

125A, AKSHOY KUMAR DUTTA SARANI,
2ND FLOOR, KOLKATA-700 006**INDEPENDENT AUDITORS' REPORT**
To the Members of Indian Jute Mills Association**REPORT ON THE STANDALONE FINANCIAL STATEMENTS**

We have audited the accompanying standalone Ind AS financial statements of Indian Jute Mills Association ("the Association"), which comprise the Balance Sheet as at March 31, 2017, the Profit and Loss Statement, including the statement of other Comprehensive Income, the Cash Flow Statement for the year that ended and a summary of significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS

The Association's Board of Committee Members is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Association in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Association and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Association's preparation of the standalone Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances.



An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Association's Committee Members, as well as evaluating the overall presentation of the Ind AS financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the standalone Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Association as at March 31, 2017, its profit or loss including other comprehensive income, its cash flows for the year ended on that date.

No adjustment have been made in this account in respect of Income Tax liabilities/refund and wealth tax liabilities for certain assessment years. Adjustment may be necessary in the accounts when assessments are finalized.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. In view of the non applicability of the Companies (Auditors Report) order 2016 to the Association of the said order have not been dealt with in this report.

2. As required by Section 143(3) of the Act, we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

b) In our opinion, proper books of account as required by law have been kept by the Association so far as it appears from our examination of those books.

c) The Balance Sheet, the Profit and Loss Statement including the statement of other comprehensive Income and the Cash Flow Statement dealt with in this Report are in agreement with the books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 Companies (Indian Accounting Standards) Rules, 2015;

e) On the basis of the written representations received from the Members as on March 31, 2017, taken on record by the Board of Committee Members, none of the Committee Members is disqualified as on March 31, 2017, from being appointed as a Committee Member in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, in our opinion, the Association was operating effectively as at 31st March, 2017.

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) The Association has disclosed the impact of pending litigations in its financial position in its standalone Ind AS financial statements as referred to in Note to the financial statements.


(ii) The Association did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;



(iii) Since this association is limited by Guarantee so question of delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Association does not arise.

(iv) The Association has provided requisite disclosures in enclosed notes on accounts to these standalone Ind AS financial statements as to the holding of specified Bank Notes on November 8, 2016 to December 30, 2016 as well as dealing in specified Bank Notes during the period from November 8, 2016 to December 30, 2016. Based on our enquires, test check of the books of account and other details maintained by the Association and relying on the management representation regarding the holding and nature of cash transactions, including Specified Bank Notes, we report that these disclosures are in accordance with the books of accounts maintained by the Company.

For Das Sinha Ray & Associates
Chartered Accountants
(Registration No. 028376E)


Amarendra Nath Das
Partner
Membership No. 012587

Annexure A to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of **Indian Jute Mills Association** as of 31 March 2017 in conjunction with our audit of the standalone financial statements of the Association for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Association's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Association considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Association's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls over Financial Reporting

An Association's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. An Association's internal financial control over financial reporting includes those policies and procedures that pertain to (1) the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Association; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditure of the Association are being made only in accordance with authorisations of management and Committee Members of the Association; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Association's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Association has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Association considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Kolkata

Date: 28/01/17

FOR DAS SINHA RAY & ASSOCIATES
Chartered Accountant
Firm Reg No: 326376E

AMARENDRA K. DAS
(PARTNER)

Membership No: 012587

PART-I- BALANCE SHEET

INDIAN JUTE MILLS ASSOCIATION
BALANCE SHEET AS ON 31ST MARCH 2017

Particulars	Note No.	As on 31.03.2017	As on 31.03.2016
I. EQUITY AND LIABILITIES			
1.Shareholder's Funds			
a. Share Capital	1	NIL 8,569,486.46	NIL 10,690,812.56
b. Reserve and Surplus		NIL	NIL
c. Money received against share warrants		NIL	NIL
2.Share application money pending allotment			
3.Non-Current Liabilities			
a. Long-term borrowings		NIL	NIL
b. Deferred tax liabilities (Net)		NIL	NIL
c. Other Long term liabilities		NIL	NIL
d. Long Term Provision	2	1,852,016.00	2,173,397.00
4.Current Liabilities			
a. Short-term borrowings		NIL	NIL
b. Trade Payable	3	804,579.93	1,163,113.93
c. Other Current Liabilities	4	4,945,805.61	719,210.74
d. Short Term Provision			
TOTAL		16,171,888.00	14,746,534.23
II. ASSETS			
1. Non-Current Assets			
a. Fixed Assets			
(i) Tangible Assets	5	427,693.61	458,710.19
b. Long Term Loans and Advances	6	306,241.78	306,241.78
c. Other Non-Current Assets	7	1,156,900.12	509,591.77
2. Current Assets			
a. Trade Receivables	8	4,635,482.98	5,880,481.58
b. Cash and Cash Equivalents	9	9,415,091.18	7,469,252.91
c. Short Term Loans & Advances	10	230,478.33	122,256.00
d. Other current assets			
TOTAL		16,171,888.00	14,746,534.23

