

SPLENDID METAL PRODUCTS LIMITED

(Formerly Known as Sujana Metal Products Ltd)

Date: 08.12.2020

To

The Department of Corporate Services – CRD, BSE Limited, P.J.Towers, Dalal Street, MUMBAI – 400 001. Scrip Code: 513414	National Stock Exchange of India Ltd, 5 th Floor, Exchange Plaza, Bandra (E), MUMBAI – 400 051 Scrip Symbol: SMPL
---	--

Dear Sir/Madam,

Sub: Submission of 30th Annual Report of the Company- Reg

We are attaching herewith 30th Annual Report for the year 2019-2020 of the Company pursuant to Regulation 34(1) of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015.

Kindly acknowledge the receipt of the same and take the above on your records and oblige.

Thanking you,

Yours faithfully,

For SPLENDID METAL PRODUCTS LIMITED


SHAIK IBRAHEEM
COMPANY SECRETARY

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

CORPORATE INFORMATION

RESOLUTION PROFESSIONAL : Shri T.SATHISAN
IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

BOARD OF DIRECTORS (Powers suspended on account of CIRP)

Non- Executive Director	:	Shri R.K. Birla
Promoter- Non-Executive Director	:	Shri G. SrinivasaRaju
Non- Executive Director	:	Shri S. Hanumantha Rao

STATUTORY AUDITORS	:	M/s.T. Raghavendra & Associates Chartered Accountants, Hyderabad
--------------------	---	---

INTERNAL AUDITORS	:	Shri M. Balarama Krishnaiah, Chartered Accountant, Hyderabad
-------------------	---	---

COST AUDITORS	:	M/s NageswaraRao & Co Cost Accountants, Secunderabad,
---------------	---	--

BANKERS	:	Union Bank of India Bank of Baroda Bank of India Edelweiss Arc Limited IDBI Bank Limited Indian Overseas Bank Indian Bank Stressed Assets Stabilization Fund-IDBI. State Bank of India Punjab National Bank (PNB) Lakshmi Vilas Bank Oriental Bank of Commerce Plot No.24, Municipal No.: 8-2-248/1/7/24, 2nd Floor, Nagarjuna Hills, Panjagutta, Hyderabad-500082, Telangana
REGISTERED OFFICE	:	
&CORPORATE OFFICE	:	

WORKS	:	Hyderabad : (i) Survey No.296/7/9, (ii)Plot No. 4, Survey No.296/7/7, 8 & 11, (iii)Survey No. 296/7/7, 296/7/8, 296/7/11 (iv)Survey No. 296/7/7, 8 & 11 IDA Bollaram, Jinnaram Mandal Medak District-502325, Telangana. (v)Survey No. 196 & 197, Parigi Road, Elikatta Village, Shadnagar, Mahaboobnagar District, Telangana. (vi)Cut and Bend Division: Survey No. 204, 205 & 206 Elakatta Gram Panchayat, Farooq Nagar Mandal,Mahaboob Nagar District-509216, Telangana. (vii)Trading Division : Plot No. 4, Survey No. 296/7/7A, IDA Bollaram, Jinnaram Mandal Medak District-502325, Telangana. (viii).Survey No.473, 576 & 442, Chikatigudem, Kethepally Mandal, Nalgonda District, Telangana-508211.
-------	---	---

Chennai :

- (i). Survey No. 204/8B, Manjankaranai Village, Chennai, M.G.R. District - 620 502, Tamilnadu
- (ii). Plot No. B-20E, SIPCOT Industrial Complex, Gummidipondi, Chennai, Tamilnadu.

Visakhapatnam :

Sanivada Village, Rajeevnagar,
Visakhapatnam -530046, Andhra Pradesh.

LISTING

:

Equity

BSE Limited (BSE)
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai - 400 001
National Stock Exchange of India Ltd (NSE)
Exchange Plaza, Bandra-Kurla Complex
Bandra (E), Mumbai - 400 051.

**REGISTRAR & SHARE TRANSFER
AGENTS**

:

M/s. Bigshare Services Pvt. Ltd.
306, Right Wing, 3rd Floor, Amrutha Ville,
Opp: Yashoda Hospital, Raj Bhavan Road,
Somajiguda, Hyderabad - 500 082.
Phone No: 040 – 2337 4967.
Email: bsshyd@bigshareonline.com
Website: www.bigshareonline.com

NOTICE

NOTICE is hereby given that the Thirtieth (30th) Annual General Meeting of the members of the Company will be held on Wednesday, the 30th day of December, 2020 at 03.00 p.m through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"). to transact the following business:

BACKGROUND:

The members are hereby informed that Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order no. CP(IB)No. 666/7/HDB/2018 ('order') with effect from 04.04.2019 (uploaded on website on 16.04.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Mr. T.Sathisan (IP Registration No. IBBI/IPA-001/IP-P00105/2017-2018/10212). His appointment was subsequently confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Mr.T.Sathisan in his capacity as RP took control and custody of the management and operations of the Company from 19th April, 2019. Consequently, all actions that are deemed to be taken by the Board of Directors have been given effect to by the RP during the continuance of the CIRP as per the provisions of the IBC. In view thereof, the 30th Annual General Meeting (AGM) of the Members of the Company is being convened by the RP.

The appointment/re-appointments of the Directors are recommended only for the sole purpose of complying with the applicable provision(s) of the Companies Act, 2013 (as amended) and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further, pursuant to Section 17 of the IBC, the powers the Board of Directors shall stand suspended during the continuance of the CIRP.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company (including Audited Consolidated Financial Statements) for the financial year ended March 31st, 2020 and the reports of the Directors and Auditors thereon.
2. To appoint a director in place of Shri G. Srinivasa Raju (DIN: 00132249), Director, who retires by rotation and being eligible, offers himself for re-appointment.

3. To appoint Statutory Auditors from the conclusion of this Annual General Meeting until the conclusion of the thirty first Annual General Meeting and to fix their remuneration:

RESOLVED THAT pursuant to Sections 139, 142 of the Companies Act, 2013 ("Act") and other applicable provisions, if any, of the said Act and Companies (Audit and Auditors) Rules, 2014 made thereunder and other applicable rules, if any, under the said Act (including any statutory modification(s) or re-enactment thereof for the time being in force) M/s. Venugopal & Chenoy, Chartered Accountants (Registration No.004671S), be and is hereby appointed as the Statutory Auditors of the Company commencing from the conclusion of this Annual General Meeting till the conclusion of thirty First Annual General Meeting at a remuneration to be fixed by the Resolution Professional/Audit Committee and/or Board of Directors of the Company.

SPECIAL BUSINESS:

4. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications(s) or re-enactment thereof, for the time being in force), the remuneration of Rs.150000/- per annum (Rupees One Lakh Fifty Thousand Only) plus reimbursement of actual expenses, be fixed and paid to M/s. Nageswara Rao & Co, (Member Ship No:000332) Cost Auditors of the Company, for the financial year 2020-21, as approved by the Resolution Professional of the Company, be and is hereby ratified.

For **SPLENDID METAL PRODUCTS LIMITED**

T. SATHISAN

Resolution Professional

IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE : Hyderabad

DATE : December 7th, 2020

SPLENDID METAL PRODUCTS LIMITED

NOTES:

1. The Explanatory Statements pursuant to Section 102(1) of the Companies Act, 2013 with respect to the special businesses set out in the Notice are annexed.
2. In view of the massive outbreak of the COVID-19 pandemic, social distancing is to be a pre-requisite and pursuant to the Circular Nos. 14/2020 (dated April 8, 2020), 17/2020 (dated April 13, 2020) and 20/2020 (dated May 5, 2020) (Collectively referred to as MCA Circulars), issued by the Ministry of Corporate Affairs (MCA), permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the AGM of the Company is being held through VC / OAVM.
3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.
7. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.sujana.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
8. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
9. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned certified copy (PDF/JPG Format) of their Board or governing body's Resolution/Authorization, authorizing their representative to attend the AGM through VC / OAVM on their behalf and to vote through remote e-voting, to the Scrutinizer through e-mail at ubaindia@gmail.com with a copy marked to evoting@nsdl.co.in.
10. Relevant documents referred to in the accompanying Notice and in the Explanatory Statements are open for inspection by the Members at the Company's Registered Office on all working days of the Company, during business hours up to the date of the Meeting.
11. The Share Transfer Books and Register of Members of the Company will remain closed on 28th December, 2020 (One day only).
12. The relevant details as required under Regulation 36(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Securities and Exchange Board of India Listing Regulations"), of the person seeking re-appointment are also annexed.

13. Shareholders desiring any information as regards the accounts are requested to write to the Company at an early date so as to enable the Management to keep the information ready at the meeting.
14. The registration of share transfers and other related correspondence will be dealt at M/s. Bigshare Services Private Limited of Mumbai, having its branch office at 306, Right Wing, 3rd Floor, Amruta Ville, Opp: Yashoda Hospital, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082.
15. As mandated by SEBI, effective from April 1, 2019, that securities of listed companies shall be transferred only in dematerialized form. In view of the above and to avail various benefits of dematerialization, Members are advised to dematerialize share(s) held by them in physical form.
16. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company's RTA.
17. In accordance with the provisions of Section 72 of the Companies Act, 2013, members are entitled to make nominations in respect of the Equity Shares held by them, in physical form. Members desirous of making nominations may procure the prescribed form from the Registrar & Share Transfer Agent of the Company (i.e., M/s Bigshare Services Pvt. Ltd., Hyderabad).
18. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules issued there under, Companies can serve Annual Reports and other communications through electronic mode to those shareholders who have registered their email address either with the Company or with the Depository. It is a welcome move for the society at large, as this will reduce paper consumption to a great extent and allow shareholders to contribute towards a greener environment. This is a golden opportunity for every shareholder of the Company to contribute to the cause of Green Initiative. Members who have not registered their e-mail address with the Company are requested to register the same by submitting the letter to Companies RTA. The Members holding shares in electronic form are requested to register their e-mail address with their Depository Participants only.
19. Members whose email address are not registered can register the same in the following manner:
 - (a). Members holding share(s) in physical mode can register their e-mail ID with the Company's RTA
 - (b). Members who have not registered their E-mail address and in consequence, the Annual Report and Notice of AGM could not be served, may temporarily get their E-mail address and mobile number provided with NSDL/ Company.
 - ©. Members holding share(s) in electronic mode are requested to register / update their e-mail address with their respective Depository Participants ("DPs") for receiving all communications from the Company electronically.
20. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
21. In compliance with the provisions of Section 108 of the Act read with Rules made there under and Regulation 44 of the Listing Regulations, the Company is offering e-voting facility to all Members of the Company. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners (in case of electronic shareholding) maintained by the Depositories as on the cut-off date i.e. 23rd December, 2020 only shall be entitled to avail the facility of remote e-voting/ e-voting at the AGM. NSDL will be facilitating remote e-voting to enable the Members to cast their votes electronically. The Members can cast their vote online from 10.00 A.M. (IST) on, Saturday, 26th December, 2020 to 5.00 P.M. (IST) on Tuesday, 28th December, 2020. At the end of Remote e-voting period, the facility shall forthwith be blocked.
22. Mrs. Usha Bala Subramanian Practicing Company Secretary, Chennai, has been appointed as the scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
23. The Scrutinizer shall after the conclusion of voting at the Annual General Meeting, first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses and shall make, not later than 48 (Forty Eight) hours of the conclusion of the Annual

SPLENDID METAL PRODUCTS LIMITED

General Meeting, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same and declare the result of the voting forthwith.

24. The Scrutinizer after scrutinizing the voting through e-voting / remote e-voting at AGM and through remote e-voting shall, within Forty Eight (48) Hours from conclusion of the AGM, make a consolidated scrutinizer's report of the votes cast in favour or against, if any and submit the report to the Chairman or any person authorized by her. The Chairman or the authorized person shall declare the results. The results declared shall be available on the website of the Company at www.sujana.com and also on the website of NSDL and shall also be displayed on the notice board at the registered and corporate office of the Company. The result shall simultaneously be communicated to the Stock Exchanges, where the shares of the Company are listed and posted on the website of the Company. The resolutions shall be deemed to be passed on the date of the AGM subject to receipt of the requisite number of votes in favour of the resolutions.

25. The recorded transcript of this meeting, shall as soon as possible, be made available on the website of the Company.

The instructions for members for Remote e - voting are as under:-

The remote e-voting period begins on Saturday, 26th December, 2020 at 10:00 A.M. and ends on Tuesday, 29th December, 2020 at 5:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Log-in to NSDL e-Voting system at

<https://www.evoting.nsdl.com/>

Step 2: Cast your vote electronically on NSDL e-Voting system.

Details on Step 1 is mentioned below:

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.

3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below:

a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.

b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

c) How to retrieve your 'initial password'?

(i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

- (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email IDs are not registered
- 6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) Physical User Reset Password? (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
- 7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
- 8. Now, you will have to click on "Login" button.
- 9. After you click on the "Login" button, Home page of e-Voting will open.

Details on Step 2 is given below :

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to ubaindia@gmail.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request to (Name of NSDL Official) at evoting@nsdl.co.in

Process for those shareholders whose email IDs are not registered with the depositories for procuring user ID and password and registration of email IDs for e-voting for the resolutions set out in this notice :

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to info.smpl@sujana.com. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to info.smpl@sujana.com
2. Alternatively member may send an e-mail request to evoting@nsdl.co.in for obtaining User ID and Password by proving the details mentioned in Point (1) or (2) as the case may be.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER :-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/folio number, email id, mobile number at (company email id)..
6. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at (company email id). The same will be replied by the company suitably.
7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

FOR SPLENDID METAL PRODUCTS LIMITED

T.SATHISAN

Resolution Professional

IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution

Process by NCLT order No. CP(IB)No.

666/7/HDB/2018)

Place: Hyderabad

Date: December 7th, 2020

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013 ("the Act"):

The following statement sets out all material facts relating to the business mentioned in Item no. 4 of the accompanying Notice:

Item No.4:

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Audit & Auditors) Rules, 2014, as amended from time to time, the cost audit records maintained by the Company are required to be audited by a Cost Accountant in Practice who shall be appointed by the Board of Directors on such remuneration as may be determined by the Members of the Company.

In light of Corporate Insolvency Resolution Process, the Resolution Professional, has appointed M/s. Nageswara Rao & Co, (MemberShip No: 000332) as the Cost Auditor of the Company for the FY 2020-21, at remuneration of Rs.150000/- per annum (Rupees One Lakh Fifty Thousand Only) plus reimbursement of actual expenses, subject to the ratification of the remuneration by the Members at the Annual General Meeting.

Accordingly, the resolution at Item No. 4 of the Notice is set out as an Ordinary Resolution for ratification by the Members in accordance with Section 148 of the Companies Act, 2013.

None of the Directors, Key Managerial Personnel of the Company and their relatives is in any way concerned or interested, financially or otherwise, in the Resolutions at Item No. 4.

The Resolution Professional recommends the Resolution at Item No. 4 for approval of the Members.

For SPLENDID METAL PRODUCTS LIMITED

T. SATHISAN

Resolution Professional

IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE: Hyderabad

DATE: December 7th, 2020

Details of the Directors seeking appointment/re-appointment in the forthcoming Annual General Meeting

(In pursuance of Regulation 36(3) of the Listing Regulations, 2015)

Name of Director	Shri G.Srinivasa Raju
Director Identification Number	00132249
Date of Birth	20.10.1963
Date of Appointment	18.08.1999
Expertise	He is a Promoter Director of the company. He has a rich and varied industrial experience, which also includes the management of granite units. Mr. G. Srinivasa Raju has wide exposure to the steel products industry; he also possesses a deep understanding of all the aspects of business administration. Mr. G. Srinivasa Raju has joined as one of the promoters in the year 1995

Qualifications	Post graduate in mechanical engineering with specialization in Machine designs from Roorkee University
Directorship held in other public companies (excluding foreign companies)	1. Sujana Universal Industries Limited 2. Sujana Holding Limited 3. Neueon Towers Limited 4. Sujana Projects Limited 5. Sujana Energy Limited 6. Sujana Power (India) Limited 7. Sujana Capital Services Limited
Membership/ Chairmanship of Committees of other public companies (includes only Audit Committees and Shareholders' Grievances Committee) C=Chairman, M=Member	Shareholders' Grievances Committee: 1. Sujana Universal Industries Limited (M) 2. Neueon Towers Limited (C & M)
Shareholdings in the Company	Nil
Relationship between directors inter-se	Nil

DIRECTORS' REPORT

To

The Members of Splendid Metal Products Limited,

Your Directors and the Resolution Professional have pleasure in presenting the Thirtieth Annual Report of your Company together with the Audited Financial Statements of Accounts for the Financial Year ended 31st March, 2020.

Company's Performance:

Your Directors hereby report that the Company has achieved a turnover of Rs.3137.55 lakhs upto 31.03.2020 as against the turnover of Rs.45817.68 lakhs during the previous financial year ended 31.03.2019.

The highlights of the financial results are as follows:

(Rs. in lakhs)

Particular	2019-2020	2018-2019
Profit Before Depreciation & Interest	(1667.37)	(85569.11)
Financial Costs	3.89	179.60
Depreciation	3897.27	3137.95
Profit/Loss Before Tax	(5568.53)	(88886.66)
Provision for Tax		
-Current Tax	-	-
-MAT credit relating to earlier years	-	-
- Deferred Tax	(1229.03)	(19933.75)
- Profit/Loss After Tax	(4339.50)	(68952.91)

Operations & Overall Performance:

During the year under review, your Company reported total income of Rs. 3298.15 Lakhs as against Rs.45871.10 lakhs of previous year. Your Company incurred loss before tax of Rs. 5568.53 lakhs as against loss of Rs.88886.66 lakhs in the previous year. After making a provision of Rs.3.89 Lakhs towards interest and Rs.179.60 Lakhs towards depreciation, the current financial year closed with a net loss of Rs.4339.50 Lakhs as against net loss of Rs. 68952.91 Lakhs last year. Previous year figure include provision made against impairment of trade receivable and investments.

The net worth of the Company as on 31st March, 2020 is (-) Rs 117,814.53 lakhs against (-) Rs. 113,487 lakhs in 2018-19. Net worth has decreased by Rs. 4327.53 lakhs.

Consolidated turnover was Rs. 3137.55 lakhs as against Rs 45817.68 lakhs in the previous year and consolidated loss before Tax was Rs.7883.30 lakhs as against loss of Rs. 106045.39 lakhs in the previous year.

Dividend:

In view of the losses, your Company does not recommend any dividend for the year under review

Material Changes and Commitments:

No material change or commitment has occurred, affecting the financial position of the Company, between the end of the financial year of the Company i.e. 31st March, 2020 and the date of this report.

Details of significant and material Orders passed by the regulators or courts or tribunals impacting the going concern status of the Company and the Company's operations in future:

The Company petition (C.P.175/2013) filed by Standard Bank (Mauritius) Limited (SBML) against the Company u/s 433 of the Companies Act, 1956, in connection with the Corporate Guarantee furnished by the Company on behalf of its step-down subsidiary Optimix Enterprises Limited, Mauritius was admitted by the Hon'ble High Court of Judicature at Hyderabad. The Company Petition No.175 of 2013 was disposed by the Hon'ble High Court on 06.12.2019 directing the parties to work out their remedies before the National Company Law Tribunal in the on-going Corporate Insolvency Resolution Process ("CIRP").

Members may kindly note that on 4th April, 2019 the Hon'ble National Company Law Tribunal (NCLT) had admitted the petition for initiating the Corporate Insolvency Resolution Process under the provisions of the Insolvency Bankruptcy Code, 2016 (IBC). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors stood suspended, and such powers were vested with the Interim Resolution Professional, Mr. T.Sathisan (IP Registration No. IBBI/IPA-001/IP-P00105/2017-2018/10212). His appointment was subsequently confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Mr. T. Sathisan in his capacity as RP took control and custody of the management and operations of the Company from 19th April, 2019. Hon'ble National Company Law Tribunal ("NCLT"), Hyderabad bench vide its order dated 1st October, 2019 has granted an extension of CIRP for a further period of 90 (Ninety) days with effect from 02.10.2019. The Hon'ble NCLT has also approved the applications of the RP for excluding certain periods from the CIRP timeline.

During the CIRP period the process, which included publication of invitation for submission of Expressions of Interest ("EOI") from eligible interested parties to submit Resolution Plans, receipt and vetting of plans, consideration of the plans by the Committee of Creditors, detailed deliberations between the CoC and the Prospective Resolution Applicants and voting on the final Resolution Plan was carried out. Initially two resolution plans were received but after preliminary round of negotiations one of the bidders dropped out. Later multiple rounds of discussions and negotiations were held with the remaining bidder [consortium of Antanium Holdings, Singapore (formerly Tritter Holdings Pte Ltd) and Invent Assets Securitisation and Reconstruction Pvt Ltd] and the modified final resolution plan was put to vote in the 24th meeting of the CoC held on 8th

October 2020 through an e-voting process. The voting process concluded on 15 October 2020 with the Resolution Plan being approved by a majority of 91.18%. The Plan was then filed with the Hon'ble NCLT on 16 October 2020 vide IA No. 981/20 and it is awaiting the approval of the said Adjudicating Authority.

Deposits

Your Company has not accepted Deposits from Public or Members under Chapter V of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 for the year under review.

Related Party Transactions

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were in ordinary course of business and on arm's length basis. During the year, the Company had not entered into any contract/arrangement/transaction with related parties which could be considered material under Regulation 23 of Listing Regulation. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC - 2 is not applicable. The Policy on materiality of related party transactions and dealing with related party transactions as approved by the Board is also posted in the Investors section of the Company's website www.sujana.com. Your Directors draw attention of the members to Note no. 30 to the financial statements which sets out related party disclosures.

Prior omnibus approval is obtained on an annual basis for the transactions with related parties which are of a foreseeable and repetitive nature. The transactions entered into pursuant to the omnibus approval so granted and a statement giving details of all transactions with related parties are placed before the Audit Committee and Board of Directors for their review on a periodic basis.

None of the Directors, other than to the extent of their shareholding, receipt of remuneration / commission, has any pecuniary relationships or transactions vis-à-vis the Company.

Corporate Social Responsibility

Corporate Social Responsibility Policy framed in consonance with Section 135 of the Companies Act, 2013 read with the rules framed there under duly indicating the activities to be undertaken by the Company as specified in the Schedule VII of the Companies Act, 2013. The Corporate Social Responsibility Policy is posted in the Investors section of the Company's website. The Company is not falling under any of the applicability criteria's of CSR as mentioned under the provisions of Section 135 of the Companies Act, 2013 as amended by the Companies Amendment Act, 2019. Reporting as required under the aforesaid Section, for the FY 2019-20 as **Annexure- I** and forms part of this report.

Directors' Responsibility Statement:

Directors' Responsibility Statement as required under the provisions of Section 134(3) (c) of the Companies Act, 2013, is given in the **Annexure -II** attached hereto and forms part of this Report.

Auditors:

(a). Statutory Auditors:

In terms of Section 139 of the Companies Act, 2013 ("the Act"), and the Companies (Audit and Auditors) Rules, 2014, made thereunder, the present Statutory Auditors of the Company, M/s. T.Raghavendra & Associates, Chartered Accountants (Membership No.023806), will hold office until the conclusion of the ensuing Annual General Meeting and will not seek re-appointment.

The Company is required to appoint another Auditor to hold office from the conclusion of this Annual General Meeting till the conclusion of the 31st Annual General Meeting. The Resolution Professional had recommended the appointment of M/s. Venugoyal & Chenoy, Chartered Accountants, (Registration No.00 46715), as the Statutory Auditors of the Company for approval of the members.

The proposed Auditors shall hold office from the conclusion of the 30th Annual General Meeting till the conclusion of 31st Annual General Meeting of the Company. M/s. Venugoyal & Chenoy, Chartered Accountants, have consented to the aforesaid appointment and confirmed that their appointment, if made, will be within the limits specified under Section 141(3)(g) of the Companies Act, 2013.

They have further confirmed that they are not disqualified to be appointed as the Statutory Auditors in terms of the Companies Act, 2013 and the rules made thereunder. Pursuant to Section 139 of the Companies Act, 2013, approval of the members is required for appointment of the Statutory Auditors and fixing their remuneration by means of an ordinary resolution. Accordingly, approval of the members is sought for appointment of M/s. Venugoyal & Chenoy, Chartered Accountants as the Statutory Auditors of the Company and to fix their remuneration.

During the year under review, the Auditors of the Company have not reported any fraud as specified under Section 143 (12) of the Companies Act, 2013 to the Audit Committee.

