	<b>7,013.24</b>	<b>6,873.84</b>	<b>5,847.24</b>	<b>5,488.81</b>	<b>4,897.50</b>

## SIGNIFICANT FINANCIAL RATIOS

	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
1. Profit to Average Net Worth (%)	36.42	15.08	(9.83)	5.94	4.84	5.82	8.62	1.65	5.78	12.04
2. Current Ratio	2.63	3.21	6.26	6.15	5.47	5.52	5.71	5.32	3.57	3.23
3. Quick Ratio	1.37	2.66	5.52	5.19	4.50	4.57	5.17	4.87	3.16	2.84
4. Working Capital in terms of Cash Cost of Goods Sold (Months)	5.03	3.55	6.50	7.17	6.46	6.78	6.04	5.73	5.28	4.83
5. Sundry Debtors to Sales (Months)	2.00	2.56	6.01	6.57	5.76	6.10	5.96	5.74	5.99	5.31
6. Inventory of Finished Goods to Sales (Months)	3.67	0.73	0.76	1.16	1.19	1.18	0.41	0.23	0.37	0.31
7. Debt Equity Ratio	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	0.55:1

## BOARD OF DIRECTORS

As on March 31, 2022

CHAIRMAN

Dr. Chandra Pal Singh

VICE CHAIRMAN

Shri V. Sudhakar Chowdary

DIRECTORS

Dr. Bijender Singh

Dr. Sunil Kumar Singh

Shri Bhanwar Singh Shekhawat

Shri Pareshbhai R. Patel

Shri Maganlal Dhanjibhai Vadaviya

Shri Rajanna Rajendra

Shri Bhikhabhai Zaverbhai Patel

Shri Ponnam Prabhakar

MANAGING DIRECTOR

Shri Rajan Chowdhry

MARKETING DIRECTOR

Shri V.S. Sirohi

OPERATIONS DIRECTOR

Shri M.R. Sharma



## BOARD OF DIRECTORS

As on March 31, 2022



**Dr. Chandra Pal Singh**  
Chairman



**Shri V. Sudhakar Chowdary**  
Vice-Chairman



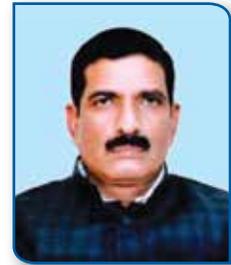
**Dr. Bijender Singh**



**Dr. Sunil Kumar Singh**



**Shri B.S. Shekhawat**



**Shri Pareshbhai R. Patel**



**Shri Maganlal Dhanjibhai  
Vadaviya**



**Shri Rajanna Rajendra**



**Shri Bhikhabhai Z. Patel**



**Shri Ponnam Prabhakar**



**Shri Rajan Chowdhry**



**Shri V.S. Sirohi**



**Shri M.R. Sharma**

## EX-CHAIRMEN



**Shri P.R. Dubhashi**  
October 1980- September 1981



**Shri P.S. Kohli\***  
October 1981- November 1984



**Shri Bansi Lal Mehta**  
November 1984 - November 1987



**Shri Udai Bhan**  
December 1989 - May 1993



**Late Shri Hari Krishna Shastri**  
May 1993 - May 1996



**Shri K. Srinivas Gowda**  
June 1996 - July 1999



**Dr. Chandra Pal Singh**  
July 1999 - May 2010



**Late Shri V.R. Boda**  
May 2010 - February 2015

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

## EX-MANAGING DIRECTORS



**Late Shri Paul Pothen**  
November 1980 - November 1981



**Late Dr. K.S. Gill**  
November 1982 - November 1983



**Late Shri H.C. Grover**  
November 1983 - October 1985



**Shri M.H. Avadhani\*\***  
October 1985 - June 1986



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



**Late Shri H.S. Kohli\*\***  
May 1990 - September 1991



**Shri Naseem Ahmad\*\***  
January 1992 - April 1993



**Shri A.K. Mukhopadhyay**  
April 1993 - July 1996



**Late Shri R.L. Saha\*\***  
August 1996 - March 1997



**Shri S. Kabilan\*\***  
April 1997 - October 1997



**Shri P.P. Singh**  
October 1997 - January 2001



**Shri V.N. Rai**  
February 2001 - July 2006



**Shri B.D. Sinha**  
July 2006 - March 2014



**Shri N. Sambasiva Rao**  
April 2014 - December 2019

\*\*Additional Charge/Acting Managing Director



## EXECUTIVES

As on March 31, 2022

### DIRECTOR (HR)



**Shri S.S. Yadav**

### EXECUTIVE DIRECTOR (CR & MKTG.)



**Shri V.S.R. Prasad**

### EXECUTIVE DIRECTOR (F&A)



**Shri R.S. Mathur**

### CHIEF GENERAL MANAGERS/GENERAL MANAGERS



**Sh. I.A. Khan**  
CGM (Proj.)



**Sh. R.L. Shukla**  
GM (Tech. Services)



**Sh. C.J. Shah**  
GM (Inst.)



**Sh. S.L. Pandya**  
GM (Mech.)



**Dr. I.B. Singh**  
GM (Mktg.)



**Sh. C.S. Azad**  
GM (Proj.)



**Sh. R.K. Singhal**  
GM (Prodn.)

### JOINT GENERAL MANAGERS



**Sh. Amit Kumar Jana**  
JGM (Mech.)



**Sh. J. Sondhi**  
JGM (Mech.)



**Sh. M.P. Suthar**  
JGM (Mech.)



**Sh. Piush kumar**  
JGM (Commercial)



**Sh. S.Prasad**  
JGM (Mech.)



**Sh. R. M. Mallya**  
JGM (Prodn.)



**Sh. P. Singh**  
JGM (Tptn.)



**Sh. Pankaj Tayal**  
JGM (Prodn.)



**Sh. B. Shishodia**  
JGM (Prodn.)



**Sh. Anil P. Desai**  
JGM (Prodn.)



**Sh. S.T. Makwana**  
JGM (HR)



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



**Sh. Upendra Kumar**  
JGM (Prodn.)



**Sh. A.M. Bhalerao**  
JGM (MS)



**Sh. AK Patel**  
JGM (Mech)



**Sh. Umesh Mishra**  
JGM (Mktg.)



**Sh. Ashwani Kumar**  
JGM (Elec.)



**Sh. L. K. Dingliwala**  
JGM (F&A)



**Sh. P.B. Patel**  
JGM (Mktg.)



**Dr. V. K. Tomar**  
JGM (Mktg.)



**Dr. Adesh Kumar**  
JGM (Mktg.)



**Dr. Payoj Tewari**  
JGM (Med.)

## EXECUTIVES

As on March 31, 2022

### CORPORATE OFFICE

**Shri Raghunath Ghosh**

Dy. General Manager (Proj.)

**Shri Kamal Jeet**

Dy. General Manager (Elec. / HR)

**Shri Sanjay Kansal**

Dy. General Manager (Proj.)

**Shri Dinesh Kumar Yadav**

Dy. General Manager (HR)

**Shri Om Pal Singh**

Dy. General Manager (Mktg./Vig.)

### HAZIRA COMPLEX

**Shri Sanjiv K. Chaturvedi**

Dy. General Manager (Prodn.)

**Shri Nanji M Bhoj**

Dy. General Manager (Inst.)

**Shri Vikas Singh**

Dy. General Manager (F&A)

**Shri Sharad M Kapadia**

Dy. General Manager (Mech.)

**Shri Sunil Kumar VA**

Dy. General Manager (MS)

**Shri Mahesh K. L. Panchal**

Dy. General Manager (Mech.)

**Dr. Jyoti Ralhan**

Dy. General Manager (Med.)

### MARKETING DIVISION

**Dr. N. K. S. Chauhan**

Dy. General Manager (Mktg.)

**Shri A. K. N. Patel**

Dy. General Manager (Mktg.)

**Shri Sanjay Singh**

Dy. General Manager (Mktg.)

**Shri Jai Prakash Singh**

Dy. General Manager (Mktg.)

**Shri Gajendra Singh**

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

1. State Bank of India
2. HDFC Bank
3. Saraswat Bank
4. ICICI Bank
5. Union Bank of India
6. Indusind Bank
7. Axis Bank
8. Punjab National 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

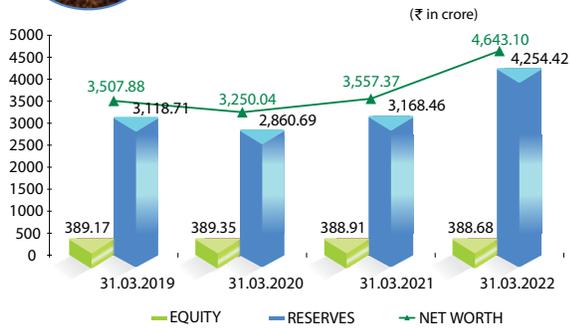
P.O. KRIBHCO Nagar,  
Distt. Surat-394 515,  
Gujarat



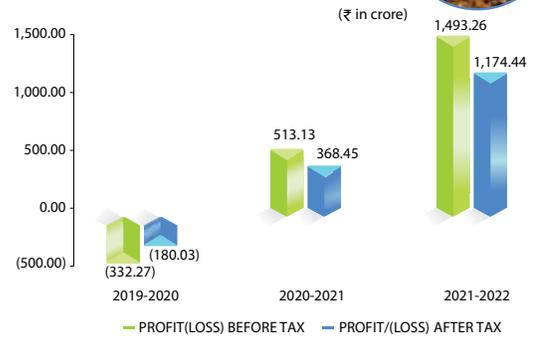
## FINANCIALS AT A GLANCE



### NET WORTH

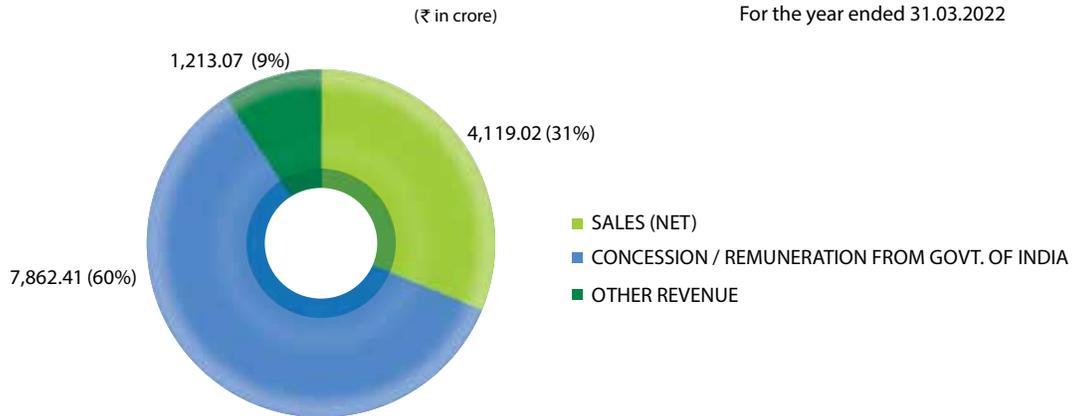


### FINANCIAL PERFORMANCE



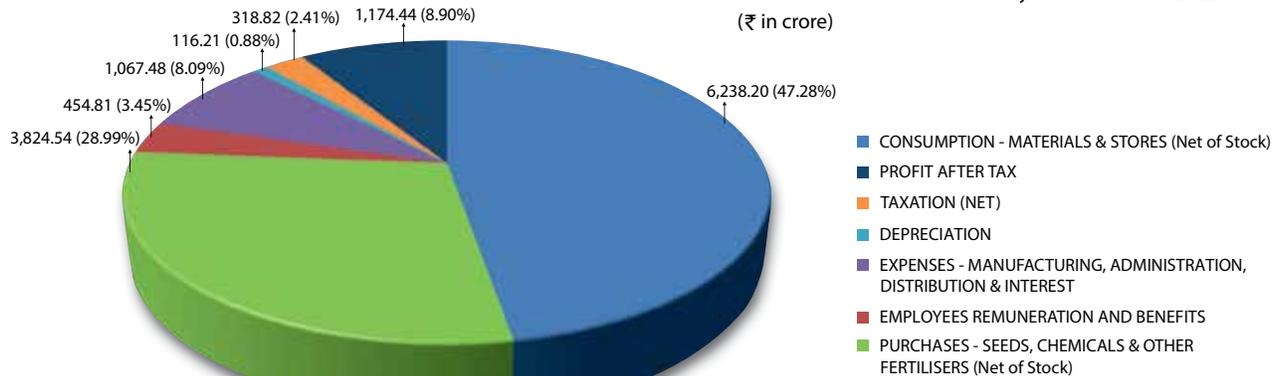
### SOURCES OF INCOME

For the year ended 31.03.2022



### DISTRIBUTION OF INCOME

For the year ended 31.03.2022



## DIRECTORS' REPORT

### Dear Co-operators/

The Directors of your Society feel immense pride in presenting to you the Forty Second Annual Report and the Audited Statement of Accounts

of your Society for the Financial Year 2021-22 and the programme of activities for the year 2022-23.



Dr. Chandra Pal Singh, Chairman, KRIBHCO addressing the RGB delegates in 41<sup>st</sup> AGM which was held in hybrid mode.

## 41<sup>st</sup> AGM...

### Dr. Chandra Pal Singh

Chairman, KRIBHCO,

addressing the RGB delegates in 41<sup>st</sup> AGM which was held in hybrid mode



Board of Directors, KRIBHCO addressing 41<sup>st</sup> AGM held on 16 Sept., 2021 in New Delhi. Mr. Dileep Sanghani, President, NCUI is also present on the stage.



## 1. FINANCIAL PERFORMANCE

Your Society has achieved a Pre-Tax profit of ₹ 1493.26 Crore. The Net Worth of the Society has increased from ₹ 3557.37 Crore in FY 2020-21 to ₹ 4643.10 Crore as on 31<sup>st</sup> March, 2022.

