

ANNUAL REPORT

**MANGALAM
ALLOYS LIMITED**

FY: 2022-23

AY: 2023-24

CORPORATE INFORMATION

REGISTERED OFFICE & PLANT:

Plot No. 3123-3126, GIDC Phase III,
Chhatral Dist. Gandhinagar Gujarat
382729 India

CIN:

U27109GJ1988PLC011051

WEBSITE:

- www.mangalamalloys.com

BANKERS:

- State Bank of India
- Punjab National Bank

BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL:

- Mr. Uttamchand Chandanmal Mehta
(Whole Time Director)
- Mrs. Pushpa Uttamchand Mehta
(Non Executive Director)
- Mr. Tushar Uttamchand Mehta
(Managing Director)
- Mr. Sarat Chandra Pradhan
(Independent Director)
- Mr. Ghanshyambhai Kishorbhai Patel
(Independent Director)

COMPANY SECRETARY

- Mrs. Manmeetkaur Harshdeepsingh
Bhatia

CHIEF FINANCIAL OFFICER

- Mrs. Megha Tushar Mehta
(w.e.f 22nd October, 2022)
- Mr. Gaurav Rathore
(till 31st May, 2022)

AUDIT COMMITTEE

- Mr. Ghanshyambhai Kishorbhai Patel
- Mr. Sarat Pradhan Chandra
- Mr. Uttamchand Chandanmal Mehta

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

- Mr. Ghanshyambhai Kishorbhai Patel
- Mr. Uttamchand Chandanmal Mehta
- Mrs. Pushpaben Uttamchand Mehta

NOMINATION & REMUNERATION COMMITTEE

- Mr. Ghanshyambhai Kishorbhai Patel
- Mr. Sarat Pradhan Chandra
- Mrs. Pushpaben Uttamchand Mehta

STAKEHOLDER'S RELATIONSHIP COMMITTEE

- Mrs. Pushpa Uttamchand Mehta
- Mr. Uttamchand Chandanmal Mehta
- Mr. Ghanshyambhai Kishorbhai Patel

STATUTORY AUDITORS

- **M/s. KPSJ & ASSOCIATES LLP**
Chartered Accountants
(FRN: 124845W/W100209)
Address: B-1002 Mondeal Square,
Nr Prahladnagar Garden,
S G Highway-380015 Ahmedabad
Gujarat (O) 079-66653333
Email Id: info@kpsjca.com

COST AUDITORS

- **M/S. K V MELWANI & ASSOCIATES**
(FRN: 100497)
Address: P/2,5th Floor, Kalyani Apartment,4/A,
Sattar Taluka Society, Opp. C.U.Shah College
Ahmedabad-380014, Gujarat
Email Id: koushlya2001@yahoo.co.in

INTERNAL AUDITORS

- **M/s. P JAGETIYA & ASSOCIATES**
Chartered Accountants
FRN: 145992W
Address: B-403, Sumel Business Park-9,
Dudheshwar BRTS Road,
Shahibaug, Ahmedabad,
Gujarat 380004 (O): 079 4800 4310
Email Id: paragjagetiya26@hotmail.com

SECRETARIAL AUDITORS

- **Mrs. Shubhangi Agarwal**
Practicing Company Secretary
COP No: 23802
Address: C-170, 2ND Floor, Sumel Business Park-II
Kankaria Road, Ahmedabad-380022
M. No: +91-9898671863
E-Mail: agarwal shubhangi18@yahoo.in



Independent Auditor's Report

To
The Members
Mangalam Alloys Limited
(CIN: U27109GJ1988PLC011051)

Report on the Financial Statements

We have audited the accompanying financial statements of **Mangalam Alloys Limited** which comprises the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its Profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Key Audit matter	How our audit addressed key Audit matter
<p>Sale of investment of Mangalam Steel and Alloys Limited ('MSAL'), Vietnam which was the subsidiary of the company.</p> <p>During the year, the Company's Capital Contribution in Mangalam Steel and Alloys Limited ('MSAL'), Vietnam, erstwhile subsidiary of the company was sold to Meghjiyoti Impex Private Limited, a related party. Post the above transaction, the Company does not continues to exercise any control over MSAL and company's requirement of preparation of consolidated financial statements for financial year 2022-23 has been done away with.</p> <p>Further, a gain on sale of investment of Rs. 509.15 Lakhs is recorded and disclosed as other income in statement of profit and loss (Refer Note 20).</p>	<p>Our audit procedures included and were not limited to the following:</p> <ul style="list-style-type: none"> • Obtained and read the various agreements including board resolution in respect of the said transaction. • Assessed management position and basis with respect to accounting treatment for Sale of Company's ownership in "MSAL". • Obtained and read the opinions obtained by the Company from independent experts with respect to accounting for gain on sale of investment of MSAL. Assessed the objectivity and independence of these experts. • Assessed the accounting treatment and reviewed the disclosure made by the Company in the financial statements in this regard.
<p>Depreciation on Intangible assets</p> <p>The management uses estimates to assess useful life of Intangible Assets which have a significant impact on the accounts. The company also assesses whether an impairment indication exists and performs impairment test in Intangible Assets wherever such indications exist, which involve management's judgment of various factors including future growth rate etc. (Refer Note 11)</p> <p>As a result, the aforesaid matter was determined to be a key audit matter.</p>	<p>We have reviewed the judgments and methodology applied by management including technical assessment conducted in assessing the useful life of assets, considered the applicable rates prescribed in Schedule II of the Companies Act, 2013, and evaluated the system followed for periodic review. We have broadly reviewed the Company's impairment assessment process and workings of intangible assets including technical assessment of the management, key assumptions and judgement.</p>

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, 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 in the audit or otherwise appears 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.

Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) 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 includes maintenance of adequate accounting records in accordance with the provisions 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 implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

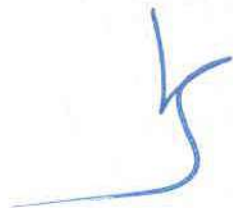
In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. That Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not



detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. 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 system in place and the operating effectiveness of such controls.

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

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability 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 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.

- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.


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

Report on Other Legal and Regulatory Requirements

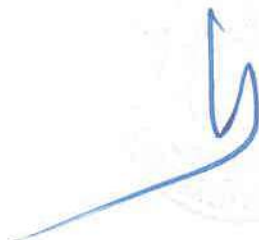
As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure 1, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;



- c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid 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. On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and
- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. Except disputed tax and labour liabilities mentioned in Annexure 1 point (vii) (c), the Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company for the period under review.
 - iv.
 - a) The management has represented that, to the best of its knowledge and belief that, 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, whether, 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;



- b) The management has represented, that, to the best of its knowledge and belief that, 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, whether, 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; and
- c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to their 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 mis-statement.
- v. The Company has not declared or paid dividend during the year, hence compliance with section 123 of the Companies Act, 2013 is not applicable.

For: KPSJ & ASSOCIATES LLP
(Chartered Accountants)
(FRN: 124845W/W100209)

Prakash Parakh

PRAKASH PRAKASH
(Partner)
(Membership No. 039946)
UDIN: 23039946BGXMPS3943
Place: Ahmedabad
Date: 21/04/2023



Annexure "1" to the Independent Auditor's Report (Contd.)