Statutory Auditors' Qualification / Comment on the Company's Standalone Financial Statements

i). The Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's and were recalled by all the Banks. Note 5 forming part of the Statement regarding interest on Working Capital loans, Term Loans and Electricity power charges for the last three quarters of non-operating units. The accumulated loss as on 31st March, 2020 would have been increased from Rs.1,79,864.05 lakhs to Rs.2,61,666.07 lakhs had the Company provided for the same.

Management's response:

The Banks/ Financial Institutions have classified our loan accounts as NPA. The Company is currently undergoing Corporate Insolvency Resolution Process ("CIRP) with effect from 04 April 2019. Hence the Company has not provided interest amounting to Rs.276.23 crores for the current financial year 2019-20 in the books of account

ii). The Company has been continuously making losses

consequently its net worth is negative and the Company's total liabilities exceeded its total asset as at 31st March, 2020 by Rs.(117814.53 akhs). This indicates the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

Management's response:

A Resolution Plan, duly approved by the Committee of Creditors, has been filed with the Hon'ble NCLT for confirmation. The said Plan proposes resolution of all the debts of the Company and on its confirmation by the Hon'ble NCLT, is expected to ensure the continuance of the Company as a "going concern"

ii). The dues to Banks/Financial Institutions as on 31.03.2020 as per Company is Rs.2,42,790.64 lakhs, whereas the actual claims made by Banks/FIs and admitted by Resolution Professional is Rs.627652.66 lakhs.

Management's response:

The claims made by the lenders include elements of compound interest, penal interest and reversal of reliefs and concessions accorded to the Company as part of earlier restructuring exercises, the effect of which was not accounted for in the books as part of normal business and industry practices, since such additional elements were normally expected to be waived or foregone by the lenders. However, in view of the statutory proceedings under the Insolvency and Bankruptcy Code 2016, the lenders filed claims on the basis of their subsisting contractual rights and the same, after verification, were admitted by the Resolution Professional. As noted hereinabove, a Resolution Plan, duly approved by the Committee of Creditors, has been filed with the Hon'ble NCLT for confirmation. The said Plan proposes resolution of all the debts of the Company and on its confirmation by the Hon'ble NCLT, is expected to ensure the continuance of the Company as a "going concern"

iii). The trade receivable could not be verified as the confirmation of balances have not been received and made available to us. The Company's Trade Receivables aggregating to Rs.69,344.06 Lakhs is more than three years old. The Company has not provided any bad debts in the books of account during the quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.

Management's response:

Confirmation letters from debtors were submitted to auditors as on 31.03.2019. After that no transactions were made during the Financial Year 2019-20. Accumulated provision for Bad debts provided up to 31.03.2020 is Rs.122611.36 lakhs on Trade Receivables of Rs.164285.90 lakhs.

iv). The Loans & advances could not be verified as the confirmation of balances have not been received and made available to us. The Company's loans and advances aggregating to Rs.10, 351.73 Lakhs is more than three years old. The Company has not provided any bad debts in the books of account during the Quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.

Management's response:

Accumulated Provision for Bad Loans & Advances is Rs.12372.74 lakhs on Rs. Total outstanding of Rs18021.96 lakhs up to FY 2019-20.

v). The Company's Capital advances to the extent of Rs.5005.16 lakhs. We are unable to ascertain whether such balances are fully recoverable. Accordingly, we are unable to ascertain the impact, if any, that may arise in case any of these advances are subsequently determined to be doubtful of recovery. Had the Company provided for the same, the loss for the period would have been higher by the said amount.

Management's response: Self Explanatory

vi). With regard to investments in unquoted equities of subsidiaries for a value of Rs.5046.93 lakhs are valued at cost of investment however the present realizable value of these have not been ascertained by the management hence the same is subject to current valuation.

Management's response:

The matter has been dealt with as part of the Resolution Plan approved by the CoC and awaiting confirmation of the Adjudicating Authority.

vii). A winding up petition filed by Standard Bank (Mauritius) Ltd., in the High Court of Telangana & Andhra Pradesh against the Company for giving Corporate Guarantee for loan extended by the said bank to the step down subsidiary Optimix Enterprises Limited for Rs.4087.50 lakhs still pending.

Management's response:

The Petition for winding up was closed due to Corporate Insolvency Resolution Process having been initiated before NCLT, Hyderabad.

viii). The Company is not regular in payment of undisputed statutory dues towards ESI, Provident Fund, TDS and Goods & Service Tax during the year ended 31st March, 2020.

Management's response:

The Company having been found to have defaulted on its debt obligations, a Corporate Insolvency Resolution Process was ordered by the Hon'ble NCLT, Hyderabad bench. As noted hereinabove, a Resolution Plan, duly approved by the Committee of Creditors, has been filed with the Hon'ble NCLT for confirmation. The said Plan proposes resolution of all the debts of the Company and on its confirmation by the Hon'ble NCLT, is expected to ensure the continuance of the Company as a "going concern"

ix). Bank Statements were not available with the Company for all the Banks except that of Vizag Branch. Interest calculations are on the basis of the last interest rates on the outstanding balances.

Management's response:

As part of Corporate Insolvency Resolution Process, all the banks have submitted claims. Statement for account opened toward expenses during the CIRP process is available through

net banking facility.

x). The GST Returns are yet to be reconciled for all the Branches except Vizag branch as returns are yet to be filed by the Company.

Management's response:

As on date, GST Returns of Telangana for FY 2019-20 were filed. GST Returns of Tamilnadu were not filed since February 2019 due to liquidity crunch and activity in Tamilnadu was closed since 01.04.2019.

xi). On account of the COVID-19 related lock-down restrictions, we were not able to physically observe the verification of inventory that was carried out by the Management. Consequently, we have performed alternate procedures to audit the existence of Inventory as per the guidance provided by SA 501 "Audit Evidence-Specific Considerations for selected items" and have obtained sufficient audit evidence to issue our unmodified opinion on these Standalone Finance Results.

Management's response: Self Explanatory

Statutory Auditors' Qualification / Comment on the Company's Consolidated Financial Statement:

ij). The Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's and were recalled by all the Banks. Note 5 forming part of the Statement regarding interest on Working Capital loans, Term Loans and Electricity power charges for the last three quarters of non-operating units. The accumulated loss as on 31st March, 2020 would have been increased from Rs.1,92,166.06 lakhs to Rs.2,73,968.03 lakhs had the Company provided for the same.

Management's response:

A Resolution Plan, duly approved by the Committee of Creditors, has been filed with the Hon'ble NCLT for confirmation. The said Plan proposes resolution of all the debts of the Company and on its confirmation by the Hon'ble NCLT, is expected to ensure the continuance of the Company as a "going concern"

ij). The Company has been continuously making losses consequently its net worth is negative and the Company's total liabilities exceeded its total asset as at 31st March, 2020 by Rs.(125818.21 lakhs). This indicates the existence of material uncertainty that may cast significant doubt on the Company's ability to continue a going concern.

Management's response:

A Resolution Plan, duly approved by the Committee of Creditors, has been filed with the Hon'ble NCLT for confirmation. The said Plan proposes resolution of all the debts of the Company and on its confirmation by the Hon'ble NCLT, is expected to ensure the continuance of the Company as a "going concern"

ii). The dues to Banks/Financial Institutions as on 31.03.2020 as per Company is Rs.2,42,790.64 lakhs, whereas the actual claims made by Banks/FIs and admitted by Resolution Professional is Rs.627652.66 lakhs.

Management's response: The claims made by the lenders include elements of compound interest, penal interest and reversal of reliefs

and concessions accorded to the Company as part of earlier restructuring exercises, the effect of which was not accounted for in the books as part of normal business and industry practices, since such additional elements were normally expected to be waived or foregone by the lenders. However, in view of the statutory proceedings under the Insolvency and Bankruptcy Code 2016, the lenders filed claims on the basis of their subsisting contractual rights and the same, after verification, were admitted by the Resolution Professional. As noted hereinabove, a Resolution Plan, duly approved by the Committee of Creditors, has been filed with the Hon'ble NCLT for confirmation. The said Plan proposes resolution of all the debts of the Company and on its confirmation by the Hon'ble NCLT, is expected to ensure the continuance of the Company as a "going concern"

iii). The trade receivable could not be verified as the confirmation of balances have not been received and made available to us. The Company's Trade Receivables aggregating to Rs.89293.16 Lakhs is more than three years old and in respect of which the Company has provided only Rs.1221.22 Lakhs provision for debts in the books of account during the quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.

Management's response:

Confirmation letters from debtors were submitted to auditors as on 31.03.2019. After that no transactions were made during the Financial Year 2019-20. Accumulated provision for Bad debts provided up to 31.03.2020 is Rs. 152347.59 lakhs on Trade Receivables of Rs. 198869.69 lakhs.

iv). The Loans & advances could not be verified as the confirmation of balances have not been received and made available to us. The Company's loans and advances aggregating to Rs.11124.26 Lakhs is more than three years old. The Company has not provided any bad debts in the books of account during the Quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.

Management's response:

Accumulated Provision for Bad Loans & Advances is Rs. 12372.74 lakhs on Total outstanding of Rs. 18476.95 lakhs up to FY 2019-20.

v). The Company's Capital advances to the extent of Rs.5005.16 lakhs. We are unable to ascertain whether such balances are fully recoverable. Accordingly, we are unable to ascertain the impact, if any, that may arise in case any of these advances are subsequently determined to be doubtful of recovery. Had the Company provided for the same, the loss for the period would have been higher by the said amount.

Management's response:

The matter has been dealt with as part of the Resolution Plan approved by the CoC and awaiting confirmation of the Adjudicating Authority.

vi). A winding up petition filed by Standard Bank (Mauritius)

Ltd., in the High Court of Telangana & Andhra Pradesh against the Company for giving Corporate Guarantee for loan extended by the said bank to the step down subsidiary Optimix Enterprises Limited for Rs.4087.50 Lakhs still pending.

Management's response:

The Petition for winding up was closed due to Corporate Insolvency Resolution Process having been initiated before NCLT, Hyderabad.

vii). The Company is not regular in payment of undisputed statutory dues towards ESI, Provident Fund, TDS and Goods & Service Tax during the year ended 31st March, 2020.

Management's response:

The Company having been found to have defaulted on its debt obligations, a Corporate Insolvency Resolution Process was ordered by the Hon'ble NCLT, Hyderabad bench. As noted hereinabove, a Resolution Plan, duly approved by the Committee of Creditors, has been filed with the Hon'ble NCLT for confirmation. The said Plan proposes resolution of all the debts of the Company and on its confirmation by the Hon'ble NCLT, is expected to ensure the continuance of the Company as a "going concern"

viii). Bank Statements were not available with the Company for all the Banks except that of Vizag Branch. Interest calculations are on the basis of the last interest rates on the outstanding balances.

Management's response:

We have only one operating Bank account. i.e Bank of India of Kukatpally Branch, Hyderabad. Other Bank accounts are either non-operating accounts or frozen by banks. Hence, we could not get these bank statements

ix). The GST Returns are yet to be reconciled for all the Branches except Vizag branch as returns are yet to be filed by the Company.

Management's response:

As on date, GST Returns of Telangana for FY 2019-20 have been filed. GST Returns of Tamilnadu were not filed since February 2019 due to liquidity crunch and activity in Tamilnadu was closed since 01.04.2019.

x). On account of the COVID-19 related lock-down restrictions, we were not able to physically observe the verification of inventory that was carried out by the Management. Consequently, we have performed alternate procedures to audit the existence of Inventory as per the guidance provided by in SA 501 "Audit Evidence-Specific Considerations for selected items" and have obtained sufficient audit evidence to issue our unmodified opinion on these Standalone Finance Results.

Management's response: Self Explanatory

(b). Cost Auditors:

M/s. Nageswara Rao & Co, Cost Accountants [Firm No.000332] have been appointed as the Cost Auditor of the Company for financial year 2020-21 pursuant to provisions of Section 148 and other applicable provisions of the Companies Act 2013. As required by Section 148 of the Companies Act, 2013, necessary resolution has been included in the notice convening the Annual General Meeting seeking ratification by the members to the

remuneration proposed to be paid to the cost auditors for the financial year ending 31st March, 2021.

The Company is in process of filing the Cost Audit Report, for the financial years 2016-17, 2017-18, 2018-19 and 2019-2020 with the Central Government.

(c). Secretarial Audit

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules framed there under, the Resolution Professional has appointed Mrs. Usha Balasubramanian, Company Secretaries (CP.NO.7444, FCS NO.9267), to undertake the secretarial audit of the Company. The secretarial audit report issued by Mrs. Usha Balasubramanian, Practicing Company Secretary for the financial year ending 31st March, 2020 is given in the **Annexure- III-A** attached hereto and forms part of this Report.

Secretarial Auditors' comments on the Secretarial Audit Report:

Management's Response :

i). Company is in the process of identifying the women Independent Director to Comply the provisions of Section 149(1) of the Companies Act, 2013.

Further to inform you that as per the provisions of IBC and provisions of Regulation 15 (2A) and (2B) of SEBI LODR, the provisions specified in regulation 17, 18, 19 and 21 shall not be applicable during the CIRP and the roles and responsibilities of the board of directors and the committees, specified in the respective regulations, shall be fulfilled by the interim resolution professional or resolution professional.

(ii). The Company has submitted the reason for delayed submission of Audited (standalone and Consolidated) Financial Results for the quarter and Year ended 31st March 2019 beyond the due date for submission, with the Stock Exchanges on 30.05.2019.

(iii).The Company is in the process of filing the Cost Audit Reports, for the financial years 2016-17, 2017-18, 2018-19 and 2019-20 with the Central Government

(iv). Company is facing severe financial crisis and the Company is planning to pay annual listing fee for the years 2018-19, 2019-20 and 2020-21 at the earliest.

(d). Secretarial Compliance Report

Pursuant to Regulation 24A of SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015 the Company has obtained annual Secretarial Compliance Report for the financial year ended 31st March, 2020. The report has been annexed herewith as "**Annexure – III-B**"

Share Capital

The paid up equity share capital as on 31st March, 2020 was Rs.15050.54 Lakhs. During the year 2019-20, there was no change in the share capital of the Company.

The Company has not issued any share with differential voting rights nor has granted any stock options or sweat equity as on

31st March, 2020. None of the Directors of the Company hold instruments convertible into equity shares of the Company.

Extract of Annual Return:

Pursuant to the provisions of Section 92 of the Companies Act, 2013 and rules framed there under, the extract of the Annual Return in form MGT-9 is annexed herewith as **Annexure -IV** and forms part of this Report.

Particulars of Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

Particulars with respect to Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as required under Section 134 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 are given in the **Annexure -V** attached hereto and forms part of this Report.

Meetings:

The powers of the Board of Directors stood suspended, and such powers were vested with the Interim Resolution Professional, Mr. T.Sathisan (IP Registration No. IBB/I/PA-001/IP-P00105/2017-2018/10212). His appointment was subsequently confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Mr. T. Sathisan in his capacity as RP took control and custody of the management and operations of the Company from 19th April, 2019.

Hence, no Board meetings were held during the year 2019-20. However, Resolution Professional has conducted the meetings with the Directors of the Company from time to time to consider and approve the Quarterly and Yearly Financial Results of the Company. Five such meetings were held during the year on 30.05.2019, 15.06.2019, 14.08.2019, 14.11.2019 and 14.02.2020 to consider and approve the Quarterly and Yearly Financial Results of the Company pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

Directors:

Pursuant to the provisions of Section 152 of the Companies Act, 2013 and in accordance with the Articles of Association of the Company, Shri. G. Srinivasa Raju (DIN: 00132249), Director of the Company will retire by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

The Resolutions proposing their re-appointment/appointments as Directors will be placed before the Shareholders for their approval at the ensuing Annual General Meeting of the Company.

Dr. K. Srinivasa Rao-DIN- 02257745) ceased to be an Independent Director of the Company with effect from 14.12.2019 due to completion of his 5 years term.

Mrs. G.Uma Devi, women and Independent Director has resigned with effect from 18.04.2019.

Mr. Nitil Pandya, Nominee Director of Punjab National Bank, has resigned from the directorship of the Company with effect from 27.09.2019 consequent to withdrawal of his nomination by the said Bank. Resolution Professional and Committee of Creditors had accepted the resignation of Mr. Nitil Pandya -Nominee Director in

their meeting held on 10.12.2019.

The Company has received declarations from all the Independent Directors of the Company confirming that they continue to meet with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and under Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

None of the Directors of your Company is disqualified under Section 164 (2) of the Companies Act, 2013. As required by law, this position is also reflected in the Auditors' Report.

The following persons are Key Managerial Personnel of the Company:

Shri R. K. Birla: Managing Director (upto 30.05.2020)

Shri Shaik Ibraheem: Company Secretary

For Directors seeking appointment/re-appointment in the forthcoming Annual General Meeting of the Company; the particulars as required to be disclosed in accordance with Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, forms part of this Report.

Board Evaluation

Evaluation of performance of Directors was not undertaken during this financial year on account of CIRP initiated against the Company w.e.f. 04.04.2019, where the powers of the Board of Directors (including evaluating the performance of Board, its Committee and individual Directors) stood suspended.

Particulars of Employees:

The information required pursuant to the provision of Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company, are set out in **Annexure-VI** of this Report.

Management Discussion and Analysis Report:

Management Discussion and Analysis, forming part of this report as required under Regulation 34(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 is attached hereto as **Annexure- VII** and forms part of this Report.

Corporate Governance:

Your Company is committed to principles of good Corporate Governance. The Board of Directors ensures that your Company is in compliance with all the applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 pertaining to Corporate Governance. A detailed report on Corporate Governance is attached as **Annexure-VIII** and forms part of this report. Certificate from the Practicing Company Secretary confirming the compliance with the conditions of Corporate Governance as stipulated under Regulation 34(3) read with Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 is attached to this report.

S. No	Name of the Company	Status	Nature of Business	Country of Incorporation	Percentage of ownership interest
1	Glade Steel Private Limited	Subsidiary	It is engaged in the business of manufacturing, distributing, supplying, selling and other wise dispose of Rounds, Flats, Squares, Angles, Channels, Girders and Allied Products with installed capacity of 75,000 MT/per annum of re-rolling and 50,000 MT/per annum of MS Ingots	India	51.15%
2	Asian Tide Enterprises Limited	Wholly Owned Subsidiary (WOS)	It was incorporated in Hong Kong for carrying on the business of trading of	Hong Kong	100%
3	Alpha Ventures Limited	Wholly Owned Subsidiary (WOS)	Alpha Ventures Limited has been promoted to carry out any object not prohibited by the Companies Law (2004) Revision, or as the same may be revised from time to time, or any other law of the Cayman Islands. As per the law prevailing in Cayman Islands	Cayman Islands	100%
4	Optimix Enterprises Limited	Stepdown Subsidiary	It was incorporated in Mauritius for carrying on the business or businesses which are not prohibited under the laws for the time being in force in the Republic of Mauritius. This includes (inter alia) to engage in the business of all forms of investments including but not limited to venture capital and private equity investments whether directly, indirectly through any special purpose vehicles or otherwise.	Mauritius	100%
		(WOS of Asian Tide Enterprises Limited)			

A separate statement containing the salient features of the Financial Statement for the financial year ended 31st March, 2020 of the aforesaid subsidiary companies are included in the Annual Report as Form AOC-1 as an 'Annexure -IX'. The Financial statements of the said Subsidiaries Companies are available for inspection by the Shareholders at the Registered office of your Company. Your Company undertakes that the Financial statements of the Subsidiaries Companies shall be made available to the Shareholders of the Company on demand.

Consolidated Financial Statements:

The consolidated financial statements of your Company for the financial year 2019-20, are prepared in compliance with applicable provisions of the Companies Act, 2013, Accounting Standards and Listing Regulations as prescribed by the Securities and Exchange Board of India (SEBI).

The consolidated financial statements have been prepared on the basis of audited financial statements of the Company and its subsidiaries.

Audit Committee:

Subsequent to the initiation of the CIRP against the Company w.e.f. 04.04.2019, the Audit Committee of the Board of Directors could not be constituted. Role and responsibilities of the Audit committee shall be fulfilled by the Resolution Professional as per the proviso to Regulation 15(2B) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015.

Internal Control Systems and their adequacy:

The Company has adequate internal financial controls in place with reference to financial statements. These are continually reviewed by the Company to strengthen the same wherever required. The internal control systems are supplemented by internal audit carried out by an Independent firm of Chartered Accountants and periodical review by management. The Audit Committee of the Board addresses issues raised by both, the Internal Auditors and the Statutory Auditors.

Vigil Mechanism:

The Company has established a vigil mechanism by framing a Whistle Blower Policy to deal with instance of fraud and mismanagement, if any. The Vigil Mechanism framework ensures that strict confidentiality is maintained whilst dealing with concerns and also that no discrimination shall be meted out to any person for a genuinely raised concern. The designated officer can be directly contacted to report any suspected or confirmed incident of fraud/misconduct.

Remuneration Policy:

The Company has framed a Nomination and Remuneration policy for selection, appointment and remuneration of Directors, KMP and Senior Management and matters covered u/s 178(3) of the Companies Act 2013. The details of the same are provided in the Corporate Governance Report. The Policy is also posted in the Investors section of the Company's website www.sujana.com.

Particulars of Loans, Guarantees or Investments:

Particulars of Loans, Guarantees and Investments as required under the provisions of Section 186 of the Companies Act, 2013 are provided in the notes to the Financial Statements.

Risk Management:

The Risk Management programme at The Company is focused on ensuring that risks are known and addressed. The Company has in place a robust Risk Management framework by framing a Risk Management Policy to deal with all risks including possible instances of fraud and mismanagement, if any. The Risk Management Policy details the Company's objectives and principles of Risk Management along with an overview of the Risk Management process, procedures and related roles and responsibilities. There are no elements of risks that may threaten the existence of the Company.

Industrial Relations:

Your Company's management is happy to report that the Industrial Relations have been extremely cordial at all levels throughout the year.

Sexual Harassment Policy:

The Company as required under the provisions of "The Sexual Harassment of Women at Workplace (Prohibition, Prevention and Redressal) Act, 2013" has framed a Policy on Prohibition, Prevention and Redressal of Sexual Harassment of Women at Workplace and matters connected therewith or incidental thereto. In the year under review, the Company has not received any complaint under the said Policy.

Environment and Social Obligation:

The Company's plants comply with all norms set up for clean and better environment by the competent authorities. The Company undertakes regular checks / inspections including certification for the maintenance of the environment. The Company values environmental protection and safety as the major considerations in its functioning. The Company has adequate effluent Treatment Plants to prevent pollution. The Company is continuously endeavoring to improve the health and quality of life in the communities surrounding its industrial complexes.

Human Resource Management:

The Company believes that Human Resource is its most valuable resource, which has to be nurtured well and equipped to meet the challenges posed by the dynamics of Business Developments. The Company has a policy of continuous training of its employees both in-house. The staff is highly motivated due to good work culture, training, remuneration packages and the values, which the company maintains. Your Directors would like to place on record their deep appreciation of all employees for rendering quality services and to every constituent of the Company be its customers, shareholders, regulatory agencies or creditors. Industrial relations have remained harmonious throughout the year.

Insurance:

All the properties and insurable assets of the Company, including Building, Plant and Machinery, stocks etc., wherever necessary and to the extent required, have been adequately covered.

Quality:

Your Company accorded high priority to quality, safety, training, development, health and environment. The Company endeavours to ensure continuous compliance and improvements in this regard.

Appreciations:

The Management hereby take this opportunity to express their deep sense of gratitude to the Central and State Government and Local Authorities, Financial Institutions, Banks, Customers, Dealers, Vendors and all the stakeholders for their continued cooperation and support to your Company.

The Management wishes to express its appreciation to all the employees of the Company for their outstanding contribution to the successful operations of the Company.

The Management specially thank to the shareholders for their continued confidence and faith in the Company.

FOR SPLENDID METAL PRODUCTS LIMITED

T.SATHISAN

Resolution Professional

IP Reg No.: IBB/PA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency

Resolution Process by

NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE: Hyderabad

DATE: 7th December, 2020

Subsidiaries:**Details of the subsidiaries are given below:**

A separate statement containing the salient features of the Financial Statement for the financial year ended 31st March, 2020 of the aforesaid subsidiary companies are included in the Annual Report as Form AOC-1 as an 'Annexure -IX'. The Financial statements of the said Subsidiaries Companies are available for inspection by the Shareholders at the Registered office of your Company. Your Company undertakes that the Financial statements of the Subsidiaries Companies shall be made available to the Shareholders of the Company on demand.

Consolidated Financial Statements:

The consolidated financial statements of your Company for the financial year 2019-20, are prepared in compliance with applicable provisions of the Companies Act, 2013, Accounting Standards and Listing Regulations as prescribed by the Securities and Exchange Board of India (SEBI).