(₹ in Crore)

Particulars	2021-22	2020-21
Sales Turnover including Subsidies	11,981.43	9,489.76
Other Revenue	1,213.07	308.94
<b>Income</b>	<b>13,194.50</b>	<b>9,798.70</b>
<b>Profit/ (Loss) Before Tax (PBT)</b>	<b>1,493.26</b>	<b>513.13</b>
Provisioning for Tax (Net)	318.82	144.68
<b>Profit/ (Loss) After Tax (PAT)</b>	<b>1,174.44</b>	<b>368.45</b>

## 2. APPROPRIATIONS

The provision for Contribution towards Capital Repatriation Fund of ₹ 0.30 Crore and Dividend Equalisation Fund of ₹ 110.00 Crore 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 which works out to ₹ 1,064.14 crore is proposed for appropriations as under:

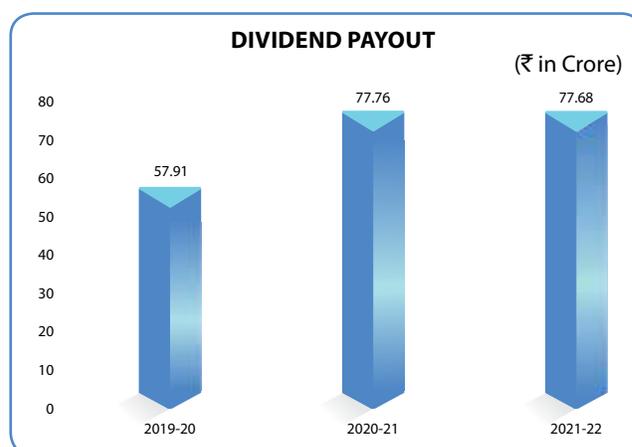
(₹ in Crore)

Particulars	2021-22	2020-21
<b>Net Profit/ (Loss) as per MSCS Act</b>	<b>1,064.14</b>	<b>267.86</b>
<b>Appropriations:</b>		
- Reserve Fund as per Bye-Law 58(i) of the Society	266.04	66.96
- Provision for Contribution to Cooperative Education Fund	10.64	2.68

Particulars	2021-22		2020-21	
- Reserve Fund for Contingency as per Bye-Law 58(iii) of the Society	106.41		26.79	
- Reserve for Donations	0.40		0.40	
- Balance in P&L Account	77.68	461.17	77.76	174.59
<b>Balance transfer to General Reserve</b>		<b>602.97</b>		<b>93.27</b>

## 3. DIVIDEND

Hon'ble members will be pleased to know that the Board of Directors of the Society have recommended for the year, the 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, 2022. Accordingly, the amount of proposed dividend payout will be ₹ 77.68 Crore.



## 4. MEMBERSHIP AND SHARE CAPITAL

A Cooperative thrives on the trust of its members. The total membership of KRIBHCO consists of 9466 cooperative societies and paid-

up share capital of the Society was ₹388.62 Crores as on 31<sup>st</sup> March, 2022.

## 5. PRODUCTION PERFORMANCE

The Financial year 2021-22 was the 36<sup>th</sup> year of commercial production of the Society's Plants at Hazira, Surat. The plants achieved a production of 13.29 lakh MT of Ammonia and 22.08 lakh MT of Urea which corresponds to a capacity utilization of 106.50% for Ammonia plant and 100.60% for Urea plant. The production achieved was 100.80% for Ammonia & 100.30% for Urea against the Target set by Dept. of Fertilizers (DoF) of 13.178 lakh MT of Ammonia and 22.019 lakh MT of Urea respectively. The cumulative production at KRIBHCO Hazira Plant from inception up to 31.03.2022 was 398.00 lakh MT of Ammonia and 658.63 lakh MT of Urea.



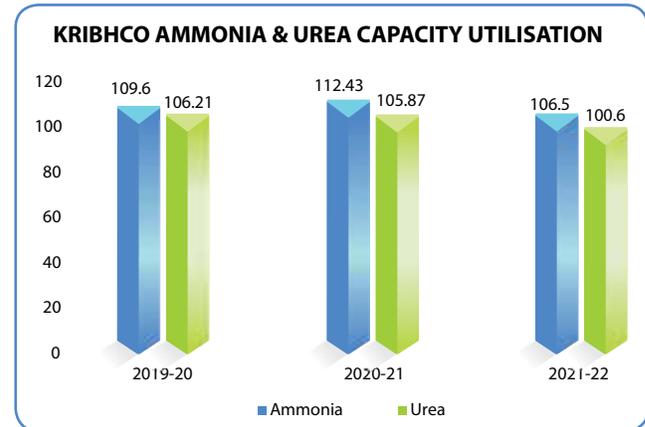
The members Public Accounts Committee of Gujarat Legislative Assembly visited KRIBHCO Hazira Plant.

## 6. HAZIRA JETTY OPERATIONS

KRIBHCO Hazira jetty is located on the northern bank of Tapti estuary. During the financial year 2021-22, approx. 3.38 Lakh MT imported Urea was handled at KRIBHCO Hazira jetty.

Apart from urea, during the financial year 2021-22, approx. 5.78 Lakh MT third party cargos were handled at KRIBHCO Hazira jetty (4.94 Lakh MT

Gypsum, 0.52 Lakh MT Clinker & 0.30 lakh MT Coal). In total, volume of approx. 9.16 Lakh MT of cargo was handled at KRIBHCO Hazira jetty in the FY 2021-22.



## 7. SAFETY MANAGEMENT

Safety, Health and Fire Prevention & Protection have been kept as top priority in all aspects of operations and maintenance activities of Your Society. Dedicated Fire and Safety Department is in place to look into the Fire Protection, Prevention as well as Health and safety issues. A full-fledged Fire Station and Emergency Control Centre are operational at Hazira Plant Complex. In line with its commitment to the safety and well-being of employees and contract staff working in its premises, KRIBHCO has embarked upon a major safety initiative to achieve a zero-loss time incident and zero reportable Incident. Hazira Plant has achieved "Zero" Reportable accident for the Year 2021-22. Your Society observed 51<sup>st</sup> National Safety Week celebration and concluding function was organised on 8<sup>th</sup> March 2022 at HRD Auditorium. Various Safety Awards were awarded to winners of various safety competitions like Safety Essay, Safety Slogan, Safety poster, Safety Quiz competition.



## 8. ENVIRONMENT PROTECTION

Your Society is committed to minimize the environmental impact of its operations and its products. To achieve this goal, best available technology and sustainable practices are adopted. Our actions aim at continually improving the efficiency of our operations and to remain always compliant with the conditions of our environmental consents and other requirements issued by statutory bodies.

Your Society has implemented Integrated Management System certified as per international standards ISO 9001:2015, ISO 14001:2015 and ISO 45001:2018 to ensure continual improvement of the organization on all fronts of Quality, Environment and Occupational Health & Safety. Vibro-priller has been installed in prilling towers. This has resulted in not only improving the Urea product quality but also reduction in urea dust emission from prilling tower top

Your Society is in the process of implementing rain water harvesting system at plant premises and township in a phased manner. In this regard, rain water harvesting system has already been implemented in one part of township in the Financial Year 2021-22 and approximately 30,000 m<sup>3</sup> water has been conserved in the FY 2021-22. The work for rain water harvesting system in plant premises and other part of the township is expected to be completed before the onset of coming monsoon of the year 2022.

To monitor the quality of liquid effluent and emission of pollutants in air, online continuous liquid effluent monitoring system and continuous emission monitoring system have been installed. All the stacks and liquid effluent quality data are displayed continuously at

factory main gate and also have been linked to CPCB/GPCB server. Your Society has undertaken afforestation program and trees of different species are planted every year in order to improve the ambient air quality. Lush green lawns have been developed in an area of 100 acres.

## 9. MARKETING

### 9.1 WEATHER SITUATION (2021-22)

The rainfall in main season (June-September, 2021) has been 1% lower than Long Period Average (LPA). However, the production of most of the crops for the agriculture year 2021-22 has been estimated higher than their normal production.

As per Third Advance Estimates for 2021-22, total food grains production in the country is estimated at record 314.51 million tonnes which are higher by 5.86 million tonnes than the production of food grains of 308.65 million tonnes estimated during 2020-21 (Fourth Advance Estimates).

### 9.2 FERTILIZER SCENARIO IN THE COUNTRY

There was a downward trend in the sales of major fertilizers. The urea sales in the country have witnessed a decrease of 2.45% with a total sales volume of 341.80 Lakh MT in 2021-22 as compared to 350.42 Lakh MT during 2020-21. The DAP sales were 92.72 Lakh MT in 2021-22 as against 119.11 Lakh MT in 2020-21, resulting in decrease of 22.15% over previous year. The sales of complex fertilizers (NPK/NPS) registered a decrease of 2.81% at 114.78 Lakh MT during 2021-22 as compared to last year sales of 118.11 Lakh MT. The sale of MOP has decreased by 28.27% from 34.24 Lakh MT during 2020-21 to 24.56 Lakh MT during 2021-22.



### 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. The direct supplies to PACS help these societies enormously as timely supplies enable them to increase fertilizer consumption and agriculture productivity as well as to draw maximum financial benefits. The Society also conducted various programmes to train Cooperatives Sales Point Personnel for sales through PoS Machines.

The interdisciplinary team of marketing and extension experts, spread all over the major states, worked extensively to reach farming community in all crop production cycles. The Society has Pan India presence. KRIBHCO is an established brand in the key market territories. The major marketing territories consists of Andhra Pradesh, Bihar, Chhattisgarh, Gujarat, Haryana, Jharkhand, 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 Hybrid Seeds, Certified Seeds, Bio Fertilizers (Liquid), City Compost and procured/imported Fertilizers like SSP, DAP, NPKs, MOP, Zinc Sulphate and Natural Potash apart from Neem Coated Urea.

### 9.4 SALES AND DISTRIBUTION OF FERTILIZERS

The 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 22.09 Lakh MT of KRIBHCO Urea during the year.

The Society has achieved Urea sales of 34.58 Lakh MT (22.08 Lakh MT of KRIBHCO Urea, 9.66 Lakh MT of KFL Urea & 2.84 Lakh MT of Government Account Urea) during the year. Similarly, the sale of imported Fertilizers (DAP/NPKs/MOP) was 9.27 Lakh MT during the year. Your Society has marketed 15,924 MT of Single Super Phosphate (SSP) in the states of Gujarat, MP, Uttar Pradesh and Haryana. Apart from above, your Society managed to sell 74,553.97 MT of Surplus Ammonia and 5068 thousand NM<sup>3</sup> liquid Argon during 2021-22.

### 9.5 HANDLING OF IMPORTED FERTILIZERS AND OTHER PRODUCTS

#### Imported Urea in Government Account

During the year 2021-22, the Society handled seven vessels containing 3.39 lakh MT urea imported on government account at Adani Hazira Port and dispatched 2.92 lakh MT after Neem coating through KRIBHCO's jetty at Hazira. The Society sold 2.84 lakh MT urea imported on GOI account in its marketing territory within the financial year.



Imported Fertilisers being handled at Port. KRIBHCO Imports P&K fertilisers to fulfil the needs of Indian Farmers.

### Import of De-controlled Fertilizers

During the year, the Society handled 6.77 lakh MT of imported DAP through 15 vessels at Pipavav, Mundra, Kakinada, Krishnapatnam & Vizag ports and sold 4.31 lakh MT DAP through its marketing network. Besides DAP, the Society also handled 2.23 lakh MT NPK 10:26:26, 1.09 lakh MT NPK 12:32:16 and 1.09 lakh MT NPS 20:20:0:13. A total quantity of 11.18 lakh MT 'P' & 'K' fertilizers was handled during the year. It is worth mentioning that all the DAP, NPK and NPS vessels were handled efficiently.

### 9.6 SEEDS BUSINESS

- **Certified Seeds:** Indian agriculture has come a long way since the green revolution of the late 1960s. Quality Agriculture inputs play a key role in enhancing the agriculture production and productivity, arable land being a constant resource, seed is the most vital and critical input that plays a key role in addressing the need.

In line with this, 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 seed produced are being

made available to the farmers through Krishak Bharati Sewa Kendra (KBSKs), Cooperative Societies and State Cooperative Marketing Federations in different states. The main crops under seed multiplication are Wheat, Gram, Lentil, Soybean, Moong and Mustard.

In order to provide quality seed, your Society has been operating 11 modern Seed processing plants in various states and two custom processing units at Karnal, Haryana & Rudrapur, Uttarakhand. The total capacity of the Society is 28 TPH comprising of all the Units.

During the year, despite several challenges in the certified seeds market, the Society produced 1.89 lakh quintals and sold 1.90 lakh quintals of certified seed of various crops.

Your Society plans to produce 2.47 lakh quintals of various crop seeds during 2022-23 under the changed market scenario

- **Hybrid Seeds:** To enhance the agricultural productivity by providing quality Hybrid Seeds of appropriate characteristics to the farming community, your 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 2021-22, your Society sold 48,820 packets of Bt. Cotton, 349 quintals of Paddy Hybrid, 2,103 quintals of Paddy Research, 4,690 quintals of Hybrid Maize and 55 quintals of Hybrid Bajra Seeds.

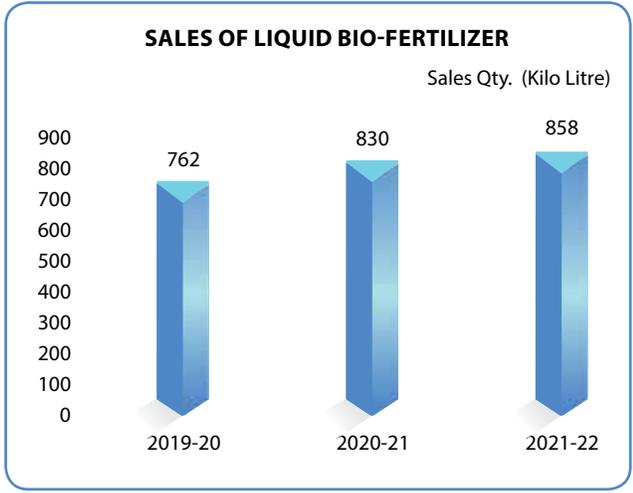
### 9.7 ORGANIC FERTILIZERS

- **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 51,737 MT of City Compost during the year 2021-22.

- 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 2021-22, your Society sold 8.58 lakh litres of liquid Bio-fertilizers, keeping in view its appreciable response due to its longer shelf life, survival at higher temperature, easy application and low prices.



### 10. PUBLICITY AND PUBLIC RELATIONS

Your Society supports effective communication using the right resources to satisfy the needs of many stakeholders. To sustain KRIBHCO's Brand equity, your Society combines

mass communication with one-on-one communication. Your Society has been delivering goods, useful materials and a variety of publications in addition to making award-winning video films that address agricultural issues and taking part in farmer's markets and expos. Customers can see the KRIBHCO brand through wall and tractor trolley murals, hoardings and involvement in Kisan melas, among other things. All parties involved are treated with courtesy. The Society's efforts are amply rewarded with accolades and prizes.



Rural Sports Programme being sponsored by KRIBHCO as a part of rural development initiative of KRIBHCO.

### 11. SERVICES TO FARMERS, COOPERATIVES AND RURAL DEVELOPMENT

Agriculture income is the main strength of farmers. A large number of them are members of our member cooperatives. Your Society with its large dedicated team of agriculture professionals continued its significant contribution along with other serious players in latest farm technology transfer and other rural welfare schemes for improving the profitability of farming community.

During 2021-22, your Society organized 6,013 programmes for our farming community such as farmers meetings, field demonstrations, field days, cooperative conferences, group discussion, technical wall paintings etc. benefiting 2.43 lakh



farmers and cooperatives across the country. To back up the Agriculture Technology transfer, the Society also made available 16.17 lakh technical folders on various crops and services to the farmers and cooperatives.

