







Pic: KGF Club &
Golf Course

भारत गोल्ड माइन्स लिमिटेड

BHARAT GOLD MINES LIMITED

(A Government of India Enterprise)

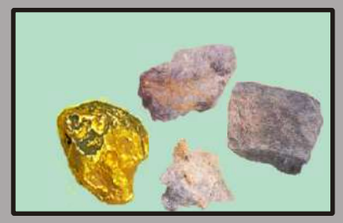
बीजीएमएल
BGML

52 वीं वार्षिक रिपोर्ट
52nd Annual Report
2023-24















पंजीकृत कार्यालय सुवर्ण भवन/Registered Office: Suvarna Bhavan
ऊरगाम डाकघर, कोलार गोल्ड फील्ड – 563120/Oorgaum Post - 563120, Kolar Gold Field
कोलार जिला, कर्नाटक, भारत/Kolar District, Karnataka, India

भारत गोल्ड माइन्स लिमिटेड

(भारत सरकार का उद्यम)
उरगाम, कोलार स्वर्ण क्षेत्र – 563120, कर्नाटक

BHARAT GOLD MINES LIMITED

(A Government of India Enterprise)
Oorgaum, Kolar Gold Fields - 563 120, Karnataka

52nd ANNUAL REPORT 2023- 24

Sl. No.	CONTENTS	Page No.
1	*Statement of the Managing Director, AGM*	3
2	*Report of the Board of Directors*	6
3	*Ten years Financials at a Glance*	9
4	*Significant Accounting Policies*	10
5	*Balance Sheet as at 31-3-2024*	12
6	*Profit & Loss Statement for the year 2023-24*	13
7	*Cash Flow Statement for the year 2023-24*	14
8	*Notes to Accounts (Note 1 to 28)*	15
9	*Report of the Independent Auditor*	35
10	*Comments of the C & AG of India*	46








BGML

STATEMENT OF THE MANAGING DIRECTOR, AGM



Vivek Kumar Bajpai

Dear Shareholders,

*On behalf of the Company and the Board of Directors, I welcome you all to the **52nd Annual General Meeting** of Bharat Gold Mines Limited.*

The Notice of the Annual General Meeting, Directors' Report, Addendum to the Director's Report, the Audited Accounts for the year ended 31st March, 2024 and the Report of the Independent Auditors including the comments of C & AG on the accounts of the Company for the financial year 2023-24 have been shared with you and with your kind permission, I take them as read.

GENERAL SENARIO

You are aware that all production related activities have been stopped in the Company since October, 2000. There has not been any production since then, including during the year under report. As a result of orders for winding up of the Company passed by BIFR/AAIFR and permission granted by the Ministry of Labour, Govt. of India for closure of the company w.e.f. 01-03-2001, the services of all the employees were terminated effective from 1st March, 2001 and terminal benefits have been settled.

STATUS OF THE COMPANY

The Government of India and the Company set upon to revive the mining operations, through sale of assets to a mining company through a global bid process with first refusal option to eligible ex-employees' society as per the Cabinet decision in 2006. The Company Bench of Hon'ble High Court of Karnataka in July 2009 permitted to issue Global Tenders with some amendments in the draft documents. The Company and the Government filed an appeal before the Hon'ble Division Bench to set aside the referred order in respect of amendments. The Hon'ble Division Bench vide its order pronounced in August 2010 has set aside the order of the Company Bench, dismissed the applications filed by the Company and the Government and directed the Union of India to reconsider the winding up matter afresh. The Government and the Company have filed a Special

Leave Petition (SLP) in the Hon'ble Supreme Court of India. The Ex-employees' unions have also filed a similar SLP before the same court. The Hon'ble Supreme Court disposed the SLP on 09-07-2013 by setting aside the order of the Division Bench of the High Court of Karnataka impugned in the SLP and permitted the Union of India to proceed as per the decision of the Union Cabinet.

As per Post amendment of MMDR Act in 2015, leases cannot be transferred except leases acquired through open auction procedure as specified in the Rules. The Government of Karnataka has stated that they would renew the mining leases for BGML but not in favor of any successful Bidder in case of sale of assets of BGML. Hence, it is difficult to implement the Cabinet decision of 2006, in respect of to revive the mining operations, through sale of assets to a mining company through a global bid process. The application for the renewal of mining leases in Karnataka State was kept in pending for the entire deemed renewal period of 20 years, which was also expired on 07-08-2023 and all the mining leases of the company got expired from 08-08-2023.

The Government of Andhra Pradesh also refused to renew the three leases. The two mining leases i.e., Chigaragunta mining lease and Bisanatham mining lease, Chittoor District, Andhra Pradesh were awarded to M/s NMDC and auction of Ramagiri mines is in process. WPs (Writ Petitions) filed in the matter had been dismissed by Hon'ble High Court of Andhra Pradesh. As per the provisions of MCR, erstwhile lessee has to remove the establishments in the lease area within the period of 6 months from the date of expiry/termination of mining lease. To comply the provisions of MCR 2016, the Board of Directors approved the proposal to auction BGML infrastructure in the erstwhile mining leases of BGML in Andhra Pradesh through MSTC after valuation, getting necessary permission from the Hon'ble Court and depositing the sale proceeds to the Hon'ble High Court of Karnataka under COP 180/2000. The lifting of the infrastructure and scrap of Chigaragunta and Bisanatham mines was completed in FY 2023-24 as per the schedule, while due to local issues, the lifting of the Ramagiri Mines was continued till June 2024.

The entire land parcel of BGML is 12,109.70 Acres of land of which about 10,307.70 Acres has been mutated upto March 31, 2024 in the name of BGML. RTC for remaining area of BGML land being pursued from the local and revenue offices of Karnataka along with reconciliation of BGML land as per RTC, and sale deed is in progress with State Government.

After the closure of BGML on 1st March, 2001, all 3,554 employees on the rolls of the company at the time of closure were retrenched and the dues have been settled. During the settlement of retrenchment benefits, out of 3,554 Special Termination Benefit Package (STBP) beneficiaries, 2,812 employees (127 bungalows, 455 quarters & 2,230 hutments) residing in the official quarters, opted to purchase houses at a concessional rate. House value, as per the court order, was deducted and collected from 2,812 STBP beneficiaries considering the plinth area of accommodation allotted. Accordingly, quarters where STBP beneficiaries were residing, sold to them at a concessional rate. But there were some technical issues as BGML property was not reflecting in the Government of Karnataks's revenue records. After continuous efforts, a major part of BGML land has now been transferred in BGML's name and it has been decided to provide legal documents in the form of a Possession Certificate to the beneficiaries of STBP. Under the guidance

of Ministry of Mines, BGML has prepared digital maps of all the houses sold under the STBP scheme and also prepared Possession Certificates. Now, after receiving this Possession Certificate, the STBP beneficiaries can register their houses with state authority.

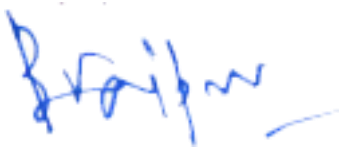
On 27-02-2024, Union Minister of Mines, Coal and Parliament Affairs, Government of India, has graced the occasion as Chief Guest and 570 possession certificates were distributed out of total 2,812 beneficiaries. Subsequently, 338 certificates were distributed from the corporate office of BGML (908 beneficiaries have received the possession certificates) in due course.

There have been several cases filed by ex-employees in various courts which are being settled as the case may be. The affairs of the Company are being managed with the help of skeleton staff i.e., officers drawn from GSI under the Ministry of Mines, an officer on deputation from CRPF, out-sourced office staff and security agency, with financial support received from Government of India as Grant-in-Aid (Non-Plan).

ACKNOWLEDGEMENTS

On behalf of BGML, I would like to thank the Ministry of Mines and other Ministries of the Central and State Governments and the Comptroller & Auditor General of India, who have always extended their support and provided their guidance at this critical juncture of the Company. I would like to express my sincere gratitude for the same. The Statutory Auditors, bankers, local authorities, officers and staff working for BGML and other associates also deserve my thanks for their support and co-operation.

I also extend my sincere thanks to all my colleagues on the Board for their support and guidance received to deal effectively the affairs of the Company.



(Vivek Kumar Bajpai)
Managing Director, BGML
DIN 10717439

Kolar Gold Field,
29th November, 2024.

REPORT BY THE BOARD OF DIRECTORS

To

THE SHARE HOLDERS,
BHARAT GOLD MINES LIMITED

Gentlemen,

Your Directors have pleasure in presenting the **FIFTY-SECOND** Annual Report of the Company together with the Audited Statement of Accounts of the Company for the year ended 31st March 2024.

The preparation of Annual Accounts of the Company for the financial year ended 31st March 2024 has been continued based on "Going Concern" basis in the context of the status and developments as detailed in the notes to accounts and the matter regarding valuation of assets is both confidential and sub-judice.

The production, turnover, capacity utilization, exploration, technology absorption, foreign exchange earnings and outgo, recruitment of personnel, purchase of raw materials/stores/spares etc., and any other normal business activities for the year under report, 2023-24 is 'NIL'.

WAY FORWARD ACTIVITES:

APPOINTMENT OF MANAGEMENT CONSULTANT:

Seed Tech Innovations, Bangalore has been engaged for preparation of digital map of houses sold to STBP employees as a part of schedule of property for registration of houses. The company is also undertaking survey and demarcation of BGML land in association with State Revenue Authorities to facilitate transfer of land records in the name of BGML.

SURVEY AND MUTATION OF BGML LAND:

As per registered document BGML owns 12,109.70 Acres of land in Kolar district. However, so far, the revenue records of State Government do not reflect entire land Mutated in favour of BGML. With continuous efforts so far 10,307.70 Acres of land has been transferred in the name of BGML and efforts are being made continuously to get remaining land transferred in favour of BGML.

FINANCE:

The revenue for the year comprised of Grant in Aid from the Government of India, Rent from Township, sales of scrap from Andhra Pradesh expired leases and Interest on Bank deposits etc. There is no regular employee on the rolls of the company. The affairs of the company are being managed with the help of skeleton staff i.e., deputation from CRPF, arrangement with GSI, contractual basis and outsourcing security services and office assistants.

The key financial data for the year under review are summarized as follows:

(Rs. in Crores)

	Particulars	2023-24	2022-23	2021-22
I	**REVENUE:**			
	Other Income Rent/Interest/Miscellaneous	7.72	1.67	1.23
II	**EXPENDITURE:**			
	Employee Benefit Costs	(0.19)	(0.30)	(0.31)
	Security and Labour Contract	(5.46)	(5.52)	(4.67)
	Other Expenses	(5.50)	(0.68)	(0.83)
	Profit/(Loss) From Operations	**(3.43)**	**(4.83)**	**(4.58)**
III	**GRANTS:**			
	Grants in aid GOI	7.88	6.70	5.84
IV	**INTEREST AND DEPRECIATION:**			
	Finance Costs	(76.32)	(69.99)	(69.90)
	Depreciation	(0.16)	(0.16)	(0.16)
V	**ADJUSTMENTS:**			
	Provisions withdrawn	-	-	-
	Prior Period Adjustments (Net)	-	6.82	(0.07)
	Net Profit/(Loss) for the Year	**(72.02)**	**(61.46)**	**(68.87)**
	Accumulated Net Profit/(Loss) as on31-03-2024	**(2,167.09)**	**(2,095.07)**	**(2,034.20)**
	Capital Reserve (Land)	**0.61**	**0.61**	**0.61**
	Share Capital	**51.064**	**51.064**	**51.064**
	Net Worth (Negative)	**(2,115.42)**	**(2,043.40)**	**(1,982.53)**

DIRECTORS' RESPONSIBILITY STATEMENT:

AUDIT COMMITTEE:

In view of no operations except for process of proposed sale of assets and proceedings in the Hon'ble High Court of Karnataka, no Audit Committee was in existence during the year.