(Referred to paragraph under 'Report on other legal and regulatory requirements' section of the Independent Auditors' Report of even date to the members of Mangalam Alloys Limited on the AS financial statements for the year ended March 31, 2023)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

i.	<p>In respect of the Company's Property, Plant & Equipment and Intangible assets:</p> <p>(a)</p> <p>(A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use.</p> <p>(B) The company has maintained proper records showing particulars of intangible assets;</p> <p>(b) The company has a regular programme for physical verification of Property, Plant & Equipment in a phased periodic manner, which, in our opinion, is reasonable having regards to the size of the company and the nature of its assets. No material discrepancies were noticed on such verifications.</p> <p>(c) According to information and explanations given by the management, the title deeds/lease deeds of immovable Properties included in Property, Plant and equipment are held in the name of company.</p> <p>(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, plant and equipment (including Right-of-use assets) and intangible assets or both during the year.</p> <p>(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of benami Property Transactions Act, 1988 and rules made thereunder.</p>
ii.	<p>(a) Physical verification of inventory has been conducted at reasonable intervals during the year by the management and no material discrepancies were noticed on such physical verification;</p> <p>(b) During any point of time of the year, the company has not been sanctioned working capital limits in excess of Five Crore rupees, in aggregate, from banks or financial institutions.</p>
iii.	<p>According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not made any investments or provided any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties during the year under review; However, the company has provided Corporate Guarantee and Security during the Financial Year 2021-22 for the secured loan taken by one of the related parties of the company named Chandanpani Private Limited amounting to Rs. 4,50,00,000.</p>
iv.	<p>In our opinion and according to information and explanation given to us, in respect of loans, investments, guarantees and security, the Company has complied with the provisions of sections 185 and section 186 of the Companies Act, 2013.</p>



v. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.

vi. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for maintenance of cost records under section 148(1) of the Companies Act, 2013, related to the manufacturing activities, and are of the opinion that prime facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.

vii. In respect of statutory dues:

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2023 for a period of more than six months from the date they became payable,

(c) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute except followings:

Name of the statute	Nature of Dues	Amount (in Rs.)	Related Years	Forum where dispute is pending
Income Tax	Section 250 of Income Tax act, 1961	1,62,690	A.Y 2014-15	Jurisdictional AO
	Section 148 of Income Tax Act, 1961	9460	A.Y 2016-17	Jurisdictional AO
Labour Law	Labour Law	4,50,000 2,73,000	2003-04, 2006-07	Labour Court, Kalol
Value Added Tax	VAT	57,13,066	2010-11	Gujarat VAT Tribunal

viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.

ix. According to information and explanation given to us,
 (a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 (b) The company has not been declared wilful defaulter by any bank or financial institution or other

	<p>lender;</p> <p>(c) The company has accepted term loans for the period under review and used same for the purpose for which it was borrowed.</p> <p>(d) The company has not raised funds on short term basis which have been utilized for long term purposes.</p> <p>(e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.</p> <p>(f) The company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.</p>
x.	<p>(a) The company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the order is not applicable.</p> <p>(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence reporting under clause 3(x)(b) of the order is not applicable.</p>
xi.	<p>(a) According to the information available with us, no fraud by the company and no fraud on the company has been noticed or reported during the year.</p> <p>(b) According to the information available with us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors 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.</p> <p>(c) As represented to us by the management, there were no whistle-blower complaints received during the year and hence reporting under clause 3(xi)(c) of the order is not applicable.</p>
xii.	The Company is not a Nidhi Company has complied and hence reporting under clause (xii) of the order is not applicable.
xiii.	In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.
xiv.	<p>(a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business;</p> <p>(b) We have considered the internal audit reports of the Company issued till date for the period under audit.</p>
xv.	According to the information given to us, the company has not entered into any non-cash transactions with directors or persons connected with him Hence, the provisions of section 192 of Companies Act are not applicable to the company.
xvi.	<p>(a) According to the information given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Hence reporting under this clause not applicable to the company.</p> <p>(b) According to the information given to us, the company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Hence reporting under this clause not applicable to the company.</p> <p>(c) According to the information given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Hence reporting under this clause not applicable to the company.</p> <p>(d) According to the information given to us, there is no Core Investment Company (CIC) within the Group (as defined in the core investment companies (Reserve Bank of India) Directions, 2016) and</p>

	accordingly reporting under this clause not applicable to the company.
xvii.	According to the information given to us, the Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
xviii.	There has been no resignation of the statutory auditors during the year.
xix.	On the basis of the financial ratios, ageing and expected dates of realisation 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, nothing has come to our attention which causes us to believe that any material uncertainty exists as on the date of the audit report that indicating that company is not 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. We, however state that our reporting is based on the facts up to the date of audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
xx.	In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.
xxi.	The Company is not required to prepare consolidated financial statement hence this clause is not applicable.

For: KPSJ & ASSOCIATES LLP
(Chartered Accountants)
(FRN: 124845W/W100209)

Prakash Parakh

PRAKASH PARAKH
(Partner)
(Membership No. 039946)
UDIN: 23039946BGXMPS3943



Place: Ahmedabad
Date: 21/04/2023

"ANNEXURE 2" TO THE INDEPENDENT AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of **Mangalam Alloys Limited** 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 Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over the 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 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.

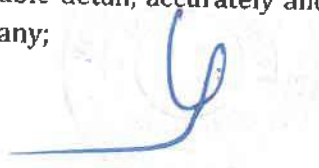
Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial 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 authorities 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 the 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 the changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For: KPSJ & ASSOCIATES LLP
(Chartered Accountants)
(FRN: 124845W/W100209)

Prakash Parakh

PRAKASH PARAKH
(Partner)
(Membership No. 039946)
UDIN: 23039946BGXMPS3943



Place: Ahmedabad
Date: 21/04/2023

MANGALAM ALLOYS LIMITED

CIN:U27109GJ1988PLC011051

Balance Sheet as at 31st March, 2023

Particulars	Note No.	(Amount in Lakhs)	
		As at 31st March 2023	As at 31st March 2022
I. EQUITY AND LIABILITIES			
1 Equity			
(a) Share Capital	1	1,855.95	1,855.95
(b) Reserve & Surplus	2	6,047.14	5,040.28
Liabilities		7,903.10	6,896.23
Non-Current Liabilities			
(a) Long Term Borrowings	3	5,753.50	6,732.67
(b) Deferred Tax Liabilities (Net)	4	774.38	486.30
(c) Long Term Liability	5	104.62	291.44
(d) Long Term Provision	6	41.16	46.58
Current Liabilities		6,673.66	7,556.99
(a) Short Term Borrowings	7	9,599.77	9,629.15
(b) Trade Payables	8	7,991.72	5,347.99
(c) Other Current Liabilities	9	798.92	552.98
(d) Short term provisions	10	234.47	83.76
Total		18,624.88	15,613.88
II. ASSETS			
Non-current assets			
(a) Property, Plant & Equipments	11	6,983.11	7,449.03
(i) Tangible assets	'11(a)'	758.22	796.14
(ii) Intangible assets	'11(b)'	610.00	-
(iii) Capital work-in-progress		8,351.33	8,245.17
(b) Non-current investments	'12'	4.00	1,921.89
(c) Deferred Tax Assets (Net)		-	-
(d) Long term Loans and Advances	'13'	33.03	32.23
(e) Other non-current assets		-	-
Current Assets		37.03	1,954.12
(a) Current investments		-	-
(b) Inventories	'14'	-	-
(c) Trade receivables	'15'	12,573.32	11,653.81
(d) Cash and Bank Balances	'16'	9,114.02	5,860.27
(e) Short-term loans and advances	'17'	137.61	138.50
(f) Other Current Assets	'18'	1,697.53	1,291.24
Total		1,290.80	923.99
Total		24,813.28	19,867.81
Total		33,201.64	30,067.10

Significant accounting policies & Notes to the financial statements 1 to 49 are accompanying.