Strengthening cooperatives and rural development always remained a top priority for KRIBHCO. In this direction 187 cooperative societies were adopted, 15,387 cooperative managers were trained through 153 cooperative conferences and workshops, wherein they were educated about the use of Society's products for improving farm productivity and also enhanced Society's image. The Society also organized 64 health campaigns for livestock and humans, promoted 33 drinking water facilities, 38 income generation programme, 36 sanitation campaign and 53 rural sports for integrated rural development. Storage-cum-community centre scheme started on Golden Jubilee celebration of India is still continuing with 200 centres sanctioned and 198 are completed and being used fully.



Sh. V. Sudhakar Chowdary, Vice-Chairman, KRIBHCO, along with other KRIBHCO officials dedicating drinking water facility for Jangamgudem village in Krishna district of Andhra Pradesh State.

As a step towards modernization, KRIBHCO continued to promote Information Communication Technology (ICT) through KRIBHCO Kisan helpline using e-mail, phone, computer and KRIBHCO website for informing

farmers about latest farm technology alongside with traditional tools.

KRIBHCO Krishi Paramarsh 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 5464 soil samples (2687 for macro-nutrients and 2,777 soil samples for micro-nutrients) collected scientifically from 16 states free of cost. Results along with recommendations were forwarded through electronic medium to farmers at their door-steps, apart from using KRIBHCO website for display of results. Paramarsh Kendra also provided latest information on weather like rainfall, temperature, relative humidity, monsoon movement etc. for use in planning farm operations and mid-term corrections in the event of crop failure generally through Kisan Helpline.

## 12. COMMUNITY DEVELOPMENT



Dr. Chandra Pal Singh, Chairman, KRIBHCO addressing a gathering on celebrating 5 years of DBT in Fertilizers held at Dewas, Madhya Pradesh. Dr. Sunil Kumar Singh, Director, KRIBHCO and Dr. Bhanwar Singh Shekhawat, Director, KRIBHCO are also present.

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 & Stationary items to rural children, Rural Sports, Hygiene & Sanitation Campaigns including Distribution of face mask for protection against Covid-19 etc. The Society's initiative to construct Storage-cum-Community Centres was well appreciated by communities and so far, 198 community centres have been established, which are in full use under the scheme.

### 13. KRISHAK BHARATI SEWA KENDRAS (KBSKs)

Your Society has been operating **63 Krishak Bharati Sewa Kendras (KBSKs) in Uttar Pradesh (39), Haryana (16), Punjab (5), Rajasthan (1) and Madhya Pradesh (2)**. These are Society's own retail outlets located in countryside to cater to the farmers' needs for quality Agro-inputs at a reasonable price at their doorstep. These outlets have clocked sales worth ₹ 12,959.46 lakh (Annual turnover) by selling various grades of fertilizers, Bio fertilizers and Seeds during the financial year 2021-22. KBSKs are also instrumental in transmitting to the farming community the latest technical knowledge of agricultural practices. These centres fulfil twin objective of "Sales and Service" under one roof. They bridge the gap between KRIBHCO and rural masses for socio-economic development as well as provide first-hand information about actual needs of the farming community.

### 14. INVESTMENTS/ JOINT VENTURES/ SUBSIDIARIES/ OTHERS

- **Oman India Fertilizer Company SAOC (OMIFCO)**

Your Society is one of the promoters of Oman India Fertilizer Company SAOC (OMIFCO) 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 MT of granular Urea and 11.90 lakh MT of Ammonia. Currently, about 10 lakh MT of Urea (approx. 50% of annual production) is delivered to Government of India and the balance 10 lakh MT is sold in international market. Thus, OMIFCO continues to provide assured supplies of Urea to farmers of India as well as to contribute to food security of the nation. 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 2021, OMIFCO produced 19.56 Lakh MT Urea and 13.38 lakh MT of Ammonia which is 112.47% and 106.92% of the annual rated capacity.



Shri Rajan Chowdhry, Managing Director, KRIBHCO and Shri R.S. Mathur, Executive Director ( F&A ), KRIBHCO along with Board of Directors, OMIFCO at the function held in Sur, Oman to celebrate ever highest net profit achievement by OMIFCO.

- **KRIBHCO Fertilizers Limited (KFL):**

KRIBHCO Fertilizers Limited (KFL) is a wholly owned subsidiary of your Society, which owns and operates a gas based Fertilizer Complex at Shahjahanpur, U.P., consisting of Ammonia Plant of annual capacity of 5.02 lakh MT (1520 MTPD) and Urea Plant with annual capacity of 8.64 lakh MT (2620 MTPD). The entire marketing rights of Urea and other products of KFL are with KRIBHCO.



KFL produced 9.65 lakh MT of Urea and 6.05 lakh MT of Ammonia. The capacity utilization was 112% and 121% for Urea and Ammonia Plants respectively. The specific energy consumption for Urea and Ammonia was 5.1985 Gcal/MT and 7.4502 Gcal/MT respectively. During the year, the marketing environment was satisfactory in all respect and a total of 9.66 lakh MT Urea was sold. KFL achieved an EBIDTA of ₹ 219.60 Crore on a turnover of ₹ 3207.83 Crore in FY 2021-22 against the previous year's EBIDTA of ₹ 186.21 Crore on a turnover of ₹ 2,176.86 Crore. KFL has made a Net Profit (Post-Tax) of ₹ 76.36 Crore in FY 2021-22 against a Net Profit (Post-Tax) of ₹ 6.22 Crore in FY 2020-21. KFL has declared a maiden dividend of 5% out of the profits of the company for the year 2021-22.

- **KRIBHCO Agri Business Private Limited**

Your Society has incorporated a wholly owned subsidiary company following Government of India vision of a bigger role of cooperatives in Agri Business Activities. The company will be carrying out Agri business activities such as export of Agro Commodities, Processed Food, Seed Business Operations including development of necessary infrastructure like customized storage facility, distribution and retail network, contract farming activities for sourcing of fruits, vegetables and other Agri commodities.

- **KRIBHCO Green Energy Private Limited**

National Bio-Fuel Policy 2018 of Government of India has laid down a target of 20% blending of Ethanol with petrol by the year 2025. Your Society is exploring the possibility of setting up of Bio Ethanol Plants for the purpose of blending of bio ethanol with petrol and the preliminary activities relating to viability study are in progress. In line with this plan, Your

Society has also incorporated a wholly owned subsidiary company "KRIBHCO Green Energy Private Limited". Blending of Ethanol in petrol saves precious foreign exchange in import of crude, it also supports Indian farmers.

## 15. GRAMIN VIKAS TRUST (GVT)



Shri Shiv Shanker Singh, Chief Executive Officer, GVT, receiving the award for Best NGO for outstanding sustainable farmer income enhancement at Agri Summit & Agri Awards by FICCI.

Gramin Vikas Trust in a span of more than two decades has extended its horizon in 22 states and 3 UTs through its various interventions in developmental projects in rural geographies of India in partnership with various funding agencies and departments of Central and State Governments. During the year GVT has bagged various projects and expand the operations in five new states i.e., Jharkhand, Chhattisgarh, Uttarakhand, Himachal Pradesh and Sikkim. GVT in collaboration with HDFC Bank "PARIVARTN" has initiated Holistic Rural Development Program in West Sikkim and Chhattisgarh and Plastic Waste Management program in Assam state towards socio-economic empowerment and environmental sustainability. For the Forest and Biodiversity conservation, GVT is working in association with The Forest Department of Assam to increase the forest cover in the state facilitating enhanced carbon sequestration to cater the UNFCCC's INDC's goals which is

supported by the French Development Agency – *Agence Francaise de Development (AFD)* and the state government of Assam. This year Gramin Vikas Trust has been rewarded with various recognitions for its untiring efforts to capacitate and empower tribals, marginal farmers and deprived communities. Gramin Vikas Trust has been awarded **“Best NGO for Outstanding Sustainable Farmer Income Enhancement”** at Agri Summit & Agri Awards by FICCI. **“Best NGO creating impact in Agriculture”** by Agri Award Summit & Agri awards 2021. **“Best NGO for Farmer Income Enhancement & Empowering the Rural Population”** by Indian Chamber of Commerce. Gramin Vikas Trust has been empaneled by Ministry of Jal Shakti for Key Resource Center and Jal Jeevan Mission initiatives in various states. GVT has been allotted 25 FPOs by NABARD, SFAC, NCDC and NAFED wherein Hon’ble Finance Minister Smt. Nirmala Sitharaman has recognized our unique Women Led and Women Participated Farmer Producer Organization of Jammu & Kashmir.

## 16. HUMAN RESOURCE DEVELOPMENT (HRD)

Human Resources have always been an integral part of the Society and it has nurtured its workforce by providing excellent learning and growth opportunities and empathetic health and safety environment so that employees feel motivated to perform at their best.

The HRD section of your Society focuses on continuous development of its workforce by equipping them in ways that keep them in-step with industry relevant skills. The learning needs of the employees are identified through need assessments and are addressed through various developmental programs. Several learning

journeys were conducted in collaboration with various external agencies and educational institutions. Seminars and workshops were conducted to highlight the challenges and strategies in fertilizer industry. Your Society also focused on building people management capability among its employees and conducted several workshops and MDPs on Art of Managing People, Transformational Leadership and New Age Leadership.

Your Society acknowledges the need for employees to stay physically and mentally healthy through conducting various employee wellness programs like organizing health check-up camps, Health awareness sessions and Talk shows. International Yoga Day was observed on June 21, 2021 at KRIBHCO Bhawan premise to highlight the importance of Yoga and the pivotal role it plays in rejuvenating our mind and the body, leading to a healthier lifestyle.

National Unity Day was observed by the Society on October 30, 2021 to commemorate the birth anniversary of Sardar Vallabhbhai Patel and foster and reinforce our dedication to preserve and strengthen unity, integrity and security of our nation, by reinforcing the value of a strong and united India. The Society celebrated National Productivity Week 2022 by organizing activities such as Creative Thinking Activity where employees were encouraged to come up with ideas that would increase productivity at their workplace. International Women’s Day 2022 was celebrated by organizing a dedicated programme on the theme ‘Primary Responsibility of Women in Changing Times’. The Society’s Human Resource Development practices are rooted in ensuring a fair and reasonable process for all round development of its workforce as well as increasingly supporting employee wellbeing.



## 17. INDUSTRIAL RELATIONS

The financial year 2021-2022 started with the second wave of Covid-19 which was much more devastating than the first wave because of shortage of vaccine, medicines, hospital beds, oxygen cylinders and other medical facilities throughout the country. By the end of April, India started reporting around 4 lakh cases in 24 hours. Therefore, employees were asked to “work from home”.



Shri B. L. Verma, Minister of State for Development of North East Region & Minister of State for Cooperatives being welcomed by Shri S. S. Yadav, Director (HR), KRIBHCO & Sh. V.S.R. Prasad, Executive Director (CR & Mktg), KRIBHCO along with Shri Dileep Sanghani, President, NCUI & Chairman, IFFCO.

The Welfare and IR department extended all possible support to the employees, their families and their dependents by providing them Oxygen concentrators, oximeters, medicines, arranging oxygen cylinders, facilitating hospital admissions and providing online consultancies with empanelled doctors.

In addition to the above, Welfare and IR department organized two free vaccination camp for the employees, their family members, dependents and employees of contractors engaged directly or indirectly with KRIBHCO. Besides this, the medical facility was also provided during the home quarantine period.

Today KRIBHCO is hundred percent vaccinated

Society and the IR and Welfare department is continuously and proactively taking all possible measures to fight the Covid-19. KRIBHCO also extended the additional financial support of ₹ 5 lakh to the family of the employees who lost their life due to Covid-19.

During the year 2021-22, the Industrial Relations environment continued and remained peaceful and cordial as before. Our proactive and employee friendly approach managed to build the confidence and trust between the Management and the Employees Unions and Associations. The election of the Unions and the Associations, agenda meetings were held peacefully and successfully. The second year of quarantine, social distancing and unseen health challenges closed on a happy note for KRIBHCO employees as the Board of Directors accepted the long pending demands of the Union & association by amending leave rules, rate of travel.

## 18. INFORMATION TECHNOLOGY

In wake of the second wave of Covid-19, your Society provided its employees with the facility to Work from Home (WFH). The necessary IT Infrastructure and Solutions were provisioned for employees to remotely access their workstations and Business Critical Applications in a secure manner. Society also provided facility of cloud-based collaboration and video conferencing tools to enable seamless interactions and decision making at all levels. Your Society has implemented a pan-India MPLS network to connect the Data Centre located at Corporate Office Noida to the Plant, various State Marketing Office (SMO's) and Area Offices (AO's).

Your Society successfully conducted its 41<sup>st</sup> Annual General Meeting (AGM) in Hybrid Mode

wherein some delegates attended the AGM physically at NCUI Auditorium in New Delhi and remaining delegates attended the AGM via Virtual Mode through Video Conferencing.

Recruitment portal was developed for different posts of Head Office and Plant. The portal was developed to make the process of recruitment more efficient and smoother. Your Society has also implemented integration of ICICI Bank Server with SAP ERP for automatic vendor payment to speed up the process and improve productivity.

### 19. PROGRESSIVE USE OF HINDI

Your Society is fully committed to implement Official Language Policy as mandated by Govt. of India. For this purpose, an Official Language Implementation Committee (OLIC) has been constituted in Corporate Office under the leadership of Managing Director. The top echelons of the Society review its strategic and significant decisions taken during OLIC meeting on regular basis. As a motivational measure a running trophy is awarded to a section at Head Office setting a epitome in Hindi correspondence annually. In addition to it, umpteen employees were awarded cash prizes under annual cash incentive scheme prevalent in the Society. Hindi Teaching Scheme implementation is continuing. Special allowance is given to those English Stenos/typists who are doing Hindi Typing also. Apart from it, a Hindi library is also managed where employees can select books for reading from a collection of more than 550 Hindi literature books.

Nodal Officers have been designated in every SMO/AO & Plant Office who takes the onus of complying all rules & regulations in this regard. To create Hindi atmosphere in the organization, an Online Hindi workshop was organized on 23

September, 2021 at Head Office on Google Meet in which 30 employees imparted workshop to enhance Hindi correspondence on DDFS. Hindi Section reviewed all Quarterly progress reports received from SMO's/AO's/Plant office during the year.

Hindi Pakhwara, Hindi Week and Hindi Day were organized on-line at Corporate Office, NOIDA/ State Marketing offices/Area offices & Plant office from 14<sup>th</sup> to 28<sup>th</sup> September, 2021. During this period, Hindi debate & Hindi essay writing, Hindi noting/drafting, Hindi dictation competitions were organized. More than 65 employees participated in these competitions.