The consolidated financial statements have been prepared on the basis of audited financial statements of the Company and its subsidiaries.

Audit Committee:

Subsequent to the initiation of the CIRP against the Company w.e.f. 04.04.2019, the Audit Committee of the Board of Directors could not be constituted. Role and responsibilities of the Audit committee shall be fulfilled by the Resolution Professional as per the proviso to Regulation 15(2B) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015.

Internal Control Systems and their adequacy:

The Company has adequate internal financial controls in place with reference to financial statements. These are continually reviewed by the Company to strengthen the same wherever required. The internal control systems are supplemented by internal audit carried out by an Independent firm of Chartered Accountants and periodical review by management. The Audit Committee of the Board addresses issues raised by both, the Internal Auditors and the Statutory Auditors.

Vigil Mechanism:

The Company has established a vigil mechanism by framing a Whistle Blower Policy to deal with instance of fraud and mismanagement, if any. The Vigil Mechanism framework ensures that strict confidentiality is maintained whilst dealing with concerns and also that no discrimination shall be meted out to any person for a genuinely raised concern. The designated officer can be directly contacted to report any suspected or confirmed incident of fraud/misconduct.

Remuneration Policy:

The Company has framed a Nomination and Remuneration policy for selection, appointment and remuneration of Directors, KMP and Senior Management and matters covered u/s 178(3) of the Companies Act 2013. The details of the same are provided in the Corporate Governance Report. The Policy is also posted in the Investors section of the Company's website www.sujana.com.

Particulars of Loans, Guarantees or Investments:

Particulars of Loans, Guarantees and Investments as required under the provisions of Section 186 of the Companies Act, 2013 are provided in the notes to the Financial Statements.

Risk Management:

The Risk Management programme at The Company is focused on ensuring that risks are known and addressed. The Company has in place a robust Risk Management framework by framing a Risk Management Policy to deal with all risks including possible instances of fraud and mismanagement, if any. The Risk Management Policy details the Company's objectives and principles of Risk Management along with an overview of the Risk Management process, procedures and related roles and responsibilities. There are no elements of risks that may threaten the existence of the Company.

Industrial Relations:

Your Company's management is happy to report that the Industrial Relations have been extremely cordial at all levels throughout the year.

Sexual Harassment Policy:

The Company as required under the provisions of "The Sexual Harassment of Women at Workplace (Prohibition, Prevention and Redressal) Act, 2013" has framed a Policy on Prohibition, Prevention and Redressal of Sexual Harassment of Women at Workplace and matters connected therewith or incidental thereto. In the year under review, the Company has not received any complaint under the said Policy.

Environment and Social Obligation:

The Company's plants comply with all norms set up for clean and better environment by the competent authorities. The Company undertakes regular checks / inspections including certification for the maintenance of the environment. The Company values environmental protection and safety as the major considerations in its functioning. The Company has adequate effluent

Treatment Plants to prevent pollution. The Company is continuously endeavoring to improve the health and quality of life in the communities surrounding its industrial complexes.

Human Resource Management:

The Company believes that Human Resource is its most valuable resource, which has to be nurtured well and equipped to meet the challenges posed by the dynamics of Business Developments. The Company has a policy of continuous training of its employees both in-house. The staff is highly motivated due to good work culture, training, remuneration packages and the values, which the company maintains. Your Directors would like to place on record their deep appreciation of all employees for rendering quality services and to every constituent of the Company be its customers, shareholders, regulatory agencies or creditors. Industrial relations have remained harmonious throughout the year.

Insurance:

All the properties and insurable assets of the Company, including Building, Plant and Machinery, stocks etc., wherever necessary and to the extent required, have been adequately covered.

Quality:

Your Company accorded high priority to quality, safety, training, development, health and environment. The Company endeavours to ensure continuous compliance and improvements in this regard.

Appreciations:

The Management hereby take this opportunity to express their deep sense of gratitude to the Central, State Government and Local Authorities, Financial Institutions, Banks, Customers, Dealers, Vendors and all the stakeholders for their continued cooperation and support to your Company.

The Management wishes to express its appreciation to all the employees of the Company for their outstanding contribution to the successful operations of the Company.

The Management specially thank to the shareholders for their continued confidence and faith in the Company.

For SPLENDID METAL PRODUCTS LIMITED

T.SATHISAN

Resolution Professional

IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution
Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE: Hyderabad

DATE: December 7th, 2020

Annexure (I):

Annual Report on Corporate Social Responsibility (CSR) activities

1. A brief outline of the Company's CSR policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programmes.

Corporate Social Responsibility is a Company's sense of responsibility towards the community and environment in which it operates. The Company is committed on remaining a responsible corporate entity mindful of its social responsibilities. CSR Policy posted in the Investors section of the Company's website www.sujana.com.

2. Composition of the CSR Committee:
 - a. Shri S Hanumantha Rao - Chairman
 - b. Shri G Srinivasa Raju - Member
 - c. Shri R.K.Birla - Member
3. Average net profit of the Company for last three financial years:
Average Net Profit of the Company for the last three years is (-) Rs.(146491.06) lakhs, Hence not applicable.
4. Prescribed CSR Expenditure (two percent of the amount as in item 3 above): Nil
5. The Company is required to spend: NIL
6. Details of CSR spent during the financial year:
 - a. Total amount spent for the financial year: NIL
 - b. Amount unspent, if any: N.A.
 - c. Manner in which the amount spent during the financial year is detailed below:

S. No	Projects/ Activities	Sector	Locations (State)	Amount Outlay	Amount Spent on Project or Programs wise	Cumulative expenditure upto reporting period	Amount Spent directly or through implementing agency
				(Budget)			
				Project or Programs wise			
Not Applicable							

7. Reasons for not spending two percent of the average net profit of the last three financial years on CSR: Not Applicable
8. The CSR Committee Confirms that the implementation and monitoring of the CSR Policy is in compliance with the CSR objectives and policy of the company : Not Applicable

For SPLENDID METAL PRODUCTS LIMITED

T. SATHISAN

Resolution Professional

IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE: Hyderabad

DATE: December 07, 2020

Annexure (II):

Directors' Responsibility Statement

Members may kindly note that on 4th April, 2019 the Hon'ble National Company Law Tribunal (NCLT) had admitted the petition for initiating the Corporate Insolvency Resolution (CIR) Process under the provisions of the Insolvency Bankruptcy Code, 2016 (IBC). Further, vide the aforesaid NCLT order (uploaded on website on 16.04.2019) and pursuant to Section 17 of the IBC, the powers of the Board of Directors stood suspended, and such powers were vested with the Interim Resolution Professional, Mr. T.Sathisan (IP Registration No.IBBI/IPA-001/IP-P00105/2017-2018/10212). His appointment was subsequently confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Mr.T.Sathisan in his capacity as RP took control and custody of the management and operations of the Company from 19th April, 2019.

In light of the aforesaid and pursuant to the requirements under sub section (3)© and (5) of Section 134 of the Companies Act, 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed by the RP that:

- I. In preparation of the Annual Accounts for the year ended 31st March, 2020; all the applicable Accounting Standards prescribed by the Institute of Chartered Accountants of India have been followed along with proper explanation relating to material departures, if any.
- II. Accounting policies have been selected and applied consistently and judgments and estimates made that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the loss of the Company for the financial year ended 31st March, 2020.
- III. The proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- IV. The Annual Accounts for the year ended 31st March, 2020, has been prepared on a going concern basis.
- V. The proper internal financial control were in place and that the financial controls were adequate and were operating effectively.
- VI. The systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

For SPLENDID METAL PRODUCTS LIMITED

T.SATHISAN

Resolution Professional

IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE: Hyderabad

DATE: December 07, 2020

Annexure-III A
Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2020
[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members of

M/s. Splendid Metal Products Limited

Plot No.18, Municipal No.8-2-248/1/7/8, 1st Wing, First Floor,
Nagarjuna Hills, Punjagutta, Hyderabad – 500 082.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. Splendid Metal Products Limited** (CIN:L28120TG1988PLC008610) (hereinafter called the 'Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the Financial Year ended on **31st March, 2020**, (i.e. from 1st April, 2019 to 31st March, 2020) generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2020 according to the provisions of:
 - a) The Companies Act, 2013 (the Act) and the rules made thereunder;
 - b) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
 - c) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
 - d) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
 - e) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 1. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 2. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 3. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
2. Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company during the financial year under report:-
 - a. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - b. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - c. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - d. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
3. The Company operations are under general sector, there is no specific industrial law.
4. I have also examined compliance with the applicable clauses/regulations of the following:
 - (i) Secretarial Standards issued by The Institute of Company Secretaries of India (ICSI)
 - (ii) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Uniform Listing Agreements entered into with BSE Limited (BSE) and National Stock Exchange of India Limited (NSE);

I have not examined compliance by the Company with applicable financial laws, like direct and indirect tax laws, since the same have been subject to review by statutory financial audit and other designated professionals.

5. I further report that, as per the information provided to me, during the audit period :

- (i) The Corporate Insolvency Resolution Process ('CIRP') was initiated in respect of the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal ('NCLT') vide Order no. CP(IB)No. 666/7/HDB/2018 ('order') with effect from 04.04.2019 (uploaded on website on 16.04.2019). In terms of the said Order Mr. T.Sathisan (IP Registration No.IBB/PA-001/IP-P00105/2017-2018/10212) was appointed as the Interim Resolution Professional of the Company and subsequently confirmed as the Resolution Professional (the 'RP') by the Committee of Creditors ('COC').
- (ii) The Hon'ble NCLT Tribunal, Hyderabad Bench vide its order dated 1st October, 2019 has granted an extension of CIRP for a further period of 90 (Ninety) days with effect from 02.10.2019.
- (iii) The Hon'ble NCLT, Hyderabad Bench vide its order dated 7th January, 2020 has granted an extension of CIRP for a further period of 60 (Sixty) days with effect from 01.01.2020 (i.e. from 01.01.2020 to 01.03.2020).
- (iv) The Hon'ble NCLT, Hyderabad Bench has passed the order on 4th March, 2020 admitting the petition IA.No.233/2020 in CP(IB)No. 666/7/HDB/2018 under Section 12(2) of the IBC, filed by the RP and allowed the exclusion of period of 102 days from computation of 330 days with immediate effect under exceptional circumstances and granted extension of the CIRP process by another 102 (One Hundred Two) days with effect from 01.03.2020 in the interest of all the stakeholders of the Company.
- (v) In terms of Section 14 of the Code read with the Order, moratorium continues inter alia prohibiting the institution of suits or continuation of pending suits or proceedings against the Corporate Debtor including execution of any judgement, decree or order in any court of law, tribunal, arbitration panel or other authority.
- (vi) In terms of Section 17 of the IBC, the management of affairs of the Corporate Debtor vests with the RP and the powers of the Board of Directors of the Company has been suspended shall be exercised by him.
- (vii) By virtue of Section 17 & 23 of the IBC:
 - a. the management of the affairs of the Corporate Debtor vests in the RP;
 - b. the powers of the board of directors are suspended and are to be exercised by the RP;
 - c. the officers and managers of the Corporate Debtor are required to report to the RP and provide access to such documents and records of the Corporate Debtor as may be required by the RP; and
 - d. the financial institutions maintaining accounts of the Corporate Debtor are required to act on the instructions of the RP in relation to such accounts and furnish all information relating to the Corporate Debtor available with them to the RP.
- (viii) The Company petition (C.P.175/2013) filed by Standard Bank (Mauritius) Limited (SBML) against the Company u/s 433 of the Companies Act, 1956, in connection with the Corporate Guarantee furnished by the Company on behalf of its step down subsidiary Optimix Enterprises Limited, Mauritius was admitted by the Hon'ble High Court of Judicature at Hyderabad for the States of Telangana and Andhra Pradesh. The Company has preferred appeal OSA 12 of 2015 against the said admission. In OSA 12 of 2015, the Hon'ble High Court on 28.08.2016 has dismissed as infructuous. The Company Petition No.175 of 2013 was disposed by the Hon'ble High Court on 06.12.2019 directing the parties to work out their remedies before the National Company Law Tribunal.

6. During the period under review and as per the explanations and clarifications given to me and the representations made by the Management, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations/non-compliances:

- (i) Mrs. G. Uma Devi, Woman and Independent Director has resigned w.e.f 18.04.2019. Mr. Nitil Pandya, Nominee Director of Punjab National Bank, has resigned from the directorship of the Company with effect from 27.09.2019 consequent to withdrawal of his nomination by the said Bank. Mr. T. Sathisan Resolution Professional has accepted the resignation of Mr. Nitil Pandya - Nominee Director. The stock Exchange was intimated about the resignation of Mr. Nitil Pandya on 12.12.2019. Dr.K.Srinivasa Rao ceased to be an Independent Director of the Company with effect from 14.12.2019 due to completion of his 5 years term.
- (ii) The Company has delayed in the submission of quarterly and year to date results along with Audited (standalone and Consolidated) Financial Results for the quarter and Year ended 31st March 2019 beyond the due date for submission of the Financial Results for the relevant period (i.e. 30.05.2019) with the Stock Exchange.
- (iii) The Company is yet to file the Cost Audit Reports, for the financial years 2016-17, 2017-18, 2018-19 and 2019-20 with the Central Government
- (iv) The Company has not paid annual listing fee for the years 2018-19, 2019-20 and 2020-21.

(v) The evaluation of the performance of the Board of Directors as well as that of its committees and individual directors including chairman of the board, key managerial personnel/senior management etc., was not carried out during the year as the Company was admitted to CIRP on 4th April, 2019.

(vi) In terms of the provisions of Section 173 of the Companies Act, 2013, every company shall hold a minimum number of four meetings of its Board of Directors every year in such a manner that not more than one hundred and twenty days shall intervene between two consecutive meetings of the Board. However, the said provisions are not applicable to the companies which are under CIRP in respect of the Company under Section 7 of the IBC as the powers of the Board of Directors stand suspended. Similarly, the provisions are not applicable to the committee meetings.

(vii) As per the provisions of IBC and provisions of Regulation 15 (2A) and (2B) of SEBI LODR, the provisions specified in regulation 17, 18, 19 and 21 shall not be applicable during the CIRP. The provisions as specified in said regulations of the SEBI (LODR) shall not be applicable during the CIRP period and the roles and responsibilities of the board of directors and the committees, specified in the respective regulations, shall be fulfilled by the interim resolution professional or resolution professional.

Based on the information received and records maintained, I further report that:-

- Post admission of the Company into CIRP on 4th April, 2019, no meetings of the Board or Committee were held. Accordingly, no business were transacted and/or recommended by Committee(s) or Board, as the case may be. The RP had called and held meetings with the Directors as required for the purpose of compliance under the Companies Act, 2013 and applicable laws.
- Adequate notice is given to all directors to schedule the Meetings, agenda and detailed notes on agenda are sent in advance as required, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- All decisions at meetings called by the RP are carried out unanimously as recorded in the minutes of the meetings between the RP and Directors, as the case may be.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that in my opinion based on the discussion I had with the management official's following are the events/actions which have major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. during the audit period :-

(i) As stated hereinbefore, the Company is into CIRP under the IBC.

(ii) The Company got approval from Registrar of Companies, Telangana vide approval letter dated 12.09.2019 for extension of Annual General Meeting for the financial year ended 31.03.2019 which is due to be held on or before 30th September, 2019 as per the requirement of Section 96 of the Companies Act, 2013, for a period of 2 months 15 days from the due date (i.e on or before 15.12.2019).

Usha Balasubramanian
Practising Company Secretary
FCS No.9267, C P No. 7444
UDIN : F009267B001429611

Place: Hyderabad:

Date: 7th December, 2020

This Report is to be read with my letter of even date which is annexed as Annexure and forms part of this report.

ANNEXURE

To
The Members,
M/s. Splendid Metal Products Limited
Plot No.18, Nagarjuna Hills,
Punjagutta, Hyderabad – 500 082.

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. I believe that the process and practices followed by me provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Wherever required, I have obtained the Management representations about the compliance of laws, rules and regulations and happening of events etc.,
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad:
Date: 7th December, 2020

Usha Balasubramanian
Practising Company Secretary
FCS No.9267, C P No. 7444
UDIN : F009267B001429611

ANNEXURE -IIIB

Secretarial Compliance Report under Regulation 24A of SEBI (LODR) Regulations, 2015 of Splendid Metal Products Limited for the year ended March 31, 2020.

The Corporate Insolvency Resolution Process ("CIRP") was initiated in respect of the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ("IBC") by the National Company Law Tribunal ("NCLT") vide Order no. CP(IB)No. 666/7/HDB/2018 ('order') with effect from 04.04.2019 (uploaded on website on 16.04.2019). In terms of the said Order Mr. T.Sathisan (IP Registration No.IBB/PA-001/IP-P00105/2017-2018/10212) was appointed as the Interim Resolution Professional of the Company and subsequently confirmed as the Resolution Professional (the 'RP') by the Committee of Creditors ('COC'). Accordingly, in accordance with the provisions of the IBC, the powers of the Board of Directors of the Company stand suspended and the same have been vested with and are being exercised by the RP.

1, Usha Balasubramanian, Practising Company Secretary have examined:

- (a) all the documents and records made available to me and explanation provided by Splendid Metal Products Limited [CIN: L28120TG1988PLC008610] (hereinafter referred to as "the listed entity"),
- (b) the filings/ submissions made by the listed entity to the stock exchanges,
- (c) website of the listed entity,
- (d) any other document/ filing, as may be relevant, which has been relied upon to make this certification,

for the year ended March 31, 2020 ("Review Period") in respect of compliance with the provisions of:

- (a) the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
- (b) the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include:-

- (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 - **not applicable during the period under review**;
- (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 - **not applicable during the period under review**;
- (e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **not applicable during the period under review**;
- (f) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **not applicable during the period under review**;
- (g) Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013 **not applicable during the period under review**;
- (h) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (i) Any other regulations, circulars, guidelines, etc. issued by SEBI applicable to the Company.

It may be noted that as per the provisions of IBC and provisions of Regulation 15 (2A) and (2B) of Securities and Exchange Board of India (Listing Obligations and "Disclosure Requirements) Regulations 2015 (SEBI (LODR)) as amended from time to time, the provisions specified in regulation 17, 18, 19, 20, 21 shall not be applicable during the CIRP. The conditions as specified in said regulations of the SEBI (LODR) shall not be useful during the CIRP and the roles and responsibilities of the Board of Directors and the Committees, specified in the respective regulations, shall be fulfilled by the Interim Resolution Professional or Resolution Professional, as the case may be.

Based on the above examination, I hereby report that, during the Review Period:

- (a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder except in respect of the matters specified :-

Sr. No,	Compliance Requirement (Regulations /circulars/ guidelines)	Deviations	Observations/Remarks
1)	Regulation 13 (3) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with regards to Submission of statement of Investor Complaints within 21 days of each quarter ended of the financial year.	There is a delay in the filing of Statement of Investor Complaints for quarter ended June 2019, September 2019 and December 2019.	The Company has delayed in the filing of Statement of Investor Complaints in terms of the said SEBI regulation. However, the same was filed at a later date.
2)	Regulation 14 of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with regards to Payment of Listing Fees to the recognized stock exchanges in the manner specified by the Exchange(s).	The Company has not paid the Listing fee to the recognized stock exchanges for the FY 19-20 where the shares of the Company are listed.	The Company has violated the provisions of Regulation 14 of SEBI LODR Regulation, 2015,
3)	Regulation 7(3) and 40(9) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with regards to half-yearly compliances for the March, 2019 and September, 2019 to be submitted to Stock Exchanges. (within one month of each half of the financial year)	There is a delay in the submitting : 1) The Compliance Certificate under Regulation 7(3) of SEBI LODR Regulation, 2015 with regards to half-yearly compliances for the March, 2019 and September, 2019 to be submitted to Stock Exchanges. 2) The Certificate under Regulation 40(9) to be procured from the PCS that all share certificates have been issued within 30 days of lodgement of transfer, sub-division, consolidation, renewal, or exchange.	The Company has delayed in the filing the Certificates under Regulation 7(3) and 40(9) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in terms of the said SEBI regulation. However, the same was filed at a later date.
4)	Regulation 29 (2) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with regards to Prior intimation to stock exchanges about the Board Meetings.	The Company has delayed in giving prior intimation to the stock exchange for Meeting held on 30 th May 2019.	The Company has delayed the requirement of giving two days prior intimation to the Stock Exchange in respect of Meeting held on 30 th May, 2019 in terms of Regulation 29(2) of SEBI LODR due to commencement of CIRP with 4 th April, 2019

5)	Regulation 30 of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with regards Listed entities to disclose all events or information which are material, as soon as reasonably possible and not later than twenty-four hours from the occurrence of event or information	<p>In terms of the said regulations, event-based disclosures with regards to:</p> <ol style="list-style-type: none"> 1) Commencement of Corporate Insolvency Resolution Process and appointment of Interim Resolution Professional; 2) Mrs. G. Uma Devi, Woman and Independent Director has resigned w.e.f 18.04.2019. 3) Mr. Nitil Pandya, Nominee Director of Punjab National Bank, has resigned from the directorship of the Company with effect from 27.09.2019 consequent to withdrawal of his nomination by the said Bank. Mr. T. Sathisan Resolution Professional has accepted the resignation of Mr. Nitil Pandya - Nominee Director. 4) Dr.K.Srinivasa Rao ceased to be an Independent Director of the Company with effect from 14.12.2019 due to completion of his 5 years term. 	<p>Commencement of corporate insolvency process Order dated 04.04.2019 (uploaded in website on 16.04.2019) was intimated on 19.04.2019</p> <p>The Company delayed the notification relating to resignation of Mrs G. Uma as Woman and Independent Director. The same was notified on 20.04.2019</p> <p>The Company delayed the notification relating to resignation Mr. Nitil Pandya as Nominee Director. The stock Exchange was intimated about the resignation of Mr. Nitil Pandya on 12.12.2019.</p> <p>The Company has not intimated the stock exchange regarding Dr. K. Srinivasa Rao ceasing to be an Independent Director since his term ends on date of Annual General Meeting being 14.12.2019</p>
6)	Regulation 31 of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with regards to Submission of Shareholding Pattern separately for each class of securities within 21 days of each quarter ended of the financial year	There is a delay in submission of the Shareholding Pattern for the quarter ended 31 st March, 2019; 30 th June, 2019; 30 th September, 2019 and 31 st December, 2019 with stock exchanges	<p>The Company has delayed in compliance with respect to Submission of Shareholding Pattern for the quarter ended 31st March, 2019; 30th June, 2019; 30th September, 2019 and 31st December, 2019</p> <p>However, the same was submitted/ complied by the Company at a later date.</p>

7)	Regulation 33 of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with regards to submission of Quarterly and year to date standalone financial results and, consolidated financial results within 45 days from the end of each quarter	The Company has delayed submitting Audited Financial Results for the quarter and Financial year ended 31st March, 2019.	<p>The Company has delayed the compliance of Regulation 33 of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to submitting Audited Financial Results for the quarter and Financial year ended 31st March, 2019.</p> <p>However, the same was submitted/ complied by the Company at a later date.</p> <p>The delay was due to the initiation of CIRP w.e.f. 4th April, 2019 and due to which the powers of the Board of Directors stands suspended and such powers are vested with the Resolution Professional.</p>
----	---	---	--

(b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder insofar as it appears from my examination of those records.

(c) The following are the details of actions taken against the listed entity/ its promoters/ directors/ material subsidiaries either by SEBI or by Stock Exchanges (*including under the Standard Operating Procedures issued by SEBI through various circulars*) under the aforesaid Acts/ Regulations and circulars/ guidelines issued thereunder:

Sr. No.	Action taken by	Details of violation	Details of action taken E.g. fines, warning letter, debarment, etc.	Observations/ remarks of the Practicing Company Secretary, if any.
--- Nil ---				

(d) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Observations of the Practicing Company Secretary in the previous reports	Observations made in the secretarial compliance report for the year ended... (The years are to be mentioned)	Actions taken by the listed entity, if any	Comments of the Practicing Company Secretary on the actions taken by the listed entity
--- Nil ---				

(e) The Company has suitably modified the terms of appointment of its present Statutory Auditor to give effect to para 6(A) and 6(B) of SEBI circular No. CIR/CFD/CMD1/114/2019 dated 18th October, 2019.