As per our report attached
For KPSJ & ASSOCIATES LLP
Chartered Accountants
Firm's Registration No.124845W / W100209

Prakash Parakh

(PRAKASH PARAKH)

Partner

M.No.039946

UDIN :23039946BGXMPS3943

Date: 21/04/2023

Place: Ahmedabad

For and on behalf of Board of Directors,

Tushar Mehta
(Tushar Mehta)
Managing Director
DIN: 00187046

Megha Tushar Mehta
(Megha Tushar Mehta)
Chief Financial Officer

Uttamchand Mehta
(Uttamchand Mehta)
Whole Time Director
DIN: 00153639

Manmeetkaur Bhatia
(Manmeetkaur Bhatia)
Company Secretary

Date: 21/04/2023

Place: Ahmedabad

MANGALAM ALLOYS LIMITED
CIN:U27109GJ1988PLC011051
Statement of Profit and Loss for the year ended 31st March, 2023

(Amount in Lakhs)

Particulars	Note No.	For the year ended as on 31st March, 2023	For the year ended as on 31st March, 2022
Revenue			
Revenue from operations	19	30,292.25	30,936.90
Other Income	20	525.67	37.04
Total		30,817.92	30,973.94
Expenses:			
Cost of materials consumed	21	21,296.85	20,411.15
(Increase)/Decrease in Inventory of Stock in Trade	22	(479.45)	975.10
Employee Benefit Expense	23	1,485.69	1,859.96
Other Expenses	24	4,798.43	5,004.15
Depreciation and amortization expense		668.53	824.55
Financial costs	25	1,747.18	1,288.35
Total		29,517.23	30,363.26
Profit before exceptional and extraordinary items and tax		1,300.70	610.68
Exceptional Items		-	-
Profit before extraordinary items and tax		1,300.70	610.68
Extraordinary Items		-	-
Profit before tax		1,300.70	610.68
Tax expense:			
(1) Current tax	217.11		
Less: MAT Credit	217.11	-	-
(2) Deferred tax		288.08	104.70
Profit for the period		1,012.62	505.98
No. Of equity shares at the end of the year		1,85,59,527	1,85,59,527
Weighted No. Of equity shares at the end of period		1,85,59,527	1,85,59,527
Profit for calculation of E.P.S. (Rs.)		1,012.62	505.98
Nominal value of Equity shares (Rs.)		10	10
Earning per equity share:			
(1) Basic & Dilluted-Annualised		5.46	2.73

Significant accounting policies & Notes to the financial statements 1 to 49 are accompanying.

As per our report attached
For KPSJ & ASSOCIATES LLP
Chartered Accountants
Firm's Registration No.124845W / W100209

For and on behalf of Board of Directors,

Prakash Parakh

(PRAKASH PARAKH)
Partner
M.No.039946
UDIN : 23039946BGXMPS3943
Date: 21/04/2023
Place: Ahmedabad

(Tushar Mehta)

(Tushar Mehta)
Managing Director
DIN: 00187046

(Megha Tushar Mehta)
Chief Financial Officer

Uttamchand Mehta

(Uttamchand Mehta)
Whole Time Director
DIN: 00153639

Manmeet

(Manmeetkaur Bhatia)
Company Secretary

Date: 21/04/2023
Place: Ahmedabad

MANGALAM ALLOYS LIMITED
CIN:U27109GJ1988PLC011051
Statement of Cash Flow for the year ended as on 31st March, 2023

Particulars	(Rs.in Lakhs)	
	For the year ended as on 31st March, 2023	For the year ended as on 31st March, 2022
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit before taxation and extraordinary items	1,300.70	610.68
Adjustments for :		
Depreciation	668.53	824.55
Interest Paid	1,747.18	1,288.35
Interest Received	(10.61)	(32.71)
Loss on sale of assets	-	2.31
Profit On Sale of assets	(514.28)	(1.63)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	3,191.51	2,691.54
Adjustment for :		
Trade & Other receivables	(4,030.30)	435.39
Inventories	(919.51)	1,141.72
Trade Payables	3,113.00	(1,202.76)
CASH GENERATED FROM OPERATIONS	1,354.69	3,065.89
Income Tax Paid	(78.04)	-
CASH FLOW BEFORE EXTRAORDINARY ITEMS	1,276.65	3,065.89
Prior Year's Adjustment	(5.76)	(0.10)
NET CASH FLOW FROM OPERATING ACTIVITIES	1,270.89	3,065.79
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of fixed assets (including Capital Work in progress)	(783.07)	(1,374.06)
Non current Investment made	2,427.04	(2.31)
Sale/deduction in fixed assets	13.51	93.70
Interest Received	10.61	32.71
CASH USED IN INVESTING ACTIVITIES	1,668.09	(1,249.96)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Proceed from Issue of share capital	-	-
Premium/profit and loss Capitalized for Bonus Shares	-	-
Proceeds of Share premium	-	-
Share Issue Expenses	(186.81)	(143.73)
Proceed from long term Borrowings & Working Capital Finance	(1,008.54)	(408.04)
Interest Paid	(1,747.18)	(1,288.35)
NET CASH SURPLUS IN FINANCING ACTIVITIES	(2,942.53)	(1,840.12)
D. NET INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS	(3.55)	(24.29)
E. Opening Cash and cash equivalent	6.00	30.29
F. Closing cash and cash equivalent	2.45	6.00

As per our report attached

For KPSJ & ASSOCIATES LLP
Chartered Accountants
Firm's Registration No.124845W / W100209

Prakash Parakh

(PRAKASH PARAKH)
Partner
M.No.039946
UDIN: 23039946BGXMPS3943
Place: Ahmedabad
Date: 21/04/2023

For and on behalf of Board of Directors

Tushar Mehta

(Tushar Mehta)
Managing Director
DIN: 00187046

Megha Tushar Mehta
(Megha Tushar Mehta)
Chief Financial Officer

Uttam Mehta

(Uttamchand Mehta)
Director
DIN: 00153639

Manmeet
(Manmeetkaur Bhatla)
Company Secretary

Place: Ahmedabad
Date: 21/04/2023

MANGALAM ALLOYS LIMITED

Significant Accounting Policies:

(a) Basis of Accounting:

The financial statements have been prepared under the historical cost convention, on accrual basis, in accordance with the generally accepted accounting principles (GAAP) in India and applicable Accounting Standards referred to under section 133 of the companies act 2013 read with rule 7 of the companies (Accounts) rules 2014

(b) Revenue Recognition:

- (i) Revenue for the sales is recognised on the transfer of risk and reward. Revenue from job work is recognised on percentage of completion method based on completion of physical portation of the job.
- (ii) Interest income is recognised on accrual basis taking into account the amount outstanding and the rate applicable.
- (iii) Dividend income is recognised when right to received is established.

(c) Fixed Assets:

Fixed Assets are stated at cost of acquisition less accumulated depreciation.

(d) Depreciation / Amortisation

Depreciation on tangible fixed assets is provided for on the basis of straight line method as per the useful life specified in Schedule-II of the Companies Act, 2013 on pro rata basis.

Depreciation on intangible assets is provided on straight line method over the estimated useful life of 3 year on prorata basis.

(e) Impairment of Assets :

The carrying amount of assets is reviewed at each balance sheet date to determine whether there is any indication of impairment of assets. If any indication exists, the recoverable amount of such assets is estimated. An impairment loss is recognized whenever the carrying amount of an assets or its cash generating unit exceeds its recoverable

(f) Inventories:

Raw materials, Finished goods, semi-finished goods and consumable stores & spares are stated at lower of cost and net realisable value. Cost is calculated on weighted average basis except consumable stores & spares on FIFO basis.

(g) Investments:

Investments are stated at cost. Provision for diminution in the value of long term investments is made, only if, such a decline is other than temporary in nature in the opinion of the management.

(h) Retirement Benefits:

- 1) Contribution to provident fund and provision for leave encashment is charged to profit & loss Account.
- 2) Provision for gratuity liability is made based on actuarial valuation as at the Balance Sheet date and is charged to profit & loss account.
- 3) All other short term benefits for employees are recognised as an expense at the undiscounted amount in the Statement of profit & loss of the year in which the related service is rendered.

(i) Borrowing Cost:

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

(j) Foreign Currency Transactions :

(a) Transactions in foreign currency are accounted for at the exchange rate prevailing on the date of transactions. Assets and liabilities remaining unsettled at the end of the year other than covered by forward exchange contract are translated at the exchange rate prevailing at the end of the year and difference is adjusted to profit & loss account. The exchange gain or loss between forward exchange contract rate and exchange rate at the date of transaction are recognised in profit and loss account over the life of the

(b) Translation of overseas projects of non-integral foreign operations.

- i. Assets and liabilities at the rates prevailing at the end of the year
- ii Income and expenses at average of daily exchange rate prevailing for the transaction balances.
- iii Resulting exchange differences are accumulated in foreign currency translation reserve account

(k) Treatment of Export Entitlement Benefits:

Export entitlement benefits, in respect of scheme of the Exim policy, are accounted for on the basis of entitlement against eligible exports made during the year.