The accompanying notes 1 to 15 are integral part of the Financial Statements.

In terms of our audit report attached

For
DAS SINHA RAY & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO. 326376E
AMIN DAS SINHA RAY DAS
PARTNER
MEMBERSHIP NO. 013687

Kolkata
The Day of July, 2017

On Behalf of Committee Members
Chairman

Committee Member

Secretary

PART-II-STATEMENT OF PROFIT AND LOSS

INDIAN JUTE MILLS ASSOCIATION
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017

Particulars	NOTE No.	As on 31.03.2017	As on 31.03.2016
I. Revenue from Operations	11	22,612,342.00	21,581,232.00
II. Other Income	12	1,093,389.33	1,475,569.33
III. Total Revenue(I+II)		23,705,731.33	23,056,801.33
IV. EXPENSES			
Cost of material consumed			
Purchase of stock-in-trade			
Changes in inventories of finished goods work-in-progress and Stock-in-Trade			
Employee Benefit Expenses	13	8,264,810.40	8,483,462.00
Finance Cost			
Depreciation and Amortisation Expense	5	126,953.58	163,913.63
Other Expenses	14	17,461,493.45	18,011,311.90
Total Expenses		25,853,257.43	26,658,687.53
V. Profit before exceptional and extraordinary items and tax (III - IV)		(2,147,526.10)	(3,601,886.20)
VI. Exceptional items		NIL	NIL
VII. Profit before extraordinary items and tax (V - VI)		NIL	NIL
VIII. Extraordinary items		NIL	NIL
IX. Profit before tax (VII- VIII)		(2,147,526.10)	(3,601,886.20)
X. Tax expense:			
(1) Current tax		NIL	NIL
(2) Deferred tax		NIL	NIL
XI. Profit (Loss) for the period from continuing operations (VII-VIII)		(2,147,526.10)	(3,601,886.20)
XII. Profit/(loss) from discontinued operations		NIL	NIL
XIII. Tax expense of discontinued operations		NIL	NIL
XIV. Profit/(loss) from discontinued operations (after tax) (XII-XIII)		NIL	NIL
XV. Profit (Loss) for the period (XI + XIV)		(2,147,526.10)	(3,601,836.20)
XVI. Other Comprehensive income not to be reclassified to profit or loss in subsequent period		NIL	NIL
XVII. Earnings per equity share:			
(1) Basic		NIL	NIL
(2) Diluted		NIL	NIL

The accompanying notes 1 to 15 are integral part of the Financial Statements.