### 20.. AWARDS AND HONOURS



Dr. Trilochan Mohapatra, Secretary, DARE & DG, ICAR giving award on "Environmental Protection" in Nitrogenous Fertilizer Plant Category to Sh. Rajan Chowdhry, Managing Director, KRIBHCO in the presence of Shri K. S. Raju, Chairman, FAI

Your Society's outstanding performance in various areas has earned recognition by various Organizations through awards and felicitations during the year.

- Educational Video Film produced by KRIBHCO on "Smart Agriculture" was recipient of First Prize and cash award of ₹ 50,000/- at MANAGE, Hyderabad Agriculture Films Festival 2022. The film also won runner up award at FAI Annual Awards.



- KRIBHCO Fertilizer plant, Hazira won runner up award at FAI Annual Award for “Environmental Protection” in the nitrogenous fertilizers’ plants category.
- KRIBHCO Fertilizer Limited (KFL), Shahjahanpur got the FAI award for improvement in overall performance of a company in the year 2020-21.
- “KRIBHCO News” received 2<sup>nd</sup> Best In-House Journal National Award under English category by Public Relations Society of India (PRSI).



Dr. Trilochan Mohapatra, Secretary, DARE & DG, ICAR giving Runner Up award on Video Film to Sh. V.S. Sirohi, Marketing Director, KRIBHCO in the presence of Shri K. S. Raju, Chairman, FAI.

## 21. 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”.

## 22. VIGILANCE

Your Society considers Vigilance as an important

and integral part of the Management function. The main stress of the Management is on transparency in the Society and accountability in the day-to-day functioning of the organization through preventive Vigilance. Whenever adverse findings come to the notice, on the basis of findings, remedial action is taken by the management.

There is a full-fledged Vigilance set up being headed by Jt. General Manager (Vigilance). Efforts are made by Vigilance officers to sensitize employees through group discussions and presentations organized in respective regions during inspections. Vigilance Awareness Week-2021 was observed during 26<sup>th</sup> October to 1<sup>st</sup> November, 2021 in all the units of KRIBHCO viz. HO, Plant and Field Marketing Offices. The week in which 31<sup>st</sup> October, the birthday of late Sardar Vallabhbhai Patel falls is observed as Vigilance Awareness Week as Sardar Patel was an unmatched Craftsman of national integration who had exceptional leadership capabilities. He integrated the country and was a shining example of probity in public life.

The theme of this year’s Vigilance Awareness Week was “Independent India @ 75: Self Reliance with Integrity”. Observation of Vigilance Awareness Week was one step towards sensitizing the employees of the KRIBHCO to bring more transparency in their working and shouldering the responsibility that each and every employee of the organization should work as a Vigilance Officer.

The following activities took place during the Vigilance Awareness Week 2021: -

On 26<sup>th</sup> October, 2021, pledge was administered to all the employees by Heads of the Departments in all the units of KRIBHCO. At Corporate Office

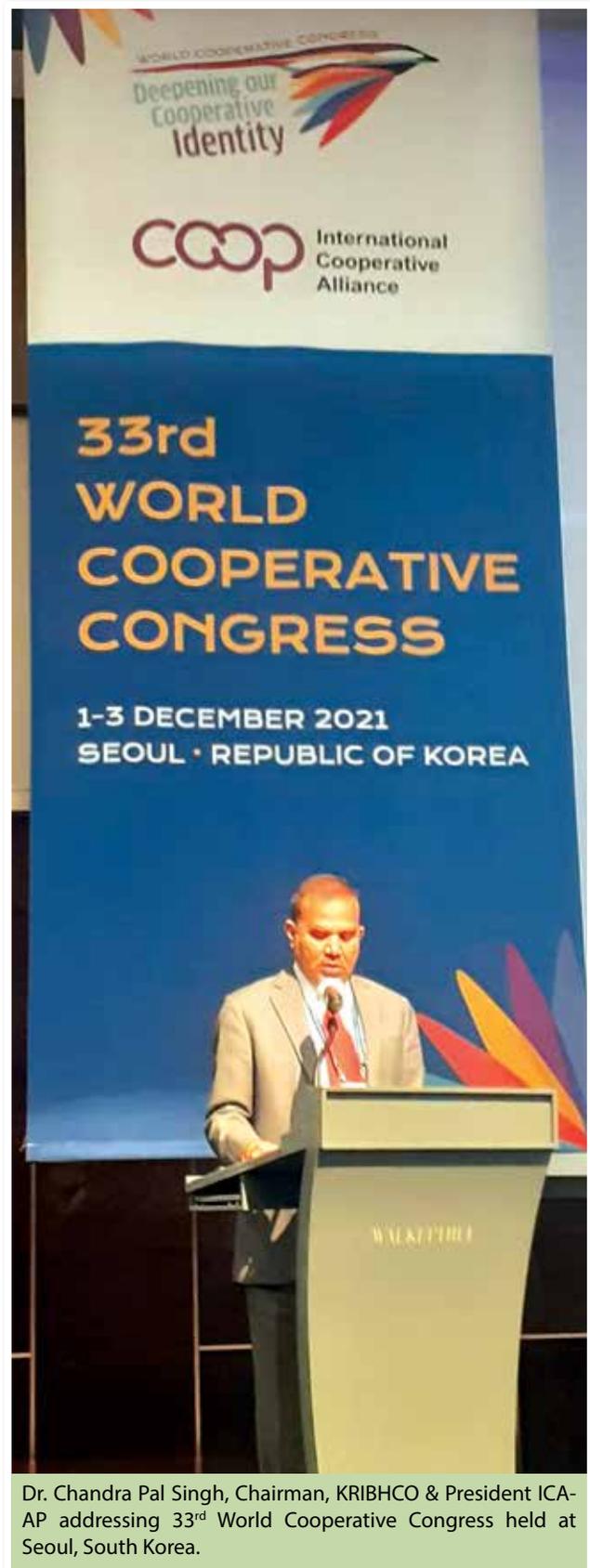
NOIDA, pledge was administered to General Managers' and above by Managing Director in Board Room.

Vigilance Awareness Week celebration banners were displayed in all the office premises of KRIBHCO pan India. To create public awareness, an e-pamphlet on 'KRIBHCO believes in Corruption Free Environment' was prepared and published on KRIBHCO Website in Hindi and English by Managing Director on 26<sup>th</sup> October, 2021. This was also sent through e-mail to users. An online Vigilance Awareness Quiz was organized. Further, an online Essay Competition on the theme of Vigilance Awareness Week "Independent India @ 75: Self Reliance with Integrity" was organized on 27<sup>th</sup> October, 2021 at Corporate, office Noida.

### 23. CORPORATE GOVERNANCE

Your Society upholds the ideals of excellent corporate governance overall and has carefully adhered to all rules and regulations in order to increase shareholders' value and at the same time, fulfil the Society's obligations to all stakeholders. The system of responsibility, accountability and transparency has been followed in this regard because your Society is aware that the governance process should assure to meet stakeholders' objectives and social expectations.

41<sup>st</sup> Annual General Body Meeting (AGM) of your Society took place on September 16, 2021. The AGM was held in hybrid format because of the COVID-19 Pandemic situation that was present throughout the nation and delegates attended from 55 virtual sites dispersed throughout the nation. The delegates expressed their appreciation for the Society's overall performance during the discussion, particularly on the production and marketing fronts. The



Dr. Chandra Pal Singh, Chairman, KRIBHCO & President ICA-AP addressing 33<sup>rd</sup> World Cooperative Congress held at Seoul, South Korea.



delegates also praised the Society's honest efforts in putting their recommendations into practise from the previous AGM.

08 Meetings of the Board of Directors, 08 Meetings of the Executive Committee, 02 Meetings 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.

## 24. 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 2022-23.

## 25. 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 31<sup>st</sup> March, 2022 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.

## 26. ACKNOWLEDGEMENTS

The Society received full support and cooperation from the 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

**(Chandra Pal Singh)**

Chairman

Dated: 31<sup>st</sup> August, 2022

## 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, 2022, 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, 2022;
- (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's 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 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 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. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, 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 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 Reg. No. 000478N

(Rohit Mehta)  
Partner  
M. No. 091382

UDIN : 22091382AMOQJG9367

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

(Rajiv Kumar Wadhawan)  
Partner  
M. No. 091007

UDIN : 22091007AMOXUT3804

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

(Anushk Kapoor)  
Partner  
M. No. 543825

UDIN : 22543825AMZPO7655

**Place** : New Delhi

**Dated** : July 11, 2022



## FINANCIAL STATEMENT

### BALANCE SHEET AS AT MARCH 31, 2022

(₹ in lakh)

Particulars	Note	As at 31.03.2022	As at 31.03.2021
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share Capital	2.1	38,868.50	38,891.05
Reserves and Surplus	2.2	4,25,441.99	3,16,846.19
		<b>4,64,310.49</b>	<b>3,55,737.24</b>
<b>Non-current Liabilities</b>			
Deferred Tax Liabilities (Net)	2.3	18,800.00	26,000.00
Other Long Term Liabilities	2.4	2,813.13	789.90
Long-Term Provisions	2.5	19,211.47	20,713.56
		<b>40,824.60</b>	<b>47,503.46</b>
<b>Current Liabilities</b>			
Short-Term Borrowings	2.6	2,85,319.38	1,62,285.57
Trade Payables			
- Dues to Micro and Small Enterprises		318.51	289.65
- Dues to Other than Micro and Small Enterprises		2,53,584.00	79,553.82
Other Current Liabilities	2.7	33,478.11	33,701.67
Short-Term Provisions	2.8	9,728.94	8,529.34
		<b>5,82,428.94</b>	<b>2,84,360.05</b>
<b>TOTAL</b>		<b>10,87,564.03</b>	<b>6,87,600.75</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
<b>Property, Plant and Equipment and Intangible Assets</b>			
Property, Plant and Equipment	2.9	1,52,326.03	1,60,824.05
Intangible Assets	2.10	1,938.06	2,163.24
Capital Work-in-Progress	2.11	6,040.60	5,936.28
Non-Current Investments	2.12	1,17,715.32	1,17,705.32
Long-Term Loans and Advances	2.13	10,738.25	9,167.75
Other Non-Current Assets	2.14	16,975.96	12,540.92
		<b>3,05,734.22</b>	<b>3,08,337.56</b>

Continued...

Continued...

**BALANCE SHEET AS AT MARCH 31, 2022**

(₹ in lakh)

Particulars	Note	As at 31.03.2022	As at 31.03.2021
<b>Current Assets</b>			
Inventories	2.15	3,75,445.76	66,703.91
Trade Receivables	2.16	1,98,717.21	2,00,013.29
Cash and Bank Balances	2.17	1,34,778.02	77,380.40
Short-Term Loans and Advances	2.18	71,869.00	32,945.19
Other Current Assets	2.19	1,019.82	2,220.40
		<b>7,81,829.81</b>	<b>3,79,263.19</b>
<b>TOTAL</b>		<b>10,87,564.03</b>	<b>6,87,600.75</b>

**Significant Accounting Policies** 1

**Notes on Accounts** 2

**Notes referred above form an integral part of the Balance Sheet**

**For and on behalf of the Board of Directors**



(R S Mathur)  
Executive Director (F&A)



(Rajan Chowdhry)  
Managing Director

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



(Rohit Mehta)  
Partner  
M. No. 091382

**As per our report of even date**

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



(Anushk Kapoor)  
Partner  
M. No. 543825

**Place** : New Delhi

**Dated** : July 11, 2022



**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022**

(₹ in lakh)

Particulars	Note	Year Ended 31.03.2022	Year Ended 31.03.2021
<b>Income:</b>			
Revenue from Operations (Net of Discounts/rebates)	2.20	11,98,143.38	9,48,975.89
Other Income	2.21	1,21,307.01	30,894.29
<b>Total Income</b>		<b>13,19,450.39</b>	<b>9,79,870.18</b>
<b>Expenses:</b>			
Cost of Materials Consumed	2.22	6,22,908.94	3,68,551.29
Purchases of Stock in Trade	2.23	6,91,128.76	3,65,697.89
Changes in Inventories of Finished Goods, Semi-Finished Goods, Stock-in-Process and Stock-in-Trade	2.24	(3,07,763.22)	5,512.65
Employee Benefits Expense	2.25	45,480.81	46,602.45
Finance Costs	2.26	8,099.27	18,416.72
Depreciation and Amortization Expense		11,620.58	11,590.56
Other Expenses of Manufacturing, Administration, Selling and Distribution	2.27	96,453.01	1,08,772.83
Prior Period Items (Net)	2.28	(45.82)	(5.89)
<b>Total Expenses</b>		<b>11,67,882.33</b>	<b>9,25,138.50</b>
<b>Profit before exceptional items &amp; tax</b>		<b>1,51,568.06</b>	<b>54,731.68</b>
<b>Exceptional Items</b>	2.29	(2,241.86)	(3,418.33)
<b>Profit Before Tax</b>		<b>1,49,326.20</b>	<b>51,313.35</b>
<b>Tax Expense:</b>			
Current Tax		39,100.00	1,450.00
Earlier Years		(18.20)	-
Deferred Tax		(7,200.00)	13,017.80
		<b>31,881.80</b>	<b>14,467.80</b>
<b>Profit for the year</b>		<b>1,17,444.40</b>	<b>36,845.55</b>

Continued...