STATUTORY AUDITORS' REPORT AND EXPLANATIONS OR COMMENTS ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE BY THE AUDITORS IN THEIR REPORT: (Sec 134(3)(f)(i) of the Companies Act, 2013)

Comments/observations of the Independent Auditor and replies by the Company are attached to this report as Addendum to Directors' Report 2023-24.

BOARD OF DIRECTORS:

Mrs. Farida M Naik, Joint Secretary, Ministry of Mines was holding additional charge of Managind Director, BGML till 08.05.2024. Subsequently, Government of India has assigned the additional charge of the post of Managing Director, BGML to Mr. Vivek Kumar Bajpai, Joint Secretary, Ministry of Mines w.e.f. 13.09.2024.

The Ministry also conveyed to entrust the additional post of Director (Finance) on the board of BGML to Shri A. R. Sengupta, Director, Ministry of Mines, Government of India w.e.f. 01.03.2023 to 30.06.2024 On superannuation of Shri A. R. Sengupta, Director, Ministry of Mines, Government of India, the additional charge was assigned to Shri R. P. Gupta, Director, Ministry of Mines, Govt. of India for a period of eight months from 01.07.2024. to 28.02.2025 or until further orders, whichever is earlier.

Ministry of Mines, Government of India on 19th July, 2024, have intimated that the Competent Authority is pleased to appoint Smt. Geetika Sharma, Deputy Secretary, Ministry of Mines as part-time official Director on the Board of Bharat Gold Mines Limited (BGML) with immediate effect and until further orders. Smt. Geetika Sharma will function in the Board of BGML in the place of Dr. Veena Kumari D, Joint Secretary, Ministry of Mines.

Ministry of Mines, Government of India have intimated on 19th July, 2024 that the Competent Authority is pleased to appoint Smt. Sushma Batra, Deputy Secretary, Ministry of Mines as part-time official Director on the Board of Bharat Gold Mines Limited (BGML) with immediate effect until further orders.

All the Directors on the Board are on additional charge basis or part time official Directors nominated by GOI and they are not entitled for any sitting fee.

COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES 1988

Form A: Prescribed under the above rule is not applicable to BGML

Form B: (See Rule 2) – Form for disclosure of particulars with respect to Technology absorption and Research and Development is not applicable to BGML

Form C: Foreign Exchange Earning and outgo 2023-24 is NIL

AUDITORS:

M/s. Mohammed Iqbal & Co. (Firm Reg. No. 007109S), Chartered Accountants, Bangalore were appointed by the Comptroller & Auditor General of India as Auditors of the Company for the year ended 31.3.2024 vide letter No. CA.V/COY/CENTRAL GOVERNMENT, BGML (1)/162 dated 12-09-2023.

ACKNOWLEDGEMENTS:

Your Directors wish to place on record the timely assistance, co-operation and guidance extended by the Officers of the Ministry of Mines and other Ministries of Government of India, and other various officials of the Governments of Karnataka and Andhra Pradesh for their co-operation and support.

The Directors also thank bankers of the company for their continued co-operation. The Board takes this opportunity to thank the Officials of the Comptroller & Auditor General of India as well as the Statutory Auditors for their valued co-operation.

(Vivek Kumar Bajpai)
Managing Director, BGML
DIN 10717439

Date: 29-11-2024.

Ten Years Financials at a Glance

(Rs. in Crores)

PARTICULARS	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24
Other Income	0.94	1.09	2.63	1.17	1.05	1.37	1.05	1.23	1.67	7.72
Non Plan Grant in Aid-GOI	3.65	2.70	4.23	3.56	4.50	4.50	7.00	5.84	6.70	7.88
GOI Grant-Terminal Gratuity	0.00	0.00	10.92	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GOI Grant-Global Tender	0.27	0.01	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GOI Grant-Court Cases	0.00	6.26	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Equity	51.06	51.06	51.06	51.06	51.06	51.06	51.06	51.06	51.06	51.06
Capital Reserve	0.61	0.61	0.61	0.61	0.61	0.61	0.61	0.61	0.61	0.61
Secured Loans -SBI	5.58	5.58	5.58	5.58	5.58	5.58	0.00	0.00	0.00	0.00
Secured Loans -SBI Interest	77.30	96.85	121.01	150.87	187.77	233.39	0.00	0.00	0.00	0.00
GOI Loan	219.22	219.22	219.22	219.22	219.22	219.22	219.29	219.29	219.29	219.29
Interest on GOI-Loan	1188.25	1248.31	1310.65	1372.49	1435.76	1500.10	1574.22	1640.21	1706.21	1778.62
Net Block	3.63	2.76	2.52	2.30	2.10	1.93	1.79	1.79	1.79	1.39
Net Profit/(Loss)	(85.58)	(76.60)	(89.95)	(100.48)	(103.96)	(79.41)	147.39	(68.87)	(61.46)	(72.02)
Net Worth	(1611.25)	(1687.86)	(1777.81)	(1878.29)	(1982.25)	(2061.05)	(1913.66)	(1982.53)	(2043.40)	(2115.87)

SIGNIFICANT ACCOUNTING POLICIES FOLLOWED BY THE COMPANY - 2023-24

1. Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and provisions of the Companies Act, 2013. These financial statements have been prepared in the format prescribed by the Schedule III to the Companies Act 2013. Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

2. Use of estimates

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

3. Cash and Cash equivalents

Cash comprises cash on hand, Bank Balances and demand deposits with banks.

4. Cash flow statement

Cash flows are reported using the indirect method, whereby profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

5. Depreciation and amortization

Depreciation on fixed assets is charged on straight line method in the manner specified in Part "C" of Schedule II of the Companies Act, 2013.

6. Expenditure and Income

All expenses and income have been accounted on accrual basis.

7. Employees' Retirement/ Terminal Benefits

(a) Terminal gratuity for employees is provided as applicable as per the Gratuity Act & Gratuity Rules on accrual basis.

(b) Workmen/Employees' compensation, TA on retirement/ terminations compensations, if any, payable are provided/accounted on settlement/payment basis.

(c) PF, ESI & Leave Encashment liability is accounted on accrual basis. However, the company do not have any employees on its Role and essential staff are engaged through outsourcing agency.

8. Fixed assets

(i) Land

The land taken over from the Kolar Gold Mining Undertaking has been valued and assigned a nominal rate of Rs.500/- per acre as approved by the Board in their 34th Meeting held on 20th August 1978. Subsequent additions are accounted as per the terms of settlement or cost of acquisition or purchase value as the case may be.

(ii) Grant

Assets acquired from any specific grant received from Government or other agencies are capitalized after reducing the grant from the original cost and depreciation is charged accordingly. Other grants are accounted as income with suitable adjustments.

9. Inventory Valuation:

(i) Raw materials, stores and spare parts are stated at weighted average cost.

(ii) The closing stock of Gold and Silver is valued at cost or net realisable value, whichever is lower.

(iii) The closing stock of work in progress and finished goods at workshops is valued at estimated cost or net realisable value whichever is lower.

(iv) No value is assigned to stock of copper recovered from gold. The same is accounted on consumption/sales.

(v) No value is assigned to stock of ore lying with mines and mills at the end of the financial year.

10. Provisions and contingencies

Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

11. Salvaged Assets/Materials and disposal of scrap

Wherever whole identifiable assets are salvaged/disposed the corresponding values are withdrawn from fixed assets and treated appropriately. Wherever only some parts are salvaged, the value of the asset is not on record or assessable, no adjustment is carried out.

The assets retired from active use and held for disposal are retained at the net book value instead of withdrawing from fixed assets.

Salvaged material/scrap are accounted as income at the time of sale.

For & on behalf of Board of Directors - BGML

Date: 31-07-2024

Sd/-
(R.P. Gupta)
Director (Finance)
DIN 10552791

Sd/-
(Vivek Kumar Sharma)
Director
DIN 10101407

As per our report of even date attached herewith

For **Mohammed Iqbal and Co.**
Chartered Accountants
Firm Reg. No. 007109S
Sd/-
(Mohammed Iqbal. B)
Proprietor
Membership No. 023738

Place: Bengaluru,
Date: 31-07-2024.

BALANCE SHEET AS AT 31-03-2024

(Rs. in Crores)

Sl. No.	Particulars	Note	As on 31st March 2024	As on 31st March 2023
I	**A) EQUITY AND LIABILITIES:**			
	1. Shareholders' Funds:			
	a) Share Capital	**1**	**51.06**	51.06
	b) Reserves and Surplus	**2**	**(2,167.09)**	(2,095.07)
	2. Non Current Liabilities:			
	a) Long Term Borrowings	**3**	**1,997.91**	1,925.50
	b) Other Long Term Liabilities	**4 to 7**	**138.22**	130.02
	3. Current Liabilities:			
	a) Other Current Liabilities	**8 to 10**	**6.63**	5.67
	b) Short Term Provisions	**10.1**	**0.67**	1.48
II	**Total**		**27.40**	18.66
	B) ASSETS:			
	1. Non-Current Assets:			
	a) Property Plant and Equipment & intangible assets			
	(i) Property, Plant and Equipment	**11**	**1.39**	1.53
	b) Long-Term Loans and Advances	**12 to 13**	**9.57**	3.02
	c) Other-Non-Current Assets	**14**	**0.28**	0.28
	2. Current Assets:			
	a) Cash and Cash Equivalents	**15**	**11.41**	8.89
	b) Other current assets	**16 to 18**	**4.75**	4.93
	Total		**27.40**	18.66

For & on behalf of Board of Directors - BGML

Date: 31-07-2024

Sd/-
(R.P. Gupta)
Director (Finance)
DIN 10552791

Sd/-
(Vivek Kumar Sharma)
Director
DIN 10101407

As per our report of even date attached herewith

For **Mohammed Iqbal and Co.**
Chartered Accountants
Firm Reg. No. 007109S

Sd/-
(Mohammed Iqbal. B)
Proprietor
Membership No. 023738

Place: Bengaluru,
Date: 31-07-2024.

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2024

(Rs. in Crores)

Sl. No.	Particulars	Note	Year ended 31st March,2024	Year ended 31st March,2023
1	**REVENUE:**			
	a) GOI Grant		**7.88**	6.70
	b) Other Income	**19**	**7.72**	1.67
	Total Revenue (A)		**15.60**	8.37
2	**EXPENSES:**			
	(a) Employee benefit expenses	**20**	**0.19**	0.30
	(b) Security labour Supply Contract	**21**	**5.46**	5.52
	(c) Other Expenses	**22**	**5.50**	0.68
	(d) Development Expenses	**23**	**0.00**	0.00
	(e) Finance Costs	**24**	**76.32**	69.99
	(f) Depreciation and Amortization Expenses	**25**	**0.16**	0.16
	Total Expenses (B)		**87.63**	76.65
3	**(Loss) Before Exceptional items (A) – (B)**		**(72.02)**	(68.28)
4	**Exceptional Items**			
	a) Provisions no longer required	**26**	**0.00**	0.00
	b) Prior period adjustments	**27**	**0.00**	6.82
5	**Profit / (Loss) Before Tax**		**(72.02)**	(61.46)
6	**Tax Expense:**		**0.00**	0.00
7	**Profit/(Loss) for the year (5-6)**		**(72.02)**	(61.46)
	Significant Accounting Policies and Notes on accounts from 1 to 28 forming part of accounts			

For & on behalf of Board of Directors - BGML

Date: 31-07-2024

Sd/-
(R.P. Gupta)
Director (Finance)
DIN 10552791

Sd/-
(Vivek Kumar Sharma)
Director
DIN 10101407

As per our report of even date attached herewith

For **Mohammed Iqbal and Co.**
Chartered Accountants
Firm Reg. No. 007109S

Sd/-
(Mohammed Iqbal. B)
Proprietor
Membership No. 023738

Place: Bengaluru,
Date: 31-07-2024.