In terms of our audit report attached

For
DAS SINHA RAY & ASSOCIATES
CHARTERED ACCOUNTANTS
 FIRM REGISTRATION NO. 326376E

AMRENDRA KUMAR DAS
 PARTNER
 MEMBERSHIP NO. 015587

Kolkata
 The 25 Day of July, 2017

On Behalf of Committee Members

Committee Member

Secretary

INDIAN JUTE MILLS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

	<u>As on 31.03.2017</u>	<u>As on 31.03.2016</u>
1 Reserve & Surplus		
Balance at the Beginning of the Year	10,690,812.56	14,265,147.76
Add :Less / Profit for the Year	(2,147,526.10)	(3,601,886.20)
Add : transferred during the year from : SBI Reserve Fund	26,200.00	27,551.00
Less:- Effect of depreciation on transition to Schedule II of Companies Act,2013		
Balance at the End of the Year	<u>8,569,486.46</u>	<u>10,690,812.56</u>
2 Long Term Provision	<u>As on 31.03.2017</u>	<u>As on 31.03.2016</u>
Provision for Employee Benefit : Gratuity	1,852,016.00	2,173,397.00
	<u>1,852,016.00</u>	<u>2,173,397.00</u>
3 Trade Payable	<u>As on 31.03.2017</u>	<u>As on 31.03.2016</u>
Audit Fees Payable	15,000.00	10,000.00
Service Tax on Membership Subscription	789,579.93	771,445.93
National Jute Board	-	381,668.00
	<u>804,579.93</u>	<u>1,163,113.93</u>
4 Other Current Liabilities	<u>As on 31.03.2017</u>	<u>As on 31.03.2016</u>
Liability for Hon'ble COMPAT Case	-	64,738.00
Outstanding Liabilities for Expenses	4,897,357.61	561,598.74
TDS Payable	3,400.03	47,826.00
Advance Receipt from Members	45,048.00	45,048.00
	<u>4,945,805.61</u>	<u>719,210.74</u>
6 Long Term Loans and Advance	<u>As on 31.03.2017</u>	<u>As on 31.03.2016</u>
Income Tax	234,221.78	234,221.78
Wealth Tax	72,020.00	72,020.00
	<u>306,241.78</u>	<u>306,241.78</u>

For
DAS SINHA RAY & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO. 326376E

AMARENDRA KUMAR DAS
PARTNER
MEMBERSHIP NO. 112587

Kolkata
The 10 Day of July, 2017

On Behalf of Committee Members

Committee Member

Secretary

INDIAN JUTE MILLS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

	As on 31.03.2017	As on 31.03.2016
7 Other Non-Current Assets		
SBI Reserve Fund	508,938.94	487,833.44
Deferred Revenue	590,484.85	-
Accrued Interest on Short Term Deposit	59,478.33	21,759.33
	<u>1,158,900.12</u>	<u>509,591.77</u>
8 Trade Receivable	<u>As on 31.03.2017</u>	<u>As on 31.03.2016</u>
Gundry Debtors		
Outstanding more than Six Month	4,635,482.98	5,880,481.58
Unsecured Considered Goods	<u>4,635,482.98</u>	<u>5,880,481.58</u>
9 Cash & Cash Equivalents	<u>As on 31.03.2017</u>	<u>As on 31.03.2016</u>
Cash in Hand	2,000.00	122,000.00
With Scheduled Banks in Current Account	2,012,894.18	2,519,213.91
Other bank balances		
In deposit accounts		
Syndicate Bank Fixed Deposit	500,000.00	500,000.00
SBI Short-term Deposit	2,038,197.00	3,101,411.00
Fixed Deposit with SBI From Members	362,000.00	359,000.00
Fixed Deposit with Bandhan Bank	4,500,000.00	-
TDR for Hon'ble COMPAT case	-	867,628.00
	<u>9,415,091.18</u>	<u>7,469,252.91</u>
10 Short Term Loans and Advances	<u>As on 31.03.2017</u>	<u>As on 31.03.2016</u>
Tax Deducted at Source	-	34,369.00
Prepaid Expenses	-	7,000.00
Advance to Staff	9,500.00	19,500.00
TDS receivable A.Y. 17-18	220,978.33	-
TDS receivable A.Y. 16-17	-	61,387.00
	<u>230,478.33</u>	<u>122,256.00</u>

For
DAS SINHA RAY & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO. 326376E