Usha Balasubramanian
Practising Company Secretary
FCS: 9267, CP: 7444

PLACE: Hyderabad
Date: 7th December 2020

Annexure (IV):
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2020
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1)
of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:		
1	CIN	L28120TG1988PLC008610
2	Registration Date	02.05.1988
3	Name of the Company	SPLENDID METAL PRODUCTS LIMITED
4	Category/Sub-category of the Company	COMPANY LIMITED BY SHARES
		INDIAN NON-GOVERNMENT COMPANY
5	Address of the Registered office & contact details	Plot No.18, Municipal No. 8-2-248/1/7/18, West Wing, First Floor, Nagarjuna Hills, Punjagutta, Hyderabad- 500082
6	Whether listed company	YES
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	M/s Bigshare Services Pvt.Ltd.306, Right Wing, 3rd Floor, Amrutha Ville, Opp: Yashoda Hospital, Raj Bhavan Road, Somajiguda, Hyderabad - 500 082. Phone No: 040 – 2337 4967.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY			
(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)			
S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	IRON AND STEEL PRODUCTS	241	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES					
SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	GLADE STEEL PRIVATE LIMITED, Plot No.18, Nagarjuna Hills,Panjagutta, Hyderabad-500082, Telanagana	U27109TG2005PTC046213	SUBSIDIARY	51	Section 2(87)(ii)
2	ASIANIDE ENTERPRISES LIMITED Suite 605, 6/F.,China Insurance Group Building, 141 Des Voeux Road Central, Central, Hong Kong	NA	*WOFS	100	Section 2(87)(ii)
3	ALPHA VENTURES LIMITED Po Box 309gt, Uglan House, South Church Street, George Town	NA	*WOFS		

*WOFS- Wholly Owned Foreign Subsidiary

IV. SHARE HOLDING PATTERN									
(Equity share capital breakup as percentage of total equity)									
(i) Category-wise Share Holding									
Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2019]				No. of Shares held at the end of the year [As on 31-March-2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	3,200,028	-	3,200,028	1.06%	3,200,028	-	3,200,028	1.06%	0.00%
b) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Bodies Corp.	170,104,720	-	170,104,720	56.51%	170,104,720	-	170,104,720	56.51%	0.00%
e) Banks / FI	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Any other	7	-	7	0.00%	7	-	7	0.00%	0.00%
Sub Total (A) (1)	173,304,755	-	173,304,755	57.57%	173,304,755	-	173,304,755	57.57%	0.00%
(2) Foreign									
a) NRI Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Other Individuals	-	-	-	0.00%	-	-	-	0.00%	0.00%
c) Bodies Corp.	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) Any other	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub Total (A) (2)	-	-	-	0.00%	-	-	-	0.00%	0.00%
TOTAL (A)	173,304,755	-	173,304,755	57.57%	173,304,755	-	173,304,755	57.57%	0.00%
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
b) Banks / FI	13,759,682	200	13,759,882	4.57%	13,759,682	200	13,759,882	4.57%	0.00%
c) Central Govt	-	-	-	0.00%	-	-	-	0.00%	0.00%
d) State Govt(s)	-	-	-	0.00%	-	-	-	0.00%	0.00%
e) Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
f) Insurance Companies	-	-	-	0.00%	-	-	-	0.00%	0.00%
g) FIIs	-	-	-	0.00%	-	-	-	0.00%	0.00%
h) Foreign Venture Capital Funds	-	-	-	0.00%	-	-	-	0.00%	0.00%
i) Others (specify)			-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(1):-	13,759,682	200	13,759,882	4.57%	13,759,682	200	13,759,882	4.57%	0.00%

2. Non-Institutions									
a) Bodies Corp.									
i) Indian	12,334,083	51,665	12,385,748	4.11%	11520854	2,700	11,523,554	3.83%	-0.29%
ii) Overseas	-	-	-	0.00%	0	0	-	0.00%	0.00%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 2 lakh	49,174,149	610,738	49,784,887	15.83%	45902613	653,503	46,556,116	15.47%	-0.36%
ii) Individual share holders holding nominal share capital in excess of Rs 2 lakh	50,216,199	-	50,216,199	16.68%	54262679	0	54,262,679	18.03%	1.34%
c) Others (specify)	-	-	-	0.00%	0	0	-	0.00%	0.00%
Non Resident Indians	1,387,383	200	1,387,583	0.46%	1499291	0	1,499,291	0.50%	0.04%
Overseas Corporate Bodies	-	-	-	0.00%	-	-	-	0.00%	0.00%
Foreign Nationals	-	-	-	0.00%	0	0	-	0.00%	0.00%
NBFCs registered with RBI	-	-	-	0.00%	2000	0	-	0.00%	0.00%
Clearing Members	171,877	-	171,877	0.06%	102554	0	102,554	0.03%	-0.02%
Trusts	50	-	50	0.00%	50	0	50	0.00%	0.00%
Foreign Bodies-DR	-	-	-	0.00%	-	-	-	0.00%	0.00%
Sub-total (B)(2):-	113,283,741	662,603	113,946,344	37.85%	113,290,041	656,203	113,944,244	37.85%	0.00%
Total Public (B)	127,043,423	662,803	127,706,226	42.43%	127,049,723	656,403	127,706,126	42.43%	0.00%
C. Shares held by Custodian for GDRs & ADRs	-	-	-		-	-			
Grand Total (A+B+C)	300,348,178	662,803	301,010,981	100.00%	300,354,478	656,403		100.00%	301,010,881

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total	
1	Y.S.Chowdary	3,200,024	1.06%	1.1%	3,200,024	1.06%	1.06%	0.00%
2	Yalamanchili Finance & Trading Pvt Ltd	131,426,585	43.66%	43.66%	131,426,585	43.66%	43.66%	0.00%
3	Sujana Pumps and Motors Private Limited	1,000,000	0.33%	0.33%	1,000,000	0.33%	0.33%	0.00%
4	Shri S.Hanumantha Rao-Trusee for odd lot shares	7	0.00%	0	7	0.00%	0%	0.00%
5	Sujana Holdings Limited	10,000,000	3.32%	3.32%	10,000,000	3.32%	3.32%	0.00%
6	Foster Infin and Trading Private Limited	25,000,000	8.31%	8.31%	25,000,000	8.31%	8.31%	0.00%
7	Golkonda Finance and Trading Private Limited	2,041,505	0.68%	0.68%	2,041,505	0.68%	0.68%	0.00%
8	Prime Infoinvest Limited	636,630	0.21%	0.21%	636,630	0.21%	0.21%	0.00%
9	Y.Padmaja	4	0.00%	0.00%	4	0.00%	0.00%	0.00%
	Total	173,304,755	57.57%	57.57%	173,304,755	57.57%	57.57%	0.00%

(iii) Change in Promoters' Shareholding (please specify, if there is no change)							
SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year	4/1/2019		173,304,755	57.57%		
	Changes during the year	Nil			0.00%	173,304,755	57.57%
	At the end of the year	3/31/2020		-		173,304,755	57.57%

(iv) Shareholding Pattern of top ten Shareholders

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	For each of the Top 10 shareholders	Date	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of shares	% of total shares	No. of shares	% of total shares
1	Stressed Assets Stabilization Fund					
	At the beginning of the year	4/1/2019	12,759,682	4.24%		
	Changes during the year	Nil	-	0.00%	-	
	At the end of the year	3/31/2020			12,759,682	4.24%
2	Raghunatha Reddy Meda					
	At the beginning of the year	4/1/2019	6,700,000	2.23%		
	Changes during the year	Nil		0.00%		
	At the end of the year	3/31/2020			6,700,000	2.23%
3	Prakash Arts Private Limited					
	At the beginning of the year	4/1/2019	5,500,000	1.83%		
	Changes during the year	Nil		0.00%		
	At the end of the year	3/31/2020			5,500,000	1.83%
4	Srihari Babu Kancherla					
	At the beginning of the year	4/1/2019	3,045,481	1.01%		
	Changes during the year	Nil		0.00%		
	At the end of the year	3/31/2020			3,045,481	1.01%
5	MRKR Constructions Pvt Ltd					
	At the beginning of the year	4/1/2019	1,500,000	0.50%		
	Changes during the year	Nil		0.00%		
		3/31/2020			1,500,000	0.50%
6	Tarun Shantilal Joshi					
	At the beginning of the year	4/1/2019	1,400,000	0.47%		
	Changes during the year	Nil		0.00%		
		3/31/2020			1,391,399	0.46%

7	Mubasher Hussain Ansari					
	At the beginning of the year	4/1/2019	1,112,346	0.37%		
	Changes during the year	Nil		0.00%		
	At the end of the year	3/31/2020			1,112,346	0.37%
8	Indian Overseas Bank					
	At the beginning of the year	4/1/2019	1,000,000	0.33%		
	Changes during the year	Nil	-		-	
	At the end of the year	3/31/2020			1,000,000	0.03%
9	SATYAM DWARKADAS KARIYA					
	At the beginning of the year	4/1/2019	97023	0.03%		
	Changes during the year					
				0.00%		
	At the end of the year	3/31/2020			898,101	0.30%
10	RANGANATHAN P					
	At the beginning of the year	4/1/2019	719,747	0.24%		
	Changes during the year	Nil				
	At the end of the year	3/31/2020			719,747	0.24%

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of shares	% of total shares	No. of shares	% of total shares
1	Shaik Ibraheem-cs					
	At the beginning of the year	4/1/2019	-	0.00%	-	0.00%
	Changes during the year	Nil			-	
	At the end of the year	3/31/2020				0.00%
2	R.K.Birla-Managing Director					
	At the beginning of the year	4/1/2019	-	0.00%		
	Changes during the year	Nil				
	At the end of the year	3/31/2020	-		-	0.00%
3	S.Hanumantha Rao-Non- Executive Director					
	At the beginning of the year	4/1/2019	7	0.00%	7	0.00%
	Changes during the year	Nil				
	At the end of the year	3/31/2020			7	0.00%
4	G.Srinivasa Raju-Non-Executive Director					
	At the beginning of the year	4/1/2019	Nil	0.00%	Nil	0.00%
	Changes during the year	Nil				
	At the end of the year	3/31/2020		0.00%	Nil	0.00%

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Amt. Rs./Lakhs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-		-
ii) Interest due but not paid				-
iii) Interest accrued but not due	-			-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
* Addition	-	-		-
* Reduction	-	-		-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	-	-		-
ii) Interest due but not paid	-			-
iii) Interest accrued but not due				-
Total (i+ii+iii)	-		-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
	Name	R.K.Birla	(Rs in Lakhs)
	Designation	Managing Director	
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	60.00	60.00
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission		-
	- as % of profit	-	-
	- others, specify	-	-
5	Others, please specify	-	-
	Total (A)	60.00	60.00
	Ceiling as per the Act	The overall ceiling is as per limits stipulated in Schedule V / Section 197 of the Companies Act,2013	

B. Remuneration to other Directors NIL**C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD**

SN.	Particulars of Remuneration	Name of Key Managerial Personnel	Total Amount
	Name	Shaik Ibraheem	(Rs in lakhs)
	Designation	CS	
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	12.38	12.38
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	
	- as % of profit	-	-
	- others, specify	-	-
5	Others, please specify	-	-
	Total	12.38	12.38

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	NONE				
Punishment					
Compounding					
B. DIRECTORS					
Penalty	NONE				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	NONE				
Punishment					
Compounding					

Annexure -V

Statement of particulars of the conservation of energy, technology absorption, foreign exchange earnings and outgo as per Rule 8 of Companies (Accounts) Rules, 2014

A) Conservation of energy-

- a. Steps taken or impact on conservation of energy:
NIL
- b. Steps taken by the company for utilising alternate sources of energy:
NIL
- c. Capital investment on energy conservation equipment:
NIL

B) Technology absorption-

- a. Efforts made towards technology absorption;
NIL
- b. The benefits derived like product improvement, cost reduction, product development or Import substitution;
NIL
- c. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)
NIL
 - i. the details of technology imported;
 - ii. the year of import;
 - iii. whether the technology been fully absorbed;
 - iv. if not fully absorbed, areas where absorption has not taken place, and the reasons thereof;
- d. Details of the expenditure incurred on Research and Development.
NIL

C) Foreign exchange earnings and Outgo:

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows

	Particulars	Amount
Receipts		
	Share Capital/Share application money	0
	Foreign Loans	0
	Exports	0
	Others	0
	Total :	0
Payments		
	Imports	0
	Travelling Expenses, Others	0
	Total :	0

Annexure -VI

Details pertaining to remuneration as required u/s 197(12) of The Companies Act, 2013 read with rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

1. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2019-20, percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary in the financial year 2019-20, and the comparison of remuneration of each Key Managerial Personnel (KMP) against the performance of the Company are as under:

S.No	Name of the Director/ KMP (Designation)	Remuneration for FY 2019-20 (in lacs)	Ratio of remuneration to the median remuneration of the employees	% increase in remuneration in the FY 2019-20
1	R.K.Birla (Managing Director)	60	33.33	Nil
2	Shaik Ibraheem (Company Secretary)	12.38	6.88	Nil

Notes:

- (a). None of the other directors expect as disclosed above draws any remuneration in the Company.
- (b). The median remuneration of employees of the Company during the financial year 2019-20 was Rs. 1.80 lakhs against the median remuneration of Rs. 1.80 lakhs of the previous year.
- (c). The number of permanent employees on the rolls of Company as on March 31st, 2020 is 203.

2. The Explanation on the relationship between average increase in remuneration and company performance:

The average increase in remuneration during the financial year 2019-20 is Nil. The total employees cost for the financial year ended 31st March, 2020 is Rs. 697.63 lakhs as against Rs. 1331.24 lakhs for the financial year ended 31st March 2019. During the year the Company achieved a total income of Rs 3298.15 Lakhs against Rs. 45871.10 lakhs in the last year. The Company incurred a net loss of Rs 4339.50 lakhs during the financial year 2019-20 as against a loss of Rs 68592.91 lakhs in the previous year 2018-19. There has been no increase in remuneration of managerial personnel.

3. Comparison of Remuneration of the Key Managerial Personnel(s) against the performance of the Company:

Particulars	2019-20	2018-19
Total Revenue (Rs in lakhs)	3298.15	45871.1
Aggregate Remuneration of Key Managerial Personnel (KMP) in FY.2019-20 (Rs. In lakhs)	102.38	102.38
Remuneration of KMPs (as a % of revenue)	3.1	0.22

4. Variations in the market capitalisation of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the company came out with the last public offer:

Particulars	March 31 st , 2020	March 31 st , 2019
Market capitalisation (Rs in lakhs) *	571.92	1625.45
Price Earnings Ratio	Nil	Nil

* Based on closing Market price on BSE on the respective year and dates.

Particulars	March 31 st , 2020	October 30 th , 1992 (IPO)
Market Price(BSE) (Rs)	0.19	10
Market Price (NSE) (Rs)	0.15	10

5. Average percentage increase made in the salaries of employees other than the managerial personnel in the last financial year:

Not applicable since there was no increase in salaries as compared to the previous year.

6. Comparison of the each remuneration of the KMP against the performance of the Company:

S.No	Particulars of Remuneration	KMP	
		R.K.Birla	Shaik Ibraheem
		Managing Director	Company Secretary
1	Remuneration in FY 2020(Rs in Lakhs)	60	12.38
2	Revenue in FY 2020 (Rs in Lakhs)	3298.15	
3	Remuneration as % of revenue	1.82	0.38

7. The key parameters for the variable component of remuneration availed by the directors are considered by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee as per the Remuneration Policy of the Company:

There is no variable component availed by any Director

8. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year:

Not applicable, since no employees of the Company receives remuneration in excess of the highest paid director i.e., MD and there are no employees falling under Rule 5(2).

9. It is hereby affirmed that the remuneration paid is as per the Remuneration Policy of the Company.

ANNEXURE-VII

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Pursuant to the Regulation 34 read with the Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 your Directors / Resolution professional wish to report as follows:

a). Industry Structure and Developments:

India was the world's second-largest steel producer with production standing at 111.2 million tonnes (MT) in 2019. The growth in the Indian steel sector has been driven by domestic availability of raw materials such as iron ore and cost-effective labour. Consequently, the steel sector has been a major contributor to India's manufacturing output. The Indian steel industry is modern with state-of-the-art steel mills. It has always strived for continuous modernisation of older plants and up-gradation to higher energy efficiency levels.

b). Opportunities & Threats :

India is being a very attractive destination for steel consumption, imports have grown by 4.5% whereas exports have fallen by 16 %. The consumption growth is tipped to be driven by expected 7.1% growth in domestic steel demand in calendar year 2019, the Indian Steel Association said adding that demand is likely to grow marginally in the next calendar year 2020 by 7.2%. For financial years 2019-20 and 2020-21, however, the forecast for steel demand growth is 7.2%. Consumption growth is expected to improve driven by measures for farmers, unorganized sector and government employees. Cumulatively, the Indian economy is likely to maintain above 7% growth in the next couple of years.

c). Risks and Concerns :

In accordance with regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, your Company has duly adopted steps for framing, implementing and monitoring the risk management plan and accordingly Directors had put in place a critical risk management framework across the Company for identification and evaluation of all potential risks. Your Company is continuously evolving and improving systems and measures to take care of all the risk exigencies involved in the business. All inherent risks are identified, measured, monitored and regularly reported to the management. The management decides required measures to overcome these risks and ensures implementation of proper risk mitigation plans.

d). Outlook

The COVID-19 pandemic has severely affected economies and industries globally and the steel industry is no exception. Therefore, outlook for the steel industry includes scenarios regarding the pandemic's speed of propagation, possible recurrence, near-term impact of measures being taken to contain the outbreak, and the effectiveness of the stimulus announced by the Governments of various nations. In India, muted demand and oversupply is likely to result in suppressed steel prices and capacity utilisation in the near term. Since India depends largely on migrant labour, restarting construction and infrastructure projects will be a challenge. The demand from infrastructure, construction, and real estate sectors is likely to be subdued in the first half of the Financial Year 2020-21 due to the lockdown during the first quarter followed by the monsoons during the second quarter. Further, the demand from automobile, white goods, and capital goods sectors is likely to reduce significantly with consumers deferring discretionary spends in the near term. Effective government stimulus and return of consumer confidence is likely to be the key driver for a gradual recovery over the second half of the Financial Year 2020-21.

e). Internal Control Systems and their adequacy:

Your Company has an effective Internal Control System to prevent fraud and misuse of Company's resources and protect shareholders' interest. Your Company has an independent Internal Audit Department to monitor and review and focus on the compliances of various business processes.

f). Discussion on Financial Performance with respect to operational performance:

The operating performance of the Company has been discussed in Directors Report under the head 'Financial Highlights' & 'Operations and Overall Performance' in the current period.

g). Segment Wise Performance:

Since your Company operates only in one Segment, segment-wise or product-wise analysis of performance is not applicable.

h). Material developments in Human Resources:

The Company's human resource policies and strategies seek to ensure a high level of motivation among employees so that they play a significant role in achieving the Company's goal. The Company has initiated various in-house training programs for skill advancement. The Company accords highest priority to ensure safety and protection of health of its employees which are essential to, and form an integral part of, every HR development endeavor.

There were no cases of sexual harassment of woman at work place. Also, there are no instances of child labour/forced labour/ involuntary labour and discriminatory employment during the year.

Cautionary Statement

Statements in this management discussion and analysis describing the Company's objectives, projections, estimates and expectations may be 'forward looking statements' within the meaning of applicable laws and regulations. Actual results may differ substantially or materially from those expressed or implied. Important developments that could affect the Company's operations include a downtrend in the industry – global or domestic or both, significant changes in political and economic environment in India, applicable statutes, litigations, labour relations and interest costs.

ANNEXURE - VIII
REPORT ON CORPORATE GOVERNANCE
(Pursuant to Regulation 34 (3) and Schedule V (C) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

1. THE COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The philosophy of the Company in relation to the Corporate Governance is to ensure timely disclosures and shareholder value without compromising in any way on compliance with the extant laws and regulations. The Company believes that good governance brings sustained corporate growth and long-term benefits for the stakeholders.

In line with this philosophy, Splendid Metal Products Limited, is following timely disclosure practices. The Company, as a continuous process, strengthens the quality of disclosures, on the Board composition and its functioning, and level of compliance.

Your Company confirms the compliance of Corporate Governance as contained in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, the details of which are given below:

2. BOARD OF DIRECTORS

Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal vide Order no. CP(IB)No. 666/7/HDB/2018 ('order') with effect from 04.04.2019 (uploaded on website on 16.04.2019). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Mr. T.Sathisan (IP Registration No. IBBI/PA-001/IP-P00105/2017-2018/10212). His appointment was subsequently confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Mr.T.Sathisan in his capacity as RP took control and custody of the management and operations of the Company from 19th April, 2019. Hon' ble National Company Law Tribunal, Hyderabad bench vide its order dated 1st October, 2019 has granted an extension of CIRP for a further period of 90 (Ninety) days with effect from 02.10.2019. The Hon'ble NCLT has also approved the applications of the RP for excluding certain periods from the CIRP timeline.

Current status of the CIRP of the Company is given in Directors' Report under the head "Material Changes and Commitments" clause.

(a). Composition of Board of Directors:

The strength of Board of Directors prior to commencement of CIRP was 6 (Six) Directors including 4 non-executive directors and 1 nominee director. The details of Directors appointed/ resigned during the financial year 2019-20 are provided in the Directors Report, forming part of this Annual Report.

(b). Details of the Directorship / Committee Chairmanship and Memberships held by the Directors as on 31st March, 2020 in other Companies and attendance record of them at the Board Meeting for the financial year 2019-20 and at the last AGM:

S.No	Name of the Director	Category of Directorship	Attendance at		¹ Number of Other Directorships	Chairperson of the Board	² Board Committee	
			Board Meetings ⁴	Last AGM			Director is a member	Director is a Chairperson
1	³ Shri R.K.Birla	Managing Director	Not applicable	No	3	-	-	-
2	Shri G.Srinivasa Raju	Non-Executive	Not applicable	Yes	14	-	2	1
3	Shri S.Hanumantha Rao	Non-Executive	Not applicable	Yes	8	-	3	-

Notes:

1. Including private limited Companies.
2. Only Audit and Shareholders' Grievances Committees considered.
3. Change in Designation of Shri R.K.Birla from Executive to Non- Executive Director w.e.f: 30.05.2020.
4. The powers of the Board of Directors stood suspended, and such powers were vested with the Resolution Professional, Mr. T.Sathisan (IP Registration No.IBBI/PA-001/IP-P00105/2017-2018/10212) w.e.f: 19.04.2019

(c) Name of Listed Entities where the Directors are holding Directorship other than Splendid Metal Products Limited as on 31.03.2020:

S.No	Name of the Directors	Name of the Listed Entity	Category
1	Shri R.K.Birla	Nil	--
2	Shri G.Srinivasa Raju	1.Sujana Universal Industries Limited	Managing Director
		2.Neueon Towers Limited	Managing Director
3	Shri S.Hanumantha Rao	1.Sujana Universal Industries Limited	Whole Time Director
		2.Neueon Towers Limited	Non-Executive Director

(d) Meetings:

The powers of the Board of Directors stood suspended, and such powers were vested with the Resolution Professional, Mr. T. Sathisan (IP Registration No.IBBI/PA-001/IP-P00105/2017-2018/10212) w.e.f: 19.04.2019.

Hence, no Board meetings were held during the year 2019-20. However, Resolution Professional has conducted the meetings with the Directors of the Company from time to time to consider and approve the Quarterly and Yearly Financial Results of the Company. Five such meetings were held during the year on 30.05.2019, 15.06.2019, 14.08.2019, 14.11.2019 and 14.02.2020 to consider and approve the Quarterly and Yearly Financial Results of the Company pursuant to the provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

(e) Disclosure of relationships between Directors:

No Director is related to any other Director in terms of the definition of "relative" as defined in Section 2(77) of the Companies Act, 2013.

(f) Number of Shares and Convertible Instruments held by Non- Executive Directors:

Statement showing number of Equity Shares held by the Non-Executive Directors as on March 31, 2020:

Name of the Director	Designation	No. of Shares held
Shri G.Srinivasa Raju	Non-Executive Director	Nil
Shri S.Hanumantha Rao	Non-Executive Director	7
		(Trustee for odd lot shares)

(g) Disclosure for Independent Directors :

CIRP was initiated against the Company w.e.f. 04.04.2019, the powers of the Board of Directors (including evaluating the performance of Board, its Committee and individual Directors) were suspended. Therefore, no separate meeting of Independent Directors were held during the financial year 2019-20 and consequently the evaluation of the performance of the Board of Directors and of its Committees and individual Directors were also not undertaken during the year under review.

3. BOARD COMMITTEES

CIRP was initiated against the Company w.e.f. 04.04.2019, the powers of the Board of Directors (including evaluating the performance of Board, its Committee and individual Directors) were suspended.