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022**

(₹ in lakh)

Particulars	Note	Year Ended 31.03.2022	Year Ended 31.03.2021
<b>Less: Amount Transferred to:</b>			
Capital Repatriation Fund		30.00	60.00
Dividend Equalisation Fund		11,000.00	10,000.00
		<b>11,030.00</b>	<b>10,060.00</b>
<b>Net Profit as per the Multi-State Cooperative Societies Act 2002</b>		<b>1,06,414.40</b>	<b>26,785.55</b>
<b>Basic Earning Per Share (₹) (Refer Note 2.44)</b>		<b>30,218.00</b>	<b>9,471.00</b>

<b>Significant Accounting Policies</b>	<b>1</b>
<b>Notes on Accounts</b>	<b>2</b>
<b>Notes referred above form an integral part of the Statement of Profit and Loss</b>	

**For and on behalf of the Board of Directors**



(R S Mathur)  
Executive Director (F&A)



(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



(Anushk Kapoor)  
Partner  
M. No. 543825

**Place** : New Delhi

**Dated** : July 11, 2022



**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022**

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
<b>(A) Cash Flow from Operating Activities:</b>		
<b>Net Profit Before Tax</b>	<b>1,49,326.20</b>	<b>51,313.35</b>
Adjustments for:		
Depreciation/Amortisation including prior period	11,571.45	11,584.67
Provision for doubtful trade receivable	64.98	0.40
Excess Provision Written Back	(2,638.69)	(2,526.17)
Loss on Sale of Property, Plant and Equipment	63.12	38.44
Amount Written Off	4,390.67	2.71
Expenses/(Gain) on sale of stake in KRIL	2,241.86	(28,593.46)
Loss on Capital reduction in KFL	-	32,011.79
Finance Cost	8,099.27	18,416.72
Interest income	(4,858.66)	(2,842.13)
Dividend Income	(1,08,173.73)	(23,216.05)
<b>Operating Profit before working capital changes</b>	<b>60,086.47</b>	<b>56,190.27</b>
<b>Movements in working capital:</b>		
Increase/(decrease) in liabilities and provisions	1,71,544.78	19,609.26
Decrease/(Increase) in trade receivables	1,231.10	2,95,633.93
Decrease/(Increase) in inventories	(3,08,674.63)	7,195.56
Decrease/(Increase) in Loans & Advances	(40,521.19)	3,247.36
<b>Cash generated from /(used in) operations</b>	<b>(1,16,333.47)</b>	<b>3,81,876.38</b>
Direct Taxes paid (net of refunds)	(43,444.94)	(535.10)
Contribution to Cooperative Education Fund	(267.86)	-
Donations Paid	(28.00)	(20.40)
<b>Net cash Flow from/ (used in) operating activities (A)</b>	<b>(1,60,074.27)</b>	<b>3,81,320.88</b>
<b>(B) Cash Flow from Investing Activities:</b>		
Purchase of Property, Plant and Equipment (Including CWIP & Capital Advance)	(4,895.14)	(5,729.91)
Proceeds from sale of Property, Plant and Equipment	591.44	209.25
Proceeds/(Purchase) of non current investments	(10.00)	36,009.46
Expense on sale of Stake- KRIL	(373.71)	-

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**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022**

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
Interest received	6,736.59	893.79
Dividend received	1,08,173.73	23,216.05
<b>Net cash Flow from/(used in) investing activities (B)</b>	<b>1,10,222.91</b>	<b>54,598.64</b>
<b>(C) Cash Flow from financing activities</b>		
Issue/Repatriation of Share Capital (Net)	(22.55)	(43.90)
Proceeds from short-term borrowings(net)	1,23,033.81	(3,44,383.88)
Interest Paid	(7,944.83)	(19,018.11)
Dividends paid on equity shares	(7,817.45)	(5,802.54)
<b>Net cash flow/(used in) in financing activities ( C)</b>	<b>1,07,248.98</b>	<b>(3,69,248.43)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>57,397.62</b>	<b>66,671.09</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>77,380.40</b>	<b>10,709.31</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>1,34,778.02</b>	<b>77,380.40</b>

**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	1.09	3.12
Cheques/ drafts on hand including remittances in transit	99.62	217.99
With banks on current account	10,818.38	3,113.80
With bank in Fixed Deposits included in other bank balances	1,23,745.41	73,849.67
Other bank balances*	113.52	195.82
<b>Cash and cash equivalents as restated (Note No. 2.17 cash and bank balances)</b>	<b>1,34,778.02</b>	<b>77,380.40</b>

Continued...



Continued...

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022**

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
*Amount which are not available for use towards		
i. Unclaimed Dividend	106.90	189.52
ii. Amount held as security with Government/other departments	6.62	6.30
	<b>113.52</b>	<b>195.82</b>

- 2 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.
- 3 Previous year's figures have been regrouped / re- arranged wherever necessary.

**For and on behalf of the Board of Directors**

(R S Mathur)  
Executive Director (F&A)

(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

(Anushk Kapoor)  
Partner  
M. No. 543825

**Place** : New Delhi

**Dated** : July 11, 2022

## Note No.1

### Significant Accounting Policies Forming Part of Financial Statement for the Year Ended March 31, 2022

#### 1. BASIS OF PREPARATION

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 / AMORTISATION

- 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 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 AS 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** Long Term investments are carried at cost. Provision for diminution in the value of 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 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. 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 31.03.2022		As at 31.03.2021	
<b>Share Capital</b>				
<b>AUTHORISED</b>				
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	<u>2,000.00</u>	<u>50,000.00</u>	<u>2,000.00</u>	<u>50,000.00</u>
<b>ISSUED, SUBSCRIBED AND FULLY PAID-UP</b>				
33,111 (33,126) Equity Shares of ₹ 1,00,000 each	33,111.00		33,126.00	
15,380 (15,464) Equity Shares of ₹ 25,000 each	3,845.00		3,866.00	
19,098 (19,101) Equity Shares of ₹ 10,000 each	<u>1,909.80</u>	38,865.80	<u>1,910.10</u>	38,902.10
<b>Less: Shares under Repatriation</b>		3.68		17.43
Net Paid up capital		<b>38,862.12</b>		<b>38,884.67</b>
Add: Forfeited shares		6.38		6.38
<b>Total</b>		<b><u>38,868.50</u></b>		<b><u>38,891.05</u></b>

#### Further Notes:

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

Class of Shares		As on 01.04.2021	Issued during the year	Repatriated during the year	As on 31.03.2022
(1)		(2)	(3)	(4)	(5)
₹ 1,00,000/- (₹ One Lakh only)	Nos	33,126	37	52	33,111
	Value ₹ in lakh	33,126.00	37.00	52.00	33,111.00
₹ 25,000/- (₹ Twenty Five Thousand only)	Nos	15,464	20	104	15,380
	Value ₹ in lakh	3,866.00	5.00	26.00	3,845.00
₹ 10,000/- (₹ Ten Thousand only)	Nos	19,101	-	3	19,098
	Value ₹ in lakh	1,910.10	-	0.30	1,909.80
Total Value of Fully Paid Up Shares ₹ in lakh		38,902.10	42.00	78.30	38,865.80
Previous Year ₹ in lakh		38,946.00	16.00	59.90	38,902.10



## 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%

- 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.
- Aggregate amount of capital repatriated as per Bye-Laws of the Society during the last five years is ₹ 872.60 lakh (Previous year ₹ 833.25 lakh).
- 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, 2022, 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 31.03.2022		As at 31.03.2021	
<b>(a) Reserve Fund (As per Bye-Law 58(i) of the Society)</b>				
As per last Balance Sheet	1,29,396.51		1,22,700.12	
Add : Transfer from Surplus Account	<u>26,603.60</u>	1,56,000.11	<u>6,696.39</u>	1,29,396.51
<b>(b) Reserve Fund for Contingency (As per Bye-Law 58(iii) of the Society)</b>				
As per last Balance Sheet	29,468.80		26,790.24	
Add : Transfer from Surplus Account	<u>10,641.44</u>	40,110.24	<u>2,678.56</u>	29,468.80
<b>(c) Reserve for Donations</b>				
As per last Balance Sheet	40.00		27.00	
Add : Transfer from Surplus Account	40.00		40.00	
Less : Payments during the year	28.00		20.40	
Less : Transfer to General Reserve during the year	<u>-</u>	52.00	<u>6.60</u>	40.00
<b>(d) Capital Repatriation Fund</b>				
As per last Balance Sheet	109.85		93.75	
Add : Transfer from Statement of Profit and Loss	30.00		60.00	
Less: Transfer to Share Repatriated Reserve	<u>32.55</u>	107.30	<u>43.90</u>	109.85

Continued...

Note No.2.2

Reserves and Surplus

(₹ in lakh)

Particulars	As at 31.03.2022			As at 31.03.2021		
<b>(e) Share Repatriated Reserve</b>						
As per last Balance Sheet		942.47			898.57	
Add : Transfer from Capital Repatriation Fund		<u>32.55</u>	975.02		<u>43.90</u>	942.47
<b>(f) General Reserve</b>						
As per last Balance Sheet		1,36,432.15			1,27,098.93	
Add : Transfer from Surplus Account		60,297.09			9,326.62	
Add : Transfer from Reserve for Donation		<u>-</u>	1,96,729.24		<u>6.60</u>	1,36,432.15
<b>(g) Dividend Equalisation Fund</b>						
As per last Balance Sheet		12,553.43			8,344.32	
Add : Transfer from Surplus Account		11,000.00			10,000.00	
Less : Deductions/Adjustments during the year		<u>-</u>	23,553.43		<u>5,790.89</u>	12,553.43
<b>(h) Cooperative Development Fund</b>						
As per last Balance Sheet		126.86			116.31	
Add : Transfer from Unclaimed Dividend		27.29			10.83	
Less : Payment of Unclaimed Dividends during the year		<u>7.63</u>	146.52		<u>0.28</u>	126.86
<b>(i) Surplus (Balance in Statement of Profit and Loss)</b>						
Opening Balance (Retained Earnings for Dividend)		7,776.12			5,790.89	
Less: Dividend Declared and Paid		7,776.12			5,790.89	
Add: Net Profit as per the Multi-State Cooperative Societies Act 2002		1,06,414.40			26,785.55	
Add : Transfer from Dividend Equilisation Fund		-			-	
Amount Available for Appropriations:		1,06,414.40			26,785.55	
Less: Appropriations:						
(1) Reserve Fund as per Bye-Law 58 (i) of the Society	26,603.60			6,696.39		
(2) Provision for Contribution to Cooperative Education Fund	1,064.14			267.86		
(3) Reserve Fund for Contingency as per Bye- Law 58 (iii) of the Society	10,641.44			2,678.56		
(4) Reserve for Donations	40.00			40.00		
(5) General Reserve*	<u>60,297.09</u>	<u>98,646.27</u>	<u>7,768.13</u>	<u>9,326.62</u>	<u>19,009.43</u>	<u>7,776.12</u>
<b>Total</b>		<b><u>4,25,441.99</u></b>			<b><u>3,16,846.19</u></b>	

\* 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 ₹ 7,768.13 lakh (Previous year ₹ 7,776.12 lakh).



### Note No.2.3

#### Deferred Tax Liabilities (Net)

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Deferred Tax Liability</b>		
Difference of Book Depreciation and Tax Depreciation/ Allowance	(A) <u>25,348.87</u>	<u>36,059.23</u>
<b>Deferred Tax Assets</b>		
Provision for Employees benefits allowable on payment basis	5,897.99	9,182.86
Provision for Doubtful Debts and Advances	133.11	162.10
Provision for Diminution in the value of Investment	-	171.89
Others	<u>517.77</u>	<u>542.38</u>
Total Deferred Tax Assets	(B) <u>6,548.87</u>	<u>10,059.23</u>
<b>Deferred Tax Liability (Net)</b>	<b>(A-B) <u>18,800.00</u></b>	<b><u>26,000.00</u></b>

#### Further Notes:

During the year net decrease in deferred tax liability of ₹7,200.00 lakh is being recognised in the Statement of Profit & Loss (Previous Year increase in deferred tax liability of ₹13,017.80 lakh).

### Note No.2.4

#### Other Long Term Liabilities

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
Retention/Security Deposits	2,517.78	535.49
Income Received in Advance	295.35	254.41
<b>Total</b>	<b><u>2,813.13</u></b>	<b><u>789.90</u></b>

### Note No.2.5

#### Long Term Provisions

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
Employee Benefits*	19,211.47	20,713.56
<b>Total</b>	<b><u>19,211.47</u></b>	<b><u>20,713.56</u></b>

\*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 31.03.2022	As at 31.03.2021
<b>Short Term Loans from Banks:</b>		
<b>Secured</b>		
Rupee Loans	80,191.88	3,254.15
<b>Unsecured</b>		
Rupee Loans	1,95,500.00	1,41,100.00
<u>Foreign Currency Loans</u>		
Buyers Credit	9,627.50	17,931.42
<b>TOTAL</b>	<b><u>2,85,319.38</u></b>	<b><u>1,62,285.57</u></b>

#### Further Notes:

Details of Security for Secured Loans: ₹ 80,191.88 lakh (Previous year ₹ 3,254.15 lakh) is secured by first pari-passu charge by way of hypothecation to 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 31.03.2022	As at 31.03.2021
Interest accrued but not due on borrowings	174.92	20.48
Income received in advance	348.91	280.46
Unpaid / Unclaimed Dividends*	235.77	296.75
Amount Payable under Forward Contract (Net)	-	536.80
Cooperative Education Fund	1,064.14	267.86
Other Payables		
Advances from customers and others	6,631.35	3,029.85
Margin Money Payable-Customers	10,177.46	8,735.50
Deposits from contractors and others	4,617.65	7,658.15
Statutory Dues	1,503.44	1,281.75
Employees Dues	8,561.51	10,792.48
For Capital Goods	162.96	728.59
Others	-	73.00
<b>TOTAL</b>	<b><u>33,478.11</u></b>	<b><u>33,701.67</u></b>

#### 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 31.03.2022	As at 31.03.2021
Employee Benefits*	9,728.94	8,529.34
<b>Total</b>	<b>9,728.94</b>	<b>8,529.34</b>

\*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 01.04.2021	Additions	Sales/ Adjustments	As at 31.03.2022	Upto 31.03.2021	For the year	Sales/ Adjustments	Upto 31.03.2022	As at 31.03.2022	As at 31.03.2021
<b>LAND</b>										
Freehold*	6,519.86	-	-	6,519.86	-	-	-	-	6,519.86	6,519.86
Leasehold	3,202.59	-	-	3,202.59	671.12	68.38	-	739.50	2,463.09	2,531.47
<b>Sub-total</b>	<b>9,722.45</b>	<b>-</b>	<b>-</b>	<b>9,722.45</b>	<b>671.12</b>	<b>68.38</b>	<b>-</b>	<b>739.50</b>	<b>8,982.95</b>	<b>9,051.33</b>
<b>BUILDING</b>										
Freehold	16,131.24	4.76	-	16,136.00	8,437.45	286.75	-	8,724.20	7,411.80	7,693.79
Leasehold	2,327.96	-	-	2,327.96	843.55	81.95	-	925.50	1,402.46	1,484.41
<b>Sub-total</b>	<b>18,459.20</b>	<b>4.76</b>	<b>-</b>	<b>18,463.96</b>	<b>9,281.00</b>	<b>368.70</b>	<b>-</b>	<b>9,649.70</b>	<b>8,814.26</b>	<b>9,178.20</b>
<b>ROADS, CULVERTS &amp; DRAINS</b>	<b>4,137.55</b>	<b>131.59</b>		<b>4,269.14</b>	<b>3,798.26</b>	<b>53.79</b>		<b>3,852.05</b>	<b>417.09</b>	<b>339.29</b>
PLANT AND EQUIPMENTS	2,88,920.01	3,090.66	623.89	2,91,386.78	1,49,502.26	10,337.65	95.75 **	1,59,744.16	1,31,642.62	1,39,417.75
ROLLING STOCK	4,722.57	-	-	4,722.57	4,211.43	37.13	-	4,248.56	474.01	511.14
RAILWAY SIDINGS	3,911.22	-	19.97	3,891.25	2,762.68	141.45	3.14	2,900.99	990.26	1,148.54
FURNITURE AND FIXTURES	1,602.97	29.31	22.14	1,610.14	1,445.13	46.80	15.76	1,476.17	133.97	157.84
VEHICLES	757.17	76.44	77.09	756.52	411.03	72.13	37.88	445.28	311.24	346.14
OFFICE EQUIPMENTS	3,315.98	89.49	163.14	3,242.33	2,861.87	166.03	155.32	2,872.58	369.75	454.11
OTHERS	1,401.91	41.17	22.95	1,420.13	1,182.20	63.95	15.90	1,230.25	189.88	219.71
<b>Sub-total</b>	<b>3,04,631.83</b>	<b>3,327.07</b>	<b>929.18</b>	<b>3,07,029.72</b>	<b>1,62,376.60</b>	<b>10,865.14</b>	<b>323.75</b>	<b>1,72,917.99</b>	<b>1,34,111.73</b>	<b>1,42,255.23</b>
<b>Total</b>	<b>3,36,951.03</b>	<b>3,463.42</b>	<b>929.18</b>	<b>3,39,485.27</b>	<b>1,76,126.98</b>	<b>11,356.01</b>	<b>323.75</b>	<b>1,87,159.24</b>	<b>1,52,326.03</b>	<b>1,60,824.05</b>
<b>Previous year's Total</b>	<b>3,34,501.20</b>	<b>3,137.85</b>	<b>688.02</b>	<b>3,36,951.03</b>	<b>1,65,378.81</b>	<b>11,325.31</b>	<b>577.14</b>	<b>1,76,126.98</b>	<b>1,60,824.05</b>	<b>-</b>

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

\*\* Includes ₹ 49.13 lakh towards prior period depreciation.