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2024

Particulars	Note No.	For the year ended 31-3-2024 Amount Rs.	31-3-2023 Amount Rs.
Net Profit/Loss for the Year 2023-24		**(72.02)**	(61,46)
1. ADD INCREASE IN LIABILITIES			
Long term borrowings-GOI	**3**	**72.41**	66.00
Long term Liabilities (AP Govt.)	**4**	**0.02**	0.20
Long term Liabilities (KA Govt.)	**5**	**3.88**	3.88
Long term Liabilities (Statutory)	**6**	**4.29**	-
Current Liabilities (Statutory)	**8**	**0.00**	-
Current Liabilities (Employees)	**9**	**-**	-
Current Liabilities (Creditors)	**10**	**0.96**	-
Current Liabilities (Provision)	**10.1**	**-**	1.30
2. LESS DECREASE IN LIABILITIES			
Long term borrowings-SBI & GOI	**3**	**-**	-
Long term Liabilities (AP Govt.)	**4**	**-**	-
Long term Liabilities (KA Govt.)	**5**	**-**	-
Long term Liabilities (Statutory)	**6**	**-**	(6.64)
Current Liabilities (Statutory)	**8**	**-**	(0.03)
Current Liabilities (Employees)	**9**	**-**	(0.03)
Current Liabilities (Creditors)	**10**	**-**	(0.49)
Current Liabilities (Provision)	**10.1**	**(0.81)**	-
3. ADD DECREASE IN ASSETS			
Long Term Assets	**11**	**0.15**	0.16
Long Term Borrowings	**12**	**-**	-
Long Term Loan & Adv. (Others)	**13**	**-**	-
GST/TDS Receivable	**16**	**-**	-
Rent Receivable	**17**	**-**	-
Current Assets-Others	**18**	**0.83**	-
4. LESS INCREASE IN ASSETS			
Long Term Assets	**11**	**-**	-
Long Term Borrowings	**12**	**(6.55)**	-
Long Term Loan & Adv. (Others)	**13**	**-**	-
GST/TDS Receivable	**16**	**(0.65)**	(1.93)
Rent Receivable	**17**	**-**	(0.02)
Current Assets-Others	**18**	**-**	(0.38)
INCREASE IN CASH AND BANK BALANCES		**2.52**	0.39
Opening Balance of Cash and Bank Balances		**8.89**	8.50
Closing Balance of Cash and Bank Balances		**11.41**	8.89
Increase in Cash and Bank Balances		**2.52**	0.39
Cash and Bank Balances as on 31.03.2022			**8.50**
Cash and Bank Balances		**0.67**	
Fixed Deposit Receipts		**7.83**	
Cash and Bank Balances as on 31.03.2023			**8.89**
Cash and Bank Balances		**1.01**	
Fixed Deposit Receipts		**7.88**	
Cash and Bank Balances as on 31.03.2024			**11.41**
Cash and Bank Balances		**2.36**	
Fixed Deposit Receipts		**9.05**	
Increase in Cash and Bank Balances			**2.52**

For & on behalf of Board of Directors - BGML

Date: 31-07-2024

Sd/-

(R.P. Gupta)

Director (Finance)

DIN 10552791

Sd/-

(Vivek Kumar Sharma)

Director

DIN 10101407

As per our report of even date attached herewith

For **Mohammed Iqbal and Co.**

Chartered Accountants

Firm Reg. No. 007109S

(Mohammed Iqbal. B)

Proprietor

Membership No. 023738

Place: Bengaluru,

Date: 31-07-2024.

NOTES FORMING PART OF ACCOUNTS 2023-24

Note – 1 SHARE CAPITAL

Partculars	**As on 31-03-2024**		As on 31-03-2023	
	Number of Shares	**Value (Rs. Cr)**	Number of Shares	Value (Rs. Cr.)
i) Authorized/Issued/Subscribed/Paid up				
a) Authorized				
Equity Shares of Rs. 1,000/- each	**6,00,000**	**60.00**	6,00,000	60.00
(b) Issued, Subscribed and Paid-up:				
Allotted fully as fully paid Equity Shares of 1000/- each	5,10,640	**51.064**	5,10,640	51.064

(ii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end

Particulars	**As on 31-03-2024**		As on 31-03-2023	
	Number of Shares	**Value (Rs. Cr)**	Number of Shares	Value (Rs. Cr.)
Equity Shares				
Number of Equity Shares at the beginning of the year	**5,10,640**	**51.064**	5,10,640	51.064
Number of Equity Shares at the end of the year	**5,10,640**	**51.064**	5,10,640	51.064

(iii) Details of shares held by each shareholder holding more than 5% of the paid up Equity Share Capital of the Company

Name of shareholder	**As on 31-03-2024**		As on 31-03-2023	
	Number of Shares held	**% Holding in that class of shares**	Number of Shares held	% Holding in that class of shares
Equity Shares with voting rights:				
President of India	**5,10,638**	**100%**	5,10,638	100%

Note 1.1 Shares allotted as Fully Paid includes 85111 shares allotted as Fully Paid for consideration other than - cash towards purchase consideration, preliminary expenses etc.
Note 1.2 Company does not have holding, subsidiary or ultimate holding company.

Note – 2 RESERVES AND SURPLUS

Particulars	**As at 31-03-2024 Value (Rs. Cr.)**	As at 31-03-2023 Value (Rs. Cr)
Capital Reserve (Land Valuation) (A)	**0.61**	0.61
Profit & Loss Account		
Balance as per last Balance Sheet	**-2,095.67**	-2,034.21
Add: Profit/(Loss) for the year	**-72.02**	-61.46
Profit & Loss Account Balance (B)	**-2,167.70**	-2,095.67
Total (A+B)	**-2,167.09**	-2,095.07

Note – 3 LONG TERM BORROWINGS

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
UN-SECURED LOANS		
GOI Loans – Plan	**86.14**	86.14
GOI Loans – Non Plan	**133.15**	133.15
Interest Accrued GOI Loans – Plan	**441.08**	427.32
Interest Accrued GOI Loans – Non Plan	**700.99**	675.88
Penal Interest Accrued – GOI Loans	**636.55**	603.01
2.75% of interest accrued on opening balance		
Total	**1,997.91**	1,925.50

Note 3.1 The Plan and non-Plan loans of the Government of India are overdue for payment along with applicable rates of interest which varies as per the terms and conditions of the sanctioned orders on various dates (from 1978-79 to 2000-01). The company has been making provisions for the interest and penal interest as per the terms of the loan sanction order year to year.

Note 3.2 The repayment of the above GOI loans along with the interest will be made out of the sale proceeds of the company as per Union cabinet Approval in July 2006 or subsequent decision of the Union Cabinet if any.

Note – 4 OTHER LONG TERM LIABILITIES – AP GOVERNMENT

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
APSEB – Power Bills	**1.39**	1.39
Interest Accrued - APSEB – Power Bills	**7.39**	7.39
AP – CGM – Royalty	**0.31**	0.31
AP – OBM – Royalty	**0.12**	0.12
Interest Accrued – AP CGM – Royalty	**1.14**	1.13
Interest Accrued – AP OBM – Royalty	**0.42**	0.41
Total	**10.76**	10.74

Note 4.1 The Royalty dues of Andhra Pradesh (AP) Government have been reconciled with the present status of demand based on the latest demand intimation Vide Notice No.5228/M/1998 and 2717/M/1992 dated 27.05.2024 received from the office of the Divisional Mines and Geology Officer, Palamaneru, Chittoor District, Government of Andhra Prasesh, Department of Mines and Geology for FY 2023-24.

Note – 5 OTHER LONG TERM LIABILITIES – KARNATAKA GOVERNMENT

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
KA – Power Bills HT-1	**25.53**	25.53
KA – Power Bills HT-7	**0.01**	0.01
KA – Royalty Gold	**16.18**	16.18
Interest Accrued – KA – Royalty Gold	**62.95**	59.06
Total	**104.66**	100.78

Note 5.1 The Royalty dues of Karnataka Government have been reconciled with the present status of demand based on the latest demand intimation dated 11.06.2024 received from Office of the Senior Geologist, Department of Mines and Geology, Kolar, Karnataka-563103 for FY 2023-24.

Note – 6 OTHER LONG TERM LIABILITIES – STATUTORY LEVIES

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
KA – Mineral Right Tax*	**4.76**	4.76
MH – Bombay Municipal Corp*	**0.57**	0.57
CE – Excise Duty on Capital Items*	**1.22**	1.22
Property Tax - KGF	**12.61**	8.32
Total	**19.15**	14.86

Note 6.1 The Liabilities marked * are subject to reconciliation and confirmation.
Note 6.2 The Property Tax – KGF dues have been reconciled with the present status of demand based on the latest demand intimation dated 26.06.2024 (Serial No RSP2024202406265612) received from office of Robertson pet City Municipal Council, KGF, Karnataka- for AY 2024-25.

Note – 7 OTHER LONG TERM LIABILITIES - OTHERS

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
Non Refundable Deposit (Beml)	**1.00**	1.00
Vendors Miscellaneous Trade Payables*	**1.81**	1.81
Miscellaneous Advance and Deposits Received*	**0.63**	0.63
AP – CGM Police Outpost Charges*	**0.17**	0.17
KA – KGF Police Escort Charges*	**0.03**	0.03
Total	**3.64**	3.64

Note 7.1 The Liabilities Marked* are subject to reconciliation and confirmation.

Note – 8 CURRENT LIABILITIES – STATUTORY

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
TDS Salary	**0.01**	0.00
TDS Contractors	**0.02**	0.03
TDS Professional Charges	**0.00**	0.00
PF Liability	**0.00**	0.00
CGEGIS Liability	**0.00**	0.00
Total	**0.03**	0.03

Note – 9 OTHER CURRENT LIABILITIES – EMPLOYEES

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
Gratuity Payable - STBP	**0.05**	0.05
Gratuity Payable – Non STBP	**0.02**	0.02
Gratuity Others*	**0.04**	0.04
Pay Roll Deduction*	**0.07**	0.07
LSC & PC*	**0.03**	0.03
STBP – House Sale Value Received	**2.17**	2.17
STBP – Deposit	**0.05**	0.05
Deposit Employees for Power Supply*	**0.01**	0.01
Total	**2.45**	2.45

Note 9.1 Approximately 31.90 acres of built up area of 2812 houses marked to be sold to ex-employees who were on the rolls at the time of closure of the company as per directions of GOI under STBP Scheme. Out of which Employees have paid the sale value for 2732 houses to the tune of Rs. 2,16,94,867/- (Approximately at an average rate of Rs. 15/- per sq. ft.) and the sale value is retained in the books pending transfer of title and completion of other formalities.

Note 9.2 The decision on the transfer of courtyard around the quarters (Approximately 91 acres) and its Extend and sale value is yet to be finalized.

Note 9.3 Employees staying in 75 houses still have to pay the sale value. They are charged nominal monthly rent. 5 houses are abandoned and left vacant.

Note 9.4 The Liabilities Marked* are subject to reconciliation and confirmation.