(l) Taxes on Income:

- a) Tax on income for the current period is determined on the basis of estimated taxable income computed in accordance with the provisions of the Income Tax Act, 1961.
- b) Deferred tax is recognized on timing difference between the accounting income and the estimated taxable income for the period and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.
- c) Deferred tax assets are recognized for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which deferred tax asset can be realized. But, if there are unabsorbed depreciation and carry forward of losses, deferred tax assets are recognized only if there is virtual certainty that sufficient future taxable income will be available to realize deferred tax assets.

(m) Use of Estimates :

The presentation of financial statements requires certain estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known / materialized.

(n) Earning per Share :

The company report basic & diluted EPS in accordance with AS 20 on "EARNING PER SHARE" issued by the council of the ICAI. Basic EPS is computed by dividing the Net profit/loss for the year by number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the results are in anti dilutive.

(o) Provisions, Contingent Liabilities and Contingent Assets

Provision involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and that probability requires an outflow of resources. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources. Where there is a possible obligation or a present in respect of which the likelihood of outflow of resources is remote, no disclosure is made. Contingent assets are neither recognised nor disclosed in financial statements.

(p) Accounting policies not specifically referred to are consistent with generally accepted accounting practices.

NOTES FORMING PART OF FINANCIAL STATEMENTS

NOTE : '1' SHARE CAPITAL	As at 31st March 2023 Rs. (In Lakhs)	As at 31st March 2022 Rs. (In Lakhs)
AUTHORISED : 2,50,00,000 (2,50,00,000) Equity Shares of Rs.10/-each	2,500.00	2,500.00
	2,500.00	2,500.00
ISSUED, SUBSCRIBED AND PAID-UP: 1,85,59,527 (1,85,59,527) Equity Shares of Rs.10 each fully paid up	1,855.95	1,855.95
	1,855.95	1,855.95

1.1 Reconciliation of the Equity shares outstanding at the beginning and at the end of year

Particulars	As on 31st March 2023		As on 31st March 2022	
	No of Shares	Rs. (In Lakhs)	No of Shares	Rs. (In Lakhs)
Shares outstanding at the beginning of the year	1,85,59,527	1,855.95	1,85,59,527	1,855.95
Shares Issued during the year	0	0.00	0	0.00
Shares bought back during the year	0	0.00	0	0.00
Shares outstanding at the end of the year	1,85,59,527	1,855.95	1,85,59,527	1,855.95

1.2 Details of shareholders holding more than 5% shares in the company

Sr. No.	Name of Shareholder	As on 31st March 2023		As at 31 March 2022	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1	Uttamchand Chandanmal Mehta	29,54,400	15.92	29,54,400	15.92
2	Tushar Uttamchand Mehta	62,50,199	33.68	62,50,199	33.68
3	Meghijoti Impex Pvt. Ltd.	32,15,160	17.32	59,75,160	32.19
4	AEML Investment Ltd	13,75,000	7.41	-	-
5	Yaayatl Marketing Pvt Ltd	13,85,000	7.46	-	-

1.3 Terms/Rights attached to Shares :

Each holder of Equity Shares of face value of Rs.10 each is entitled to one vote per share. The dividend is declared and paid on being proposed by the Board of Directors after the approval of the Shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company the holders of equity shares will be entitled to remaining assets of the company after or distribution of all liabilities. The distribution to equity share holders will be in proportion to the number of Equity Shares held by the Shareholders.

98839 Shares were allotted as Bonus Shares in the Last Five years by capitalized of security premium and retained earnings.

1.4 Details of Changes in Promoters Shareholding

Promoter name	As at 31st March 2023		
	No. of Shares held	% of total shares	% Change during the year
Uttamchand Chandanmal Mehta	29,54,400	15.92	-
Tushar Uttamchand Mehta	62,50,199	33.68	-
Mehta Uttamchand Jt. With Pushpadevi Uttamchand	6,92,520	3.73	-
Mehta Tushar Mehta	8,06,400	4.34	-
Meghijoti Impex Pvt. Ltd.	32,15,160	17.32	(14.87)
TOTAL	1,39,18,679	74.99	(14.87)

Promoter name	As at 31st March 2022		
	No. of Shares held	% of total shares	% Change during the year
Uttamchand Chandanmal Mehta	29,54,400	15.92	-
Tushar Uttamchand Mehta	62,50,199	33.68	-
Mehta Uttamchand Jt. With Pushpadevi Uttamchand	6,92,520	3.73	-
Mehta Tushar Mehta	8,06,400	4.34	-
Meghijoti Impex Pvt. Ltd.	59,75,160	32.19	-
TOTAL	1,66,78,679	89.87	-

NOTE : '2' RESERVE & SURPLUS	Rs. (In Lakhs)	As at 31st March 2023 Rs. (In Lakhs)	Rs. (In Lakhs)	As at 31st March 2022 Rs. (In Lakhs)
Security Premium Add: During the Year	662.13 -	662.13	662.13 -	662.13
	662.13		662.13	
General Reserve As per last year	18.16	18.16	18.16	18.16
	66.00		66.00	
Capital Reserve As per last year	66.00	66.00	66.00	66.00
	4,293.99		3,788.12	
Retained Earnings As per last Balance Sheet	4,293.99	5,300.86	3,788.12	4,293.99
Add : Profit During the year Less : Prior Year Income Tax	1,012.62 5.76		505.98 0.10	
		6,047.14		5,040.28

Note - '3' LONG TERM BORROWINGS

		As at 31st March 2023		As at 31st March 2022	
		Non-Current (Rs In Lakhs)	Current (Rs in Lakhs)	Non-Current (Rs. in Lakhs)	Current (Rs. In Lakhs)
A. Secured Loans					
(I)	Term Loan From Co- Operative Bank				
(a)	Secured Loan by equitable mortgage of factory Land & Building Situated at Block No.96 Paiki 3 & 98 Paiki 1, Mouje Chhatral Taluka Kalol, Gujarat and further guaranteed by two directors of the company.	69.79	20.68	90.55	19.17
(b)	Secured Loan against Hypo. of Plant and Machineries Situated at Block No.96 Paiki 3 & 98 Paiki 1, Mouje Chhatral Taluka Kalol, Gujarat and further guaranteed by two directors of the company.	7.25	64.71	73.21	58.85
(c)	Secured Loan against Hypo. of Plant and Machineries Situated at Block No.96 Paiki 3 & 98 Paiki 1, Mouje Chhatral Taluka Kalol Gujarat and further guaranteed by two directors of the company.	7.58	176.04	185.06	160.37
(d)	Secured Loan against Hypo. of Plant and Machineries Situated at Block No.96 Paiki 3 & 98 Paiki 1, Mouje Chhatral Taluka Kalol Gujarat further charge by way of equitable mortgage of land and building there at and further guaranteed by two directors of the company.	22.71	22.07	44.90	20.22
(e)	Secured Loan against Hypo. of Plant and Machineries Situated at Block No.96 Paiki 3 & 98 Paiki 1, Mouje Chhatral Taluka Kalol Gujarat further charge by way of equitable mortgage of land and building there at and further guaranteed by two directors of the company.	121.09	26.10	138.87	23.66
(II)	Term Loan from Financial Institution				
(b)	Secured by subservient charge on entire immovable property and movable assets (including current assets) with and located at Plot No.3123/24/25/26 GIDC Chhatral Taluka Kalol Gujarat while main charge is with a bank 6 herein and second charge on immovable property mentioned in 3A(II)(a) above and further guaranteed by the two directors and an Ex-director of the company and corporate Guarantee of Associate company.	298.96	-	-	-
(c)	Secured by first charge for three years & for Soft loan the charge shall be residual however after three years from date of disbursement both loan shall rank paripassu on first charge basis, by way of Hypothecation of movables, (except current assets) including movables plant & Machinery Spares, tools & accessories, office equipments, Computers, Furniture and fixtures, both present and future located at Plot No. 3246 and 3247, GIDC Chhatral Taluka Kalol Gujarat and further guaranteed by the two directors of the company.	-	43.00	43.00	168.00
(d)	Secured by first charge by way of hypothecation of movables (except current assets) including the movable plant & machinery, machinery spares, tools & accessories, office equipments, computers, furniture and fixtures, both present and future located at Plot No.3246 and 3247, GIDC Chhatral Taluka Kalol Gujarat already secured to same financial instituion in (II) (a) as above.	-	-	-	3.80
(e)	Secured by first charge by way of hypothecation of movables (except stock, bookdebts & current assets) including the movable plant & machinery, machinery spares, tools & accessories, office equipments, computers, furniture and fixtures, both present and future located at Plot No.3246 and 3247, GIDC Chhatral Taluka Kalol Gujarat already secured to same financial instituion in (II) (a) as above and guaranteed by the two directors & a relative of the directors.	469.51	240.00	709.51	240.00
(f)	Secured by first charge by way of hypothecation of movables (except current assets) including the movable plant & machinery, machinery spares, tools & accessories, office equipments, computers, furniture and fixtures, both present and future located at Plot No.3246 and 3247, GIDC Chhatral Taluka Kalol Gujarat already secured to same financial instituion in (II) (a) as above	15.00	44.40	59.40	44.40
(g)	Secured by first charge by way of hypothecation of movables (except current assets) including the movable plant & machinery, machinery spares, tools & accessories, office equipments, computers, furniture and fixtures, both present and future located at Plot No.3246 and 3247, GIDC Chhatral Taluka Kalol Gujarat already secured to same financial instituion in (II) (a) as above	193.94	110.82	314.00	101.59
(h)	Secured by first charge by way of hypothecation of movables (except current assets) including the movable plant & machinery, machinery spares, tools & accessories, office equipments, computers, furniture and fixtures, both present and future located at Plot No.3246 and 3247, GIDC Chhatral Taluka Kalol Gujarat already secured to same financial instituion in (II) (a) as above	195.60	24.40	220.00	-
(III)	Term Loan From Bank				
(a)	Rupee Term Loan From Deutsche Bank secured by first charge of plot located at Mouje Makarba, Taluka Vejalpur Dist.:- Ahmedabad Revenue Survery No.702/6/3 owned by a Director, is gauranted by two directors of the company and owner of the property.	1,225.86	65.69	1,280.95	77.85