## Note No.2.10

### Intangible Assets

(₹ in lakh)

Particulars	Gross Block				Depreciation/Amortisation				Net Block	
	As at 01.04.2021	Additions	Sales/ Adjustments	As at 31.03.2022	Upto 31.03.2021	For the year	Sales/ Adjustments	Upto 31.03.2022	As at 31.03.2022	As at 31.03.2021
Computer Software	1,943.06	39.39	5.40	1,977.05	1,826.14	62.21	5.40	1,882.95	94.10	116.92
Licence Fee	3,844.83	-	-	3,844.83	1,798.51	202.36	-	2,000.87	1,843.96	2,046.32
<b>Total</b>	<b>5,787.89</b>	<b>39.39</b>	<b>5.40</b>	<b>5,821.88</b>	<b>3,624.65</b>	<b>264.57</b>	<b>5.40</b>	<b>3,883.82</b>	<b>1,938.06</b>	<b>2,163.24</b>
<b>Previous year's Total</b>	<b>5,731.36</b>	<b>56.78</b>	<b>0.25</b>	<b>5,787.89</b>	<b>3,359.65</b>	<b>265.25</b>	<b>0.25</b>	<b>3,624.65</b>	<b>2,163.24</b>	<b>-</b>

## Note No.2.11

### Capital Work-In-Progress

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
Civil Construction		
Office and Factory	20.69	20.69
Plant & Equipments	4,921.81	4,429.19
Railway Siding	-	27.97
Project Inventory	788.72	1,149.05
Others	309.38	309.38
<b>Total</b>	<b>6,040.60</b>	<b>5,936.28</b>

## Note No.2.12

### Non Current Investments

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Long Term and Trade</b>		
<b>A Equity Instruments (Fully paid up unless otherwise stated)</b>		
<b>Quoted</b>		
1,00,00,000 (1,00,00,000) Equity Shares of ₹1/- each of Nagarjuna Oil Refinery Ltd.	476.19	476.19
Less: Provision for diminution in value of investment	-	(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
	<b>523.81</b>	<b>523.81</b>
<b>Unquoted</b>		
<b>Subsidiary Companies</b>		
47,99,39,243 (47,99,39,243) Equity Shares of ₹10/- each, of Kribhco Fertilizers Ltd.	59,456.76	59,456.76

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**Note No.2.12**

**Non Current Investments**

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
50,000 (NIL) Equity shares of ₹10/- each, of Kribhco Agri Business Pvt Ltd.	5.00	-
50,000 (NIL) Equity shares of ₹10/- each, of Kribhco Green Energy Pvt Ltd.	5.00	-
	<b>59,466.76</b>	<b>59,456.76</b>
<b>Joint Venture Companies</b>		
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	(15.71) 2.29	(15.71) 2.29
	<b>43,059.75</b>	<b>43,059.75</b>
<b>Associate Company</b>		
6,37,81,188 (4,44,00,000) -Equity shares of ₹10/- each, of Kribhco Infrastructure Private Limited (KRIL)	10,704.00	4,440.00
	<b>10,704.00</b>	<b>4,440.00</b>
<b>Other Entities</b>		
1,34,00,000 (1,34,00,000) Equity Shares of ₹5/- each, of Indian Commodity Exchange Ltd.	840.00	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
	<b>865.00</b>	<b>865.00</b>
<b>B Convertible Debentures/Preference Shares</b>		
3096 (3096) -1% Optional Convertible Debentures of KRIL of ₹1,00,000 each.	3,096.00	3,096.00
NIL(2,08,80,000)-0.1% Convertible Preference Shares of KRIL of ₹10 each	-	6,264.00
	<b>3,096.00</b>	<b>9,360.00</b>
<b>Total</b>	<b>1,17,715.32</b>	<b>1,17,705.32</b>
<b>Further Notes:</b>		
1 (i) Aggregate amount of quoted investments (Net of provision)	523.81	523.81
(ii) Market value of quoted investments	1,413.50	693.00
(iii) Aggregate amount of un-quoted investments	1,17,191.51	1,17,181.51
2 Vide Order of NCLT, Hyderabad dated 11-02-2021, M/s Nagarjuna Oil Refinery Limited stands dissolved, hence the investment has been written off in the current financial year for which provision was held with the Society.		
3 Investments have been valued as per Accounting Policy No. 11 disclosed in Note No. 1 to the financial statements.		
4 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 31.03.2022	As at 31.03.2021
Capital Advances	753.08	30.72
<b>Loans:</b>		
Employees (including interest accrued)		
Secured	3,138.17	3,012.92
Un-Secured	22.71	42.30
	<u>3,160.88</u>	<u>3,055.22</u>
Recoverable towards Employee Benefits from Hazira Ammonia Extension Plant (HAEP)	6,824.29	6,081.81
<b>Total</b>	<b><u>10,738.25</u></b>	<b><u>9,167.75</u></b>

### Note No.2.14

#### Other Non Current Assets

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
Advance Tax including TDS (Net of provisions)	16,850.07	12,486.93
Security Deposits	125.89	53.99
<b>Total</b>	<b><u>16,975.96</u></b>	<b><u>12,540.92</u></b>

### Note No.2.15

#### Inventories

(As taken, valued and certified by the Management)

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
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
Traded Products	3,36,636.32	38,937.26
Stores and Spares	7,121.71	6,891.93
Loose Tools	38.75	26.16
Packing Materials	1,756.56	933.19
Chemicals and Catalysts	3,058.80	3,216.53
Construction Materials	9.65	6.25
	<u>3,76,940.53</u>	<u>68,265.90</u>
Less: Provision for Obsolete, Surplus and Non-Moving Stores	1,494.77	1,561.99
<b>Total</b>	<b><u>3,75,445.76</u></b>	<b><u>66,703.91</u></b>

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**Note No.2.15**

**Inventories**

(As taken, valued and certified by the Management)

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
<b>Further Notes:</b>		
1. <b>Inventories include Material in Transit and Inspection</b>		
Finished Goods-Manufactured	8,773.49	3,776.00
Traded Products	1,52,425.90	23,445.07
Stores and Spares	62.61	227.70
	<b>1,61,262.00</b>	<b>27,448.77</b>
2. Inventory items have been valued considering the Significant Accounting Policy (Point no.3) disclosed in Note No. 1 of financial statements.		
3. <b>Break up of Inventories</b>		
Particulars	Amount (₹ in lakh)	Amount (₹ in lakh)
i. <b>Stock in Process</b>		
Ammonia	329.77	178.49
<b>Total</b>	<b>329.77</b>	<b>178.49</b>
ii. <b>Semi Finished Goods - Manufactured</b>		
Ammonia for Urea	1,439.95	2,501.98
<b>Total</b>	<b>1,439.95</b>	<b>2,501.98</b>
iii. <b>Finished Goods-Manufactured</b>		
Urea	26,454.54	15,516.27
Argon	9.56	8.58
Bio-Fertilisers	64.04	43.19
Others	20.88	6.07
<b>Total</b>	<b>26,549.02</b>	<b>15,574.11</b>
iv. <b>Traded Products</b>		
Imported DAP	2,63,951.11	17,301.01
Imported MOP	-	188.44
Imported NPK	44,502.98	16,593.35
Imported NPS	23,989.99	3,532.39
Imported Pool Urea	3,170.84	171.69
Seeds	569.66	548.29
Raw Seeds	69.65	213.35
Others	382.09	388.74
<b>Total</b>	<b>3,36,636.32</b>	<b>38,937.26</b>

## Note No.2.16

### Trade Receivables

(Unsecured considered good, unless otherwise stated)

(₹ in lakh)

Particulars	As at 31.03.2022		As at 31.03.2021	
<b>Outstanding for a period exceeding six months</b>				
Unsecured				
Claims Due from Government				
- Considered Good	1,134.93		1,082.62	
- Considered doubtful	98.72	1,233.65	98.72	1,181.34
Others				
- Considered Good	640.57		1,784.98	
- Considered doubtful	422.62	1,063.19	357.64	2,142.62
<b>Others</b>				
Claims Due from Government	1,87,074.08		1,60,710.02	
Others	9,867.63	1,96,941.71	36,435.67	1,97,145.69
		1,99,238.55		2,00,469.65
Less: Provision for bad and doubtful receivables		521.34		456.36
<b>Total</b>		<b>1,98,717.21</b>		<b>2,00,013.29</b>

#### Further Notes:

- (i) Refer Note 2.35 for breakup of balance due from the related parties ₹ 657.63 lakh (Previous Year ₹ 1,232.60 lakh).

## Note No.2.17

### Cash and Bank Balances

(₹ in lakh)

Particulars	As at 31.03.2022		As at 31.03.2021	
<b>Cash and Cash Equivalents</b>				
Balances with banks				
- Current/Cash Credit Accounts	10,818.38		3,113.80	
- Remittances-in-transit	13.40		217.35	
- Cheques & drafts in hand	86.22		0.64	
- Cash in hand	1.09		3.12	
<b>Other Bank Balances</b>				
Fixed Deposits with original Maturity of more than three months	1,23,745.41		73,849.67	
Fixed Deposit held as security with Government/ other departments	6.62		6.30	
Unpaid/Unclaimed dividend accounts	106.90		189.52	
<b>Total</b>		<b>1,34,778.02</b>		<b>77,380.40</b>



## Note No.2.18

### Short Term Loans and Advances

(Unsecured considered good, unless otherwise stated)

(₹ in lakh)

Particulars	As at 31.03.2022		As at 31.03.2021	
<b>LOANS</b>				
Related Parties		35.00		155.00
Employees (including interest accrued)				
Secured	679.25		689.01	
Un-Secured	<u>1.68</u>	680.93	<u>3.14</u>	692.15
Others		370.84		315.00
<b>Sub Total</b>		<b><u>1,086.77</u></b>		<b><u>1,162.15</u></b>
<b>ADVANCES</b>				
Related Parties		3.02		2.80
Employees		179.81		198.92
Contractors & Suppliers, including material issued on loan				
Unsecured				
Considered Good	8,006.34		14,146.38	
Considered Doubtful	<u>7.54</u>	8,013.88	<u>7.54</u>	14,153.92
Balance with Revenue Authorities		30,086.36		15,932.41
Recoverable towards Employee Benefits from HAEP		220.57		414.60
Others *		32,286.13		1,087.93
		<b><u>70,789.77</u></b>		<b><u>31,790.58</u></b>
Less: Provision for bad & doubtful advances		7.54		7.54
<b>Sub Total</b>		<b><u>70,782.23</u></b>		<b><u>31,783.04</u></b>
<b>Total</b>		<b><u>71,869.00</u></b>		<b><u>32,945.19</u></b>

#### Further Notes:

- Refer Note 2.35 for breakup of balance outstanding for Loans and Advances due from related parties ₹35.00 lakh and ₹3.02 lakh respectively (Previous Year ₹155.00 lakh and ₹2.80 lakh respectively).
- 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 26<sup>th</sup> 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 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 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 during the 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 ₹ 31,123.04 Lakh (Previous year ₹ Nil)

## Note No.2.19

### Other Current Assets

(₹ in lakh)

Particulars	As at 31.03.2022	As at 31.03.2021
Dividend Receivable	-	1.98
Interest Accrued but not due on Fixed deposits/Investments	343.72	2,133.44
Amount Receivable under Forward Contract (Net)	538.79	-
Deferred Premium of Forward Contract	137.31	84.98
	<b>1,019.82</b>	<b>2,220.40</b>

## Note No.2.20

### Revenue from Operations

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
Sale of Products (Net of Discounts/ Rebates)	4,06,244.50	4,62,515.35
Subsidy/Remuneration from Central/State Governments	7,86,241.32	4,78,698.75
Sale of Services	4,332.89	5,434.42
Other Operating Revenue	1,324.67	2,327.37
<b>Revenue from Operations (Net)</b>	<b>11,98,143.38</b>	<b>9,48,975.89</b>

#### Further Notes:

#### 1 SUBSIDY FROM GOVERNMENT OF INDIA

- 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.
- Subsidy on imported phosphatic fertilisers has been accounted for based on the concession rate as notified by GOI under Nutrient Based Subsidy Scheme (NBS).
- 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 31.03.2022		Year Ended 31.03.2021	
	Sales	Subsidy/ Concessions/ Remuneration	Sales	Subsidy/ Concessions/ Remuneration
<b>(a) Manufactured</b>				
Ammonia	35,419.82	-	21,067.41	-
Urea	1,15,650.52	5,31,481.17	1,24,449.76	3,23,817.77
Bio-Fertilisers	1,138.04	-	1,110.54	-
Argon (NM <sup>3</sup> )	3,909.63	-	2,130.92	-
Power	751.97	-	1,862.84	-
Others	436.72	-	316.27	-
<b>Sub Total</b>	<b>1,57,306.70</b>	<b>5,31,481.17</b>	<b>1,50,937.74</b>	<b>3,23,817.77</b>

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**Note No.2.20**

**Revenue from Operations**

(₹ in lakh)

2.	Breakup of Sale of Products including Subsidy/ Concessions/ Remuneration (Net of Discounts/Rebates)	Year Ended 31.03.2022		Year Ended 31.03.2021	
		Sales	Subsidy/ Concessions/ Remuneration	Sales	Subsidy/ Concessions/ Remuneration
<b>(b) Traded Products</b>					
	Imported DAP	96,027.16	1,40,645.10	1,48,534.02	80,561.03
	Imported MOP	168.91	62.93	9,880.09	4,686.52
	Imported NPK	95,071.70	80,157.82	57,311.13	26,578.98
	Imported NPS	26,787.15	24,355.13	40,455.31	19,488.42
	Imported Urea	14,868.61	8,587.28	14,940.34	8,737.08
	OMIFCO Urea	-	(127.12)	26,331.40	13,245.38
	Compost	1,697.97	560.01	1,861.04	984.59
	Seeds	6,977.81	519.00	6,228.71	598.98
	Others	7,338.49	-	6,035.57	-
	<b>Sub Total</b>	<b>2,48,937.80</b>	<b>2,54,760.15</b>	<b>3,11,577.61</b>	<b>1,54,880.98</b>
	<b>Total (a+b)</b>	<b>4,06,244.50</b>	<b>7,86,241.32</b>	<b>4,62,515.35</b>	<b>4,78,698.75</b>