Regulation 15(2B) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015:

The provisions as specified in regulations 18, 19, 20 and 21 (Audit Committee, Nomination and Remuneration Committee, Shareholders Relationship Committee and Risk Management Committee) shall not be applicable during the insolvency resolution process period in respect of a listed entity which is undergoing corporate insolvency resolution process under the Insolvency Code:

Provided that the roles and responsibilities of the committees specified in the respective regulations shall be fulfilled by the interim resolution professional or resolution professional.

Name and Designation of the Compliance Officer :

The name and designation of the Compliance Officer of your Company is Shri Shaik Ibraheem, Company Secretary of your Company.

Status of the Complaints:

Number of Shareholders Complaints received during the Financial Year 2019-20	Nil
Number of complaints not solved to the satisfaction of the shareholders	Nil
Number of pending Complaints	Nil

4. GENERAL BODY MEETINGS**4.1 Details of Last three AGMS held :**

Sl. No.	No. of Annual General Meeting	Date of the Annual General Meeting	Location	Time	Details of Special Resolutions
1	29 th A.G.M.	14 th December, 2019	Vedika, The Venue, Sri Sai Goverdhan Kunj, 5th Floor, 501/A, Opp: Dominos Pizza, SR Nagar, Hyderabad - 500 038, Telangana	10.30 a.m.	Nil
2	28 th A.G.M.	29 th September, 2018	"Katriya Hotel & Towers", Raj Bhavan, Somajiguda, Hyderabad-500082	12.00 Noon	1.To continue the Directorship of Dr.K.Srinivasa Rao, as Independent Director till the conclusion of 29 th Annual General Meeting. 2.To approve Sale/Disposal of Asset(s)/ Undertaking(s) of the Company and/or of its subsidiaries by way of Special Resolution under Section 180(1)(a) of the Companies Act, 2013.
3	27 th A.G.M.	29 th September, 2017	"Katriya Hotel & Towers", Raj Bhavan, Somajiguda, Hyderabad-500082	12.00 Noon	1.Re-appointment of Shri R.K.Birla, Managing Director of the Company for a period not exceeding three years.

No Extra-ordinary General Meeting of the shareholders was held during the year.

4.3 Details of resolutions passed in the last year through postal ballot: Nil**4.4 Details of special resolution which is proposed to be passed through postal ballot : Nil****5. DISCLOSURES****(a). Materially Significant related party transactions:**

There were no materially significant related party transactions during the year having potential conflict with the interest of the Company at large. The Company has formulated the Policy on Materiality of Related party transactions to decide the materiality for the related party transaction and to deal with related party transaction.

The said Policy has been posted on the website of the Company www.sujana.com. All transactions were carried out on an arms-length basis and were not prejudicial to the interest of the Company.

Regulation and relevant Quarter Non-Compliance	Fines Imposed on the Company (Rs)		Action Taken by the Company
	BSE	NSE	
Regulation 19(1)/(2) of Listing Regulations for the Quarter ended 30.09.2018	2,17,120	2,17,120	Company complied the provisions of Regulation 19 by reconstituting the Nomination and Remuneration Committee on 14.11.2018 and also submitted reply to the Stock Exchanges on 15.11.2018(BSE)/20.11.2018(NSE)
Regulation 31 of the Listing Regulations for the Quarter ended 31.03.2018	18,05,464	18,05,464	Company submitted the shareholding pattern for the quarter ended 31.03.2018 on 18.05.2018 and also submitted reply to the Stock Exchange on 25.05.2018.

(c). Details of establishment of vigil mechanism, whistle blower policy and affirmation that no personnel has been denied access to the audit committee:

The Whistle Blower Policy and Vigil Mechanism has been laid down by the Company in view to provide a mechanism for the Directors and employees of the Company to report existing/ probable violations of laws, rules, regulations or unethical conduct. It is confirmed that each and every employee has access to the Audit Committee and no personnel has been denied access to the Committee.

(d). Details of compliance with mandatory requirements and adoption of the non-mandatory requirements:

The Company has complied with all the mandatory requirements of Listing Regulations. Subsequent to date of Resolution Professional taking control and custody of the management and operations of the Company i.e. effective from 19th April, 2019, complying with the provisions as stipulated in the said Listing Regulations, were not applicable on account of suspension of the powers of the Board of Directors and its Committees thereof, however, requirements of such provisions were fulfilled by the Resolution Professional to the extent deemed appropriate/applicable.

Discretionary requirements as specified in Part E of Schedule II of the Listing Regulations:

- (i). **The Board** : Prior to commencement of CIRP, the Company had an Non-Executive Chairman and his position is separate from that of the Managing Director and Chief Executive Officer of the Company.
- (ii). **Shareholders Rights**: The Company's financial results are furnished to the Stock Exchanges and are also published in the newspapers and on the website of the Company and therefore results are not separately sent to the Members. The financial results of the Company are displayed on the website of the Company i.e. www.sujana.com.
- (iii). **Modified opinion(s) in audit report** : During the year under review there are audit qualifications on the Company's financial statements and the Company has given clarifications in the Directors' Report.
- (iv). **Reporting of Internal Auditor** : Prior to commencement of CIRP, the Internal Auditor reports to the Audit Committee of the Company.

(e). Web link where policy for determining material subsidiaries is disclosed: Policy for determining material subsidiary has been posted on the website of the Company www.sujana.com

(f). Risk Management:

The Company has laid down procedures to inform the Board of Directors about the Risk Assessment and Minimization Procedure. These procedures are periodically reviewed by the Board to ensure that Executive management controls risk through means of a properly defined framework.

(g). Code of Conduct

The Company has adopted a Code of Conduct as required under Listing Regulations, 2015, which applies to all the Board Members and Senior Management of the Company. The Board Members and Senior Management personnel have affirmed their compliance with the Code on annual basis and their confirmations have been received in this regard. The Code of Conduct has been posted on the Company's website. A separate declaration to this effect signed by the Resolution Professional is attached.

(h). Disclosure of Accounting Treatment

In the preparation of the financial statements, the Company has followed Accounting Standards notified by Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.

(i). Compliance Certificate pursuant to Regulation 17(8) of Listing Regulations:

Shri T.Sathisan, Resolution Professional of the Company have given annual certification on financial reporting and internal controls to the Board in terms of Regulation 17(8) of Listing Regulations, 2015.

(j). Compliance Certificate on Corporate Governance and Certificate on Disqualification of Directors:

Compliance Certificate for Corporate Governance from the Practicing Company Secretary is annexed hereto and forms part of this Report. A Certificate from a Company Secretary in practice has been received stating that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by SEBI/ Ministry of Corporate Affairs or any such statutory authority.

- (k).** The Company has not raised any funds from the capital market (public/rights/preferential issues etc.) during the financial year under review.

(l). Management Discussion and Analysis Report

Management Discussion and Analysis Report form part of this Annual Report and is in accordance with the requirements as laid down in the Listing Regulations, 2015.

(m). Shareholders Information

- (a).** Appointment/Re-appointment of Directors: The brief resume of directors retiring by rotation , appointment of Directors and re-appointment of directors, including nature of their experience in specific functional areas, names of companies in which they hold directorship and membership of committees of the Board is appended to the Notice for calling Annual General Meeting.

- (b).** None of the Directors are related to each other.

(n). Prevention of Insider Trading

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Company Secretary is responsible for implementation of the Code.

(o). Disclosure of Commodity Price Risks and Commodity hedging activities: Nil

(p). Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

Number of Complaints filed during the financial year 2019-20	NIL
Number of complaints dissolved during the financial year	NIL
Number of pending as on end of the during the financial year	NIL

Consolidated payment to Statutory Auditors:

During the year 2019-20, Rs.8.73 Lakhs was paid on consolidated basis to Statutory Auditors of the Company and all entities in the network firm/ network entity of which the Statutory Auditor is a part, towards services rendered by them.

(r). Registration of E-Mail Address :

To contribute towards greener environment, the Company proposes to send documents like Shareholders Meeting Notice/ other Notices, Audited Financial Statements, Directors' Report, Auditors' Report or any other document to Members in electronic form at the e-mail address provided by them and/ or made available to the Company by the Depositories.

Members who have not yet registered their e-mail address (including those who wish to change their already registered e-mail address) may get the same registered/updated either with their depository participants or by writing to the Company.

MEANS OF COMMUNICATION

(i). Quarterly Results:

The quarterly, half-yearly and yearly financial results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board / Resolution Professional through the mode specified by the respective Stock Exchanges.

(ii). Newspapers wherein results normally published:

Publication of Quarterly/Annual Financial Results in daily newspapers - Andhra Prabha (Telugu) / Nava Telangana (Telugu) or Financial Express (English) or Business Standard(English).

(iii). Website :

The Company has maintained a functional website www.sujana.com containing basic information about the Company like the details of its business, financial information, shareholding pattern, codes and policies etc. The disclosures made by the Company to the Stock Exchanges where the securities of the Company are listed are also hosted on the website of the Company.

(iv). presentations made to institutional investors or to the analysts:

The Company has not made any presentation to anyone during the year.

(v). Sending Balance Sheet, Profit & Loss Account, Directors' Report & Auditors' Report to Shareholders through Post/Courier/Email.

(vi). Uploading on NEAPS & BSE Listing Centre: The quarterly results, quarterly compliances and all other corporate communications to the Stock Exchanges are filed electronically on NEAPS for NSE and on BSE listing Centre for BSE

(vii) Annual Report: Annual Report containing, inter alia, Audited Annual Accounts, Consolidated Financial Statements, Directors' Report, Auditor's Report and other important information is circulated to members and others entitled thereto. The Management Discussion and Analysis (MD&A) Report forms part of the Annual Report.

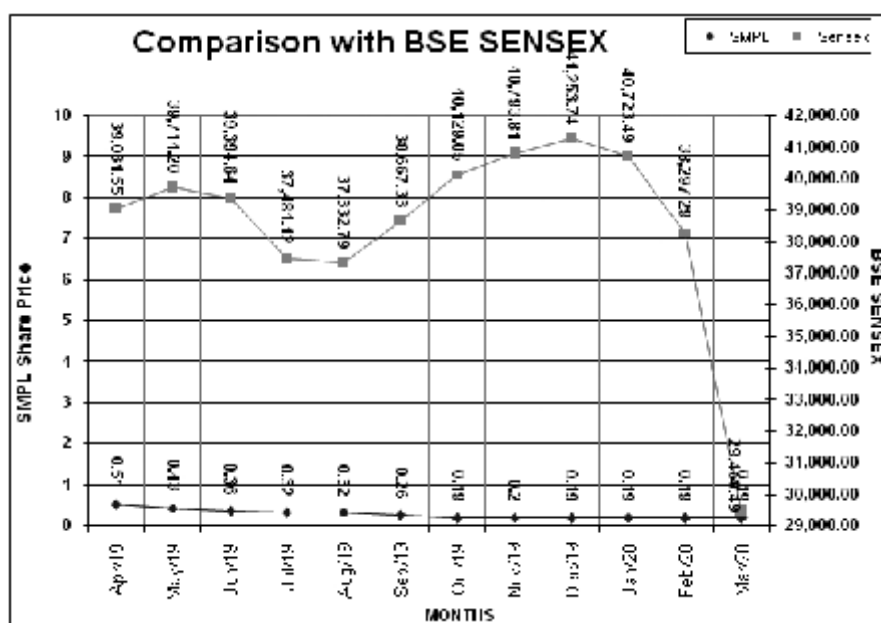
7. GENERAL SHAREHOLDERS INFORMATION

1	Date	30.12.2020
2	Time	03.00 p.m.
3	Venue	Through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM")
4	Financial year	2019-2020, (consisting of 12 months from 01.04.2019 to 31.03.2020)
5	Book Closure Date	28.12.2020 (One day only)
6	Dividend Payment Date	Not Applicable
7	Listing on Stock Exchanges	BSE Limited (BSE) Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400 001 National Stock Exchange of India Ltd Exchange Plaza, Bandra-Kurla Complex, Bandra(E) Mumbai - 400 051.
8	Stock code	(a).BSE Scrip Code: 513414 NSE Symbol : SMPL (b). Demat ISIN for equity shares: INE215G01021 (c). Corporate Identity Number (CIN) :L28120TG1988PLC008610
9	Listing Fee	The Listing fee for the years 2018-19, 2019-2020 and 2020-21 has not been paid to both the above said Stock Exchanges.
10	E-voting facility	www.evoting.nsdl.com Open Date: December 26 th , 2020@ 10:00 A.M. Closing Date: December 29 th , 2020@ 5:00 P.M. cut-off date is December 23 rd , 2020
11	Company's website	www.sujana.com
12	Outstanding GDRs/ ADRs/ Warrants or any Convertible Instruments, Conversion Date and likely impact on Equity	Nil
13	Credit Rating	Not Applicable

Market Price Data:

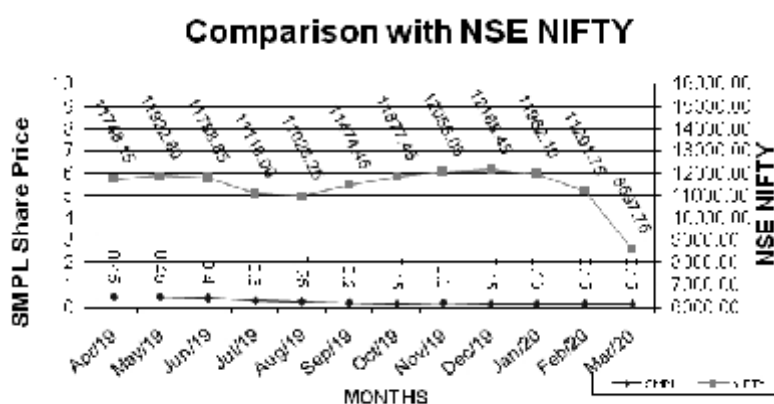
The monthly high and low stock prices during the financial year 2019-20 and performance in comparison to the Broad-based indices such as BSE- Sensex is provided hereunder.

Month	High Price	Low Price	Close Price	BSE SENSEX (Closing)
Apr-19	0.56	0.51	0.51	39031.55
May-19	0.51	0.43	0.43	39714.2
June 2019	0.45	0.36	0.36	39394.64
Jul-19	0.36	0.3	0.32	37481.12
August 2019	0.34	0.31	0.32	37332.79
Sep-19	0.31	0.26	0.26	38667.33
Oct-19	0.25	0.19	0.19	40129.05
Nov-19	0.2	0.19	0.2	40793.81
Dec-19	0.2	0.19	0.19	41253.74
Jan-20	0.19	0.19	0.19	40723.49
Feb-20	0.19	0.19	0.19	38297.29
Mar-20	0.2	0.19	0.19	29468.49



The monthly high and low stock prices during the financial year 2019-20 and performance in comparison to the Broad-based indices such as NSE-Nifty is provided hereunder.

Date	High Price	Low Price	Close Price	NSE-Nifty Closing
Apr-19	0.45	0.45	0.45	11748.15
May-19	0.45	0.4	0.45	11922.8
June 2019	0.4	0.3	0.4	11788.85
Jul-19	0.35	0.25	0.3	11118
August 2019	0.3	0.25	0.25	11023.25
Sep-19	0.2	0.15	0.2	11474.45
Oct-19	0.15	0.1	0.15	11877.45
Nov-19	0.2	0.15	0.2	12056.05
Dec-19	0.2	0.15	0.15	12168.45
Jan-20	0.2	0.1	0.15	11962.1
Feb-20	0.15	0.1	0.15	11201.75
Mar-20	0.2	0.15	0.15	8597.75



Share Transfer System :

Your Company has appointed M/s. Bigshare Services Private Limited for dealing in with the shares of the Company in physical and electronic mode. Presently they are completing the process of transfer within a period of 10 to 15 days from the date of receipt, subject to the documents being valid and complete in all respects. Pursuant to Regulation 40 of SEBI (LODR) Regulations, 2015. Certificates, on half-yearly basis, have been given by a Practicing Company Secretary duly certifying compliance of shares transfer formalities

Dematerialization of Shares:

99.78% of the Company's Paid-up capital has been dematerialized upto 31.03.2020 as per the following details.

Particulars	Number of Shares	% of share capital
NSDL	23,46,52,135	77.96
CDSL	6,57,03,543	21.82
Physical	6,55,203	0.22
Total	30,10,10,881	100

Distribution of Shareholding:

As on 31st March, 2020, the Distribution Shareholding was as follows:

Range (Rs)	No. of Shares	% of Shareholdings	No. of Shareholders	% of Shareholders
1. Upto - 5,000	6729074	2.24	21550	74.75112
2. 5,001 - 10,000	3892749	1.29	2349	8.148045
3. 10,001 - 20,000	4706852	1.56	1567	5.435499
4. 20,001 - 30,000	5175561	1.72	1020	3.538104
5. 30,001 - 40,000	2504796	0.83	351	1.217524
6. 40,001 - 50,000	4953887	1.65	515	1.786396
7. 50,001-1,00,000	9882366	3.28	670	2.324049
8. 1,00,001 and above	263165596	87.43	807	2.799265
Total	301010881	100		100

Pattern of shareholding as on 31st March, 2020 (Face Value: Rs.5/- each)

Category	Number of Shares	Percentage %
Promoter and Promoter Group	17,33,04,755	57.57
Financial Institutions/Banks	1,37,59,882	4.57
Body Corporate	99,29,862	3.3
Individuals	102193763	33.95
Others	18,22,619	0.61
Shares held by Custodians and against which Depository Receipts have been issued	Nil	N.A
Total	301010881	100

Plant Location:

S.No.	State	Location
1	Telangana	Survey No.296/7/9, IDA Bollaram, Jinnaram Mandal Medak District-502325, Telangana .
2	Telangana	Plot No. 4, Survey No.296/7/7, 8 & 11, IDA Bollaram, Jinnaram Mandal Medak District-502325, Telangana
3	Telangana	Survey No. 296/7/7, 296/7/8, 296/7/11, IDA Bollaram, Jinnaram Mandal Medak District-502325, Telangana
4	Telangana	Survey No. 296/7/7, 8 & 11, IDA Bollaram, Jinnaram Mandal Medak District-502325, Telangana
5	Telangana	Survey No. 196 & 197, Parigi Road, Elikatta Village, Shadnagar, Mahaboobnagar District, Telangana.
6	Telangana	Cut and Bend Division : Survey No. 204, 205 & 206 Elikatta Gram Panchayat, Farooq Nagar Mandal, Mahaboob Nagar District-509216, Telangana.
7	Telangana	Trading Division : Plot No. 4, Survey No. 296/7/7A, IDA Bollaram, Jinnaram Mandal, Medak District-502325, Telangana.
8	Telangana	Survey No.473, 576 & 442,Chikatigudem, Kethepally Mandal, Nalgonda District, Telangana-508211.
9	Tamilnadu	Survey No. 204/88, Manjankaranai Village, Chengai, M.G.R. District - 620 502, Tamilnadu
10	Tamilnadu	Plot No. B-20E, SIPCOT Industrial Complex, Gummidipondi, Chennai, Tamilnadu.
11	Andhra Pradesh	Sanivada Village, Rajeevnagar, Visakhapatnam-530046.

Address for Correspondence :

S.No	Name of the Office	Address
1	Company Secretarial Department	Plot No.24, Municipal No. 8-2-248/1/7/24, West Wing, 2nd Floor, Nagarjuna Hills, Panjagutta , Hyderabad- 500082, Telangana.
		Phone No.2335 1882/85/87
		Fax No: +91-40-23358499.
		Email: info.smpl@sujana.com
2	Registered Office and Corporate Office	Plot No.24, Municipal No. 8-2-248/1/7/24, West Wing, 2nd Floor, Nagarjuna Hills, Panjagutta , Hyderabad- 500082, Telangana.
3	Registrars and Share Transfer Agents:	M/s. Bigshare Services Private Limited,
		306, Right Wing, Third Floor, Amruta Ville, Opp: Yashoda Hospital,Raj Bhavan Road, Somajiguda,Hyderabad – 500 082.
		Phone No.040-23374967
		Email: bsshyd@bigshareonline.com

DECLARATION ON COMPLIANCE WITH CODE OF BUSINESS CONDUCT AND ETHICS IN TERMS OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.

To the best of my knowledge and belief, this is to affirm and declare, on behalf of the Board of Directors of the Company and senior management personnel, that;

- The Board of Directors has laid down a Code of Conduct, Ethics and Business Principles for all Board members and Senior Management of the Company ['the Code of Conduct'];
- The Code of conduct has been posted on the website of the Company;
- All the Board Members and Senior Management personnel have affirmed their compliance and adherence with the provisions of the Code of Conduct for the financial year ended 31st March 2020.

FOR SPLENDID METAL PRODUCTS LIMITED

T.SATHISAN

Resolution Professional

IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE: Hyderabad

DATE: December 07,2020

CERTIFICATE UNDER REGULATION 17(8) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) Regulations, 2015

I, undersigned in my capacity as the Resolution Professional of Splendid Metal Products Limited ("the Company"), to the best of my knowledge and belief, certify that

- a). I have reviewed financial statements and the cash flow statement for the year ended 31.03.2020 and based on my knowledge and belief:
 - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - (ii) These statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b). I further states that to the best of our knowledge and belief, there are no transactions entered by the company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c). I am responsible for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of our company pertaining to financial reporting and I have not come across any reportable deficiencies in the design or operation of such internal controls..
- d). I have indicated to the auditors :
 - (1) Significant changes in internal control over financial reporting during the year;
 - (2) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (3) Instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**FOR SPLENDID METAL PRODUCTS LIMITED
T.SATHISAN**

Resolution Professional

IP Reg No.: IBBI/PA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution Process by NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE: Hyderabad

DATE: July 30th, 2020

Certificate on Corporate Governance

To

The Members of Splendid Metal Products Limited,

I have examined the compliance of conditions of Corporate Governance by M/s. Splendid Metal Products Limited ("the Company"), for the financial year ended March 31, 2020, as stipulated in the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ["SEBI (LODR) Regulations, 2015"].

The compliance of conditions of corporate governance is the responsibility of the Management. My examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my knowledge and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations except the for the qualifications/ observations made in the Secretarial Audit Report.

I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad

Dated: December 7th, 2020

Usha Balasubramanian
Practicing Company Secretary
CP.NO.7444, FCS NO.9267

ANNEXURE -IX

From AOC – I

(Pursuant to first Proviso to Sub Section 129 Read with Rule 5 Of Companies (Accounts) Rules, 2014) Statement
Containing Salient Features of the Financial Statement of Subsidiaries

PART “A” Subsidiary companies

Particulars	Details										
Name of the Subsidiary	Reporting Currency and Exchange Rate	Share capital	Reserves & surplus	Total Assets	Total Liabilities	Investment	Turnover	PBT	PAT	Proposed Dividend	% of Shareholding
Reporting period for the subsidiary concerned is the same i.e. 31 st March 2020											Rs. In lakhs
Glade Steel Private Limited	Indian Rupee	1318.84	(119.21)	1222.43	22.79	-	-	(42.73)	(41.48)	-	51.15%
Asian Tide Enterprises Ltd	USD 75.42	259.32	(345.49)	37.05	123.22	-	-	(0.03)	(0.03)	-	100%
Alpha Ventures Limited	USD 75.42	88.06	(53.57)	35.40	0.9	-	-	(30.10)	(30.10)	-	100%

Part “B”: Associates and Joint Ventures

Statement pursuant to section 129(3) of the Companies Act, 2013 related to
Associate Companies and Joint Venture

NOT APPLICABLE

FOR SPLENDID METAL PRODUCTS LIMITED

T.SATHISAN

Resolution Professional

IP Reg No.: IBBI/IPA-001/IP-P00105/2017-2018/10212

(A Company under Corporate Insolvency Resolution Process by
NCLT order No. CP(IB)No. 666/7/HDB/2018)

PLACE: Hyderabad

DATE: December 07,2020

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SPLENDIDMETAL PRODUCTS LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of SplendidMetalProductsLimited ('the Company') (Formerly known as SujanaMetal Products Limited), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and the Cash Flow Statement for the year ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone 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 standalone financial statements 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, as applicable. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 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 these standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order under Section 143(11) of the Act. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Basis for Qualified Opinion

- (i) *The Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's and were recalled by all the Banks. Note 5 forming part of the Statement regarding Interest on Working Capital Loans, Term Loans and Electricity power charges for the last three quarters of non-operating units. The accumulated loss as on 31st March 2020 would have been increased from Rs. 1,79,873.50 lakhs to Rs.261,675.52 lakhs had the company provided for the same.*

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, 2020, and its loss and its cash flows for the year ended on that date.