Note – 10 CURRENT LIABILITIES – OTHERS

Particulars	**As at 31-03-2024 Value (Rs. Cr.)**	As at 31-03-2023 Value (Rs. Cr)
Grant in Aid Global Tender	**0.50**	0.50
Grant in Aid Ex-employees Court cases	**0.06**	0.06
Sundry Creditors	**0.82**	0.02
EMD – Abscissa Facilities	**0.02**	0.02
PG Deposit – Abscissa Facilities	**0.14**	0.14
PG Deposit – Vehicle Contract	**0.01**	0.00
SD Rent Collectors	**0.01**	0.01
SD Films Shooting	**0.00**	0.00
SD Indus Towers	**0.23**	0.13
SD Summit Digital Infrastructure P Ltd	**0.09**	0.09
Deposit – Domestic & Commercial Rental	**2.13**	2.13
CAUTION DEPOSIT	**0.00**	0.01
PG – DEPOSIT - ESPS	**0.15**	0.10
Provisions Security Contract Bills – ESPS	**0.00**	0.00
Provisions Security Contract Arrears Payable	**0.00**	0.00
Provisions Vehicle Contract Bills	**0.00**	0.00
Rent Received in Advance	**0.00**	0.00
Total	**4.14**	3.18

Note – 10.1 CURRENT LIABILITIES - SHORT TERM PROVISIONS

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
Provisions for Sundry Creditors	**0.00**	0.01
Provisions Legal Charges	**0.01**	0.01
Provision for Audit Fee (Statutory)	**0.01**	0.01
Provisions Repairs and Maintenance	**0.00**	0.00
Provisions for Electricity Charges	**0.01**	0.00
Provisions Telephone Charges	**0.00**	0.00
Provisions Travelling Expenses	**0.00**	0.00
Provision for Commission Charges	**0.00**	0.00
Provision for Power & Lighting	**0.00**	0.00
Provisions Medical Expenses	**0.00**	0.00
Provisions Drone Survey & Research Expenses	**0.00**	0.00
Provisions Advertisement Expenses	**0.00**	0.00
Provisions Pay Revision (Officer on Deputation)	**0.00**	0.00
Provision for Professional Fee	**0.00**	0.00
Provision – NPS Liability CSO	**0.00**	0.00
Security Bills – ESPS	**0.01**	0.01
Outstanding Expenses	**0.00**	1.31
TCS	**0.03**	0.00
Provisions for GST Payment	**0.43**	0.00
CGST Output	**0.07**	0.04
CGST Output 20-21	**0.02**	0.02
SGST Output	**0.07**	0.04
SGST Output 20-21	**0.02**	0.02
Total	**0.67**	1.48

Note – 11 CURRENT ASSETS – PPE NET DEPRICIATION

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
KGF Mines Land	**0.67**	0.67
YM (Ramagiri) Mines - Land	**0.01**	0.01
KGF Mines – Others	**0.64**	0.77
YM (Ramagiri) Mines - Others	**0.00**	0.00
CGM Mines - Others	**0.04**	0.05
KGF - Generator	**0.02**	0.00
KGF - Laptops	**0.01**	0.03
Total	**1.39**	1.53

Note – 11 STATEMENT OF PROPERTY, PLANT & EQUIPMENT AS ON 31-3-2024

(Rs. in Crores)

Asset Type	Gross Block at Cost				
	Original Value 1-4-2023	Additions 2023-24	Deletions 2023-24	Adjustments 2023-24	Total Value 31-3-2024
Land	0.68	-	-	-	0.68
Buildings	12.22	-	-	-	12.22
Furniture	0.17	-	-	-	0.17
Office Equipment	0.84	-	-	-	0.84
Plant & Machinery	46.51	-	-	-	46.51
Power Line	0.25	-	-	-	0.25
Railway Siding	0.02	-	-	-	0.02
Roads and Drains	1.75	-	-	-	1.75
Shaft Sinking	1.69	-	-	-	1.69
Vehicles	1.63	-	-	-	1.63
Water Supply	1.36	-	-	-	1.36
Laptops & Computers	0.07	-	-	-	0.07
Generator	-	0.02	-	-	0.02
Grand Total	**67.19**	**0.02**	**-**	**-**	**67.21**
Previous Year Total	67.19	-	-	-	67.19

Note – 11 FIXED ASSETS (Continued)

(Rs. in Crores)

Asset Type	Depreciation					Net Block
	Balance 31-3-2023	Sold/ Scrapped	Adjust ments	Depreciation 2023-24	Cumulative Depreciation 2023-24	Book Value 2023-24
Land	-	-	-	-	-	0.68
Building	11.40	-	-	0.14	11.54	0.68
Furniture	0.17	-	-	-	0.17	-
Office Equipment	0.84	-	-	-	0.84	-
Plant & Machinery	46.51	-	-	-	46.51	-
Power Line	0.25	-	-	-	0.25	-
Railway Siding	0.02	-	-	-	0.02	-
Roads and Drains	1.75	-	-	-	1.75	-
Shaft Sinking	1.69	-	-	-	1.69	-
Vehicles	1.63	-	-	-	1.63	-
Water Supply	1.36	-	-	-	1.36	-
Laptops & Computers	0.04	-	-	0.02	0.06	0.01
Generator	-	-	-	0.00	0.00	0.02
Grand Total	**65.66**	**-**	**-**	**0.16**	**65.82**	**1.39**
Previous Year Total	65.50	-	-	0.16	65.66	1.53

Note: 11.1 In view of closure of the company, the Gross/Net Block of Assets retired from active use and retained pending disposal/write-off as the matter is sub judice.

Note: 11.2 The Company has obtained 12109.70 acres of land at K.G.F. through a transfer deed from the Central Government dated 28-03-1977. Out of which, 120.6466 acres sold to (i) P&T (0.70 acre), (ii) MSEB (4.98 acres), (iii) DGMS (5.74 acres), (iv) FCI (2.66 acres), (v) South Western Railways (49.71 acres), (vi) National Highway Authority (56.8616 acres). The balance 11989.0534 acres of land at the rate of Rs.500/- per acre was debited to 'Land Account' with a corresponding credit to 'Capital Reserve Account' on 31-3-1978. Similarly, 0.427 acre of land which was in possession of the Company and for which, taxes were regularly paid and title established, was added at the same rate during the year 1981- 82 and to display the correct position of the land in the Company's books, a corresponding credit to 'Capital Reserve Account' was made. The company has paid proper stamp duty Rs. 6.81 lakhs, in June 2000. The value of 83.35 acres of land at Ramagiri, Andhra Pradesh has been accounted at the taken over value.

Note 11.3 The Company has 10911 residential accommodations in its township for officers and employees. Out of this, 2812 quarters were sold under STBP Scheme as per the directions of GOI. In the remaining 8099 Quarters, 4477 houses are given on lease/rent, 37 houses were given to NIMH and NIRM, 4 houses abandoned vacant and 3581 quarters are unauthorisedly occupied despite security arrangements. Future action/way forward of BGML for disposal of assets is in active consideration of Ministry of Mines, GOI.

Note 11.4 The land (over 10 acres approx.) appurtenant to properties transferred to National Institute of Rock Mechanics which are in possession stand retained in the books pending transfer of title and completion of legal and other formalities. BGML holds title in respect of the land.

Note 11.5 Approximately 31.90 acres of built up area of 2812 houses marked to be sold to ex employees who were on the rolls at the time of closure of the company as per the directions of GOI under STBP Scheme. Out of which employees have paid the sale value for 2732 houses to the tune of Rs. 2,16,94,867/- (approximately at an average rate of Rs. 15/- per sq. ft.) and the sale value is retained in the books pending transfer of title and completion of other formalities. The decision on the transfer of courtyard area around the quarters (approximately 91 acres) and its extend and sale value is yet to be finalized. Employees staying in 75 houses still have to pay the sale value. They are charged nominal monthly rent. 5 houses are abandoned and left vacant.

Note 11.6 The Land includes area on which about more than 1000 houses have been built and the vacant land appurtenant thereto approximately measuring to 1000 acres is under unauthorized occupation & possession of localities and ex-BGML employees. The management is in the process of taking a necessary action to vacate them.

Note 11.7 The Govt. of Karnataka has acquired 49 acres 28 ½ guntas of BGML land on behalf of South Western Railways with the consent of Ministry of Mines, Govt. of India. South Western Railways has deposited Rs. 2,78,23,229/- in the Hon'ble High Court of Karnataka towards the cost of 49 acres & 28 ½ guntas of BGML land.

Note 11.8 Managing Director, BGML constituted a committee comprises officers of BGML and BEML to study, identify and demarcate the area which BEML like to retain and area likely to return to BGML along with details of infrastructure, machineries, equipments etc., transferred during the agreement (2004) and additional equipments transferred subsequently. The committee has studied the issue in detail and submitted its report. Subsequently CMD BEML and Managing Director. BGML had interaction on the issue with guidance of Department of Investment and Public Asset Management (DIPAM), Ministry of Finance and finally arrived that BEML will purchase 28.35 Acres of leased land on Circle rate prevails at the time of

transaction and return remaining land. BEML will pay the cost of the land to BGML, after deducting advance of Rs.1 crore paid to BGML.

Note 11.9 The total infrastructure of drinking water supply to residential colonies of K.G.F. was handed over to City Municipal Council, Robertsonpet, K.G.F. from 01-02-2002 has been retained in the books. (Acq. Value of Rs.123.89 lakhs and Cumulative Depreciation of Rs. 89.48 lakhs).

Note 11.10 During the year 2016-17, a Technical Committee constituted amongst senior executive officers of BGML and other PSUs/Government who had inspected, examined and assessed the technical feasibility and usability of various assets lying at different sites/mines of BGML. The Technical Committee opined that most of the machineries not usable and may be treated as scrap.

Note 11.11 The item-wise physical stock verification of fixed assets excluding land has been carried out during the year 2019-20 by the external auditor whose report is accepted by the management. Valuation of the assets and reconciliation of Physical verification report with Fixed Assets register is not done as the same is both confidential and subjudice.

Note – 12 LONG TERM LOANS AND ADVANCES – LONG TERM DEPOSITS

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
Unsecured, considered Good		
Deposits in HC, KA – BEML	**1.22**	1.22
Deposits in HC – Others*	**0.52**	0.52
Deposits in Income Tax Department*	**0.09**	0.09
Deposit AP – APSEB*	**0.00**	0.00
Deposit AP – Agricultural Land Tax*	**0.10**	0.10
Deposit in HC, KA - Scrap	**6.55**	0.00
Deposit KA - BESCOM	**0.00**	0.00
Total	**8.48**	1.94

Note 12.1 The Deposits Marked* are subject to reconciliation and confirmation.

Note 12.2 SWR has deposited Rs. 2,78,23,299/- in the Hon'ble High Court of Karnataka on acquiring 49 Acres and 28 ½ Guntas of BGML Land.

Note 12.3 NHAI has deposited Rs. 4,40,81,991/- in the Hon'ble High Court of Karnataka on acquiring 56.8616 Acres of BGML Land.

Note 12.4 Necessary entries will be made in the accounts of BGML after ascertaining receipt of the amount on behalf of BGML from Ho'ble High Court.

Note 12.5 As per the direction of Hon'ble High Court of Karnataka the sales proceeds of Scrap of Andhra Pradesh has been deposited during the month of March, 2024.

Note – 13 LONG TERM LOANS AND ADVANCES – ADVANCES TO OTHERS

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
Unsecured, considered Doubtful		
Advance paid ROC Consultant*	**0.01**	0.01
Advance to Employees - Projects*	**0.17**	0.17
Advance to Contractors - Projects*	**0.05**	0.05
Advance to Vendors*	**2.99**	2.99
Provision Doubtful Loans Adv. & Dep.	**-2.14**	-2.14
Customers – P&CD-Mining*	**0.43**	0.43
Provision Customers – P&CD-Mining	**-0.43**	-0.43
Customers – Miscellaneous*	**0.22**	0.22
Provision Customers – Miscellaneous	**-0.22**	-0.22
ACS – Electricity Dues Pvt. Consumers*	**0.04**	0.04
Provision ACS – Electricity Dues Pvt. Consumers	**-0.04**	-0.04
Total	**1.09**	1.09

Note 13.1 The Deposits and Advances Marked* are subject to reconciliation and confirmation.

Note – 14 OTHER NON-CURRENT ASSETS – INVENTORIES

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
Security Deposit – Projects*	**0.01**	0.01
Material Stock of Gold (Fg) 34.67 Gms.	**0.01**	0.01
Provision for Loss of Gold (Fg) 26.07 Gms.	**-0.01**	-0.01
Material Stock of Silver (Fg) 384 Gms.	**0.00**	0.00
Provision for Loss of Silver (Fg) 384 Gms.	**-0.00**	-0.00
Material Work in Progress	**0.49**	0.49
Provision for Unrealisable WIP	**-0.49**	-0.49
Material in Stores – KGF & CG Mines*	**2.29**	2.29
Provision for Obsolete Stores	**-2.04**	-2.04
Material in Stores – YM*	**0.01**	0.01
Total	**0.28**	0.28

Note 14.1 Inventory does not include scraped bare copper wires (removed from overhead lines) weighing around 150 Metric Tons valued approximately Rs. 6 Crore pending the decision on disposal.