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
<b>3. Breakup of Sale of Services</b>		
Service Charges from HAEP	2,255.25	2,663.87
Urea Sales Fee from OMIFCO	-	993.89
TSA/PSA from OMIFCO	170.68	158.95
Marketing Service Charges from KFL	1,211.02	1,275.17
Leave and License Fee from KRIL	154.50	159.67
Others	541.44	182.87
<b>Total</b>	<b>4,332.89</b>	<b>5,434.42</b>
<b>4. Breakup of Other Operating Revenue</b>		
Despatch Money	300.98	517.20
Insurance Claims Received	354.52	1,239.54
Claims/Recoveries from contractors & Others	669.17	570.63
<b>Total</b>	<b>1,324.67</b>	<b>2,327.37</b>

## Note No.2.21

### Other Income

(₹ in lakh)

Particulars	Year Ended 31.03.2022		Year Ended 31.03.2021	
<b>Interest</b>				
From Employees	158.08		130.78	
From Indian Banks	3,038.33		2,678.80	
Interest on Debentures	30.96		29.69	
On Income Tax Refunds	1,627.59		-	
Others	3.70	4,858.66	2.86	2,842.13
<b>Dividend</b>				
From non current investments-Trade				
Joint Ventures	1,08,170.58		23,211.75	
Others	3.15	1,08,173.73	4.30	23,216.05
<b>Other Non-Operating Income</b>				
Net Gain on Foreign Currency translation and transactions		4,246.53		816.56
Lease and Equipment hire charges		0.54		0.10
Rental Income		693.56		835.51
Sale of Scrap and Other items		286.31		281.26
Recovery from Employees		110.02		128.08
Penalties & Liquidated damages		226.91		180.42
Excess Provision Written back/Unclaimed Amount (Net)		2,638.69		2,526.17
Others		72.06		68.01
<b>Total</b>		<b>1,21,307.01</b>		<b>30,894.29</b>

## Note No.2.22

### Cost of Materials Consumed

(₹ in lakh)

Particulars	Year Ended 31.03.2022		Year Ended 31.03.2021	
Raw Materials	5,10,172.78		2,90,234.51	
Packing Materials	13,299.64		12,947.46	
Chemicals and Catalysts	2,880.72		2,763.87	
Power, Fuel and Water	96,555.80		62,605.45	
<b>Total</b>		<b>6,22,908.94</b>		<b>3,68,551.29</b>

#### Further Notes:

#### 1 Breakup of Raw Materials

Natural Gas	5,10,172.78	2,90,234.51
<b>Total</b>	<b>5,10,172.78</b>	<b>2,90,234.51</b>

#### 2 Break up of Power, Fuel and Water

Power	4,246.54	4,014.15
Fuel (Boiler Gas)	87,852.16	54,610.71
Water Charges	4,457.10	3,980.59
<b>Total</b>	<b>96,555.80</b>	<b>62,605.45</b>



### Note No.2.23

#### Purchases of Stock-in-Trade

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
OMIFCO Urea	51.54	20,595.84
Imported DAP	4,36,016.10	1,84,465.31
Imported MOP	-	11,017.88
Imported NPK	1,66,984.62	75,281.30
Imported NPS	57,188.52	47,053.62
Imported Urea	16,863.03	14,242.18
Other Indigenous Fertilisers	8,450.63	8,085.27
Seeds, Chemicals and Other Products	5,574.32	4,956.49
<b>Total</b>	<b><u>6,91,128.76</u></b>	<b><u>3,65,697.89</u></b>

### 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 31.03.2022	Year Ended 31.03.2021
<b>Opening Stock:</b>		
Stock-in-Process	178.49	232.50
Semi Finished Goods	2,501.98	2,241.71
Finished Goods-Manufactured	15,574.11	30,414.45
Stock-in-Trade	<u>38,937.26</u>	<u>29,815.83</u>
	57,191.84	62,704.49
<b>Closing Stock:</b>		
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	<u>3,36,636.32</u>	<u>38,937.26</u>
	3,64,955.06	57,191.84
<b>(Accretion)/Decretion in inventories</b>	<b><u>(3,07,763.22)</u></b>	<b><u>5,512.65</u></b>

### Note No.2.25

#### Employee Benefits Expense

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
Salaries and Wages*	33,706.87	38,992.64
Contribution to Provident and Other Funds	9,628.04	5,282.47
Staff Welfare Expenses	<u>2,145.90</u>	<u>2,327.34</u>
<b>Total</b>	<b><u>45,480.81</u></b>	<b><u>46,602.45</u></b>

\* Previous year includes ₹ 7,565.39 lakh provided towards arrears of salary.

## Note No.2.26

### Finance Costs

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
<b>Interest on :</b>		
Foreign Currency Short Term Loans	-	1,503.76
Cash Credit and Short Term Loans	7,158.28	11,375.43
Buyer's Credit	54.75	5,428.98
Deposits from Customers	67.05	64.09
Income Tax & Other Authorities	600.13	0.32
	<u>7,880.21</u>	<u>18,372.58</u>
<b>Other Borrowing Cost :</b>		
Exchange differences regarded as adjustment to interest cost	219.06	44.14
	<u>219.06</u>	<u>44.14</u>
<b>Total</b>	<b><u>8,099.27</u></b>	<b><u>18,416.72</u></b>

## Note No.2.27

### Other Expenses of Manufacturing, Administration, Selling and Distribution

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
Electricity and Water Charges	334.22	300.54
Rent	564.34	522.68
Rates and Taxes	314.04	306.31
Repairs and Maintenance		
Buildings	973.27	669.04
Plant, Machinery and Other Equipments	4,415.16	3,080.31
Others	<u>877.52</u>	<u>734.99</u>
Insurance	2,451.18	1,790.82
Travelling Expenses		
Directors	22.52	7.00
Others	<u>561.18</u>	<u>597.64</u>
Printing and Stationery Expenses	48.12	57.58
Communication Expenses	115.67	124.53
Farmers Benefit and Publicity	970.73	678.05
Warehousing	692.18	1,382.37

Continued...



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**Note No.2.27**

**Other Expenses of Manufacturing, Administration, Selling and Distribution** (₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
Packing, Freight and Handling	70,636.41	91,764.14
Seed Multiplication Expenses	173.54	229.61
Directors' Sitting Fees	51.98	38.28
Vehicle Hire, Running and Maintenance Expenses	559.08	466.16
Legal and Professional Charges	489.28	469.24
Premium for forward contracts	5,536.32	3,482.62
Bank and Other Finance Charges	251.04	217.35
Payment to Auditors		
Audit Fees	30.00	26.04
Other services	2.79	6.80
Out of Pocket expenses	<u>10.31</u>	<u>10.26</u>
43.10		43.10
Amount charged/written off	4,390.67	2.71
Loss on Sale of Property, Plant and Equipments/ Written Off (Net)	63.12	38.44
Provision for Bad and Doubtful Debts/Advances	64.98	0.40
E.D.P. Expenses	476.49	458.62
Security Expenses	418.20	378.67
Donations	100.00	133.98
Miscellaneous Expenses	858.67	797.65
<b>Total</b>	<b><u>96,453.01</u></b>	<b><u>1,08,772.83</u></b>

**Note No.2.28**

**Prior Period Items (Net)** (₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
<b>INCOME</b>	-	-
<b>EXPENDITURE</b>		
Others	3.31	-
Depreciation and Amortisation	(49.13)	(5.89)
	<u>(45.82)</u>	<u>(5.89)</u>
<b>Net Expenditure/(Income)</b>	<b><u>(45.82)</u></b>	<b><u>(5.89)</u></b>

## Note No.2.29

### Prior Period Items (Net)

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
<b>INCOME</b>		
Net gain on sale of investments*	(2,241.86)	28,593.46
	<u>(2,241.86)</u>	<u>28,593.46</u>
<b>EXPENDITURE</b>		
Investment Written Off **	-	32,011.79
<b>Net Expenditure/(Income)</b>	<b><u>(2,241.86)</u></b>	<b><u>(3,418.33)</u></b>

\* During the current year, the Society has accounted for ₹ 2,241.86 lakh towards additional expenditure incurred related to conditions precedent to sale transaction and other adjustments.

During the previous year, the Society made a strategic share sale to the tune of 76% of equity share capital in its wholly owned subsidiary M/S KRIBHCO Infrastructure Limited (KRIL) at a sale consideration of ₹ 45,821.65 lakhs. Accordingly, the consequential profit of ₹ 28,593.46 lakh net of expenditure related to conditions precedent in the transaction has been accounted for in the Statement of Profit and Loss.

\*\* Pursuant to the approval accorded by Hon'ble National Company Law Tribunal Board vide its order dated 12<sup>th</sup> March 2021 approving the capital reduction scheme submitted by Kribhco Fertilisers Limited [KFL] vide CP no. 155/66/ND/2019, the share capital of KFL has been reduced from ₹ 80,005.71 lakh to ₹ 47,993.92 lakh thereby extinguishing the share capital by ₹ 32,011.79 lakh. Accordingly the value of the investment held by KRIBHCO has been reduced by ₹ 32,011.79 lakhs with consequential impact charged to Statement of Profit and Loss in previous year.

## Other Notes

### 2.30 CAPITAL AND OTHER COMMITMENTS:

Estimated Value of contracts remaining to be executed on Capital Account (Net of Advances for capital items) and not provided for is ₹ 8,791.42 lakh (Previous Year ₹ 1,868.25 lakh).

### 2.31 CONTINGENT LIABILITIES:

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
(i) Claims against the Society not acknowledged as debts (disputed liability relating to various matters)		
(a) Claims against Society/Disputed Liabilities	128.86	134.35
(b) Disputed liability relating to Tax matters		
(i) VAT/Sales Tax matters	3,965.58	3,762.64
(ii) Excise / Custom / Service Tax matters	11,221.95	10,038.08
(iii) Income Tax matters	14,823.37	13,533.83

Continued...



Continued...  
(₹ in lakh)

## 2.31 CONTINGENT LIABILITIES:

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
(iv) Cess matters	5,758.12	4,925.61
(c) Disputed liability relating to Labour matters	74.63	70.04
(d) Court cases/ Arbitration with Contractors/ Suppliers	1,347.46	1,356.27
<b>Total</b>	<b>37,319.97</b>	<b>33,820.82</b>
(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).	2,02,094.00	1,52,946.00
(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 advisor 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 :** (₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
(i) <b>Method Used</b>	<b>Projected Unit Credit Method</b>	
(ii) Discount Rate	6.48%	6.90%
(iii) Expected rate of return on Plan Assets-Gratuity Fund	7.15%	7.15%
(iv) <b>Expected rate of increase in Compensation Level</b>	6.40%	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 31.03.2022	Year Ended 31.03.2021	Year Ended 31.03.2022	Year Ended 31.03.2021
Present Value of Obligations as at beginning of year	28,542.42	29,702.18	25,286.14	25,273.37
Interest Cost	1,781.89	2,004.90	1,591.79	1,705.95
Current Service Cost	960.60	1,106.03	1,960.82	1,221.68
Benefits Paid	(5,435.74)	(5,093.76)	(4,433.35)	(4,712.75)
Actuarial Loss on Obligations	1,133.08	823.07	821.03	1,797.89
Present Value of Obligations as at end of the year	26,982.25	28,542.42	25,226.43	25,286.14

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

(₹ in lakh)

Particulars	Gratuity		Leave Encashment / Compensated Absences	
	(Funded)		(Unfunded)	
	Year Ended 31.03.2022	Year Ended 31.03.2021	Year Ended 31.03.2022	Year Ended 31.03.2021
Fair Value of Plan Assets as at beginning of the year	26,235.71	26,761.70	-	-
Expected return on Plan Assets	1,750.20	1,913.46	-	-
Employers' Contribution	1,920.91	2,674.95	-	-
Benefits Paid	(5,435.74)	(5,093.76)	-	-
Actuarial Gain / (loss)	179.28	(20.64)	-	-
Fair Value of Plan Assets as at end of the year*	24,650.36	26,235.71	-	-

\*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)	
	As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
Present Value of Obligations as at end of the year	26,982.25	28,542.42	25,226.43	25,286.14
Fair Value of Plan Assets as at end of the year	24,650.36	26,235.71	-	-
Net unfunded Liability / (Assets) recognized in Balance Sheet	2,331.89	2,306.71	25,226.43	25,286.14



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

(₹ in lakh)

Particulars	Gratuity		Leave Encashment / Compensated Absences	
	(Funded)		(Unfunded)	
	Year Ended 31.03.2022	Year Ended 31.03.2021	Year Ended 31.03.2022	Year Ended 31.03.2021
Current Service Cost	960.60	1,106.03	1,960.82	1,221.68
Interest Cost	1,781.89	2,004.90	1,591.79	1,705.95
Expected return on Plan Assets	(1,750.20)	(1,913.46)	-	-
Net Actuarial (Gain)/Loss recognized during the year	953.80	843.70	821.03	1,797.89
Total Expense recognized in the Statement of Profit and Loss	1,946.09	2,041.17	4,373.64	4,725.52

**(f) Experience adjustments :**

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
<b>Gratuity</b>		
(i) Plan Assets- Loss/(Gain)	(179.28)	-
(ii) Obligations- Loss/(Gain)	759.67	543.59
Leave Encashment/Compensated Absences (Obligations)-Loss/(Gain)	(120.58)	1,064.61

**(g)** The Society's best estimate of contribution towards gratuity for the financial year 2022-23 will be ₹3,188.75 lakh (Previous Year ₹1,386.85 lakh).

2.32.2 Provision for Long Service Award and Travel to Hometown on Superannuation amounting to ₹257.23 lakh for the year have been written back (Previous Year ₹148.43 lakh expensed 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 ₹4,024.98 lakh including ₹1,912.13 lakh (Previous year ₹ Nil) reimbursed to PF Trust for actual loss incurred on investments for the year is recognized as expense and is charged to the Statement of Profit & Loss (Previous year ₹2,176.23 lakh). 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 ₹11.06 lakh (Previous Year ₹22.77 lakh) have been made on the basis of actuarial valuation at the year end and decrease in liability for the year is accounted for ₹11.71 lakh in the Statement of Profit & Loss (Previous Year ₹20.55 lakh).
- 2.32.5 During the year the Society has provided a sum of ₹3,288.00 lakh (Previous Year ₹1,208.00 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 ₹638.00 lakh (Previous year ₹144.00 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.