AMARENDRA K. DAS
PARTNER
MEMBERSHIP NO. 012587

Kolkata
The 25th Day of July, 2017

On Behalf of Committee Members

Chairman
Committee Member

Secretary

INDIAN JUTE MILLS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

11 Revenue from Operations	For the Year Ended	For the Year Ended
	31.03.2017	31.03.2016
Subscription for the year	14,421,639.00	14,034,682.00
Spl Contribution for Barrackpore office	259,000.00	140,000.00
Spl Contribution for Legal Recourse	7,931,703.00	7,408,550.00
Subscription-Jute Geotextiles	-	-
	<u>22,612,342.00</u>	<u>21,581,232.00</u>
12 Other Incomes	For the Year Ended	For the Year Ended
	31.03.2017	31.03.2016
Interest on Fixed Deposit	534,798.33	343,545.33
Misc Income	553,031.00	1,132,024.00
Interest on IT Refund	5,560.00	-
	<u>1,093,389.33</u>	<u>1,475,569.33</u>
13 Employee Benefit Expenses	For the Year Ended	For the Year Ended
	31.03.2017	31.03.2016
Establishment	7,315,835.40	7,280,694.00
Gratuity Retirement Benefit	364,491.00	513,360.00
Holiday/L.T.A.	103,808.00	153,058.00
Medical Expenses	21,561.00	34,753.00
Overtime/Khoraki	112,372.00	105,274.00
Provident Fund (Employer Contribution)	297,969.00	340,010.00
Admin Charges EDLI	305.00	332.00
Admin Charges on Provident Fund	33,853.00	36,735.00
EDLI	5,855.00	7,037.00
Honorarium	8,763.00	12,209.00
	<u>8,264,810.40</u>	<u>8,483,462.00</u>
14 Other Expenses	For the Year Ended	For the Year Ended
	31.03.2017	31.03.2016
Audit Fees	15,000.00	10,000.00
Contribution to BCCI	9,450,027.00	979,566.00
General Charges	248,517.10	179,515.28
Legal Expenses	2,168,368.00	10,573,241.00
Maintenance & Reorganisation	294,128.00	136,611.00
Motor Car Expenses	182,603.00	258,301.00
Telephone Charges	147,639.57	159,896.94
Misc. Expenses	4,955,212.78	5,714,180.68
	<u>17,461,493.45</u>	<u>18,011,311.90</u>

For
DAS SINHA RAY & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO. 326376E

AMAR KUMAR NATH
PARTNER
MEMBERSHIP NO. 1387

Kolkata
The 15 Day of July, 2017

On Behalf of Committee Members

Committee Member

Secretary

INDIAN JUTE MILLS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

Details of Other Expenses	31.03.2017	31.03.2016
Bank Charges	3,554.58	4,249.22
Barrackpore Office Expenses	157,428.00	154,610.00
Books & Newspaper	36,340.00	16,309.00
Consultancy Fees	2,139,308.00	1,168,041.00
Conveyance Expenses	145,780.00	225,215.00
Filing Fees	55,382.15	-
Office Expenses	-	1,378,163.00
Postage & Telegram	68,335.00	40,605.00
Promotional Expenses for Jute Bags	994,830.00	-
Public Relation in India	99,450.00	1,036,250.00
Sundry Subscription	66,351.00	41,171.00
Entertainment Expenses	201,676.00	111,980.18
Fire Burglary Insurance	3,053.00	3,002.00
Interest on TDS A/c	40.00	-
Retirement Benefit	100,000.00	-
Printing & Stationery	364,837.30	279,292.00
Travelling	518,847.75	1,255,293.28
Total	4,955,212.78	5,714,180.68

For
DAS SINHA RAY & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO. 326376E

AMARENDRA NATH DAS
PARTNER
MEMBERSHIP NO. 012587

Kolkata
The *25th* Day of *July*, 2017

On Behalf of Committee Members

Committee Member

Secretary

NOTES TO THE FINANCIAL STATEMENTS

5 Fixed Assets

Sl. No.	Particulars	Gross Block			Depreciation and amortisation				Net Book Value			
		As at 01.04.2016	Addition During the Year	Withdrawals and adjustments	As at 31st March, 2017	As at 01.04.2016	Depreciation during the Year	Transition Adjustment recorded against reserves and surplus	Withdrawals and adjustments	Total	As at 31.03.2017	As at 31.03.2016
A	Intangible Assets											
1	Air Conditioner	175,520.00	-	-	175,520.00	103,935.31	14,766.35	-	-	118,721.69	56,768.34	71,594.69
2	Computer & Laptop	337,106.00	-	-	337,106.00	249,479.30	20,858.75	-	-	270,338.05	66,767.95	87,628.70
3	EPABX	16,985.00	-	-	16,985.00	15,028.82	372.20	-	-	15,401.02	1,593.98	1,968.18
4	Fax	45,810.00	-	-	45,810.00	31,665.07	2,766.66	-	-	34,451.73	11,358.27	14,144.93
5	Motor Car	565,385.00	-	-	565,385.00	484,732.44	32,906.24	-	-	517,638.68	47,746.32	80,652.56
6	Office Equipment & Furniture	156,099.97	6,813.00	-	162,882.97	115,591.88	10,383.12	-	-	125,975.00	36,907.97	40,478.09
7	Printer	85,176.00	22,838.00	-	108,014.00	58,613.40	8,742.45	-	-	67,355.85	40,658.15	26,562.60
8	Water Cooler	24,500.00	-	-	24,500.00	12,185.48	2,331.14	-	-	14,516.80	9,983.40	-12,314.54
9	Photocopier Machine	246,375.00	66,286.00	-	312,661.00	124,965.10	22,331.76	-	-	147,328.86	101,048.14	123,378.90
10	Projector	-	-	-	66,286.00	-	11,454.91	-	-	11,454.91	54,831.09	-
	Total	1,654,936.97	95,937.00	-	1,750,873.97	1,196,228.78	128,953.58	-	-	1,323,180.36	427,693.61	458,710.19
	Previous Year	1,646,557.30	118,005.00	-	1,764,572.30	1,141,948.48	163,913.83	-	-	-	-	-