Emphasis of Matter

We Draw attention to the following

- (I) The Company has been continuously making losses consequently its net worth is negative and the Company's total liabilities exceeded Its total asset as at 31st March 2020 by Rs.(117,814.53Lakhs). This indicates the existence of material uncertainty that may cast Significant doubt on the Company's ability to continue as going concern.
- (ii) The dues to Banks/Financial Institutions as on 31.03.2020 as per company is Rs. 2,42,790.64 lakhs, whereas the actual claims made by Banks/FIs and admitted by Resolution Professional is Rs.6,27,652.66 lakhs.
- (iii) The Trade receivable could not be verified as the confirmation of balances have not been received and made available to us. The company's Trade Receivables aggregating to Rs.69,344.06 Lakhs is more than three years old. The company has not provided any bad debts in the books of account during the quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.
- (iv) The Loans & advances could not be verified as the confirmation of balances have not been received and made available to us. The company's loans and advances aggregating to Rs.10,351.73Lakhs is more than three years old. The company has not provided any bad debts in the books of account during the quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.
- (v) The Company's Capital advances to the extent of Rs. 5005.16 Lakhs We are unable to ascertain whether such balances are fully recoverable. Accordingly, we are unable to ascertain the impact, if any, that may arise in case any of these advances are subsequently determined to be doubtful of recovery. Had the Company provided for the same, the loss for the period would have been higher by the said amount.
- (vi) The Company has an advance of Rs.477.29 lakhs are more than 365 days old and hence shall be treated as Deposits received under the Companies Act 2013 and the same has to be returned within one year as per the provisions of the Act.
- (vii) With regard to investments in unquoted equities of subsidiary's for a value of Rs. 5,046.93 lakhs are valued at cost of investment however the present realizable value of these are not ascertained by the management hence the same is subject to current valuation.
- (viii) A winding up petition filed by Standard Bank (Mauritius) Ltd., in the High Court of Telangana&Andhra Pradesh against the company for giving corporate guarantee for loan extended by the said bank to the step down subsidiary Optimix Enterprises Limited for Rs. 4,087.50 lakhs is still pending.
- (ix) The Company is not regular in payment of undisputed statutory dues towards ESI, Provident Fund, TDS and Goods & Service Tax during the year ended 31st March 2020.
- (x) Bank Statements were not made available with the Company for all the Banks except that of Vizag Branch. Interest calculations are on the basis of the last interest rates on the outstanding balances.
- (xi) The GST Returns are yet to be reconciled for all the Branches except Vizag branch as GST returns are yet to be filed by the company.
- (xii) On account of the COVID-19 related lock-down restrictions, we were not able to physically observe the verification of inventory that was carried out by the Management. Consequently, we have performed alternate procedures to audit the existence of Inventory as per the guidance provided by in SA 501 "Audit Evidence - Specific Considerations for Selected Items" and have obtained sufficient audit evidence to issue our unmodified opinion on these Standalone Financial Results.

Our opinion is not modified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. 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 relating to preparation of the standalone financial statements 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 maintained for the purpose of preparation of these standalone financial statements.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, as applicable.
 - (e) On the basis of the written representations received from the Directors as on March 31, 2020, taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2020 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 A'. 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 Independent Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has not disclosed the impact of pending litigations on its financial position in its standalone financial statements.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses and the Company is showing contingent liability.
 - iii) There have been no amounts required to be transferred, to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143(11) of the Act, we give in 'Annexure B' a statement on the matters specified in paragraphs 3 and 4 of the Order.

For T.Raghavendra & Associates
Chartered Accountants
(Firm Regn No:003329S)
T.Raghavendra
Proprietor
Mem No 023806

Date: 30-07-2020
Place: Hyderabad

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **SplendidMetal Products Limited** ('the Company') as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended and as 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 (the 'Guidance Note'). 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 Act.

Auditors' 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 Standards on Auditing prescribed under Section 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with the 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 auditors' judgment, including the assessment of the risks of material misstatement of the standalone 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 authorisations 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 controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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, 2020, 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.

For T. Raghavendra & Associates

Chartered Accountants

(Firm Regn No: 003329S)

T. Raghavendra

Proprietor

Mem No 023806

Date: 30-07-2020

Place: Hyderabad

ANNEXURE 'B' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government in terms of Section 143(11) of the Companies Act, 2013 ('the Act') of Splendid Metal Products Limited ('the Company')

1. In respect of the Company's fixed assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular program of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and the records examined by us and based on the examination of the conveyance deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.
2. As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification. We have relied on the report of M/s Mallikarjuna Rao and Associates, Chartered Accountants for the physical availability and valuation as at the year ended 31-03-2020.
3. The Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under Section 189 of the Act.
4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

5. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2020 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
6. The Maintenance of Cost Records has been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have relied on the Cost audit report submitted by the Cost Auditors of the Company and according to the said report the Company has complied with the Companies (Cost Records and Audit) Rules, 2014.
7. According to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has not been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, Cess, GST and other material statutory dues applicable to it with the appropriate authorities.
 - (b) There are no disputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Value Added Tax, duty of Customs, duty of Excise, GST, Cess and other material statutory dues in arrears as at March 31, 2019 for a period of more than six months from the date they became payable except as detailed below:

Particulars	Outstanding > 6 months Rs. In lakhs
T.D.S	1.7
Service tax	1.93
Income Tax (Corporate Dividend Tax)	2.64
Total	6.27

- (c) Details of dues of Income Tax, Sales Tax, Customs and Excise Duty, Foreign Exchange Management Act and Value Added Tax which have not been deposited as at March 31, 2020 on account of dispute are given below:

Disputed Statutory dues as on 31.03.2020

Name of the Statute	Amount Rs. in Lakhs	Period to which the amount relates (FY)	Forum where dispute is pending
Income Tax Act, 1961	1775.45	2006-2015	Income Tax Appellate Tribunal
Central Excise Act, 1944	2045.10	1997-2013	Commissioner (Appeals) Chennai, Chennai Hon'ble High Court of Chennai, Hon'ble High Court of Delhi, Hon'ble Supreme Court of India (Dept. Appeals)
Customs Act, 1962	792.45	1999-2012	Commissioner (Customs) Sea Port, Chennai, Hon'ble High Court of Chennai, Commissioner (Appeals), Vizag and Hon'ble Supreme Court of India (Dept. Appeals).
Foreign Exchange Management Act, 1999	400	1995-1996	Hon'ble High Court of Delhi
APGST ACT, 1957	438.13	2002-2003	Hon'ble High Court of Delhi
Central Sales Tax Act, 1956	241.34	2006-2007	Sales Tax Appellate Tribunal, Commercial Tax Officer
	42.68	2007-2008	
Tamilnadu Value Added Tax Act, 2006	9891.65	2006-2008	Appellate Dpty. Commissioner, Hon'ble High Court of Andhra Pradesh.
CST (TN)	2383.64	2008-2015	Hon'ble High Court of Tamilnadu and TN Sales Tax Authorities.

8. In our opinion and according to the information and explanations given to us, the Company has defaulted in the repayment of loans or borrowings to banks. The detail of the default is given below:

Details of Overdues to Banks / Financial Institutions as on 31.03.2020.

Bank name	Total
Andhra Bank	7,590.24
Bank of Baroda	10,435.14
Bank of India	48,890.98
IDBI Bank	3,790.65
Indian Bank	7,549.56
Indian Overseas Bank	28,957.80
Edelweises ARC Ltd (KBL)	6,228.68
Lakshmi Vilas Bank	8,592.47
Oriental Bank of Commerce	7,951.13
Punjab National Bank	68,475.92
State Bank of India	32,041.24
SASF	12,286.82
Gopalka Savings Investments Pvt Ltd-USL	70
Total :	242860.64

9. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable.
10. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
11. In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
12. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
13. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
16. The Company is not required to be registered under Section 45-I of the Reserve Bank of India Act, 1934.

For **T. Raghavendra & Associates**
Chartered Accountants
(Firm Regn No: 003329S)
T. Raghavendra
Proprietor
Mem No 023806

Date: 30-07-2020
Place: Hyderabad

SPLENDID METAL PRODUCTS LIMITED
Balance sheet As at 31st March , 2020

Rupees in lakhs

Particulars	Note No	As at 31st Mar 2020	As at 31st Mar 2019
ASSETS			
(1) Non- Current Assets			
(a) Property,Plant and Equipment	2	35,583.08	39,537.46
(b) Capital work - in - progress		5,923.93	5,946.97
(c) Deferred tax Assets (Net)	15	35,566.24	34,337.21
(d) Financial Assets			
(i) Investments	3	5,046.93	5,046.93
(ii) Loans	4	998.91	998.85
(iii) Other non-current assets	5	304.95	547.50
		83,424.04	86,414.92
(2) Current Assets			
(a) Inventories	6	1,607.31	2,297.92
(b) Financial Assets			
(i) Investments	7	3.80	5.00
(ii) Trade receivables	8	41,674.54	42,115.39
(iii) Cash and cash equivalents	-	3.42	6.03
(iv) Bank balances other than (iii) above	9	93.74	114.75
(v) Loans	10	6,009.74	6,370.01
(c) Other current assets	11	34.28	14.28
		49,426.83	50,923.38
TOTAL		132,850.87	137,338.30
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	12	15,050.54	15,050.54
(b) Other Equity	12B	(132,865.08)	(128,537.54)
		(117,814.53)	(113,487.00)
Liabilities			
(1) Non- Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	-	-
(b) Provisions	14	205.03	205.03
(c) Other non - current liabilities	16	239.89	247.33
		444.92	452.36
(2) Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	242,860.64	243,008.72
(ii) Trade payables	18	2,725.77	2,450.48
(b) Other current liabilities	19	2,797.31	3,030.11
(c) Provisions	20	120.10	120.47
(d) Current Tax Liabilities (Net)	21	1,716.66	1,763.16
		250,220.48	250,372.94
Total Equity and Liabilities		132,850.87	137,338.30

See accompanying notes forming part of the financial statements

As per our report of even date attached
For T. Raghavendra & Associates
Chartered Accountants
FRN No: 003329S
T.Raghavendra
Mem.No : 023806
Place: Hyderabad
Date : 30 July, 2020

For Splendid Metal Products Limited
T. Sathisan
Resolution Professional
IBBI/IPA-001/IP P00105/2017-2018/10212
Place: Hyderabad
Date : 30 July, 2020

SPLENDID METAL PRODUCTS LIMITED
Statement of Profit and Loss for the year ended 31st March, 2020

Rupees in lakhs

Particulars	Note No	For the year ended 31 Mar 2020	For the year ended 31 March 2019
I. Revenue			
Revenue from operations	22	3,137.55	45,817.68
Other income	23	160.60	53.42
II. Total revenue		3,298.15	45,871.10
IV Expenses			
Cost of materials	24.a &b	1,528.40	38,106.48
Change in inventories of finished goods ,work in progress and stock- in-trade	24. c	604.41	1,512.41
Employee benefit expenses	25	697.63	1,331.24
Finance costs	26	3.89	179.60
Depreciation and amortisation expense	2A&2B	3,897.27	3,137.95
Other expenses	27	2,081.46	90,490.08
Total expenses		8,813.06	134,757.76
V Profit before Exceptional Items and Tax		(5,514.91)	(88,886.66)
Exceptional Items		(53.62)	-
Profit before Tax		(5,568.53)	(88,886.66)
VI Tax expense:			
a) Current tax expense for current year		-	-
b) MAT credit relating to earlier years		-	-
c) Current tax relating to earlier years		-	-
d) Deferred tax relating to earlier years		-	-
e) Deferred tax for Current Year		(1,229.03)	(19,933.75)
		(1,229.03)	(19,933.75)
VII Profit/(Loss) for the year from continuing operations(V-VI)		(4,339.50)	(68,952.91)
VIII Profit/(Loss) from Discontinued operations		-	-
XI Tax expenses of discontinued operations		-	-
X Profit/(Loss) from discontinued operations (after tax) (VIII-IX)		-	-
XI Profit/(Loss) for the period (VII+X)		(4,339.50)	(68,952.91)
XII OTHER COMPREHENSIVE INCOME			
A (i) Items that will not be reclassified to profit or Loss		-	-
(ii) Income Tax relating to items that will not be reclassified to profit or Loss		-	-
B (i) Items that will not be reclassified to profit or Loss		-	-
(ii) Income Tax relating to items that will not be reclassified to profit or Loss		-	-
		-	-
Total Comprehensive Income for the period (XI+XII)		(4,339.50)	(68,952.91)
XIII Earnings per equity share of Rs. 5/- each (for continuing operation):			
Basic Rs.		(1.44)	(22.91)
Diluted Rs.		(1.44)	(22.91)
XIV Earnings per equity share of Rs. 5/- each (for discontinued operation):			
Basic Rs.		(1.44)	(22.91)
Diluted Rs.		(1.44)	(22.91)
XV Earnings per equity share of Rs. 5/- each (for discontinued & Continuing operation):			
Basic Rs.		(1.44)	(22.91)
Diluted Rs.		(1.44)	(22.91)
XVI Earnings per equity share of Rs. 5/- each (Refer Note No.31)			
Basic Rs.		(1.44)	(22.91)
Diluted Rs.		(1.44)	(22.91)

See accompanying notes forming part of the financial statements

As per our report of even date attached
For T. Raghavendra & Associates
Chartered Accountants
FRN No: 003329S

For Splendid Metal Products Limited

T.Raghavendra
Mem.No : 023806

Place: Hyderabad
Date : 30 July, 2020

T.Sathisan
Resolution Professional
IBBI/IPA-001/IP P00105/2017-2018/10212

Place: Hyderabad
Date : 30 July, 2020

SPLENDID METAL PRODUCTS LIMITED
Standalone Cash flow statement for the year ended 31st March 2020

Rupees in lakhs

	For the Year ended 31 March 2020	For the Year ended 31 March 2019
Cash flow from operating activities		
Net profit before tax	(5,514.91)	(88,886.66)
Adjustments for:	-	-
Depreciation and amortisation	3,897.27	3,137.95
Loss on sale of fixed assets (net)	0.96	4.47
Finance costs	3.89	179.60
Interest income	(56.15)	(16.74)
Loss on sale of current investment	-	-
Adjustments to the carrying amount of current investments	1.20	5,781.38
Operating profit before working capital changes	(1,667.74)	(79,799.99)
<i>Changes in working capital:</i>	-	-
<i>Adjustments for (increase) / decrease in operating assets:</i>	-	-
Inventories	690.61	2,714.88
Trade receivables	440.85	80,164.15
Long-term loans and advances	(0.06)	12.75
Short-term loans and advances	360.27	8,615.66
Other current assets	-	-
Other non current assets	-	-
<i>Adjustments for increase / (decrease) in operating liabilities:</i>	-	-
Trade payables	275.29	(10,226.64)
Other current liabilities	(252.81)	(2,370.05)
Other long-term liabilities	(7.43)	(50.13)
Other Short-term liabilities	11.60	74.37
Provision for employee benefits	-	-
Cash generated from operations	(149.42)	(865.00)
Net income tax paid	(46.49)	(91.68)
Net cash flow from operating activities (A)	(195.91)	(956.68)
Cash flows from investing activities		
Capital expenditure on fixed assets and capital advances paid	(30.56)	804.02
Receipt of capital advances	-	-
Proceeds from sale of fixed assets	56.14	10.89
(Increase)/decrease in restricted cash	242.55	(291.93)
Advances given to subsidiaries (Increase)/Decrease	-	2,051.71
Advances realised from subsidiaries	-	-
Permanent Decrease in non current investments	-	(2,051.71)
(Increase)/Decrease	-	-
Foreign Currency Translation Adjustment	-	-
Proceeds from sale of current investment- mutual fund units	-	-
Income from current investments received	-	-
Interest received	36.14	38.37
Net cash used in investing activities (B)	304.27	561.35
Cash flow from financing activities		
Proceeds from issue of share capital	-	-
Share premium received / Capital Reserve	-	-
Proceeds from long-term borrowings	-	-
Repayment of long-term borrowings	-	-
Increase in short-term borrowings	(148.08)	500.79
Dividend paid including tax there on	-	-
Interest and other borrowing costs paid	16.11	(201.23)
Net cash (used in)/from financing activities (C)	(131.97)	299.56

Net (decrease)/increase in cash and cash equivalents (A+B+C)	(23.61)	(95.77)
Cash and cash equivalents at the beginning of the year		
Exchange difference on translation of foreign currency cash and cash equivalents	120.77	216.54
Cash and cash equivalents at the end of the year		

Notes:

1. Cash Flow Statement has been prepared under the Indirect method as set out in the Indian Accounting Standard 7 on Cash Flow Statements.

2. Cash and cash equivalents comprise cash at bank and in hand and short-term deposits with banks with an original maturity of three months or less

2. Reconciliation of Cash and cash equivalents with balance sheet: Cash and bank balances as per balance sheet Less: Balances in earmarked accounts- balance held as margin monies Net cash and cash equivalents at the end of the year

	-	-
	97.16	120.77
	97.16	120.77
	-	-
	97.16	120.77

See accompanying notes forming part of the financial statements

As per our report of even date attached
For T. Raghavendra & Associates
Chartered Accountants
FRN No: 003329S

For Splendid Metal Products Limited

T. Raghavendra
Mem.No : 023806

T. Sathisan
Resolution Professional
IBBI//IPA-001/IP P00105/2017-2018/10212

Place: Hyderabad
Date : 30 July, 2020

Place: Hyderabad
Date : 30 July, 2020

Notes forming part of the financial statements

1 Corporate information

Splendid Metal Products Limited (SMPL) was incorporated in 02 May 1988 under the name of Sujana Steel Re-rolling Industries Private Limited. The name of the company was changed to Sujana Steels Private Limited on 30 March 1992. The company was converted into public limited company on 20 April 1992. The company changed its name as Sujana Metal Products Limited w.e.f. 09 November 2001. The Company further changed its name as "SPLENDID METAL PRODUCTS LIMITED" w.e.f. 16th November 2016. The Company was promoted by Sri Y.S. Chowdary, his associates and relatives.

The company was incorporated with an object to manufacture of steel re-rolled products. SMPL is engaging in the business of manufacturing and marketing value added steel products. SMPL is categorized as a secondary steel producer in the Industry.

SMPL is currently engaging in the business of Manufacture and trading of steel products like Thermo Mechanically Treated (TMT) bars in different sizes, Structural steels like Ms Angles, Ms Squares, Ms Beams and Ms Channels etc and smart steel of varying shapes and dimensions for the construction & infrastructure sector. All Banks are cancelled their limits and demanded to pay. Punjab National Bank Filed before DRT-II, Chennai for recoveries of their dues. All Units except unit at Sanivada Village, Visakhapatnam, Andhra Pradesh are taken possession by the DRT-II, Chennai. Further to above Punjab National Bank also filed before NCLT, Hyderabad bench, Hyderabad, is admitted and the commencement of the Corporate Insolvency Resolution Process against the company is hereby ordered which ordinarily shall get completed with in 180 days, reckoning from the day this order is passed i.e 01-April-2019.

2 Significant accounting policies

a Statement of Compliance

Standalone Financial Statements have been prepared in accordance with the accounting principles generally accepted in India including Indian Accounting Standards (Ind AS) prescribed under the section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting standards) Rules, 2015 and the Companies (Accounting standards) Amendment Rules, 2016. The aforesaid financial statements have been approved by the Resolution Professional on 30 July 2020.

The financial statements have been prepared on accrual basis under the historical cost convention in accordance with the Indian Accounting Standards as notified by the Companies (Accounting Standards) Rules, 2013 and the relevant provisions of the Companies Act, 1956.

b Use of Estimates

The preparation of financial statements requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised

c Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. The Company recognizes revenues on sale of products, net of discounts, sales incentives, rebates granted, returns, sales taxes and duties when the products are delivered to customer or when delivered to a carrier for export sale, which is when significant risks and rewards of ownership pass to the customer. Sale of products is presented gross of manufacturing taxes like excise duty wherever applicable. Revenue from sale of by-products are included in revenue.

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

d Foreign Currency Transactions

The functional currency of the Company is determined on the basis of the primary economic environment in which it operates. The functional currency of the Company is Indian national Rupee (INR).

The transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in Statement of Profit and Loss in the period.

e Borrowing Costs

The Company capitalises borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset as a part of the cost of the asset.

The Company recognises other borrowing costs as an expense in the period in which it incurs them. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

f Inventories

Raw materials are valued at cost or net realisable value, whichever is lower. Cost is ascertained based on weighted average cost method.

Finished goods produced and purchased are valued at cost or net realisable value, whichever is lower. Stores and Spares are carried at cost, ascertained on a weighted average basis. Necessary provision is made in case of obsolete and non-moving items.

g Employee Benefits

- i. Provision for gratuity, leave encashment/availing and long service benefits i.e. service award, compassionate gratuity and employees' family benefit scheme is made on the basis of actuarial valuation using the projected unit credit method. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding interest), is reflected immediately in the statement of financial position with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to Statement of Profit or Loss.
- ii. Provision for post-retirement medical benefit is made on defined contribution basis.
- iii. Provident fund contribution is made to Provident Fund Trust on accrual basis.
- iv. Payment of Ex-gratia and Notice pay on Voluntary Retirement are charged to revenue in the year incurred.
- v. Superannuation plan, a defined contribution scheme is administered by Life Insurance Corporation of India (LIC). The Company makes contributions based on a specified percentage of each eligible employee's salary.

Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service. Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service. Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

h Taxes on Income

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit or loss and other comprehensive income/statement of profit or loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognized if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Current and deferred tax for the year

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

However the Company is in Losses. So, there is no current tax for the current Financial Year

i Investments

Investment in subsidiaries, associates and joint ventures are shown at cost. Where the carrying amount of an investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is transferred to the Statement of Profit and Loss. On disposal of investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the Statement of Profit and Loss

j Property, plant and equipment

The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred. Major shut-down and overhaul expenditure is capitalised as the activities undertaken improves the economic benefits expected to arise from the asset.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss.

Property, plant and equipment except freehold land held for use in the production, supply or administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses, if any.

The Company has elected to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS i.e. 1 April, 2015, measured as per the previous GAAP and used that as its deemed cost as at the date of transition.

Depreciation commences when the assets are ready for their intended use. Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of following categories of assets located in India, in whose case the life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

Class of Asset	Years
Plant and machinery	8 to 40 years
Work-rolls	1 year

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on estimate of their specific useful lives.

Freehold land and leasehold land where the lease is convertible to freehold land under lease agreements at future dates at no additional cost, are not depreciated.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

Intangible assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

k. Earnings per Share

Basic earnings per share is computed by dividing the profit/ (loss) after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares including the treasury shares held by the Company to satisfy the exercise of the share options by the employees.

l) Impairment

The Company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, debt instruments at FVTOCI, lease receivables, trade receivables, other contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL.

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets). The Company estimates cash flows by considering all contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) through the expected life of that financial instrument. The Company measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses. 12-month expected credit losses are a portion of the life-time expected credit losses and represent the lifetime cash shortfalls that will result if default occurs within the 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

If the Company measured loss allowance for a financial instrument at lifetime expected credit loss model in the previous period, but determines at the end of a reporting period that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous period, the Company again measures the loss allowance based on 12-month expected credit losses.

m) Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent Liabilities

Contingent liabilities are not recognized but disclosed in Notes to the Accounts when the company has possible obligation due to past events and existence of the obligation depends upon occurrence or non-occurrence of future events not wholly within the control of the company. Contingent liabilities are assessed continuously to determine whether outflow of economic resources have become probable. If the outflow becomes probable then relative provision is recognized in the financial statements. Where an entity is jointly and severally liable for an obligation, the part of the obligation that is expected to be met by other parties is treated as a contingent liability. The entity recognises a provision for the part of the obligation for which an outflow of resources embodying economic benefits is probable, except in the extremely rare circumstances where no reliable estimate can be made. Contingent Liabilities are disclosed in the General Notes forming part of the accounts

Contingent Assets

Contingent Assets are not recognised in the financial statements. Such contingent assets are assessed continuously and are disclosed in Notes when the inflow of economic benefits becomes probable. If it's virtually certain that inflow of economic benefits will arise then such assets and the relative income will be recognised in the financial statements.

n) Leases

Assets held under lease, in which a significant portion of the risks and rewards of ownership are transferred to lessee are classified as finance leases. Other leases are classified as operating leases. The company normally enters into operating leases which are accounted for as under:-

- (i) Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease.
- (ii) Where the company is a lessee, operating lease payments are recognized as an expense on a straight-line basis over the lease term. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

STATEMENT OF CHANGES IN EQUITY

A. Rs. In Lakhs

Notes:

i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year

Particulars	March 31, 2020		March 31, 2019	
	Number	Amount	Number	Amount
a) Equity(including shares represented by underlying GDRs)				
Shares outstanding at the beginning of the year/period	301,010,881	15,050.54	301,010,881	15,050.54
Shares issued during the year/period	-	-	-	-
Shares bought back during the year/ period	-	-	-	-
Shares outstanding at the end of the year/ period	301,010,881	15,050.54	301,010,881	15,050.54

ii) Details of shares held by each shareholder holding more than 5% shares:

Name of Shareholder	March 31, 2020		March 31, 2019	
	No. of Shares held	% held	No. of Shares held	% held
a) Equity shares of Rs. 5 each fully paid				
Yalamanchili Finance & Trading Pvt Ltd	131,426,585	43.66%	131,426,585	43.66%
Foster Infin and Trading Pvt Limited	25,000,000	8.31%	25,000,000	8.31%
Stressed Assets Stabilisation Fund	12,759,682	4.24%	12,759,682	4.24%
Sujana Holdings Limited	10,000,000	3.32%	10,000,000	3.32%

iii) The company has only one class of equity shares having a par value of Rs.5/-. Each equity shareholder is entitled to one vote per share held .