(b)	Rupee Term Loan From Deutsche Bank secured by first charge of plot located at Mouje Makarba, Taluka Vejalpur Dist.:- Ahmedabad Revenue Survey No.702/6/3 owned by a Director, is gauranted by two directors of the company and owner of the property.	409.07	25.35	429.74	31.50
(c)	Rupee Term Loan GECL From Deutsche Bank secured by first charge of plot located at Mouje Makarba, Taluka Vejalpur Dist.:- Ahmedabad Revenue Survey No.702/6/3 owned by a Director, is gauranted by two directors of the company and owner of the property.	288.34	141.62	414.16	145.00
(d)	Rupee Term Loan GECL From Deutsche Bank secured by first charge of plot located at Mouje Makarba, Taluka Vejalpur Dist.:- Ahmedabad Revenue Survey No.702/6/3 owned by a Director, is gauranted by two directors of the company and owner of the property.	276.36	9.62	286.00	-
(d)	(Term Loan GECL (SBI) facility secured by entire stocks, receivable and all current assets of the company and fixed assets being Land, Building & Plant and Machinery at Plot No. 3123,3124,3125 & 3126 at GIDC Chhatral Taluka Kaiol Gujarat and ceding subservient charge in favour of lender in note 3 (ii) (b) above and collaterally secured by residual value of fixed assets charged for term loan as primary security & charge over three flats, building at Plot No. 3122 GIDC Chhatral Gujarat and office premises owned by a director and guaranteed by the two directors of the company.)	459.37	147.50	607.69	212.50
(e)	(Term Loan GECL (PNB) facility secured by entire stocks, receivable and all current assets of the company and fixed assets being Land, Building & Plant and Machinery at Plot No. 3123,3124,3125 & 3126 at GIDC Chhatral Taluka Kaiol Gujarat and ceding subservient charge in favour of lender in note 3 (ii) (b) above and collaterally secured by residual value of fixed assets charged for term loan as primary security & charge over three flats, building at Plot No. 3122 GIDC Chhatral Gujarat and office premises owned by a director and guaranteed by the two directors of the company.)	217.68	212.51	445.92	215.79
(IV)	From Bank against security of vehicles	8.04	0.00	19.40	13.92
B. Unsecured Loans		4,286.18	1,372.51	5,362.34	1,536.60
(i)	From Body Corporates	1,179.46	-	1,345.13	-
(ii)	From Directors	196.89	-	25.19	-
(iii)	From NBFC's	90.97	198.51	-	-
Amount disclosed under the head "Short Term Borrowings" (Note - 7 (C))			(1,571.02)	-	(1,536.60)
TOTAL		5,753.50	-	6,732.67	-

NOTE : '4' DEFERRED TAX LIABILITIES (NET)		As at 31st March 2023		As at 31st March 2022
Deferred Tax Liability:				
Timing Difference in Depreciation & Gratuity	486.30		381.60	
Add- Additional Timing Difference	288.08		-	
		774.38	104.70	
Deferred Tax Liability (Net)		774.38		486.30
				486.30

NOTE : '5' LONG TERM LIABILITY		2023		2022
		Rs. (In Lakhs)		Rs. (In Lakhs)
Long Term Capital Goods Trade Payable				
		104.62		291.44
	Total	104.62		291.44

NOTE : '6' LONG TERM PROVISION		As at 31st March 2023		As at 31st March 2022
		Rs. (In Lakhs)		Rs. (In Lakhs)
Gratuity		38.96	-	43.50
Leave Encashment		2.20	-	3.09
	Total	41.16		46.58

NOTE : '7' SHORT TERM BORROWINGS		As at 31st March 2023		As at 31st March 2022
		Rs. (In Lakhs)		Rs. (In Lakhs)
(A) Secured facilities from Banks				
(i) Working Capital		6,563.90	-	6,696.23
(ii) Bills Payable		544.39	-	414.65
<i>(Working Capital facility secured by entire stocks, receivable and all current assets of the company and fixed assets being Land, Building & Plant and Machinery at Plot No. 3123,3124,3125 & 3126 at GIDC Chhatral Taluka Kalol Gujarat and ceding subservient charge in favour of lender in note 3 (ii) (b) above and collaterally secured by residual value of fixed assets charged for term loan as primary security & charge over three flats, building at Plot No. 3122 GIDC Chhatral Gujarat and office premises owned by a director and guaranteed by the two directors of the company.)</i>				
(B) Secured facilities from Bank				
<i>(Pre-Shipment/Post Shipment facility secured by by first charge of plot located at Mouje Makarba, Taluka Vejalpur Dist.- Ahmedabad Revenue Survery No.702/6/3 owned by a Director, is gauranted by two directors of the company and owner of the property.</i>		909.10	-	981.66
(C) Short Term Maturities of Long term Borrowings				
Term Loan From Co- Operative Bank		-	-	-
Term Loan from Financial Institution		309.61	-	282.26
Loan From Banks		462.62	-	557.79
Loan From NBFC's		611.64	-	698.56
		198.51	-	-
	Total	9,599.77		9,629.15

NOTE : '8' TRADE PAYABLE		As at 31st March 2023		As at 31st March 2022
Trade Payable - Goods				
In Local Currency		6,423.84		3,791.80
In Foreign Currency		-		83.78
	AL TRADE PAYABLE FOR GOODS (A)	6,423.84		3,875.58
Trade Payable - Services				
In Local Currency		1,567.89		1,472.41
In Foreign Currency		-		-
	TRADE PAYABLE FOR SERVICES (B)	1,567.89		1,472.41
	TOTAL TRADE PAYABLES (A + B)	7,991.72		5,347.99

NOTE : '8.1' The disclosure under Micro, small and medium Enterprise Development Act, 2006 in respect of the amounts payable to such enterprises as at 31st, March 2023 has been made in the financials statements based on information received and on the basis of such information the amount due to small and medium enterprises is Nil- as on 31st, March, 2023. No interest is paid or payable to such enterprises. Auditors have relied on the same.