Note 14.2 An estimated 33 Million Tonnes of tailing sand reported to contain around 13.2 Metric Tons of recoverable Gold on the surface is not valued and accounted.

Note 14.3 The value of 8.6 grams of Gold, 14 Nos. specimen ore samples of Rock Nuggets weighing 12,386 grams and Platinum crucibles and Assay items which are kept in Corporation Bank, (merged under Union Bank of India), Robertsonpet Branch bank lockers are not valued in the company's books and accounted pending ascertainment of realizable value. Also value of Hollow Drill Steel weighing 5057 Kgs and 881 Nos. TC Inserts kept at Central Workshop, BEML is not accounted pending ascertainment of realizable value.

Note 14.4 The Inventory does not include materials received free of cost from Southern Railways for and on behalf of the President of India, for manufacture of wagons kept unused and held in trust in Company's works (against an indemnity bond of Rs. 35 lakh). The value of these unused virgin steel items at the end of the year estimated to be in the order of Rs. 80,000/- (approx.) after returning major items to M/s Southern Railway, during the year 2008-09. Further one wagon manufactured by the company is retained as proto type. The Railway authorities had been following up to take back the remaining steel items and the semi-finished components.

Note 14.5 Certain quantity of discarded cables (4 Metric Ton approx.) and chemicals sold are retained by the Company pending court verdict/delivery to the purchasers/adjustments in due course.

Note 14.6 As per the policy of the Company, the closing stock of ore weighing 340 metric tonnes at the Mines and Mills is not valued & accounted.

Note 14.7 The Departmental inquiry by C.V.O. from Geological Survey of India was conducted regarding non-traceability of 29.65 gms. of B-Drilling samples containing 26.07 gms. of fine gold, 384 gms of fine silver and 192.50 gms of Mint Dross bullion received from India Government Mint. Provision has been made for the Gold and Silver which are not physically available. Based on the enquiry report money suit case filed in the Court of the Senior Civil Judge at KGF vide O.S. No. 50/2016 and file Criminal petition No. 9469/2018, both the cases are in trial.

Note 14.8 The item wise physical stock verification of the inventories has carried out during the year 2019-20 by the external auditor. Valuation of these assets is not done as the same is both confidential and subjudice. There was no purchases of raw materials/stores/spares etc., during the current year. The inventories kept unmoved at various locations of BGML are under the control of security guards round the clock.

Note 14.9 Inventories are considered as non-current assets as their utilization is subjudice and not realizable in the near term.

Note – 15 CURRENT ASSETS – CASH AND CASH EQUIVALENTS

Particulars	**As at 31-03-2024 Value (Rs. Cr.)**	As at 31-03-2023 Value (Rs. Cr)
Cash at Bank – Union Bank 945926	**1.00**	0.45
Cash at Bank – Union Bank 945896	**0.87**	0.17
Cash at Bank – SBI – Bangalore	**0.00**	0.00
Cash at Bank SBI No.2 (VRS-KGF)	**0.00**	0.00
Cash at Canara Bank – KGF	**0.48**	0.38
Cash at Canara Bank – Ramagiri	**0.01**	0.01
Cash on Hand – KGF	**0.00**	0.00
Bank Deposit (FDR) Corp Bank 945926	**9.05**	7.88
FDrs (12 Months or More)	**9.05**	6.36
FDrs (Less than 12 Months)	**0.00**	1.52
Total	**11.41**	8.89

Note – 16 OTHER CURRENT ASSETS – GST/TDS RECEIVABLE

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
TDS on Interest on Bank TD	**0.17**	0.17
Grant Receivable	**0.00**	0.70
TDS	**0.20**	0.00
Sundry Debtors	**0.02**	0.00
CGST Receivable INPUT PPA	**0.44**	0.44
Provisions CGST Receivable INPUT (Upto FY 2018-19)	**-0.44**	-0.44
Provisions CGST Receivable INPUT	**-0.01**	-0.01
SGST Receivable INPUT PPA	**0.44**	0.44
Provisions SGST Receivable INPUT (Upto FY 2018-19)	**-0.44**	-0.44
Provisions SGST Receivable INPUT	**-0.01**	-0.01
CGST RCM Receivable Input	**2.09**	1.62
Provisions CGST RCM Receivable INPUT	**-0.31**	-0.31
SGST RCM Receivable Input	**2.09**	1.62
Provisions SGST RCM Receivable INPUT	**-0.31**	-0.31
IGST Receivable	**0.01**	0.00
CGST Receivable	**0.10**	0.06
SGST Receivable	**0.10**	0.06
CGST RCM Payable INPUT	**-0.36**	-0.42
SGST RCM Payable INPUT	**-0.36**	-0.42
TDS Rent 2021-22	**0.03**	0.03
TDS Rent 2022-23	**0.06**	0.06
Indus Tower (GST A/c)	**0.01**	0.04
Total	**3.53**	2.89

Note: 16.1 BGML outsourced security services and office staff. By availing these services GST paid is accumulated in BGML GST account. The outstanding GST amount has been credited to Provision account for an equivalent amount against this current asset to maintain true and fair view of the financials.

Note – 17 OTHER CURRENT ASSETS – RENT FROM OCCUPANTS OF BGML LAND

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
Rent receivable Domestic and Commercial	**10.39**	10.39
Accumulated provision for unrecoverable rent	**-9.30**	-9.30
Rent receivable STBP	**0.16**	0.16
Prepaid/Suspense rent	**-0.05**	-0.05
Total	**1.20**	1.20

Note 17.1 The company has 10911 residential accommodations in its township for officers and employees. Out of this, 2812 quarters were given under STBP scheme as per the directions of GOI. In the remaining 8099 quarters, 4477 houses are given on lease/Rent, 37 houses were given to NIMH and NIRM, 4 houses abandoned vacant, and 3581 quarters are unauthorisedly occupied since the closure of BGML despite security arrangements, these unauthorisedly occupied houses are mostly mushroomed houses of the Ex-employees. Suitable decision will be taken to dispose off the assets as per directions of GOI.

Note 17.2 Age wise analysis of rent receivables from Domestic and commercial buildings is given below

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
UPTO 1999-2000	-	0.86
> 10 years	-	8.86
< 10 years	-	0.12
< 9 years	-	0.09
< 8 years	-	0.07
< 7 years	-	0.11
< 6 years	-	0.08
< 5 years	-	0.04
< 4 years	-	0.04
< 3 years	-	0.03
< 2 years	-	0.05
< 1 year	-	0.04
Prior period Rent Receivable	**10.39**	-
Total	**10.39**	10.39

(Age wise analysis of rent receivables from Domestic and commercial buildings have been re-classified as Prior period Rent Receivable considering no adequate record found or calculated.)

Note – 18 OTHER CURRENT ASSETS – OTHERS

Particulars	As at 31-03-2024 Value (Rs. Cr.)	As at 31-03-2023 Value (Rs. Cr)
Interest Accrued – Bank Term Deposits	**0.00**	0.82
Advance to Employees Travel and Others	**0.00**	0.01
Advance to Contractors	**0.02**	0.02
Total	**0.02**	0.85

Note – 19 OTHER INCOME

Particulars	For the Year ended 31-03- 2024 (Rs. In Cr.)	For the Year ended 31-03- 2023 (Rs. In Cr.)
(a) Sale of Scrap	**6.35**	0.00
(b) Interest Income:		
Interest on Bank Deposits/Accrued Interest	**0.60**	0.43
(c) Rent from:		
(i) Township (Net Rent Received/Accrued)	**0.43**	0.75
(ii) Other Rental Income (Ground/Kalyana/Skating/Others)	**0.10**	0.14
(d) Miscellaneous Income – Tower (Indus & Summit)	**0.24**	0.34
(e) Trees Auction/Penalty	**0.00**	0.01
Total	**7.72**	1.67

Note 19.1 After the approval from Hon'ble High Court of Karnataka, scrap material i.e. tools, machinery's, Steel structures etc. was auctioned through MSTC, in the lapsed Mining Leases of Andhra Pradesh.

Note – 20 EMPLOYEE BENEFITS EXPENSES

Particulars	For the Year ended 31-03- 2024 (Rs. In Cr.)	For the Year ended 31-03- 2023 (Rs. In Cr.)
Salaries & Wages - Essential	**0.19**	0.28
Welfare - Medical	**0.00**	0.01
Employer PF/Pension	**0.00**	0.00
NPS Contribution CSO	**0.00**	0.02
Total	**0.19**	0.30

Note – 21 SECURITY/LABOUR SUPPLY

Particulars	For the Year ended 31-03- 2024 (Rs. In Cr.)	For the Year ended 31-03- 2023 (Rs. In Cr.)
Security Service Contract	**5.24**	5.30
Labour Contract	**0.22**	0.22
GST on Vehicle Hire	**0.00**	0.00
Total	**5.46**	5.52

Note – 22 OTHER EXPENSES

Particulars	For the Year ended 31-03- 2024 (Rs. In Cr.)	For the Year ended 31-03- 2023 (Rs. In Cr.)
Audit Expenses		
Expenses – Statutory Audit	**0.00**	0.00
Fee – Statutory Audit	**0.01**	0.01
Professional Fee		
Expenses (Physical Verification of Assets)	**0.00**	0.00
Return Filing Fee	**0.02**	0.01
Expenses (Drone Survey)	**0.15**	0.03
Other Professional Fee	**0.02**	0.02
Professional Tax	**0.00**	0.00
Repairs & Maintenance		
Office Equipment	**0.02**	0.01
Buildings	**0.05**	0.02
Travelling Allowance		
CMD & Directors	**0.05**	0.10
Others	**0.10**	0.12
Other Expenses		
Advertisement General	**0.00**	0.00
Bank charges	**0.00**	0.00
Books & Periodicals	**0.00**	0.00
Incidental & Board Meeting Expenses	**0.02**	0.03
Legal Fee and Expenses	**0.06**	0.08
Vehicle Hire Charges	**0.16**	0.14
Postal Charges	**0.00**	0.00
Printing and Stationery	**0.02**	0.02
Telephone & Mobile	**0.01**	0.02
Power & Lighting	**0.04**	0.03
Rent Collection Charges	**0.01**	0.01
MSTC Service Charges	**0.27**	0.00
STBP Possesion Certificate Expenses	**0.13**	0.00
Vehicle Hire Survey Work	**0.02**	0.00
Other Survey Expenses	**0.02**	0.00
Repair & Maintenance - Mantaps	**0.02**	0.02
Property Tax	**4.29**	0.00
Miscellaneous Expenses	**0.01**	0.01
Total	**5.50**	0.68

Note – 23 DEVELOPMENT EXPENSES

Particulars	For the Year ended 31-03- 2024 (Rs. In Cr.)	For the Year ended 31-03- 2023 (Rs. In Cr.)
Expenses (MECL) for MOM	**0.00**	0.00
Total	**0.00**	0.00

Note – 24 FINANCE COST

Particulars	For the Year ended 31-03- 2024 (Rs. In Cr.)	For the Year ended 31-03- 2023 (Rs. In Cr.)
Interest Account – Interest GOI Plan Loan	**13.75**	13.75
Interest Account – Interest GOI Non Plan Loan	**25.11**	25.11
Interest Accrued - Penalty GOI Loans	**33.54**	27.13
Interest on Royalty AP-CGM	**0.02**	0.02
Interest on Royalty AP-OBM	**0.01**	0.00
Interest on Royalty KA-KGF	**3.88**	3.88
Interest Other	**0.00**	0.09
Interest on Power Bills APSEB	**0.00**	0.00
Total	**76.32**	69.99