## SEGMENT REPORT AS AT MARCH 31, 2022

### PRIMARY SEGMENT

(₹ in lakh)

Particulars	Business Segments						Total	
	Urea & Ammonia- Manufactured		Imported Fertilisers		Other Products		31.03.2022	31.03.2021
	31.03.2022	31.03.2021	31.03.2022	31.03.2021	31.03.2022	31.03.2021		
<b>Revenue :</b>								
- Sales	1,51,169.79	1,45,517.17	2,32,923.53	2,97,452.29	22,151.18	19,545.89	4,06,244.50	4,62,515.35
- Concession/Remuneration from GOI	5,31,481.17	3,23,817.76	2,53,681.15	1,53,297.41	1,079.01	1,583.58	7,86,241.33	4,78,698.75
Other Revenue	2,141.78	4,422.01	6,458.76	1,864.67	5,331.64	6,311.22	13,932.18	12,597.90
<b>Total Revenue</b>	<b>6,84,792.74</b>	<b>4,73,756.94</b>	<b>4,93,063.44</b>	<b>4,52,614.37</b>	<b>28,561.83</b>	<b>27,440.69</b>	<b>12,06,418.01</b>	<b>9,53,812.00</b>
<b>Expenditure</b>								
- Operating and Other Expenses	7,06,950.18	4,75,968.34	4,35,924.82	4,16,156.95	16,908.07	14,596.49	11,59,783.07	9,06,721.78
<b>Total Expenditure</b>	<b>7,06,950.18</b>	<b>4,75,968.34</b>	<b>4,35,924.82</b>	<b>4,16,156.95</b>	<b>16,908.07</b>	<b>14,596.49</b>	<b>11,59,783.07</b>	<b>9,06,721.78</b>
<b>Segment Operating Result</b>	<b>(22,157.44)</b>	<b>(2,211.40)</b>	<b>57,138.62</b>	<b>36,457.42</b>	<b>11,653.76</b>	<b>12,844.20</b>	<b>46,634.94</b>	<b>47,090.22</b>
<b>Unallocated Expenses</b>								
- Interest and Financial charges							8,099.27	18,416.72
<b>- Total Unallocated</b>							<b>8,099.27</b>	<b>18,416.72</b>
- Other Revenue- Dividend							1,08,173.73	23,216.05
- Interest Income							4,858.66	2,842.13
<b>Profit Before Exceptional Item</b>							<b>1,51,568.06</b>	<b>54,731.68</b>
Exceptional Item							2,241.86	3,418.33
<b>Profit Before Tax</b>							<b>1,49,326.20</b>	<b>51,313.35</b>
- Income Tax (Net)							<b>31,881.80</b>	<b>14,467.80</b>
<b>Net Profit after Tax</b>							<b>1,17,444.40</b>	<b>36,845.55</b>
<b>Capital Employed</b>								
- Segment Assets	3,75,654.59	2,91,909.61	4,22,145.62	1,63,119.96	11,488.28	8,375.54	8,09,288.49	4,63,405.11
- Unallocated Corporate Assets							2,72,234.94	2,18,259.36
- Capital Work-in-Progress							6,040.60	5,936.28
<b>Total Assets</b>	<b>3,75,654.59</b>	<b>2,91,909.61</b>	<b>4,22,145.62</b>	<b>1,63,119.96</b>	<b>11,488.28</b>	<b>8,375.54</b>	<b>10,87,564.03</b>	<b>6,87,600.75</b>
- Segment Liabilities	1,50,773.35	1,03,643.35	1,58,006.08	45,904.83	8,246.87	6,099.63	3,17,026.30	1,55,647.81
- Unallocated Corporate Liabilities							3,06,227.24	1,76,215.70
<b>Total Liabilities</b>	<b>1,50,773.35</b>	<b>1,03,643.35</b>	<b>1,58,006.08</b>	<b>45,904.83</b>	<b>8,246.87</b>	<b>6,099.63</b>	<b>6,23,253.54</b>	<b>3,31,863.51</b>
<b>Other Information</b>								
- Capital Expenditure incurred during the year (including CWIP)	3,607.13	5,246.32	-	-	-	-	3,607.13	5,246.32
- Depreciation/Amortization	10,589.23	10,446.68	373.96	424.64	657.39	719.24	11,620.58	11,590.56
- Unallocated								
- Non Cash Expenditure (other than depreciation)	270.02	33.32	4,134.33	6.94	68.61	32,007.19	4,472.96	32,047.45

### 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:

Disclosures as required under AS 17 - Segment Reporting:-

### 2.35.1 Related parties:

#### 2.35.1.1 Key Management Personnel:

- (i) Mr. Rajan Chowdhry      Managing Director
- (ii) Mr. V S Sirohi            Marketing Director
- (iii) Mr. M R Sharma        Operations Director
- (iv) Mr. S S Yadav            Director (HR)
- (v) Mr. R S Mathur          Executive Director (F&A)

#### 2.35.1.2 Subsidiary Companies:

- (i) KRIBHCO Fertilisers Limited (KFL)
- (ii) KRIBHCO Agri Business Pvt Ltd. (KABPL) w.e.f. 02.02.2022
- (iii) KRIBHCO Green Energy Pvt Ltd. (KGEPL) w.e.f. 30.09.2021

#### 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) KRIBHCO Infrastructure Private Limited (KRIL)
- (ii) Gramin Vikas Trust (GVT)
- (iii) Anya Polytech & Fertilizers Pvt. Limited (APFPL)- [Joint Venture of KRIL, Associates of the Society]

### 2.35.2 Transactions with the related parties at (2.35.1) above are as follows: (₹ in lakh)

Particulars	Related Party	2021-22	2020-21
Investment during the year	KRIL	-	9,360.00
	KABPL	5.00	-
	KGEPL	5.00	-
	<b>Total</b>	<b>10.00</b>	<b>9,360.00</b>



Particulars	Related Party	2021-22	2020-21
Dividend Received	OMIFCO	1,08,170.58	23,209.72
	<b>Total</b>	<b>1,08,170.58</b>	<b>23,209.72</b>
Receipts for Fee/ Services	KRIL	318.10	354.11
	KFL	1,211.02	1,275.17
	OMIFCO	170.68	1,152.84
	GSEG	163.74	170.40
	<b>Total</b>	<b>1,863.54</b>	<b>2,952.52</b>
Rental Income	KFL	28.00	21.82
	KRIL	29.50	58.53
	APFPL	10.90	3.09
	GVT	11.12	12.27
	GSEG	176.35	8.80
	<b>Total</b>	<b>255.87</b>	<b>104.51</b>
Interest Income	KRIL	30.96	29.69
	<b>Total</b>	<b>30.96</b>	<b>29.69</b>
Purchases of Traded Products/ Other Material	KFL	1,097.85	896.15
	GVT	140.32	97.29
	APFPL	3,938.79	4,031.14
	<b>Total</b>	<b>5,176.96</b>	<b>5,024.58</b>
Grants/ Contribution /Donations	GVT	100.00	-
	<b>Total</b>	<b>100.00</b>	<b>-</b>
Recovery towards expenses incurred	KRIL	47.99	55.85
	KFL	22.28	28.80
	GSEG	128.06	230.37
	OMIFCO	13.16	0.05
	APFPL	0.92	0.99
	GVT	10.62	7.02
	<b>Total</b>	<b>223.03</b>	<b>323.08</b>
Amount Payable	GSEG	98.73	40.04
	APFPL	23.11	-
	KFL	18.66	8.79
	<b>Total</b>	<b>140.50</b>	<b>48.83</b>
Deposit Received	KFL	2.66	2.66
	GSEG	42.00	42.00
	APFPL	30.24	14.72
	GVT	1.00	1.00
	<b>Total</b>	<b>75.90</b>	<b>60.38</b>

Particulars	Related Party	2021-22	2020-21
Trade Receivable	KFL	136.38	248.13
	OMIFCO	38.47	49.79
	GVT	169.01	310.80
	KRIL	272.60	581.39
	GSEG	27.93	27.14
	APFPL	13.24	15.35
	<b>Total</b>		<b>657.63</b>
Amount recoverable towards Loan	GVT	35.00	155.00
	Mr. M R Sharma, Operations Director	3.02	2.80
	<b>Total</b>	<b>38.02</b>	<b>157.80</b>
Corporate/ Other Guarantees given for	KRIL	-	2,650.00
	GVT	1,135.00	200.00
	KFL	2,00,959.00	1,50,096.00
	<b>Total</b>	<b>2,02,094.00</b>	<b>1,52,946.00</b>
Managerial Remuneration*	Mr. Rajan Chowdhry, Managing Director	82.74	76.31
	Mr. V S Sirohi, Marketing Director	80.17	62.05
	Mr. M R Sharma, Operations Director	68.40	52.48
	Mr. S S Yadav, Director (HR)	74.28	56.27
	Mr. R S Mathur, Executive Director (F&A)	75.11	64.62
	<b>Total</b>	<b>380.70</b>	<b>311.73</b>

\*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, 2022. (₹ in lakh)

Name of the Company	Country of Residence	Contribution towards Equity		Percentage of holding of KRIBHCO	
		As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
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 31.03.2022 and Income and Expenses for the year ended 31.03.2022 in respect of jointly controlled entities are given below: (₹ in lakh)

	As at 31.03.2022	As at 31.03.2021
<b>Liabilities:</b>		
Non-current Liabilities	10,035.49	12,544.39
Current Liabilities	38,656.65	19,237.95
<b>Total Liabilities</b>	<b>48,692.14</b>	<b>31,782.34</b>
<b>Assets:</b>		
Non-Current Assets	81,824.95	91,341.65
Current Assets	1,28,821.11	40,050.00
<b>Total Assets</b>	<b>2,10,646.06</b>	<b>1,31,391.65</b>
<b>Income</b>	<b>1,95,303.35</b>	<b>99,365.66</b>
<b>Expenses</b>	<b>66,860.92</b>	<b>70,338.68</b>
<b>Profit Before Tax</b>	<b>1,28,442.43</b>	<b>29,026.98</b>
Tax Expense	19,061.13	4,171.57
<b>Profit After Tax</b>	<b>1,09,381.30</b>	<b>24,855.41</b>
Other Comprehensive Income	(300.84)	681.22
<b>Total Comprehensive Income for the Year</b>	<b>1,09,080.46</b>	<b>25,536.63</b>
Capital Commitments	2,245.20	1,153.66

\* 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 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:

Sl. No.	Particulars	Amount of Foreign Currency		Amount ₹ in lakh	
		As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
(i)	Borrowings, including interest accrued but not due thereon	US\$ 1,27,09,120.56	US\$ 1,27,27,861.61	9,634.42	9,355.58
(ii)	Trade Payables/ deposits and retention money / Advance from Customers	US\$ 63,60,955.23	US\$5,16,87,283.80	4,821.24	37,992.59
		EURO 5,500	EURO 38,980.00	4.59	33.56
		-	YEN 2,44,06,915.00	-	161.96
(iii)	Trade Receivable Debtors and Bank Balances / Advance to Suppliers	US\$ 38,25,812.33	US\$ 47,35,721.05	2,899.25	3,480.97
		YEN 12,18,05,000	-	745.45	-
		GBP 15,150	-	14.87	-

2.39.2 Particulars of hedged foreign currency exposure:

Sl. No.	Particulars	Amount of Foreign Currency		Amount ₹ in lakh	
		As at 31.03.2022	As at 31.03.2021	As at 31.03.2022	As at 31.03.2021
(i)	Trade Payable	US\$ 19,30,56,155.35	US\$ 1,98,53,389.00	1,46,350.27	14,593.17
(ii)	Borrowings	-	US\$ 1,16,94,930.00	-	8,596.32



## 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 31.03.2022

(₹ in lakh)

Sl. No.	Particulars	2021-22	2020-21
1	The principal amount remaining unpaid	318.51	289.65
	(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
(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)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
2.41.1 Components and Spare parts	285.07	119.75
2.41.2 Capital Goods	896.99	1,307.88
<b>Total</b>	<b>1,182.06</b>	<b>1,427.63</b>

## 2.42 EXPENDITURE IN FOREIGN CURRENCY:

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
2.42.1 Legal & professional Charges	-	16.26
2.42.2 Purchase of Imported Fertilisers	6,34,411.24	3,03,632.24
2.42.3 Other	415.59	419.63
<b>Total</b>	<b>6,34,826.83</b>	<b>3,04,068.13</b>

## 2.43 EARNINGS IN FOREIGN EXCHANGE:

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
2.43.1 Dividend	1,08,170.58	23,209.72
2.43.2 Other Income		
Urea Sales Fee/PSA/TSA	170.68	1,152.84
Others	285.79	369.68
<b>Total</b>	<b>1,08,627.05</b>	<b>24,732.24</b>

## 2.44 EARNINGS PER SHARE:

(₹ in lakh)

Particulars	Year Ended 31.03.2022	Year Ended 31.03.2021
Net Profit After Tax (₹ in Lakh)	1,17,444.40	36,845.55
Weighted average Fully Paid-Up Equity Shares	3,88,658	3,89,021
Nominal Value per Share (₹)	10,000.00	10,000.00
Basic Earning Per Share (₹)	30,218.00	9,471.00

## 2.45 INCOME TAX

During the year, Society elected to exercise the option for payment of taxes under section 115BAD of Income tax Act, 1961. Accordingly, Society has recognised provision for Income Tax for year ended 31<sup>st</sup> March 2022 and deferred tax liability (net) has been remeasured based on said provisions.

**2.46** 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.

**2.47** 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.

**2.48** The Previous Year figures have been re-grouped/rearranged, wherever considered necessary, to make them comparable with the Current Year figures.

**2.49** Amount in financial statements are presented ₹ in lakh except as otherwise stated.

**For and on behalf of the Board of Directors**



(R S Mathur)  
Executive Director (F&A)

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



(Rohit Mehta)  
Partner  
M. No. 091382

**As per our report of even date**

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



(Rajiv Kumar Wadhawan)  
Partner  
M. No. 091007



(Rajan Chowdhry)  
Managing Director

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



(Anushk Kapoor)  
Partner  
M. No. 543825

**Place** : New Delhi

**Dated** : July 11, 2022







Dr. Mansukh Mandaviya , Hon'ble Union Minister for Chemicals and Fertilisers & Health and Family Welfare being felicitated by Dr. Chandra Pal Singh, Chairman, KRIBHCO and Shri. Rajan Chowdhry, MD, KRIBHCO



Shrad

**KRIBHCO**  
Cooperative and beyond...

**KRISHAK BHARATI COOPERATIVE LIMITED**

**REGISTERED OFFICE :**

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Phone: 011-29243412

Website : [www.kribhco.net](http://www.kribhco.net)

**CORPORATE OFFICE :**

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