B. OTHER EQUITY

	Balance at March 31, 2019	Changes in Accounting Policy / Prior Period Errors	Restated Balance at March 31, 2019	Total Comprehensive Income	Dividends	Transfer to Retained Earnings	Any Other Change	Balance at March 31, 2020
(i) Equity Components of Other Financial Instruments	-		-					-
(ii) Retained Earnings	(175,545.96)	(11.96)	(175,534)	(4,339.50)				(179,873.50)
(iii) Reserves								-
a. Reserves representing unrealised gains / losses								
Debt instruments through other comprehensive income	-		-					-
Equity instruments through other comprehensive income	-		-					-
Effective portion of cash flow hedges	-		-					-
Revaluation surplus	-		-					-
Remeasurements of net defined benefit plans	-		-					-
Exchange differences on translating the financial statements of foreign operation	-		-					-
Others	-		-					-
b. Other reserves								
Capital reserve	9,880.43		9,880.43					9,880.43
Capital redemption reserve	1,493.37		1,493.37					1,493.37
Securities premium	34,935.98		34,935.98					34,935.98
General reserve	698.64		698.64					698.64
(iv) Money received against share warrants	-		-					-
(v) Others	-		-					-

	Balance at March 31, 2018	Changes in Accounting Policy / Prior	Restated Balance at March 31, 2018	Total Comprehensive Income	Dividends	Transfer to Retained Earnings	Any Other Change	Balance at March 31, 2019
(i) Equity Components of Other Financial Instruments	-		-					-
(ii) Retained Earnings	(106,628.35)	(35.30)	(106,593.05)	(68,952.91)				(175,545.96)
(iii) Reserves								-
a. Reserves representing unrealised gains / losses								
Remeasurements of net defined benefit plans								
b. Other reserves								
Capital reserve	9,880.43	-	9,880.43					9,880.43
Capital redemption reserve	1,493.37	-	1,493.37					1,493.37
Securities premium	34,935.98	-	34,935.98					34,935.98
General reserve	698.64	-	698.64					698.64

Splendid Metal Products Limited

Notes forming part of the financial statements

Rupees in lakhs

	As at 31st March 2020	As at 31st March 2019
Note 3: Non-current investments (At cost unless otherwise stated)		
NON TRADE		
Investment in equity instruments in subsidiaries		
Alpha Ventures Limited	4,372.42	4,372.42
8,806,520(31.03.2019:50,10,000) Shares of USD 1.00 each fully paid up		
Glade Steels Private Limited	674.51	674.51
674,514 (31.03.2019:674,514) Equity Shares of Rs.100 each fully paid up		
Asian tide Enterprises Limited	11,786.18	11,786.18
202,269,600 (31.03.2019:194,274,600) Shares of HK\$ 1.00 each fully paid up		
LESS : Diminution in value of Long Term Investments of Asian tide Enterprises Limited	(11,786.18)	(11,786.18)
	5,046.93	5,046.93
Note 4 : Non -Current Loans (Unsecured and considered good)		
a) Security deposits	191.25	191.09
b) MAT credit entitlement	79.09	79.09
c) Deposits with government authorities	731.47	731.57
	1,001.81	1,001.75
Less: Provision for doubtful advances	2.90	2.90
	998.91	998.85
Note 5: Other Non-current Assets		
Deposits with bank - maturity due beyond 12 months	304.95	547.50
	304.95	547.50
Note 6: Inventories (At lower of cost and net realisable value)		
Raw materials	2.34	17.40
Finished goods	1,257.44	1,861.85
Stores and spares	347.53	418.67
	1,607.31	2,297.92
Note 7: Current investments (At lower of cost and fair value)		
Investment in mutual funds (Quoted)		
SBI - PSU fund dividend	5.00	5.00
50,000 (31.03.2015:50,000) units purchased during the previous period)	-	-
Less: provision for diminution in the value of investment	(1.20)	0.00
	3.80	5.00
Aggregate amount of quoted investments - Rs.3.80 Lakhs		
Note 8: Trade receivables (Unsecured)		
Trade receivables outstanding		
Considered Good	41,674.54	42,115.39
Significant increase in Credit Risk	122,611.36	122,611.36
	164,285.90	164,726.75
Provision for significant increase in Credit Risk at beginning of the Year	122,611.36	52,590.44
Add : Provision Made During the Year	-	70,765.55
Less : Write off During the Year	-	744.63
Provision at the end of the Year	122,611.36	122,611.36
	41,674.54	42,115.39

Note 9: Bank balances other than Cash

Balances with Banks:		
In current accounts	43.74	114.75
Other bank balances	-	-
	-	-
In earmarked deposits	50.00	-
	<u>93.74</u>	<u>114.75</u>

Note 10: Current asset - Loans

I) (Unsecured and considered good unless otherwise stated)

	-	-
Security deposits	310.21	226.56
Loans and advances to employees	16.79	19.68
Prepaid expenses	-	13.13
Balances with government authorities		
CENVAT receivable on SEZ	14.82	14.82
VAT credit receivable	13.98	13.98
Advances for supply of goods and rendering of services	18,021.96	18,131.84
Others	4.72	322.74
	<u>18,382.48</u>	<u>18,742.75</u>
Less: Provision for significant increase in Credit Risk	12,372.74	12,372.74
	<u>6,009.74</u>	<u>6,370.01</u>

Note 11: Other current assets

Interest accrued but not due on deposits	34.28	14.28
	<u>34.28</u>	<u>14.28</u>

Note 12: A.EQUITY SHARE CAPITAL**Authorised**

i) 310,000,000 (31.03.2019:310,000,000) Equity Shares of Rs.5 each	15,500.00	15,500.00
ii) 4,500,000 (31.03.2019:4,500,000) Preference Shares of Rs. 100 each	4,500.00	4,500.00

Issued, subscribed and fully paid up

i) 301,010,881 (31.03.2019:301,010,881) Equity Shares of Rs. 5 each	15,050.54	15,050.54
	<u>15,050.54</u>	<u>15,050.54</u>

Note 13: Non Current borrowings**Secured****a) Term loans from**

i) Banks	-	-
----------	---	---

b)Funding of Intrest on Term Loan

i) FITL - I	-	-
ii) FITL -II	-	-
iii) W C T L	-	-

	<u>-</u>	<u>-</u>
--	----------	----------

Notes:

1. Loan from banks viz. Punjab National Bank, Bank of India, Indian Overseas Bank, IDBI Bank, State Bank of Patiala, The Karnataka Bank Ltd, Bank of Baroda , Laxmi Vilas Bank , Indian bank, Oriental Bank of Commerce and Andhra Bank are secured by first chare on all the immovable and movable fixed asets of the company both present and future and second charge on the current assets of the company. Further these loans are secured by personal guarantees of director and promoter.

Loan from SASF are secured by1st charge on Unit at Sanivada Village, Rajeevnagar, Visakhapatnam -530046,Andra Pradesh. Unit at Plot no.B-20E, SIPCOT Industrial Complex, Gummidi Pondi, Chennai, Tamilnadu and Unit at Survey No.296/7/7,8 &11, IDA Bollaram, Jinnaram Mandal, Medak District - 502325, Telangana

All Banks are cancelled their limits and demanded to pay. Punjab National Bank Filed before DRT-II, Chennai for recovery of their

dues. All Units except unit at Sanivada Village, Visakhapatnam, Andhra Pradesh are taken possession by the DRT-II, Chennai.

Events after Balance Sheet Date Further to above Punjab National Bank also filed before NCLT, Hyderabad bench, Hyderabad, is admitted and the commencement of the Corporate Insolvency Resolution Process (CIRP) against the company is ordered per the extension order by Honourable NCLT, Hyderabad the completion date for CIRP is with in 90 days from 02 October 2019. Hence All long term borrowings are considered as Short term borrowing. (Note No.17)

Note 14: Non Current provisions

Provision for Employee benefits

205.03	205.03
205.03	205.03

Note 15: Deferred tax liabilities/(Asset- net)

Deferred tax liability:

On difference between book balance and tax balance of fixed assets	6244.39	6,781.21
Deferred tax asset:		
Provision for employee benefits	(99.65)	(99.76)
Provision for doubtful trade receivables, loans and advances	(41,710.98)	(41,710.98)
Other Business Loss	-	692.32
	(41,810.63)	(41,118.42)
Deferred tax liabilities/(Assets-net)	(35,566.24)	(34,337.21)

Note 16: Other Non- Current liabilities

Security Deposits	220.32	226.17
Govt Grands - Differed Receivable	19.57	21.16
	239.89	247.33

Note 17: Current Borrowings

Loans repayable on demand

From Banks

Secured

242,790.64 242,938.72

From Others

Unsecured

70.00	70.00
242,860.64	243,008.72

Rs. 70.00 Lakhs has been brought from others.

Note 18: Trade payables

Acceptances

Dues other than Micro Enterprises and small Enterprises

-	-
2,725.77	2,450.48
2,725.77	2,450.48

Note 19: Other current liabilities

Other payables	1,210.29	1,259.54
Statutory remittances	305.07	532.51
Payable to IDBI (CRPS)	758.13	758.13
Payables on purchase of fixed assets	1.40	1.31
Advances from customers	522.42	478.62
	2,797.31	3,030.11

Note 20: Current provisions

Provision for employee benefits

Provision for tax on proposed dividend

117.46	117.83
2.64	2.64
120.10	120.47

Note 21: Current tax provisions

Provision for current income tax

1,716.66	1,763.16
----------	----------

SPLENDID METAL PRODUCTS LIMITED
Notes forming part of the financial statements

	Rupees in lakhs	
	For the year ended 31 Mar 2020	Year Ended 31 March 2019
Note 22: Revenue from operations		
a) Sale of products		
i) Manufactured	2,019.50	41,291.37
ii) Traded Goods & Processed	-	2,557.85
iii) Exports	-	-
b) Other operating revenues		
Conversion income	1,109.05	1,959.46
Rental income from operating leases	9.00	9.00
Total	3,137.55	45,817.68

Particulars of sale of products	Year ended 31 March 2020		Year ended 31 March 2019	
	Qty (MT)	Rupees in lakhs	Qty (MT)	Rupees in lakhs
A Manufactured goods				
TMT Bars	-	-	46,549	17,874.67
MS Channels	119	44.49	2,739	1,122.10
MS Beams	2,970	1,050.10	13,600	5,736.17
Others	4,414	799.44	65,698	16,558.44
Total	7,503	1,894.03	128,586	41,291.37
B Traded goods				
TMT Bars	336	125.47	5,476	2,242.36
MS Channels	-	-	84	36.83
MS Angles	-	-	59	25.82
M S Scrap	-	-	1,096	222.26
Others	-	-	78	30.58
Total	336	125.47	6,793	2,557.85

Note 23: Other Income

a) Interest on deposit with banks and others	56.15	16.74
b) Liabilities/Provisions no longer required written back	-	6.57
c) Miscellaneous income	104.45	30.11
	160.60	53.42

Note 24.a: Cost of materials

Opening Stock	17.40	610.08
Add : Purchases	1,513.34	37,513.80
	1,530.74	38,123.88
Less : Closing stock	2.34	17.40
	1,528.40	38,106.48
Less : Transfer to capital work in progress	-	-
	1,528.40	38,106.48

Details of raw materials consumed

Particulars	Year ended 31 March 2020		Year ended 31 March 2019	
	Qty (MT)	Rupees in Lakhs	Qty (MT)	Rupees in Lakhs
Pig /Sponge Iron/Scrap	-	-	93,622	4,724.97
Billets / Blooms	3253.88	1078.12	89,803	31,075.75
MS Products	806.12	325.15	-	-
MS Ingots	-	-	-	-
TMT Bars*	-	-	-	-
Total	4060	1403.27	183,425	35,800.72
Less: Transferred to capital work in progress	-	-	-	-
Total	-	-	183,425	35,800.72

Note 24.b: Details of purchase of traded goods

Particulars	Year ended 31 March 2020		Year ended 31 March 2019	
	Qty (MT)	Rupees in	Qty (MT)	Rupees in
TMT Bars	336	125.13	5413	2,199.63
MS Rebars			-	-
MS Angles			115	50.46
Others			60	26.19
M S Scrap			141	29.49
Total	336	125.13	5,729	2,305.76

Note 24.c: Changes in inventories of finished goods, work in progress andInventories at the beginning of the year:

	Year ended 31 March 2020	Year ended 31 March 2019
Finished goods	1,861.85	3,374.26
op stock returns	-	-
Work in progress	-	-
Stock in trade	-	-
	<u>1,861.85</u>	<u>3,374.26</u>

Inventories at the end of the year:

Finished goods	1,257.44	1,861.85
Work in progress	-	-
Stock in trade	-	-
	<u>1,257.44</u>	<u>1,861.85</u>

Net (increase) / decrease**604.41 1,512.41****Note 25: Employee benefit expenses**

Salaries, wages and bonus	643.46	1,168.41
Contribution to provident and other funds	43.67	136.18
Staff welfare expenses	10.50	26.65
	<u>697.63</u>	<u>1,331.24</u>

Note 26: Finance costs

Interest expense on Borrowings	3.86	159.04
Other borrowing costs	0.03	20.56
	<u>3.89</u>	<u>179.60</u>

Note 27: Other expenses

Consumption of stores, spares and consumables	247.38	1,508.25
Power and fuel	793.47	3,151.36
Other manufacturing expenses	61.45	104.32
Equipment hire charges	-	39.88
Job work charges	261.43	520.91
Rent includes lease rentals	44.62	71.57
Repairs and Maintenance-Buildings	0.02	1.05
Repairs and Maintenance-Machinery	29.94	74.64
Repairs and Maintenance-Others	10.68	13.91
Insurance	35.38	7.50
Rates and taxes	7.52	52.65
Factory maintenance	0.20	14.31
Printing and stationery	3.07	8.13
Communication	9.41	12.40
Travelling and conveyance	31.81	61.94
Legal and professional	55.48	51.40
Payments to auditors (Refer Note (i) below)	6.00	25.00
Security Charges	243.95	88.00
Adjustments to carrying amount of current investments	1.20	-
Adjustments to carrying amount of Non current investments	-	5,781.38
Sales discount	15.07	34.83
Net loss on foreign currency transactions and translations	-	740.07
Business promotion	0.40	6.31
Freight outwards	8.07	195.83
Directors' fees	-	2.40
Provision for significant increase in credit risk for trade receivables, loans and advances	-	77,857.53
Miscellaneous expenses	25.51	60.04
Loss on sale	0.96	4.47
CIRP Expenses	-	-
Resolution Professional Fees	34.86	-
Supporting Service Fee to RP	108.00	-
Legal and professional	26.59	-
Advertisement Expenses	5.02	-
Miscellaneous expenses	13.27	-
Insurance for RP	0.70	-
	<u>2,081.46</u>	<u>90,490.08</u>

Note (i): Payments to the auditors

As auditors -statutory audit	6.00	25.00
Other Services	-	-
Total	<u>6.00</u>	<u>25.00</u>

SPLENDID METAL PRODUCTS LIMITED

Note No.2 Property, Plant and Equipment

Rupees in lakhs

PARTICULARS	Free hold Land	Buildings	Plant & machinery	Plant & machinery (Not in Put to use)	Electrical Installation	Furniture & Fixtures	Office Equipment	Vehicles	Computers	GoodWill	Total
Cost/Deemed cost at 1 April 2018	2,209.14	5,026.53	67,657.57	3,500.62	2,944.49	90.75	184.92	493.65	971.73	28.68	83,098.08
Additions	-	1.22	45.20	-	5.47	0.97	0.99	-	0.44	-	54.30
Deductions	-	-	-	-	-	-	-	59.45	-	-	59.45
At 31 March 2019	2,209.14	5,027.75	67,702.77	3,500.62	2,949.96	91.72	185.91	424.20	972.17	28.68	83,092.93
Additions	-	-	-	-	-	-	-	-	-	-	-
Deductions	-	-	171.44	-	-	-	-	10.21	-	-	181.65
At 31 Mar 2020	2,209.14	5,027.75	67,531.33	3,500.62	2,949.96	91.72	185.91	413.99	972.17	28.68	82,911.28
Accumulated Depreciation at 1 April 2018	-	1,688.45	34,880.30	-	2,241.93	79.11	178.32	422.72	963.90	28.68	40,463.41
Depreciation Expense	-	165.51	2,756.00	-	184.51	3.15	2.88	23.29	2.60	-	3,137.95
Deductions	-	-	-	-	-	-	-	45.88	-	-	45.88
At 31 March 2019	-	1,833.96	37,636.30	-	2,426.44	82.26	181.20	400.13	966.50	28.68	43,555.47
Depreciation Expense	-	165.53	3,554.55	-	157.27	2.90	2.20	11.99	2.83	-	3,897.27
Deductions	-	-	117.82	-	-	-	-	6.73	-	-	124.55
At 31 Mar 2020	-	1,999.49	41,073.03	-	2,583.70	85.17	183.41	405.39	969.34	28.68	47,328.19
Carrying value at 31 March 2020	2,209.14	3,028.26	26,458.30	3,500.62	366.26	6.55	2.51	8.60	2.84	0.00	35,583.08
at 31 March 2019	2,209.14	3,193.79	30,066.48	3,500.62	523.52	9.45	4.71	24.07	5.67	0.00	39,537.46
at 31 March 2018	2,209.14	3,358.08	32,777.27	3,500.62	702.56	11.64	6.60	60.93	7.83	0.00	42,634.67

SPLENDID METAL PRODUCTS LIMITED
Notes forming part of the financial statements
28 Financial Instruments - Fair Values and Risk Management

The following tables show the carrying amounts and fair values of financial assets and financial liabilities by categories. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

As of March 31, 2020
(Rupees in lakhs)

Particulars	Cost	Financial assets/Liabilities at FVTPL	Financial assets/Liabilities at FVTOCI	Total Carrying Cost	Total Fair Value
Assets :					
Investments in Equity Instruments	5,046.93	-	-	5,046.93	5,046.93
Cash & Cash Equivalents	97.16	-	-	97.16	97.16
Trade Receivables	41,674.54	-	-	41,674.54	41,674.54
Loans & advances	7,008.65	-	-	7,008.65	7,008.65
Liabilities :					
Trade Payable	2,725.77	-	-	2,725.77	2,725.77
Borrowing s	242,860.64	-	-	242,860.64	242,860.64
Other Financial Liabilities	3,037.20	-	-	3,037.20	3,037.20

As of March 31, 2019
(Rupees in lakhs)

Particulars	Cost	Financial assets/Liabilities at FVTPL	Financial assets/Liabilities at FVTOCI	Total Carrying Cost	Total Fair Value
Assets :					
Investments in Equity Instruments	5,046.93	-	-	5,046.93	5,046.93
Cash & Cash Equivalents	120.78	-	-	120.78	120.78
Trade Receivables	42,115.39	-	-	42,115.39	42,115.39
Loans & advances	7,368.86	-	-	7,368.86	7,368.86
Liabilities :					
Trade Payable	2,450.48	-	-	2,450.48	2,450.48
Borrowing s	243,008.72	-	-	243,008.72	243,008.72
Other Financial Liabilities	3,277.44	-	-	3,277.44	3,277.44

Financial risk management

The company's activities expose it to the following financial risks:

- market risk
- credit risk and
- liquidity risk

The company has not arranged funds that have any interest rate risk.

a) Market risk

A comprehensive financial and commodity riskmanagement program supports the achievement of anorganisation's objectives by enabling the identification and evaluation of risks, setting acceptable risk thresholds, identifying and mapping controls against these risks and implementing policies and procedures to manage and monitor the risks.

b) Credit risk

Credit risk refers to the risk of default on its obligation by a counterparty resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables, Loans and Advances. Accordingly, credit risk from trade receivables has been separately evaluated from all other financial assets in the following paragraphs.

Trade Receivables

The company has outstanding trade receivables amounting to Rs 41,674.54 lakhs and Rs 42,115.39 lakhs as of March 31, 2020 and March 31, 2019, respectively. Trade receivables are typically unsecured and are derived from revenue earned from customers.

Impairment on trade receivables is recognized based on expected credit loss in accordance with provisions of IndAS 109. The company's historical experience for customers, present economic condition and present performance of the customers, future outlook for the industry etc are taken into account for the purposes of expected credit loss.

Credit risk exposure

An analysis of age of trade receivables at each reporting date is summarized as follows:

As of March 31, 2020		(Rupees in lakhs)	
Particulars	Gross Amount	Impairment	Carrying Value
Not Past Due			
Considered Good	41,674.54	-	
Considered Doubtful	122,611.36	-	
Provision on significant increase in credit risk at beginning of the Year		122,611.36	-
Add : Provision Made During the Year		-	-
Less : Write off During the Year			-
Total	164,285.90	122,611.36	41,674.54

As of March 31, 2019		(Rupees in lakhs)	
Particulars	Gross Amount	Impairment	Carrying Value
Not Past Due			
Considered Good	42,115.39	-	
Considered Doubtful	122,611.36	-	
Provision on significant increase in credit risk at beginning of the Year		52,590.44	-
Add : Provision Made During the Year		70,765.54	-
Less : Write off During the Year		(744.62)	-
Total	164,726.75	122,611.36	42,115.39

Trade receivables are generally considered credit impaired after three years past due (except government dues), unless the amount is considered recoverable, when recoverability is considered doubtful based on the recovery analysis performed by the company for individual trade receivables. The company considers that all the above financial assets that are not impaired and past due for each reporting dates under review are of good credit quality.

With regard to trade receivable on certain transactions, the company has equivalent trade payables to associate suppliers which are payable on realization of trade receivables. Such trade receivables are considered not impaired though past due.

Other financial assets

There are no impairment provisions as at each reporting date against financial assets. We consider all the financial assets as at the reporting dates to be of good credit quality.

c) Liquidity Risk

Our liquidity needs are monitored on the basis of monthly and yearly projections. The company's principal sources of liquidity are cash and cash equivalents, cash generated from operations and availability of funding through an adequate amount of committed credit facilities to meet obligations when due.

Due to the dynamic nature of underlying businesses, the company maintains flexibility in funding by maintaining availability under committed credit lines.

Short term liquidity requirements consists mainly of sundry creditors, expense payable, employee dues arising during the normal course of business as of each reporting date. The company maintains sufficient balance in cash and cash equivalents to meet short term liquidity requirements.

The company assesses long term liquidity requirements on a periodical basis and manages them through internal accruals and committed credit lines.

The table below provides details regarding the contractual maturities of non-derivative financial liabilities. The table has been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the company can be required to pay. The table includes both principal & interest cash flows.

As of March 31, 2020

(Rupees in lakhs)

Particulars	Less than 6months	6Months to 1 Year	1-3 Years	3-5 Years	Morethan 5 Years
Trade Payables	253.43	2,472.34			
Short Term Borrowings	242,860.64				
Long term Borrowings					
Other Financial Liabilities	2,797.31				
Total :	245,911.38	2,472.34	-	-	-

As of March 31, 2019

(Rupees in lakhs)

Particulars	Less than 6months	6Months to 1 Year	1-3 Years	3-5 Years	Morethan 5 Years
Trade Payables		2,450.48			
Short Term Borrowings	243,008.71				
Long term Borrowings					
Other Financial Liabilities	3,765.74				-
Total :	246,774.45	2,450.48	-	-	-

29. Employee Benefits

Defined contribution plans:

The Company makes Provident Fund contribution to defined contribution plans for qualifying employees. Under the Scheme, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised Rs.28.23 lakhs (31.03.2019: Rs.43.39 lakhs) for Provident Fund contributions in the Statement of Profit and Loss. The contributions payable to these plan by the Company are at rates specified in the rules of the scheme.