Note – 25 DEPRECIATION

Particulars	For the Year ended 31-03- 2024 (Rs. In Cr.)	For the Year ended 31-03- 2023 (Rs. In Cr.)
Depreciation – Buildings – KGF	**0.13**	0.13
Depreciation – Office Equipment – KGF	**0.00**	0.00
Depreciation – Buildings – YM	**0.00**	0.00
Depreciation – Buildings – CGM	**0.01**	0.01
Depreciation – Generator – KGF	**0.00**	0.00
Depreciation – Laptops & Computers Exp	**0.02**	0.02
Total	**0.16**	0.16

Note – 26 PROVISIONS AND WRITE OFF

Particulars	For the Year ended 31-03- 2024 (Rs. In Cr.)	For the Year ended 31-03- 2023 (Rs. In Cr.)
Provisions No longer required	**0.00**	0.00
Total	**0.00**	0.00

Note No. 26 Provision and write off continued…

(Details of excess provisions withdrawn:)

(Rs. In Cr)

SBI Over Draft cleared under OTS 2020	**0.00**	0.00
Royalty dues AP Govt. upro 31-03-2020	**0.00**	0.00
Power Dues AP Govt. upto 31-03-2021	**0.00**	0.00
Royalty dues to KA Govt. upto 31-03-2020	**0.00**	0.00
Total	**0.00**	0.00

Note – 27 PRIOR PERIOD ADJUSTMENTS

Particulars	**For the Year ended 31-03- 2024 (Rs. In Cr.)**	For the Year ended 31-03- 2023 (Rs. In Cr.)
Prior Period Adjustment A/c	**0.00**	6.82
Total	**0.00**	6.82

Note – 28 ADDITIONAL INFORMATION REQUIRED UNDER COMPANIES ACT 2013

Note 28.1 Contingent Liabilities (Other claims for which company is contingently liable)

(Rs. in Crores)

Particulars	**As on 31-3-2024**	As on 31-3-2023
Claims amounting to Rs. 122 lakh made by the Contractors against the company are not acknowledged as debts. Company has made counter claims amounting to Rs. 191.13 lakh against the contractors and referred the matter to the arbitrator. The company contested the award of the arbitrator at the Principal District Judge, Kolar, pending its outcome, no adjustments have been made in the accounts.	**1.22**	1.22
Claims made by ex employees prior to closure of company.	**6.44**	6.44
Demand from Govt. of Karnataka for payment of Environmental protection fee (EPF) pending non receipt of details of the claim from them.	**43.79**	43.79
Total	**51.45**	51.45

Note 28.2 STATUS OF THE COMPANY

28.2.1 The company was declared "Sick" under the provisions of Sick Industrial Companies (Special provisions) Act 1985 by the Board for Industrial and financial Reconstruction (BIFR) during 1992 and the proceedings by BIFR/AAIFR were completed and their decision dated 15.11.2000 was upheld as per section 20(1) of the SIC(SP) Act 1985 on just and equitable grounds for closure of the company. The Ministry of labour has also issued permission on 29.01.2001 to close the company with effect from 01.03.2001 under the Section 25(O) of the Industrial Disputes Act 1947. These decisions including the closure of the company

were challenged by the Employees Unions and others in writ petitions before the single judge of Karnataka HC. The Hon'ble judge disposing the writ petitions on 16.03.2001 quashed the opinion of BIFR/AAIFR and also the permission granted by the Ministry of Labour and directed the BIFR to find the ways and means for revival of BGML: The Company filed an appeal against this order before the Division Bench of Karnataka High Court and a stay was granted on 19th April 2001. The Hon'ble Division Bench pronounced its judgment dated 26th September 2003 setting aside the order of Hon'ble single Judge dated 16th March 2001 of the Hon'ble single judge in WP Nos. 157-159,1343,5118,7987 and 4503-07 of 2001 and the WPs thus stand dismissed.

The Bench in its order stated that "We recommended to the Central Government following measures:

(i) To extend to the employees of BGML, the benefit of VRS as already offered with the further modification contained in the Official Memorandum dated 06.11.2001.

(ii) To transfer/convey the quarters/houses which have been allotted to the employees of BGML at a concessional price, say at the rate of Rs. 10/- per sq. ft. where the site area of which is below 1000 sq. ft., Rs. 20/- per sq. ft. where the site area is more than 1000 sq. ft. less than 3000 sq. ft. and Rs. 30/- per sq. ft. where the site area is more than 3000 sq. ft. Having regard to the fact that the structures are very old and most of them in a dilapidated condition and having regard to the fact that the houses are being offered under a retirement package at a concessional rate nothing may be charged towards the value of structures. The benefit of transferring houses should be extended also to those who have already accepted the VRS.

(iii) To take appropriate steps to enable such of the employees who have accepted VRS Scheme to form an Employees Co-operative by providing them appropriate land and such machinery and equipment as it can spare so that they can take up projects wing their specialized knowledge and experience.

(iv)To allot the excess lands held by BGML to needy ex-employees at reasonable rates to help them rehabilitate themselves.

(v) To give the employees another interim relief of Rs. 5,000/- to each employee within two months to tide over their difficulties.

We have made the above only as recommendations and not as directions, when virtually a town is closed as a result of closure of BGML, special provisions are necessary and we do hope that the Central Government will do justice to the poor and suffering employees, as expeditiously may at its discretion modify the recommendation. The Central Government may also consider any fresh proposals for revival if it so deem fit. Be that as it may.

28.2.2 The Union Cabinet has considered the recommendations of the Hon'ble High Court in 2006 as mentioned hereunder:

"*i) Reopening the Special Terminal Benefit Package (STBP), already approved by the Cabinet earlier, to the employees of BGML for another period of one month from the date of opening, involving an expenditure of Rs.72.45 Crores;*

ii) Ex-post facto approval for reopening of STBP in BGML with effect from 20.12.2002 for a period of one month;

iii) Sale of houses of various categories to the ex-employees of the company at rates suggested by the High Court.

iv) Floating an open global tender, inviting bids for purchase of the assets of BGML;

v) Adopting the procedure of setting up Inter Ministerial Group for overseeing the tender etc.

vi) Offering the highest bid received in the tender to the Employees' society/company set up by the society;

vii) In principle approval to write-off the liabilities to the extent these are not met from the proportionate share of the proceeds from assets disposal;

viii) No allotment of excess land to ex-employees by way of a special dispensation and;

The decision of the Cabinet will pave the way for smooth closure of BGML."

28.2.3 The Government of India released budgetory support and re-opened the Special Terminal Benefit Package (STBP) with effect from 22.12.2006. All the employees except four employees whose settlement is pending as they not received the settlement amount sent by post. The sale value of houses related to land under plinth area at rates suggested by the High Court has been recovered from final settlement and the sum so recovered was accounted as 'advance from employees' pending further formalities on transfer of ownership.

28.2.4 An Inter Ministerial Group (IMG) under chairmanship of Secretary (Mines) was set up in December 2006 to oversee the tendering process for sale of assets of the Company. Consultants were appointed in 2007 for assessing the value of assets of the Company and for preparation of Detailed Information Memorandum of Company's assets and Global Tendering Document for sale. The draft of Detailed Information Memorandum of Assets and Global Tendering document submitted by the Consultants were approved by the IMG. These draft documents were submitted to the Hon'ble High Court of Karnataka (Company Court) on 9th July 2008. The Hon'ble Judge permitted in July 2009 to issue Global Tender with certain amendments in the draft documents. The Company and the Government filed appeal before the Hon'ble Division Bench of the Court in October 2009 to set aside the order for amendments in the draft tender documents. The Hon'ble Division Bench in its order made available in August 2010 set aside the order of Single Bench and also dismissed all the applications filed by the Company and the Government and directed the Government to re-examine the whole scenario afresh.

28.2.5 The Government and the Company filed a Special Leave Petition (SLP) in the Hon'ble Supreme Court of India. The SLP was disposed off on 09-07-2013 by setting aside the order of the Division Bench of the High Court impugned in the Special Leave Petitions and permit the Union of India to proceed with the global tender in accordance with the decision taken by the Cabinet in July 2006. M/s MECON Ltd. were engaged in November 2013 as 'Service Provider' for providing services to BGML for Global Competitive Bidding Process for sale of its assets under the supervision of the IMG and the Ministry. Meanwhile, all the mining leases of the Company were expired. Subsequently Amendment of Mines and Mineral (Development and Regulation) Act 2015 does not permit transfer of mining lease which obtained by allotment. Thus, Global Tendering has become legally not feasible.

28.2.6 Meanwhile, further proceedings under the Companies Act, 1956 & the Companies (Court) Rules, 1959 are continuing at the Company Court/High Court and subjudice. As such, adjustments & provisions etc are not made in financial statements on any matters relating to liabilities, classification and realization of various assets and discharge of its liabilities if Company is not able to continue its business as a '**going concern**' consequent to the impending process of law. Therefore, preparation of accounts on a 'Going Concern' basis has been continued in the absence of adequate necessary data for compilation of accounts on an alternative basis. Consequent adjustments/impacts on the accounts of the company, if any, not carried out.

28.2.7 In view of the facts stated in preceding paragraphs, the Accounting Standards viz. i) Valuation of Fixed Assets (AS 10), ii) Segment reporting (AS 17), iii) Related party disclosure (AS 18), iv) Accounting for

Taxes (AS 22), v) Discontinued operations (AS 24) and vi) Impairment of assets (AS 28) that are relating to preparation of financial statements are not applied as either not relevant or not practicable at this stage.

Note 28.3 Land and Property Lease

This includes various leases of land and properties viz.,

(i) 117.95 acres leased to various private Parties & Institutions.

(ii) 1,109.00 acres together with the properties viz., buildings of Central Workshops (Mech.), Nundydroog Workshop along with fixtures, fittings, some machinery temporarily (10 years) leased to BEML Ltd. which expired on 05-05-2014. However, pending decision of outright sale / permanent lease of these leased properties to BEML Ltd. by the Government/High Court, these leased properties are still in the possession of them. The amount of Rs. 1.00 Crore received in this regard as non-refundable deposit during the year 2004-05 under terms of this lease from BEML has been accounted under 'Current Liabilities' and the same has been deposited in the High Court on 17-07-2008 together with interest accrued till 15th July 2008, as per the directions of Hon'ble High Court of Karnataka and the same has been accounted as 'deposits' under Loan and Advances(Asset) in the books of the company. BEML has expressed to retain 28.35 Acres of Land and return remaining 1080.65 Acres leased land to BGML. The matter is at respective Administrative Ministry of BGML and BEML.

Note - 28.4 Mining Leases

28.4.1 Mining leases in Andhra Pradesh

The Mining leases in Andhra Pradesh are as detailed below:

Location	Area in acres	Lease w.e.f.	Date of Expiry
Chigaragunta	551.00	30/08/1988	29/08/2008
Ramagiri	416.18	05/11/1982	04/11/2002
Bisanatham/Athinatham	105.25	12/03/1993	11/03/2013

The Government of Andhra Pradesh has determined all the three mining leases and refused to renew them.

Company has filed Revision Application (RA) before the Revisional Authority, Government of India, Ministry of Mines against the orders of the Government of Andhra Pradesh on its refusal to renew the leases in respect of Yeppamanai Mine, Chigaragunta mines and Old Bisanatham Mine. However, the Tribunal dismissed RA vide its order No.454/2011 dated 29-06-2011 on the contention that the dues of royalty and interest accrued thereon are not paid by the company.

Company has filed a Writ petition No.3055/2013 and 35112/2015 in the Hon'ble High Court of Andhra Pradesh against the orders of the Tribunal in respect of mining leases of Yeppamana Mine, Chigarigunta Mines and Old Bisanatham Mine and the same was admitted. Meanwhile, the Government of Andhra Pradesh issued a Notification No.8322/P-MBA/2017-1 dated 23-04-2018 for bids for grant of mining leases in respect of Gold Block in Chigaragunta Bisanatham Mineral Block over an extent of 262.01 Hectares including parts of BGML mining Lease area.

In this regard, Company sought the clarification from the Director, Mines and Geology, Government of Andhra Pradesh requesting them not to include leased area of BGML in NIT to avoid legal issue as the matter is subjudice.