For
DAS SINHA RAY & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO. 326376E

On Behalf of Committee Members

[Signature]
Chairman
[Signature]
Committee Member
[Signature]
Secretary



The Day of July 2017

INDIAN JUTE MILLS ASSOCIATION

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST MARCH, 2017

Particulars	For the year ended 31st March, 2017	For the year ended 31st March, 2016
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and extra ordinary items	(2,147,526.10)	(3,601,886.20)
ADJUSTMENTS FOR:		
Net prior period expenses	(2,147,526.10)	(3,601,886.20)
ADJUSTMENTS FOR:		
Depreciation	126,953.58	163,913.63
Provision for Gratuity	364,491.00	513,360.00
Income from Interest	(534,798.33)	(343,645.33)
Misc. Income	(553,031.00)	(1,132,024.00)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES:	(2,743,910.85)	(4,400,181.90)
ADJUSTMENTS FOR:		
Less:- Increase in Loans & Advances	(755,530.68)	581,169.92
Less:- Increase/Decrease in Trade Receivables	1,244,998.60	4,036,075.08
Less:- Decrease/Increase in Sundry Creditors	3,868,060.87	339,519.30
Less:- Gratuity Paid	(685,872.00)	(602,811.00)
CASH GENERATED FROM OPERATING ACTIVITIES	927,745.94	(46,028.60)
Direct Taxes Paid	-	-
CASH FLOW BEFORE EXTRA ORDINARY ITEMS	927,745.94	(46,028.60)
Net prior period expenses	-	-
NET CASH FROM OPERATING ACTIVITIES	927,745.94	(46,028.60)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(95,937.00)	(118,005.00)
Sale of Fixed Assets	-	-
Interest received	534,798.33	343,545.33
Misc. Income	553,031.00	1,132,024.00
Income from SBI Reserve Fund	26,200.00	27,551.00
NET CASH USED IN INVESTING ACTIVITIES	1,018,092.33	1,385,115.33
C. CASH FLOW FROM FINANCING ACTIVITIES		
NET CASH USED IN FINANCING ACTIVITIES	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C)	1,945,838.27	1,339,086.73
OPENING CASH AND CASH EQUIVALENTS	7,469,252.91	6,130,166.21
CLOSING CASH AND CASH EQUIVALENTS	9,415,091.18	7,469,252.94

This Cash Flow Statement referred to in our report of even date

For

DAS SINHA RAY & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO. 326376E

AMARINDRA NATH DAS
PARTNER
MEMBERSHIP NO. 012587

Kolkata

The *15th* Day of *July*, 2017

Behalf of Committee Members

[Signature]
Chairman

[Signature]
Committee Member

[Signature]
Secretary

15. SIGNIFICANT ACCOUNTING POLICIES

Annexed to and forming part of the accounts for the year ended 31st March, 2017

CONVENTION

To prepare financial statements in accordance with applicable Accounting Standards in India a summary of important accounting policies is set out below. The financial statements have also been prepared in accordance with relevant presentational requirements of the Companies Act, 2013.

BASIS OF ACCOUNTING

- To prepare financial statements in accordance with the historical cost convention under accrual method of accounting and as a going concern concept.
- Accounting policies are consistent and in accordance with the accounting principles generally accepted as recommended by The Institute of Chartered Accountants of India (ICAI).
- All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 based on the nature of products and the time between the acquisition of assets and their realisation in cash and cash equivalents.

RECOGNITION OF INCOME AND EXPENDITURE

- Income and expenditure are recognized on accrual basis except for Insurance.

USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities 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 recognised in the period in which the results are known/ materialised.

FIXED ASSETS AND DEPRECIATION

- Tangible Assets are stated at cost of acquisition less accumulated depreciation.
- Movement on all tangible assets on 'Written down value method' based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

EMPLOYEE BENEFITS

- Employee benefits in the form of Provident Fund are considered as defined contribution plan and the contributions are charged to the Statement of Profit and Loss for the year when the contribution is due as per provision of respective statutes.
- The Gratuity liability in respect of employees of the Company is determined and provided for based on an independent actuarial valuation as at the Balance Sheet date.

TAXATION

No provision has been made considering exemption U/S 12 of Income Tax Act 1961.

PROVISIONS, CONTINGENT LIABILITY AND CONTINGENT ASSETS

- Provision is recognized when there is a present obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and in respect of which reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimate required to settle the obligation at each balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the best current estimate.

FINANCIAL AND MANAGEMENT INFORMATION SYSTEMS

Accounting system is designed to comply with the relevant provisions of the Companies Act, provide financial information appropriate to the activities and facilitate Internal Control.

NOTES ON ACCOUNTS

- No provision was made in the accounts in respect of Income Tax Liabilities for the Asst. year 1962-63 to 1987-88 aggregating to Rs.12,54,787.40 as assessed by the I.T.O. which was being disputed in appeals. A sum of Rs. 12,80,187.92 remained paid as Advance Tax and TDS against the said Assessment Years. The Hon'ble Calcutta High Court has held that the Association was entitled to exemption U/S 11 of the Income Tax Act, 1961. Furthermore the Association has been granted registration as a Charitable institution U/S 12(a) of the Income Tax Act, 1961 by the DIT(E). The registration has been granted with retrospective effect since 30-08-90. The donation is also exempt U/S



80G. for the asst. Year 1997-98 to 1999-2000. In view of the same, the Advance Tax & TDS of Rs. 12,80,187.92 has become refundable.

On the basis of the above, the aggregate Income Tax Liability amounted to Rs. 1,50,998/- for the Asst. Years 1988-89 to 1990-91. The demand raised by Income Tax Deptt. of Rs. 28,55,485/- for Asst. year 1994-95 has been vacated by the CIT(Appeal) XIII/Cal on 18/12/97.

b) No provision has been made in these accounts in respect of Wealth -Tax Liability for Asst. Years 1966-67 to 1982-83 amounting to Rs. 8,74,795/- assessed by the I.T.O but entirely disputed in respect of which appeals before the appellate authorities are pending. A sum of Rs. 72,020/- remain paid for Asst. Year 1978-79. However, with respect to assessment year 1981-82, the appellate Tribunal has granted exemption from Wealth Tax to the Association. It is expected that similarly exemption will be granted for other years also.

c) No provision has been made in the accounts in respect of Income Tax/deferred tax considering exemption under Income Tax Act 1961 and loss incurred during the year.

d) None of the employees were in receipt of total remuneration of Rs.60,00,000/- or more per month when employed for part of the year.

e) Previous Year's figures have been regrouped/rearranged wherever necessary.

f) Ministry of Corporate Affairs issued an amendment to Schedule III of the Companies Act, 2013, regarding general instructions for preparation of Balance Sheet, to disclose the details of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016.

The aforesaid disclosure is as follows:

Particulars	SBNs	Other denomination notes	Total
Closing Cash in Hand - 08.11.2016	76,000.00	487.00	76,487.00
Add- Permitted receipts	-	192,166.00	192,166.00
Less- Permitted Payments	-	158,166.00	158,166.00
Less- Amount deposited into banks	76,000.00	-	76,000.00
Closing Cash in Hand - 30.12.2016	-	-	34,487.00

Post demonetization, the board of committee members had directed all employees not to accept/pay using the SBN's. The Association had compiled the data on the basis of accounting records, bank statements and pay in slips for cash deposits during the period.

The aforesaid disclosures of SBN's have been complied taking the management stated policy, direct bank confirmation and compilation of pay in slips.

For Das Sinha Ray & Associates

Chartered Accountants

Firm Registration No. 326376E

Amarendra Nath Das

Partner

Membership No. 012587

Kolkata

On Behalf of Committee Members

Chairman

Committee Member

Secretary