NOTE : 8.2

Particulars	As at 31st March 2023 (Rs. In Lakhs)				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	-	-	-	-	-
(iii) Disputed dues – MSME	7,662.55	297.64	25.11	6.42	7,991.72
(iv) Disputed dues - Others	-	-	-	-	-
Total Billed and Due (A)	-	-	-	-	-
Unbilled Dues(B)	7,662.55	297.64	25.11	6.42	7,991.72
Total Trade Payables(A + B)	-	-	-	-	-
	7,662.55	297.64	25.11	6.42	7,991.72

Particulars	As at 31st March 2022 (Rs. In Lakhs)				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	-	-	-	-	-
(iii) Disputed dues – MSME	5,240.12	17.25	19.42	71.20	5,347.99
(iv) Disputed dues - Others	-	-	-	-	-
Total Billed and Due (A)	-	-	-	-	-
Unbilled Dues(B)	5,240.12	17.25	19.42	71.20	5,347.99
Total Trade Payables(A + B)	-	-	-	-	-
	5,240.12	17.25	19.42	71.20	5,347.99

NOTE : '9' OTHER CURRENT LIABILITIES

	2023	2022
	Rs. (In Lakhs)	Rs. (In Lakhs)
(a) Interest Accrued but not due on borrowings	32.27	25.45
(b) Others Payables		
Statutory Liabilities		
Advances from Customers	410.09	90.36
Loan from NBFC (Bill Discounting Facilities)	133.58	103.91
Capital Goods	-	129.53
Total	798.92	552.98

NOTE : '10' SHORT TERM PROVISIONS

	As at 31st March 2023	As at 31st March 2022
	Rs. (In Lakhs)	Rs. (In Lakhs)
Gratuity	16.65	4.74
Leave Encashment	0.71	0.97
Income Tax	217.11	78.04
Total	234.47	83.76

10.1* Provision of Income Tax is made after considering depreciation, deduction and allowances allowable under Income Tax Regulations.

Note '11' Fixed Assets (Amount in Lakhs)

PARTICULARS	GROSS BLOCK						DEPRECIATION				NET BLOCK	
	AS AT 01/04/2022	ADDITIONS	DISPOSALS	AS AT 31/03/2023	AS AT 01/04/2022	DURING THE YEAR	RECOUPED	AS AT 31/03/2023	AS AT 31/03/2023	AS AT 31/03/2023	AS AT 31/03/2022	
(a) TANGIBLE ASSETS												
Lease Hold Land	91.44	-	-	91.44	-	-	-	-	-	-	91.44	91.44
Free Hold Land	280.29	-	-	280.29	-	-	-	-	-	-	280.29	280.29
Buildings	2,213.55	0.59	-	2,214.14	581.36	69.62	-	650.98	-	-	1,563.16	1,632.19
Plant and Equipment	9,649.58	156.95	14.05	9,992.49	4,636.05	509.60	13.96	5,131.68	-	-	4,860.81	5,213.54
Electric Installation	383.48	1.95	-	385.43	283.32	16.31	-	299.63	-	-	85.80	100.17
Furniture and Fixtures	78.83	6.61	-	85.44	47.98	4.74	-	52.72	-	-	32.73	30.85
Computer	45.14	0.89	-	46.03	39.81	2.78	-	42.59	-	-	3.44	5.33
Office Equipments	88.37	4.13	2.69	89.81	60.36	13.10	2.56	70.89	-	-	18.91	28.01
Vehicles	137.74	-	21.44	116.30	70.54	12.49	13.26	69.77	-	-	46.54	67.21
Total	13,168.43	171.12	38.17	13,301.37	5,719.40	628.64	29.79	6,318.26	-	-	6,983.11	7,449.03
(b) Capital Work-in-Progress												
Capital work in progress	-	610.00	-	610.00	-	-	-	-	-	-	610.00	-
Total	-	610.00	-	610.00	-	-	-	-	-	-	610.00	-
Intangible Assets												
	807.28	1.96	-	809.24	11.14	39.88	-	51.02	-	-	758.22	796.15
Total	807.28	1.96	-	809.24	11.14	39.88	-	51.02	-	-	758.22	796.15
As at 31st March '2023	13,975.71	783.07	38.17	14,720.61	5,730.54	668.53	29.79	6,369.28	-	-	8,351.33	8,245.17
As at 31st March' 2022	12,732.43	1,605.07	361.18	13,975.71	4,944.71	824.55	38.72	5,730.54	-	-	8,245.17	7,787.72

NOTE : '12' NON CURRENT INVESTMENTS		As at 31st March 2023	As at 31st March 2022
(i) (As valued,verified & certified by the management)		Rs. (In Lakhs)	Rs. (In Lakhs)
Trade Investments - Non Quoted			
(A) Investment in Subsidiaries			
(a)	Investment in capital contribution in Mangalam Steel & Alloys Ltd. Vietnam	-	1,917.89
(B) Others			
(a)	16000 (16000) Shares of Nulan Nagark Sahakari Bank Ltd. of Rs. 25 each fully paid	4.00	4.00
Total		4.00	1,921.89

NOTE : '13' LONG TERM LOANS AND ADVANCES		As at 31st March 2023	As at 31st March 2022
(Unsecured, considered good)		Rs. (In Lakhs)	Rs. (In Lakhs)
Security/Earnest Money Deposits		3.52	2.78
Advances to Supplier		29.50	29.44
Total		33.03	32.23

NOTE : '14' INVENTORIES		As at 31st March 2023	As at 31st March 2022
(As verified, valued and certified by management)		Rs. (In Lakhs)	Rs. (In Lakhs)
(a)	Raw Materials	1,010.97	391.71
(b)	Work-in-progress	1,320.68	1,685.33
(c)	Finished Goods	9,131.04	8,286.96
(d)	Stores & Spares	1,110.62	1,289.82
Total		12,573.32	11,653.81

14.1 Method of Valuation of inventory is lower of cost or net realizable value

NOTE : '15' TRADE RECEIVABLES		As at 31st March 2023	As at 31st March 2022
		Rs. (In Lakhs)	Rs. (In Lakhs)
Unsecured			
	Considered Good	9,114.02	5,860.27
	Considered Doubtful	-	-
	Less: Provision for Doubtful Trade Rece	-	-
	Others (Considered Good)	9,114.02	5,860.27
TOTAL UNSECURED (A)		9,114.02	5,860.27
Secured			
	Considered Good	-	-
	Considered Doubtful	-	-
	Less: Provision for Doubtful Trade Rece	-	-
	Others (Considered Good)	-	-
TOTAL SECURED (B)		-	-
Total		9,114.02	5,860.27

Note : '15.1'

PARTICULARS	As at 31st March 2023 Rs. (In Lakhs)					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total (In Lakhs)
(i) Undisputed Trade receivables – considered good	7,627.38	135.96	541.79	226.65	582.24	9,114.02
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Total Billed and Due (A)	7,627.38	135.96	541.79	226.65	582.24	9,114.02
Unbilled Dues (B)	-	-	-	-	-	-
Total Trade Receivables (A + B)	7,627.38	135.96	541.79	226.65	582.24	9,114.02

PARTICULARS	As at 31st March 2022 Rs. (In Lakhs)					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total (In lakhs)
(i) Undisputed Trade receivables – considered good	4,546.77	417.46	277.81	490.10	128.13	5,860.27
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Total Billed and Due (A)	4,546.77	417.46	277.81	490.10	128.13	5,860.27
Unbilled Dues (B)	-	-	-	-	-	-
Total Trade Receivables (A + B)	4,546.77	417.46	277.81	490.10	128.13	5,860.27

NOTE : '16' CASH AND BANK BALANCES	As at 31st March 2023	As at 31st March 2022
	Rs. (In Lakhs)	Rs. (In Lakhs)
(i) Cash & Cash Equivalents		
(a) Cash in Hand	2.34	1.76
(b) Balances with Banks In Current Accounts	0.12	4.24
(ii) Other bank balance		
Fixed Deposit as margin for commitments	135.16	132.50
Total	137.61	138.50