Meanwhile, the BGML ex-employees' Forums (a) M/s Bharat Gold Mines All Employees Industrial Co-operative Society Ltd. and (b) M/s Global Gold Mines Employees Industrial Co-operative Society Ltd. have filed writ petitions before the Hon'ble High Court of Jurisdiction of Hyderabad for the State of Telangana and State of Andhra Pradesh to stay the Notification issued by the Govt. of A.P., all further proceedings for bids for grant of mining leases with respect to Gold Block in Chigaragunta - Bisanatham Mineral Block over an extent of 262.01 Hectares.

In the changed Mineral Legislation and Mineral Administration Environment, BGML files applications before the Hon"ble High Court of Andhra Pradesh for withdrawing the WPs filed. The applications are considered by the Hon"ble High Court and "WPs are dismissed as withdrawn". Since the WPs are dismissed, the company does not have any right over the mining lease area already held by BGML.

28.4.2 Mining leases in Karnataka

The Mining leases over an area of 12882.01 acres at Bangaradhagani and other villages (KGF), Kolar District, Karnataka renewed in favour of BGML w.e.f 09.08.1993 for a period of twenty years. The mining lease period expired on 8.8.2013 and the company has filed an application with the Government of Karnataka for renewal of mining lease one year before the expiry of the lease period.

The renewal of mining lease is being pursued with the Government of Karnataka. Post amendment of MMDR, leases cannot be transferred except the lease obtained through open auction procedure as specified in the Rules.

Government of Karnataka has stated that they would renew the mining leases for BGML but not in favour of any successful Bidder in case of sale of assets of BGML. Hence, it is difficult to implement the Cabinet decision of 2006. However, in present scinero the Lease has been expired on 08.08.2023.

In view of amendments to the MMDR Act in 2015, GOI proposed to Government of Karnataka for possible terms of taking over of Bharat Gold Mines Limited. However, the Government of Karnataka have conveyed that the proposal of the GOI to transfer its entire share holding in BGML held in the name of the President of India in favour of Governor of Karnataka for a token amount on 'as is where is basis' is not acceptable to government of Karnataka during 2015. Presently, government of Karnataka requesting to transfer unencumbered land of BGML, for development of Industrial Park. The proposal is being pursued in MOM.

Ministry of Mines explored the possibilities of reviving BGML gold mines or otherwise and getting explored by Mineral Exploration Corporation Ltd. (MECL) in the unexplored area. The Tailing dumps of BGML is being tested by NFTDC, Hyderabad for recovery of Gold and other metals under the R & D Programme of Ministry of Mines. MECL and NFTDC have submitted their reports. The reports were shared with DMT, the interaction consultant appointed as Management and Technical consultation to study the feasibility and suggest way forward. The DMT consultant opined the reopening of mines is not economically viable option and also suggest to auction two blocks explored by MECL, extraction of gold from tailings monetization land parcel and sale of plant and machineries as scrap. Also opined NFTDC findings are R & D initiative and not yet proved in industrial scale.

28.5 Advances, Sundry Debtors and Creditors

28.5.1 Balances of debtors and creditors are subject to confirmation and reconciliation.

28.5.2 The outstanding balances in respect of Advances, Sundry Debtors and Sundry Creditors were reviewed to the extent of such position ascertained. Further review is continuing to ascertain the factuals. No provision is being made in the accounts in respect of some debts/advances which are outstanding for a period of more than 3 years and that not confirmed by the parties.

28.5.3 In the absence of relevant information, amounts due to Small Scale Industrial Undertakings and other than Small Scale Industrial Undertaking are not given as required by Gazette Notification dated 22-02-1999 by Government of India Ministry of Law, Justice and Company Affairs (Department of Company affairs). Similarly, the provision of Section 22 of Micro, Small & Medium Enterprises Development Act 2006 are not complied.

Note 28.6 Other Information

28.6.1 In view of closure of the operations since March, 2001, the installed capacity, production, capacity are NIL and not available.

28.6.2. Finished Goods:

Figures in brackets relate to previous year. (Rs. in Lakhs)

Particulars	Unit	Opening Stock	Production/ Transfers	Sales	Adjustment for missing	Closing Stock	Sale Value
Gold	Gms.	34.67	Nil	Nil	-26.07	8.6	0.22
Silver	Gms.	384	-	-	-384	0	Nil

28.6.3. Raw Materials:

(Rs. in Lakhs)

	HOLLOW DRILL STEEL				T.C. INSERTS			
	2023-2024		2022-2023		2023-24		2022-23	
	Kg.	Gms	Kg.	Rs. in L	Nos.	Rs.in L	Nos.	Rs.in L
Opening stock	5057	2.25	5057	2.25	881	1.76	881	1.76
Purchases/ Adjustment	-	-	-	-	-	-	-	-
Closing Stock	5057	2.25	5057	2.25	881	1.76	881	1.76
Consumption	-	-	-	-	-	-	-	-

28.6.4 C.I.F. value of Imports: NIL (LY. Nil)

28.6.5 Expenditure in foreign currency: NIL (LY. Nil)

28.6.6 Expenditure on Foreign Travel: Nil (LY. Rs. Nil)

28.6.7 Previous year figures have been suitably regrouped wherever necessary to conform with the current year's presentation.

28.6.8 In view of (i) opinion by BIFR for winding up of the Company under Sick Industrial Companies (Special Provisions) Act 1985, (ii) the confirmation of the referred opinion of BIFR by Hon'ble High Court of Karnataka, (iii) closure permission granted by the Ministry of Labour, Government of India u/s 25(O) of Industrial Disputes Act, 1947 w.e.f 01.03.2001, all production, mining and sale activities were stopped. As the result thereof, the production, turnover, capacity utilization, exploration and any other normal business activities for the year under report, 2023-24 were NIL. However the preparation of Annual Accounts of the Company for the financial year ended 31.03.2024 has been done on "Going Concern" basis.

For & on behalf of Board of Directors - BGML

Sd/-
(R.P. Gupta)
Director (Finance)
DIN 10552791

Date: 31-07-2024

Sd/-
(Vivek Kumar Sharma)
Director
DIN 10101407

As per our report of even date attached herewith

For **Mohammed Iqbal and Co.**
Chartered Accountants
Firm Reg. No. 007109S
Sd/-
(Mohammed Iqbal. B)
Proprietor
Membership No. 023738

Place: Bengaluru,
Date: 31-07-2024.

REVISED INDEPENDENT AUDITOR'S REPORT

(Issued consequent to Provisional Comments by Director, CAG, vide letter No DGCA/A/c/Desk/2023-24/BGML/1.61/533 dated 26th Sep 2024 and it supersedes our Independent Auditor's Report dated 05th Aug 2024)

TO
THE MEMBERS OF BHARAT GOLD MINES LIMITED
KOLAR GOLD FIELDS

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS:

We have audited the accompanying financial statements of **BHARAT GOLD MINES LIMITED** (herein after referred as the 'Company'), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit & Loss, and the statements of Cash Flows for the year then ended on that date, and 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, because of the significance of the matter discussed in the Basis for Adverse Opinion section of our report, the accompanying financial statements do not give a true and fair view in our conformity with the accounting principles generally accepted in India, of the state of affairs of the company, as at March 31, 2024 and its Loss, and the cash flows for the year on that date.

Basis for Adverse Opinion

a) We are of the opinion that accounts prepared on a Going Concern concept is not appropriate to the company in the context of the development detailed Note 28.2.1 to 28.2.7 of Notes forming part of accounts relating to the Status of the Company.

b) As per the Note 11.2 read with Note 12.2 to 12.4 of Notes forming part of accounts there is sale (acquisition) of Company Land to SW Railways and NHA and amounts deposited with HC of Karnataka. The Accounting for the same to be made after ascertaining receipt of the amounts on behalf of BGML from Hon'ble High Court. This results in overstatement of fixed assets and Net Loss as per the P & L statement.

c) As per the Note 11.3 of Notes forming part of accounts regarding the Company has 10911 residential accommodations in its township for officers and employees. Out of this, 2812 quarters were sold under STBP Scheme as per the directions of GOI, In the remaining 8099 quarters, 4477 houses are given on lease/rent, 37 houses were given NIMH and NIRM, 4 houses abandoned vacant, and 3581 quarters are un-authorisedly occupied.

We are unable to quantify the implications on the financial statements for want of relevant information.

d) In view of Note 11.4 forming part of accounts regarding the land (over 10 acres approximately) appurtenant to properties transferred to National Institute of Rock Mechanics which are in their possession stand retained in the books pending transfer of title and completion of legal and other formalities.

We are unable to quantify the implications on the financial statements for want of relevant information.

e) As per the Note 11.5 of Notes forming part of accounts regarding approximately 31.90 acres of built up area of 2812 houses marked to be sold to ex-employees who were on the rolls at the time of closure of the

company as per directions of GOI under STBP Scheme. Out of which Employees have paid the sale value for 2732 houses to the tune of Rs. 2,16,94,867 (Approximately at an average rate of Rs. 15/- per sq. ft.) and the sale value is retained in the books pending transfer of title and completion of other formalities. The decision on the transfer of courtyard around the quarters (Approximately 91 acres) and its extend and sale value is yet to be finalized. Employees staying in 75 houses still have to pay the sale value. They are charged nominal monthly rent. 5 houses are abandoned and left vacant.

We are unable to quantify the implications on the financial statements for want of relevant information.

f) Note 14.2, 14.3 and 14.6 of Notes forming part of accounts regarding non accounting of 13.2 metric tons of recoverable gold, 14 Nos. specimen ore samples of Rock weighing 12,386 grams and platinum crucibles with assay items and 340 metric tons of ore.

We are unable to quantify the implications on the financial statements for want of relevant information.

g) The Cash Flow Statement prepared is not in complaint with AS-3.

KEY AUDIT MATTERS

Except for the matter described in the Basis for over Adverse Opinion section, we have determined that there are no other key audit matters to communicate in our report.

INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITORS' REPORT THEREON:

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appear to be materially misstated.

If based on the work we have performed we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

MANAGEMENT RESPONSIBILITY FOR THE FINANCIAL STATEMENTS:

The Company's Board of Directors are responsible for the preparation and presentation of these financial statements in term of the requirements of the Companies Act, 2013 that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also include maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements the management of the company are responsible for assessing the ability of the Company 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 Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

AUDITOR'S RESPONSIBILITY:

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 auditor's 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:

(i) 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.

(ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

(iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

(iv) 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 ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such a disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

(v) 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.

Materially, the magnitude of misstatement in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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 compiled 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extreme rare circumstances, we determine that a matter should not be communicated in our report because these adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS:

1. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Government of India in its terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the **Annexure I** a statement on the matters specified on the paragraphs 3 and 4 of the said order.

2. We are enclosing our report in terms of Section 143 (5) of the Act, on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, in the **Annexure II** on the directions issued by Comptroller and Auditor General of India.

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

a. We have sought and except for the possible effects of the matter discussed in the Basis for Adverse Opinion section of our report, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b. Except for the possible effects of the matter discussed in the Basis for Adverse Opinion section of our report and non-maintenance of Records showing full particulars, including quantitative details and situation of fixed assets, in our opinion proper books of accounts as required by law have been kept by the Company so far appears from our examination of those books.

c. Except for the possible effects of the matter discussed in the Basis for Adverse Opinion section of our report, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d. Except for the possible effects of the matter discussed in the Basis for Adverse Opinion section of our report and Note No. 28.2.7 of Notes forming part of accounts, the financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. In view of exemption given vide Notification No. G.S.R. 463(E) dated June 5, 2015 issued by Ministry of Corporate Affairs, provisions of Section 164(2) of the Act regarding disqualification of the Directors are not applicable to the company.

f. With respect to the adequacy of the internal financial controls with reference to the financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in **'Annexure III'**.

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:

a) The Company has disclosed the impact of pending litigations on its financial position in its financial statements. Refer Note 28.1 of Notes forming part of accounts.

b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

d) (1) The Management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(2) The Management has represented, that, to the best of its knowledge and belief, as disclosed in the notes to accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(3) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

f) The Company has not declared or paid any dividend during the year.

g) The Company has not used such accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility as such commenting on its operations does not arises.

For **Mohammed Iqbal and Co.**
Chartered Accountants
Firm Reg. No. 007109S
Sd/-
(Mohammed Iqbal. B)
Proprietor
Membership No. 023738
UDIN: 24023738BJZVUC6894

Place: Bengaluru,
Date: 01-10-2024.

'ANNEXURE I' TO THE INDEPENDENT AUDITOR'S REPORT

As referred to in Paragraph 1 under the heading 'Report on Other Legal and Regulatory requirement of our report of even date to the members on the financial statements of the Company for the year ended March 31, 2024:

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

1. (a) (A) Records showing full particulars, including quantitative details and situation of Property, Plant and Equipments was not made available for our verification and consequently we are unable to comment whether or not the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment. (B) The Company is not holding in any intangible Assets.

   (b) As explained to us, though the Property Plants and Equipments are not being physically verified by the management at reasonable intervals, the item wise physical stock verification of the excluding land has been carried out during the year 2019-20 by the external auditor whose report accepted by the management. And valuation of the assets and reconciliation of Physical verification report with the Property Plants and Equipments Register is not done as the same is both confidential and subjudice. Accordingly, discrepancies, if any, were not dealt with the books of account.

   (c) As explained to us, the title deeds of immovable properties are held in the name of the company except in the case of freehold Land to the extent of 77.61 acres (Original Cost of Rs. 0.86 lakhs) at Ramagiri, Andhra Pradesh where the title deed/sale deed was not made available for Verification.

   (d) The Company has not revalued its PPE during the year as such there is nothing to comment in this regard.

   (e) The Company does not hold any benami property as such there is nothing to comment in this regard.

2. (a) The inventories are not being physically verified by the management at reasonable intervals, the item wise Physical stock verification of inventories has been carried out during the year 2019-20 by the external auditor. And the valuation of the inventory is not done as the same is both confidential and subjudice. Accordingly, discrepancies, if any, were not dealt with the books of account.

   (b) During no point of time the company was sanctioned working capital from any bank or financial institution. Hence there is nothing to comment in this regard.

3. The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence reporting under clause (iii) of the Order is not applicable

4. The Company has not granted any loans, made investments or provided guarantees or securities and hence reporting under clause (iv) of the Order is not applicable.

5. The Company has not accepted any deposits and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there are not applicable to the company.

6. The maintenance of Cost Records has been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company. As per the information and explanations given to us and with reference to the status of the Company enumerated in Note 28.2, the Company has ceased operations and hence the cost records are not being maintained.

7. a) According to information and explanations given to us and on the basis of our examination of the books of account and records, the Company is not regular in depositing undisputed statutory dues.

   b) According to information and explanations given to us, there are no dues under dispute in respect of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, and Value Added Tax.

8. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income inthe tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

9. (a). The Company has defaulted in repayment of Loan to Government of India and the details of the same as at 31st March, 2023 are as under:

Nature of Borrowing, including debt securities	**Name of the Lender**	**Amount not paid on due date (Rs.)**	**Whether Principal or Interest**	**No of days delay of unpaid**	**Remarks, If any.**
Unsecured Loans: Plan & non-Plan	Govt. of India	219,29,20,000.00	Principal	NA	Company is a closed PSE of Govt. of India.
Unsecured Loans: Plan & non-Plan	Govt. of India	17,78,61,98,686.00	Interest	NA	Company is a closed PSE of Govt. of India.

   b). The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
   (c). The Company has not taken any term loan during the year and there are no unutilised term loans at the beginning of the year and hence, reporting under clause (ix)(c) of the Order is not applicable.
   (d). The Company has not raised any funds on short term basis during the year and hence, reporting under clause (ix) (d) of the Order is not applicable.
   (e). The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause (ix)(e) of the Order is not applicable.
   (f). The Company has not raised any loans during the year and hence reporting on clause (ix) (f) of the Order is not applicable.

10. (a) The Company has not issued any of its securities (including debt instruments) during the year and hence reporting under clause (x)(a) of the Order is not applicable.
    (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x)(b) of the Order is not applicable to the Company.

11. (a) To the best of our knowledge no fraud by the Company or no material fraud on the Company has been noticed or reported during the year.
(b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
(c). As represented by the Management, there was no whistle blower complaints received by the Company during the year (and upto the date of this audit report).
12. The Company is not a Nidhi Company and hence reporting under clause (xii) of the CARO 2020 Order is not applicable.
13. In our opinion, the Company does not have any related party transactions and hence compliance with Section 177 and 188 and Accounting Standards are not applicable to the Company.
14. (a). The Company does not have Internal Audit System.
(b). In the absence of Internal Audit System, the question of considering Internal Audit Report does not arise.
15. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 Hence, reporting under clause (xvi)(a), (b) and (c) of the order is not applicable.
17. The Company has incurred cash losses amounting to Rs. 61.30 Crores during the financial year covered by our audit. During the immediately preceding financial year though there was cash loss of Rs. 68.71 Crores.
18 There has been no resignation of the statutory auditors of the Company during the year.
19 According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, we are of the opinion that material uncertainty exists as on the date of the audit report that Company may not be capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
20 Provision of Section 135 of the Act is not applicable to the company; hence reporting under clause 3(xx) of the Order is not applicable.

For Mohammed Iqbal & Co
Chartered Accountants
Firm Reg. No. 007109S

Sd/-
(**Mohammed Iqbal. B**)
Proprietor
Membership No.023738
UDIN: 24023738BJZVUC6894

Place: Bangalore,
Date: 01-10-2024.

'ANNEXURE II' TO THE INDEPENDENT AUDITOR'S REPORT

As referred to in paragraph 2 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date of the financial statement of the company for the year ending 31st March 2024.

Sl. No.	Directions	Action Taken	Impact on the accounts and Financial Statements
1.	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting of accounting transactions outside IT system on integrity of the accounts along with the financial implications, if any, may be stated.	The Company is using tally software to record accounting transactions and is not having its own IT System enabling audit trail. As there are no accounting transactions outside IT System there are no adverse financial implications	Nil.
2.	Whether there is any restructuring of an existing loan or cases of waiver/ write off of debts/loans/interest etc., made by a lender to the company due to the company's inability to repay the loan? if yes, the financial impact may be stated.	No.	Nil.
3.	Whether funds/grants/subsidy etc., received/receivable for specific schemes from central/state agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	Not Applicable.	Nil.

For MOHAMMED IQBAL & CO.
Chartered Accountants
Firm's Reg No. 007109S

Sd/-
(B. Mohammed Iqbal)
Proprietor
Membership No.023738
UDIN: 24023738BJZVUC6894

Place: Bangalore,
Date: 01-10-2024.

'ANNEXURE III' TO THE INDEPENDENT AUDITOR'S REPORT

Annexure referred to in Paragraph 3(f) under the heading 'Report on other Legal and Regulatory Requirement' of our report of even date to the members on the Financial Statements of the Company for the year ended 31-03-2024.

Report on the Internal Financial Controls with reference to financial statements of the Company under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls with reference to financial reporting of Bharat Gold Mines Limited ('the Company') as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS:

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

AUDITOR'S RESPONSIBILITY:

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

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

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:

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

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal control over financial reporting, such that there is a reasonable possibility that a material misstatement of the division's annual financial statements will not be prevented or detected on a timely basis.

DISCLAIMER OF OPINION

The system of internal financial controls over financial reporting with regard to the Company were not made available to us to enable us to determine whether the Company has established adequate internal financial control over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2023.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company, and the disclaimer has affected our opinion on the financial statements of the Company and we have issued an adverse opinion on the financial statements.

For **Mohammed Iqbal and Co.**
Chartered Accountants
Firm Reg. No. 007109S

Sd/-
(Mohammed Iqbal. B)
Proprietor
Membership No. 023738
UDIN: 24023738BJZVUC6894

Place: Bengaluru,
Date: 01-10-2024.

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143 (6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF BHARAT GOLD MINES LIMITED FOR THE YEAR ENDED ON 31 MARCH 2024.

The preparation of financial statements of Bharat Gold Mines Limited for the year ended on 31st March 2024 in accordance with the financial reporting frame work prescribed under the Companies Act, 2013 (Act) is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on the independent audit in accordance with the Standards on Auditing prescribed under Section 143 (10) of the Act. This is stated to have been done by them vide their Audit Reported dated 01st October, 2024 which supersedes their earlier Audit Report dated 05th August, 2024.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Bharat Gold Mines Limited for the year ended 31 March 2024 under Section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the statutory Auditor and company personnel and a selective examination of some of the accounting records. The Audit Report has been revised by the Statutory Auditor to give effect to some of my audit observations raised during supplementary audit.

In addition, I would like to highlight the following significant matters under section143(6)(b) of the Act which have come to my attention and which in my view are necessary for enabling a better understanding of the financial statements and the related audit report:

A. Comments on Financial Position
Comment: 1
Balance Sheet
Liabilities
Other Current Liabilities-Rs 6.62 crore

The above is understated by ₹ 43.79 crore due to non- inclusion of Environmental Protection Fee (EPF) payable to Government of Karnataka.

Government of Karnataka imposed (G.O. No. FEE 25 ENG 2008 dated: 04.02.2009) an Environmental Protection Fee (EPF) at the rate of ₹ 84,000/Hectare on the non-forest land/patta land/ Revenue land that is permitted to be used for mining/quarrying. As per the terms of the G.O. the demanded amount was to be remitted within 3 months from the date of the order.

BGML received a demand of ₹ 43.79 crore for the payment of EPF from the Government of Karnataka on 30.03.2009, reminder was also issued vide letter dated 26.05.2011. Audit observed that despite demand being raised from Government of Karnataka in 2009, BGML has shown this amount under Contingent Liability and no provision was created towards EPF payable. Since the payment of EPF is a Statutory Obligation and a clear liability on the part of BGML, non-provision

towards EPF payable has resulted in an understatement of other current liabilities as well as understatement of accumulated losses by ₹ 43.79 crore.

B. Comment on Cash Flow
Comment: 2
Cash Flow Statement

The company has not prepared the cash flow statement in the format specified in Accounting Standard (AS)3. The cash flows from operating, investing and financing activities of the Company are not segregated in the cash flow statement.

This resulted in non- compliance to the Accounting Standard and its own Significant Accounting Policy No. 4 pertaining to cash flow statement.

C. Comments on Disclosure
Comment: 3
Notes to Accounts

As per the amendments made to Schedule III of the Companies Act 2013 by the Central Government, notified vide a notification dated 24.03.2021 and effective from 01.04.2021,various ratios like current Ratio, Debt-Equity Ratio, Debit Service coverage Ratio, Return on Equity ratio etc. are required to be disclosed by the companies as Additional Regulatory Information.

The Company has, however, not disclosed the above ratios in the financial statements of the company for the year ended 31 March 2024. This has resulted in non-compliance to the provisions of the Schedule III of the Companies Act 2013.

Sd/-
(C. SAILAJA)
Director General
Hyderabad

Place: Hyderabad,
Date: 14th October, 2024.



Pic: Edgar Shaft, BGML, KGF



Pic: New Trial Shaft, BGML, KGF

भारत गोल्ड माइन्स लिमिटेड
(भारत सरकार का उधम)
पंजीकृत कार्यालय : सुवर्ण भवन
डाकघर: ऊर गाम, कोलार गोल्ड फील्ड्स
जिला : कोलार, कर्नाटक, भारत- 563120

BHARAT GOLD MINES LIMITED
(A Government of India Enterprise)
Registered Office: Suvarna Bhawan
Po: Oorgaum, Kolar Gold Fields
District: Kolar, Karnataka, India – 563120
Phone: 08153-295582/295581
email id: osdbgml@gmail.com