NOTE : '17' SHORT-TERM LOANS AND ADVANCES	As at 31st March 2023		As at 31st March 2022	
	Rs. (In Lakhs)		Rs. (In Lakhs)	
(Unsecured, considered good)				
Excise		13.27		13.27
GST		173.83		75.71
VAT		2.00		2.00
Service Tax		1.20		1.20
Custom Duty		43.65		48.83
Income Tax		78.37		97.83
Advances to Others	179.36		311.62	
Less : Provision for doubtful Advance	(20.00)	159.36	(20.00)	291.62
Prepaid Expenses		105.36		107.70
Advance to Suppliers		1,114.00		631.82
Advances to Employees		6.50		21.25
Total		1,697.53		1,291.24

NOTE : '18' OTHER CURRENT ASSETS	As at 31st March 2023	As at 31st March 2022
	Rs. (In Lakhs)	Rs. (In Lakhs)
Accrued Income	110.59	50.17
Export Benefits	595.84	506.56
MAT Credit Available	584.37	367.25
Total	1,290.80	923.99

NOTE : '19' REVENUE FROM OPERATIONS		For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
(a) Sale of Products			
Sale of Stainless Steel Products			
	Flat/Patti		
	Roundbar	3,294.50	5,036.50
	Brightbar	6,021.14	3,790.38
	Anglebar	10,593.36	14,277.66
	Others	1,080.32	2,464.82
		7,534.63	3,766.21
(b) Sale of Services			
	Job Work Receipt	1,528.83	1,024.50
(c) Other Operating Income			
	Export Benefits	239.09	576.66
	Testing Charges	0.39	0.17
	Total	30,282.25	30,936.90
NOTE : '20' OTHER INCOME		For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
	Interest	10.61	32.71
	Dividend	0.78	0.66
	Profit on Sale of Assets	5.12	1.63
	Profit on Sale of Investment	509.15	-
	Liability Written back	-	2.03
	Total	525.67	37.04
NOTE : '21' COST OF MATERIAL CONSUMED		For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
Opening Stock	391.71		912.69
Add : Purchase	-		-
Scrap and Ferro Alloys	10,120.57		13,006.92
Ingots	7,004.12		2,185.95
Others	4,791.43		4,697.30
Less : Closing Stock	22,307.82		20,802.86
Consumption	1,010.97		391.71
		21,296.85	20,411.15
	Total	21,298.85	20,411.15
NOTE : '22' (Increase)/ Decrease in Inventory of Stock in Trade		For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
VARIATION IN STOCK:			
Opening Stock of:			
	Semi-finished Goods	1,685.33	1,476.06
	Finished Goods	8,286.96	9,471.33
		9,972.28	10,947.38
Less: Closing Stock of			
	Semi-finished Goods	1,320.68	1,685.33
	Finished Goods	9,131.04	8,286.96
		10,451.73	9,972.28
	(Increase) / Decrease in Inventory of Stock in Trade	(479.45)	975.10
NOTE : '23' EMPLOYEE BENEFIT		For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
	Salaries & Wages	1,330.39	1,684.09
	Executive Director Remuneration	81.00	81.00
	Contributions to Provident and Other Funds	29.73	44.91
	Staff Welfare Expenses	44.57	49.96
	Total	1,485.69	1,859.96

NOTE : '24' OTHER EXPENSES

	Rs. In Lakhs	For the Year ended 31st March, 2023 (In Lakhs)	Rs. In Lakhs	For the Year ended 31st March, 2022 (In Lakhs)
MANUFACTURING EXPENSES:				
Consumable Stores & Spares	1,006.60		913.91	
Job Charges	53.74		65.29	
Maintenance & Repairs	92.79		77.55	
Power and Fuel	1,850.61		1,565.16	
Water Charges	1.57		1.99	
Testing Charges	2.33		1.00	
Rate and Taxes	3.89		29.00	
Freight and Cartage	25.62		46.27	
Electricity Expenses	0.05		0.07	
Pollution Control Expenses	14.58		4.78	
	-----	3,051.79	-----	2,705.00
ADMINISTRATIVE & SELLING EXPENSES:				
Clearing, forwarding, Freight on Export and Custom Duty	720.78		1,626.48	
Sales Commission	67.82		88.71	
Freight Outward	61.70		53.39	
Insurance	22.79		37.72	
ECGC Premium	34.22		69.94	
Printing and Stationery	6.15		11.71	
Travelling Expenses	24.91		2.98	
Miscellaneous Expenses	36.20		10.71	
Advertisement Expenses	0.04		0.21	
Bank Commission & Charges	133.18		161.64	
Sales Tax/GST Expense	1.46		9.73	
Donation	0.76		1.65	
Rent	10.30		11.69	
CSR Expense	3.90		36.41	
Legal and Professional Charges	91.18		90.17	
Postage & Couriers Expenses	5.32		10.77	
Car and Scooter Expenses	12.87		11.49	
Balance Written Off / Bad Debts	37.42		27.64	
Loss on Sale of Assets	-		2.31	
Discount and Kasar	36.30		47.35	
Tele communication Expenses	4.46		4.20	
Research & Development Expenses	277.17		188.97	
Director sitting Fees	0.40		0.40	
Net loss / (gain) on Exchange rate variation	150.32		(214.35)	
Payment to Auditors	7.00		7.23	
	-----	1,746.64	-----	2,299.15
Total		4,798.43		5,004.15

NOTE : '24 A' PAYMENT TO AUDITORS

Audit fee
Other Services & Reports

	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
	6.00	6.50
	1.00	0.73
Total	7.00	7.23

NOTE : '25' FINANCIAL COSTS

Interest
Exchange Rate Variations

	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
	1,680.59	1,236.11
	66.59	52.23
	1,747.18	1,288.35

NOTE : '26' Contingent liabilities in respect of

Disputed Electricity Liability
Disputed Custom Duty/Service Tax in Appeal
Disputed Income Tax liability
Disputed VAT Tax Liability
Claims not acknowledged as debts

	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
	29.50	29.50
	1.19	23.22
	-	80.39
	57.13	57.13
	7.23	7.23

NOTE : '27' The estimated amount of Capital and other Commitments	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
The estimated amount of Capital commitment a) for fixed assets	-	-

NOTE : '28' In the opinion of the Management, the assets other than Fixed Assets and Non Current Investments have a realisable value, in the ordinary course of business, approximately of the amount at which they are stated in these financial statements. Balances of parties are subject to confirmation.

NOTE : '29' Expenditure in foreign currency on account of :	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
Agency Commission	52.02	87.76
Legal & Professional Fees	-	-
Others	10.51	45.36

NOTE : '30' C.I.F. value of imports :	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
Raw Materials	361.46	3,067.49
Capital Goods	22.24	60.03

NOTE : '31' Composition of Raw Materials consumed & percentage (%)	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
Imported (Includes High Seas Purchase)	Rs. 540.51 % 2.54	3,745.52 18.35
Indigenous	Rs. 20,756.34 % 97.46	16,665.64 81.65
Total	21,296.85	20,411.15
	% 100.00	100.00

NOTE : '32' Earning in foreign exchange on account of:	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
Direct Export calculated on F.O.B. basis	6,710.97	13,931.53

NOTE : '33' Retirement benefit plan

a) Defined Contribution Plan

The Company made contribution towards provident fund to a defined contribution retirement benefit plan for qualifying employees. The provident fund plan is operated by the Regional Provident Fund Commissioner. The company Recognized Rs. 20.17/- Lakhs (27.62)- Lakhs for provident fund contributions in the profit & loss account. The contributions payable to these plans by the company are at rates specified in the rules of the scheme.

b) Defined Benefit Plans

The Company made provision for gratuity liability which is unfunded. The scheme provides for payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service or part thereof in excess of six months. Vesting occurs upon completion of five years of service.

The present value of the defined benefit obligation and its related current service cost were measured using the Projected Unit Credit method as per actuarial valuation carried out at the balance sheet date.

The following tables sets out the status of the gratuity plan as required under AS-15 and the amounts recognized in the company's financial statements as at 31st March, 2023.

	For the Year ended 31st March, 2023 (In Lakhs)	For the Year ended 31st March, 2022 (In Lakhs)
i) <u>Change in present value of obligations :</u>		
Obligations at beginning of the year	49.15	44.96
Service cost	7.30	7.90
Past Service Cost	-	-
Interest cost	3.53	3.12
Net Actuarial (gain) / loss	3.47	(2.92)
Benefits paid	(6.93)	(3.92)
Obligations at the end of the year	56.51	49.15
ii) <u>Reconciliation of Present Value of Obligation and the fair value of plan assets :</u>		
Present value of the defined benefit obligation at the end of the year	56.51	49.15
Less : Fair value of plan assets	-	-
Unfunded status amount of liability recognized in the balance sheet	56.51	49.15
iii) <u>Gratuity cost</u>		
Service Cost	7.30	7.90
Past Service Cost	-	-
Interest cost	3.53	3.12
Net Actuarial (gain) / loss	3.47	(4.35)
Net gratuity cost charged to profit & loss	14.30	6.67
iv) <u>Assumptions :</u>		
Discount rate	% 7.31	7.31
Annual Increase in salary costs	% 6.50	6.50

NOTE : '34' Related Party disclosure having transaction with the company as required by Accounting Standard-18, is as below :

- a) List of related parties as per Accounting Standard-18
- (i) Entity owned or significantly influenced by Directors and their relatives :
Meghlyoti Impex Pvt. Ltd.
Unison Metals Ltd, Chandanpani Private Limited
- (ii) Key Managerial person & their relatives
Uttamchand Mehta, Tushar Mehta, Megha Mehta (w.e.f from 22nd October, 2022), Gaurav Kumar Rathore (till 31st May, 2022)
- b) The following transactions were carried out with related parties in the ordinary course of business :

Sr. No.	Particulars	Type of relations	Transactions during the year (In Lakhs)		Balance Outstanding as on (In Lakhs)	
			Current Year 31/03/2023	Previous Year 31/3/2022	Current Year 31/03/2023	Previous Year 31/3/2022
1	Remuneration to Key Management Personnel & Their Relatives	a (ii)	103.89	110.79	6.05 (Cr)	2.04 (Cr)
2	Interest Paid	a (i)	1.56	5.99	- (Cr)	- (Cr)
3	Unsecured Loan Taken	a (i) & (ii)	222.91	222.00	214.52 (Cr)	48.12 (Cr)
4	Unsecured Deposits repaid back	a (i) & (ii)	55.91	456.09	-	-
5	Advance to Key Management Person	a (ii)	-	1.09	-	16.92
6	Advance Payment for Goods	a (ii)	-	-	-	25.22 (Dr)
7	Purchase	a(i) & a (ii)	729.22	565.97	- (Dr)	- (Dr)
8	Sales	a(i) & a (ii)	885.36	1,124.23	41.07 (Dr)	485.67 (Dr)

NOTE : '35' The company in its in house research & development has incurred the following expenditure :

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
A Capital Expenditure Plant & Machinery	15.81	30.11
B Revenue Expenditure	277.17	188.97
	<u>292.99</u>	<u>219.08</u>

NOTE : '36' The Company does not hold any Benami Properties. No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 and the rules made thereunder.

NOTE : '37' As at the Balance Sheet date, the company has reviewed the carrying amounts of its assets and found that there is no indication that those assets have suffered any impairment loss. Hence, no such impairment loss has been provided.

NOTE : '38' The Company has not entered into any transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956

NOTE : '39' As at the reporting dates, none of the charges or satisfaction of charges are yet to be registered with ROC beyond the statutory time limit.

NOTE : '40' The provisions relating to number of layers prescribed under clause (B7) of Section 2 of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017 are not applicable to the company.

NOTE : '41' The company does not have any scheme of Arrangements approved by the competent Authority in terms of Section 230 to 237 of Companies Act, 2013.

NOTE : '42' There are no transactions that has not been recorded in the books of accounts and has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961

NOTE : '43' The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year and comparative period.

NOTE : '44'

There is only one segment "Stainless steel Products" and therefore other disclosure requirement of Accounting Standard 17 for Segment reporting does not apply.

Sr No	Particulars	For the year ended on 31st March 2023	For the year ended on 31st March 2022
		(Amount in Rs. In Lakhs)	(Amount in Rs. In Lakhs)
1	Amount Required to be spent by the company during the year	3.85	10.96
2	Amount of expenditure incurred	3.90	36.41
	(i). Construction/acquisition of any asset	-	-
	(ii) On purposes other than (i) above	3.90	-
3	Shortfall at the end of the year	-	36.41
4	Total of previous year shortfall	-	-
5	Reason for shortfall	NA	NA
6	Nature of CSR activities	Art & Culture, Children, Civic Issues, Education & Literacy, Health & Family Welfare, Rural Development & Poverty Alleviation Vocational Training, Women's Development & Empowerment	
7	Details of related party transactions*	-	-
8	Where a provision is made with respect to a liability incurred by entering into a contractual obligation	NA	NA

Sr. No.	Ratio	Numerator	Denominator	31-03-2023	31-03-2022	% Variance	Reason for variance
1	Current ratio	Current Assets	Current Liabilities	1.33	1.27	4.70	NA
2	Debt equity ratio	Total Debt	Shareholder's Equity	1.77	2.17	(18.65)	NA
3	Debt service coverage ratio	Net Profit before taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc	Interest & Lease Payments + Principal Repayments	1.03	0.93	11.07	NA
4	Return on Equity	Net Profits after taxes - Preference Dividend (if any)	Average Shareholder's Equity	13.68	7.62	(79.59)	Return on Equity Shows Company's Proficiency to generate profit from its Shareholder's Investment. The Increase in ROI Ratio is due to increase in PAT in greater proportion as compared to shareholder Equity which is favourable
5	Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory (Opening + Closing balance / 2)	2.78	3.63	(23.40)	NA
6	Trade receivable turnover ratio	Net Credit Sales (gross credit sales minus sales return)	Average Accounts Receivable (Opening + Closing balance / 2)	4.58	5.57	(17.70)	NA
7	Trade payable turnover ratio	Net Credit Purchases (gross credit purchases minus purchase return)	Average Accounts Payable (Opening + Closing balance / 2)	3.50	4.33	(19.17)	NA
8	Net capital turnover ratio	Net Sales	Average Working Capital	5.51	7.14	(22.83)	NA
9	Net profit ratio	Net Profit	Net Sales	3.34	1.64	(104.39)	Increase in margin from sale of products combined with increase in revenue from operations and profit on sale of investment has resulted into a positive impact on the net profit ratio.
10	Return on capital employed	Earning before interest and taxes	Capital Employed (Tangible Net Worth + Total Debt + Deferred Tax Liability)	13.54	8.63	56.82	The increase in return on capital Employed its indicate that Company has earned good profit as compared to last year, hence it has resulted into a positive impact for the company.
11	Return on investment	Return	Investment	0.27	-	NA	

NOTE : '47' Cash and Cash Equivalent Balance taken is certified by the Management of the Company.

NOTE : '48' GST Payable and Receivable booked on the basis of CGST, SGST and IGST act and all working done as per respective act and also follow the requirement of the act. GST Balance is Subject to the reconciliation of Annual GST Return.

NOTE : '49' Previous year's figures have been regrouped or rearranged wherever considered necessary.

Significant Accounting Policies/Notes to Financial Statements

"1 to 49"

As per our report attached
For KPSJ & ASSOCIATES LLP
Chartered Accountants
Firm's Registration No.124845W / W100209

For and on behalf of Board of Directors,

Prakash Parakh

(PRAKASH PARAKH)
Partner
M.No.039946
UDIN: 23039946BGXMP3943
Date: 21/04/2023
Place: Ahmedabad

(Tushar Mehta)
Managing Director
DIN: 00187046

(Megha Tushar Mehta)
Chief Financial Officer

(Uttamchand Mehta)
Whole Time Director
DIN: 00153838

(Manmeetkaur Bhatia)
Company Secretary

Date: 21/04/2023
Place: Ahmedabad