Defined benefit plans

The Company offers the following employee benefit schemes to its employees:

i. Gratuity

ii. Compensated absences

Liability for retiring gratuity as on March 31, 2020 is Rs.277.74 lakhs (31-3-2019: Rs.278.04 lakhs). The Liability for Gratuity and Cost of Compensated absences has been determined and provided for in the books.

30. Related Party Disclosure

The following are related parties as defined in "Indian Accounting Standard (Ind AS) 24 - Related Party Disclosures" notified under The Companies (Accounting Standards) Rules, 2013.

List of Related Parties

1. Subsidiaries

Subsidiaries held directly

		Country of Incorporation	Percentage of ownership interest
i.	Glade Steel Pvt Ltd.	India	51.15%
ii.	Alpha Ventures Ltd.	Cayman Islands	100%
iii.	Asian Tide Enterprises Ltd.	Hong Kong	100%

Subsidiaries held indirectly

i.	Optimix Enterprises Limited	Mauritius	100%
----	-----------------------------	-----------	------

2. Key Management Personnel

i.	Mr. R. K. Birla	Managing Director
ii.	Mr. Shaik Ibraheem	Company Secretary

32 Disclosure in respect of Indian Accounting Standard (Ind AS)-33 "Earnings Per Share(EPS)"
Earnings Per Share

(Rupees in lakhs)

Particulars	2019-20	2018-19
Profit After Tax	(4,339.50)	(68,952.91)
Less: Preference Dividend including tax thereon	-	-
Profit attributable to ordinary share holders	(4,339.50)	(68,952.91)
Profit attributable to ordinary share holders- for diluted EPS	(4,339.50)	(68,952.91)
Weighted average number of ordinary shares used in computing Basic Earnings per Share	301,010,881.00	301,010,881.00
Add: Effect of potential ordinary (equity shares) on conversion of share warrants and redeemable preference shares	-	-
Weighted average number of ordinary (equity shares) used in computing Diluted Earnings Per Share	301,010,881.00	301,010,881.00
Earnings per share - Face Value: Rs. 5/- each		
Basic - Rs.	(1.44)	(22.91)
Diluted - Rs.	(1.44)	(22.91)

33 Contingent liabilities and commitments (to the extent not provided for)

(Rupees in lakhs)

Particulars	As at 31 March 2020	As at 31 March 2019																																																
a) Contingent liabilities																																																		
i) Claims against the Company not acknowledged as debts in respect of:																																																		
Excise Duty	1,899.84	1,899.84																																																
Custom Duty	791.77	791.77																																																
TNVAT/APGST/CST	12,997.44	12,997.44																																																
Income Tax (Net of liability as per return)	1,775.45	1,775.45																																																
FERA	300.00	300.00																																																
ii) Guarantees																																																		
Corporate Guarantees furnished on behalf of Sujana Universal Industries Ltd	81,410.00	81,410.00																																																
Corporate guarantee furnished on behalf of Optimix Enterprises Limited (USD 75 lakhs)	4,087.50	4,087.50																																																
iii) Differential Loan Outstandings	120346.93	120346.93																																																
<table border="1"> <thead> <tr> <th>Bank name</th><th>Claim Admitted at RP</th><th>Loan Out Standing as per Financials</th></tr> </thead> <tbody> <tr><td>Anhra Bank</td><td>8111.89</td><td>7,590.24</td></tr> <tr><td>Bank of Baroda</td><td>16500.85</td><td>10,435.14</td></tr> <tr><td>Bank of India</td><td>79354.27</td><td>48,890.98</td></tr> <tr><td>IDBI Bank</td><td>13833.78</td><td>3,790.65</td></tr> <tr><td>Indian Bank</td><td>8295.78</td><td>7,549.56</td></tr> <tr><td>Indian Overseas Bank</td><td>55934.52</td><td>28,957.80</td></tr> <tr><td>Edelweises ARC Ltd (KBL)</td><td>6816.08</td><td>6,228.68</td></tr> <tr><td>Lakshmi Vilas Bank</td><td>11537.36</td><td>8,592.47</td></tr> <tr><td>Oriental Bank of Commerce</td><td>19778.17</td><td>7,951.13</td></tr> <tr><td>Punjab National Bank</td><td>73524.43</td><td>68,475.92</td></tr> <tr><td>State Bank of India</td><td>37498.65</td><td>32,041.24</td></tr> <tr><td>SASF</td><td>17112.68</td><td>12,286.82</td></tr> <tr><td>Central Bank</td><td>14839.11</td><td>-</td></tr> <tr><td>Gopal Ka Savings</td><td>70.00</td><td>70.00</td></tr> <tr><td>Total :</td><td>363207.57</td><td>242860.64</td></tr> </tbody> </table>	Bank name	Claim Admitted at RP	Loan Out Standing as per Financials	Anhra Bank	8111.89	7,590.24	Bank of Baroda	16500.85	10,435.14	Bank of India	79354.27	48,890.98	IDBI Bank	13833.78	3,790.65	Indian Bank	8295.78	7,549.56	Indian Overseas Bank	55934.52	28,957.80	Edelweises ARC Ltd (KBL)	6816.08	6,228.68	Lakshmi Vilas Bank	11537.36	8,592.47	Oriental Bank of Commerce	19778.17	7,951.13	Punjab National Bank	73524.43	68,475.92	State Bank of India	37498.65	32,041.24	SASF	17112.68	12,286.82	Central Bank	14839.11	-	Gopal Ka Savings	70.00	70.00	Total :	363207.57	242860.64		
Bank name	Claim Admitted at RP	Loan Out Standing as per Financials																																																
Anhra Bank	8111.89	7,590.24																																																
Bank of Baroda	16500.85	10,435.14																																																
Bank of India	79354.27	48,890.98																																																
IDBI Bank	13833.78	3,790.65																																																
Indian Bank	8295.78	7,549.56																																																
Indian Overseas Bank	55934.52	28,957.80																																																
Edelweises ARC Ltd (KBL)	6816.08	6,228.68																																																
Lakshmi Vilas Bank	11537.36	8,592.47																																																
Oriental Bank of Commerce	19778.17	7,951.13																																																
Punjab National Bank	73524.43	68,475.92																																																
State Bank of India	37498.65	32,041.24																																																
SASF	17112.68	12,286.82																																																
Central Bank	14839.11	-																																																
Gopal Ka Savings	70.00	70.00																																																
Total :	363207.57	242860.64																																																
b) Commitments																																																		
i. Export commitments on account of import of machinery and equipments at concessional duty under EPCG scheme (31.03.2019 :Rs.112.16Lakhs) .Such export commitments need to be fulfilled by the Company on or before 23 April 2016. As on 31 March 2015, the Company has fulfilled its export commitments and which are pending final approval of Director General of Foreign Trade. In the event of non-fulfilment of the export commitments by 23 April 2016 by the Company, the liability (excluding interest and penalties) towards customs duty	112.16	112.16																																																

34 Derivative Instruments

The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

(In lakhs)

Particulars	2019-20		2018-19	
	Rs	USD	Rs	USD
For import of goods and services	-	-	-	-
From export of goods and services	-	-	-	-

35 CIF Value of Imports

(Rupees in lakhs)

Particulars	2019-20	2018-19
Raw Materials including stock in trade	-	-
Capital Goods	-	-
Others	-	-
Total	-	-

36 Details of consumption of imported and indigenous items

Particulars	2019-20		2018-19	
	%	(Rs.in lakhs)	%	(Rs.in lakhs)
Raw Material				
Imported		-		-
Indigenous	100%	1,528.40	100%	38,106.48
	100%	1,528.40	100%	38,106.48
Stores and Spares (Indigenous)	100%	247.38	100%	1508.25

37 Expenditure in Foreign Currency (on accrual basis)

(Rupees in lakhs)

Particulars	2019-20	2018-19
Travelling	-	-
Professional and Consultancy	-	-
Total	-	-

38 Earnings in Foreign Exchange

(Rupees in lakhs)

Particulars	2019-20	2018-19
FOB Value of Exports	-	-
Others	-	-
Total	-	-

39 Acquisition of Unit of Handum Industries Limited

During the Financial year 2011-12, the Company acquired an operating unit from Handum Industries Limited on 'slump sale basis'. As part of this acquisition, the Company has taken over the outstanding dues of Rs. 2,168.30 lakhs payable to SASF (Stressed Assets Stabilization Fund), a division of IDBI. SASF had approved of the takeover of these loans and restructured the same to Rs. 1,050 lakhs. Slump sale deed yet to be registered.

40 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Trade payables (Ref: Note No.18 -Trade payables include Rs Nil (31.03.2019: Rs Nil) due to micro enterprises and small enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act 2006). The Company has not received any memorandum(as required to be filed by the supplier with the notified authority under the MSMED Act 2006) claiming their status as Micro or Small or Medium Enterprises.

41 Disclosure as per the Listing Regulations/Listing Agreements

Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in shares of the Company by such parties:

(Rupees in lakhs)

Name of the Company	Relationship	Amount Outstanding as at year end/ period end	Maximum Outstanding during the year /period
Alpha Ventures Limited	Subsidiary	-	-
Asian Tide Enterprises Limited	Subsidiary	-	-
Optimix	Subsidiary	-	-
Glade Steels	Subsidiary	-	-

Above loans and advances are interest free and there are no repayment schedules

42 Details of Loans as on 31.03.2020 as Follows
(Refer Note No.17)

I) Balances as on 31.03.2020

Rs. In lakhs

Bank name	As at March 31, 2020	As at March 31, 2019
Anhra Bank	7,590.24	7,590.24
Bank of Baroda	10,435.14	10,435.14
Bank of India	48,890.98	48,890.98
IDBI Bank	3,790.65	3,790.65
Indian Bank	7,549.56	7,549.56
Indian Overseas Bank	28,957.80	28,957.80
Edelweises ARC Ltd (KBL)	6,228.68	6,228.68
Lakshmi Vilas Bank	8,592.47	8,592.47
Oriental Bank of Commerce	7,951.13	7,951.13
Punjab National Bank	68,475.92	68,475.92
State Bank of India	32,041.24	32,189.35
SASF	12,286.82	12,286.82
Gopalka Saving	70.00	70.00
Total :	242,860.64	243,008.72

Interest Rs. 26,723.26 lakhs on borrowings from Banks, FIS are not provided and reverses of power energy of Rs. 318.21 Lakhs of non - operating units during the financial year 2019-20, had this provided the loss for the year increased from Rs.5514.91lakhs to 32,556.38 lakhs, for earlier years Rs55078.76laksh and cumulative loss upto 31th March 2020 will be increased from Rs. 1,79,873.50 lakhs to 2,61,675.52lakhs

- 43 The Company's significant leasing arrangements are in respect of operating leases for premises (office, stores, godowns, etc.). The leasing arrangements, which are not non-cancellable, range between ten months and three years generally, and are usually renewable by mutual consent on agreed terms. The aggregate lease rentals Rs.44.62 lakhs (31.03.2019:Rs.71.57 lakhs) payable are charged as rent in to the statement of profit and loss.
- 44 Balances of Unsecured loans, receivables, payables and loans and advances are subjects to their confirmation and reconciliations.
- 45 Previous period's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date attached

For T.Raghavendra & Associates
Chartered Accountants
FRN No: 003329S

T.Raghavendra
Mem.No : 023806

Place: Hyderabad
Date : 30 July, 2020

For Splendid Metal Products Limited

T.Sathisan
Resolution Professional
IBBI//PA-001/IP P00105/2017-2018/10212

Place: Hyderabad
Date : 30 July, 2020

INDEPENDENT AUDITORS' REPORT ON CONSOLIDATED FINANCIAL STATEMENTS

TO THE MEMBERS OF

SPLENDIDMETAL PRODUCTS LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **Splendid Metal Products Limited** ('theHoldingCompany') (Formerly known as Sujana Metal Products Limited) and its subsidiary companies except Asian Tide Enterprises Limited (the Holding Company and its subsidiary companies together referred as 'the Group'), which comprise the Consolidated Balance Sheet as at March 31, 2020, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information ('the consolidated financial statements').

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ('the Act') that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act as applicable. The respective Board of Directors of the Company and its subsidiary companies are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of these consolidated financial statements by the Board of Directors of the Company.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143 (10) of the Act. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal financial controls relevant to the Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors referred to in the 'Other Matter' paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements

Basis for Qualified Opinion

- (i) The holding Company has defaulted in repayment of dues to Banks/Financial Institutions and all loans outstanding were classified as NPA's and were recalled by all the Banks. Note 5 forming part of the Statement regarding Interest on Working Capital Loans and Term Loans for the last three quarters of non-operating units. The accumulated loss as on 31 March 2020 would have been increased from Rs. 1,92,166.06 lakhs to Rs.273,968.03 lakhs had the company provided for the same.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group as at March 31, 2020 and its consolidated loss and its consolidated cash flows for the year ended on that date.

Emphasis of Matter

We Draw attention to the following

- (i) The Holding Company has been continuously making losses consequently its net worth is negative and the Company's total liabilities exceeded its total asset as at 31st March 2020 by Rs.(125818.21 Lakhs). This indicates the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as going concern.
- (ii) The dues to Banks/Financial Institutions as on 31.03.2020 as per company is Rs. 2,42,790.64 lakhs, whereas the actual claims made by Banks/FIs and admitted by Resolution Professional is Rs.6,27,652.66 lakhs.
- (iii) The Trade receivable could not be verified as the confirmation of balances have not been received and made available to us. The company's Trade Receivables aggregating to Rs.89,293.16 Lakhs is more than three years old and in respect of which the company has provided only Rs.1,221.22 Lakhs Provision for debts in the books of account during the quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.
- (iv) The Loans & advances could not be verified as the confirmation of balances have not been received and made available to us. The company's loans and advances aggregating to Rs.11,124.26 Lakhs is more than three years old. The company has not provided any bad debts in the books of account during the quarter. We are unable to form an opinion on the extent to which the debts may be recoverable.
- (v) The Holding Company's Capital advances to the extent of Rs. 5005.16 Lakhs We are unable to ascertain whether such balances are fully recoverable. Accordingly, we are unable to ascertain the impact, if any, that may arise in case any of these advances are subsequently determined to be doubtful of recovery. Had the Company provided for the same, the loss for the period would have been higher by the said amount.
- (vi) A winding up petition filed by Standard Bank (Mauritius) Ltd., in the High Court of Telangana & Andhra Pradesh against the company for giving corporate guarantee for loan extended by the said bank for Rs. 4,087.50 lakhs is still pending.
- (vii) The Company has an advance of Rs.477.29 lakhs are more than 365 days old and hence shall be treated as Deposits received under the Companies Act 2013 and the same has to be returned within one year as per the provisions of the Act.
- (viii) The Company is not regular in payment of undisputed statutory dues towards ESI, Provident Fund, TDS and Goods & Service Tax during the year ended 31st March 2020.
- (ix) Bank Statements were not made available with the Company for all the Banks except that of Vizag Branch. Interest calculations are on the basis of the last interest rates on the outstanding balances.

- (x) The GST Returns are yet to be reconciled for all the Branches except Vizag branch as GST returns are yet to be filed by the company.
- (xi) On account of the COVID-19 related lock-down restrictions, we were not able to physically observe the verification of inventory that was carried out by the Management. Consequently, we have performed alternate procedures to audit the existence of Inventory as per the guidance provided by in SA 501 "Audit Evidence - Specific Considerations for Selected Items" and have obtained sufficient audit evidence to issue our unmodified opinion on these Consolidated Financial Results.

Our opinion is not modified in respect of these matters.

Other Matter

We have audited two subsidiaries and one step down subsidiary of the company and we did not audit the financial statements of 1 direct subsidiary company and whose financial statements reflect total assets of Rs. 2,569.86 lakhs as at March 31, 2019, total revenues of Rs. NIL lakhs and total loss after tax of Rs. 5,344.56 lakhs for the year ended on that date, are considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

As required by Section 143 (3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, as applicable.
- e) On the basis of the written representations received from the Directors of the Company as on March 31, 2020, taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the Directors of the Group companies, incorporated in India is disqualified as on March 31, 2020 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 and the operating effectiveness of such controls; refer to our report in "Annexure A", which is based on the Auditors' Reports of the Company and its subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of the Company and its subsidiary companies incorporated in India.
- g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i) The Group has not disclosed the impact of pending litigations on the consolidated financial position of the Group in its consolidated financial statements as of March 31, 2020.
- ii) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There have been no amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its subsidiary companies incorporated in India.

For T. Raghavendra & Associates

Chartered Accountants

(Firm Regn No:003329S)

T.Raghavendra

Proprietor

Mem No 023806

Date: 30-07-2020

Place: Hyderabad

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Splendid Metal Products Limited** ('the Holding Company') and its subsidiary companies incorporated in India as at March 31, 2020 in conjunction with our audit of the consolidated financial statements of the Company for the year ended and as on that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company and its subsidiary companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the respective internal control over financial reporting criteria established by the Holding Company and its subsidiary companies incorporated in India 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 (the 'Guidance Note'). 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 the respective 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 Act.

Auditors' 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 Standards on Auditing prescribed under Section 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls over financial reporting. Those Standards and the Guidance Note require that we comply with the 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 auditors' 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 and the audit evidence obtained by the other auditors of the subsidiary companies incorporated in India and outside India, in terms of their reports referred to in the Other Matter paragraph below, 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 authorization of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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.

Opinion

In our opinion to the best of our information and according to the explanations given to us, the Company and its subsidiary companies incorporated in India, have, 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, 2020, based on the internal control over financial reporting criteria established by the Company and its subsidiary companies incorporated in India considering the essential components of internal control stated in the guidance Note.

Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to **one** subsidiary company, incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

For T. Raghavendra & Associates
Chartered Accountants
(Firm Regn No:0033295)

T.Raghavendra
Proprietor
Mem No 023806

Date: 30-07-2020
Place: Hyderabad

SPLENDID METAL PRODUCTS LIMITED
Consolidated Balance sheet As at 31st March , 2020

Rupees in lakhs

Particulars	Note No	As at 31st Mar 2020	As at 31st Mar 2019
ASSETS			
(1) Non- Current Assets			
(a) Property, Plant and Equipment	2	36,497.71	40,507.77
(b) Capital work - in - progress		5,923.92	5,946.93
(c) Good Will		326.96	326.96
(d) Deferred tax Assets (Net)	15	35,563.73	34,333.49
(e) Financial Assets		-	
(i) Loans	3	1,125.66	1,125.60
(ii) Other non-current assets	4	304.95	547.50
		79,742.93	82,788.25
(2) Current Assets			
(a) Inventories	5	1,607.31	2,297.92
(b) Financial Assets		-	
(i) Investments	6	3.80	5.00
(ii) Trade receivables	7	46,522.11	46,570.95
(iii) Cash and cash equivalents	-	3.43	6.04
(iv) Bank balances other than (iii) above	8	106.99	127.62
(v) Loans	9	6,794.15	6,890.27
(c) Other current assets	10	34.28	54.58
		55,072.08	55,952.40
TOTAL		134,815.01	138,740.65
EQUITY AND LIABILITIES			
1 Equity			
(a) Equity Share Capital	11	15,050.54	15,050.54
(b) Other Equity	12	(140,868.75)	(134,076.47)
		(125,818.21)	(119,025.93)
Minority Interest		586.10	626.30
2 Non- Current Liabilities			
(a) Financial Liabilities		-	
(i) Borrowings	13	-	-
(b) Provisions	14	205.03	205.03
(c) Other non - current liabilities	16	239.89	247.33
		444.92	452.36
3 Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	242,860.64	243,008.72
(ii) Trade payables	18	9,757.59	8,723.34
(b) Other current liabilities	19	5,133.15	3,076.53
(c) Provisions	20	120.10	120.47
(d) Current Tax Liabilities (Net)	21	1,730.72	1,758.86
		259,602.20	256,687.92
Total Equity and Liabilities		134,815.01	138,740.65

See accompanying notes forming part of the financial statements

As per our report of even date attached

For T.Raghavendra & Associates
Chartered Accountants
FRN No: 003329S

T.Raghavendra
Mem.No : 023806

Place: Hyderabad
Date :30th July, 2020

For Splendid Metal Products Limited

T.Sathisan
Resolution Professional
IBBI/IPA-001/IP P00105/2017-2018/10212

Place: Hyderabad
Date :30th July, 2020

SPLENDID METAL PRODUCTS LIMITED
Consolidated Statement of Profit and Loss for the year ended 31st March, 2020

Rupees in lakhs

Particulars	Note No	For the year ended 31 March 2020	For the year ended 31 March 2019
I. Revenue			
Revenue from operations	22	3,137.55	45,817.68
II. Other income	23	164.81	73.42
III. Total revenue		3,302.36	45,891.10
IV. Expenses			
Cost of materials	24.a & b	1,528.40	38,106.48
Change in inventories of finished goods, work in progress and stock-in-trade	24.c	604.41	1,512.41
Employee benefit expenses	25	697.63	1,331.24
Finance costs	26	4.07	179.76
Depreciation and amortisation expense	2A&2B	3,952.95	3,197.49
Other expenses	27	4,344.58	107,609.11
Total expenses		11,132.04	151,936.49
V. Profit before Exceptional Items and Tax		(7,829.67)	(106,045.39)
Exceptional Items		(53.62)	-
Profit before Tax		(7,883.29)	(106,045.39)
VI. Tax expense:			
a) Current tax expense for current year		-	-
b) MAT credit relating to earlier years		-	-
c) Current tax relating to earlier years		-	-
d) Deferred tax relating to earlier years		-	-
e) Deferred tax for Current Year		(1,230.28)	(19,935.19)
		(1,230.28)	(19,935.19)
VII. Profit/(Loss) for the year from continuing operations (V-VI)		(6,653.02)	(86,110.20)
Minority Interest		(40.20)	(26.64)
VIII. Profit/(Loss) from Discontinued operations		-	-
XI. Tax expenses of discontinued operations		-	-
X. Profit/(Loss) from discontinued operations (after tax) (VIII-IX)		-	-
XI. Profit/(Loss) for the period (VII+X)		(6,612.81)	(86,083.56)
XII. OTHER COMPREHENSIVE INCOME			
A (i) Items that will not be reclassified to profit or Loss		-	-
(ii) Income Tax relating to items that will not be reclassified to profit or Loss		-	-
B (i) Items that will not be reclassified to profit or Loss		-	-
(ii) Income Tax relating to items that will not be reclassified to profit or Loss		-	-
Total Comprehensive Income for the period (XI+XII)		(6,612.81)	(86,083.56)
XIII. Earnings per equity share of Rs. 5/- each (for continuing operation):			
Basic Rs.		(2.20)	(28.60)
Diluted Rs.		(2.20)	(28.60)
XIV. Earnings per equity share of Rs. 5/- each (for discontinued operation):			
Basic Rs.		(2.20)	(28.60)
Diluted Rs.		(2.20)	(28.60)
XV. Earnings per equity share of Rs. 5/- each (for discontinued & Continuing operation):			
Basic Rs.		(2.20)	(28.60)
Diluted Rs.		(2.20)	(28.60)
XVI. Earnings per equity share of Rs. 5/- each (Refer Note No.31)			
Basic Rs.		(2.20)	(28.60)
Diluted Rs.		(2.20)	(28.60)

See accompanying notes forming part of the financial statements

In terms of our report attached
For T.Raghavendra & Associates
Chartered Accountants
FRN No: 003329S

For Splendid Metal Products Limited

T.Raghavendra
Mem.No : 023806

T.Sathisan
Resolution Professional
IBBI/IPA-001/IP P00105/2017-2018/10212

Place: Hyderabad
Date : 30th July, 2020

Place: Hyderabad
Date : 30th July, 2020

SPLENDID METAL PRODUCTS LIMITED
Consolidated Cash flow statement for the year ended 31st March 2020

		Rupees in lakhs	
		For the Year ended 31 March 2020	For the Year ended 31 March 2019
Cash flow from operating activities			
Net profit before tax		(7,829.68)	(106,045.39)
Adjustments for:			
Depreciation and amortisation		3,952.95	3,197.49
Loss on sale of fixed assets (net)		0.96	-
Finance costs		4.07	179.76
Interest income		(60.36)	(20.00)
Loss on sale of current investment		-	-
Adjustments to the carrying amount of current investments		1.20	5,781.38
Operating profit before working capital changes		(3,930.85)	(96,906.76)
<i>Changes in working capital:</i>			
<i>Adjustments for (increase) / decrease in operating assets:</i>			
Inventories		690.61	2,714.88
Trade receivables		48.84	108,185.20
Long-term loans and advances		(0.06)	203.99
Short-term loans and advances		96.12	10,782.39
Other current assets		(59.98)	(0.01)
Other non current assets		-	-
<i>Adjustments for increase / (decrease) in operating liabilities:</i>			
Trade payables		1,034.25	(8,698.60)
Other current liabilities		2,068.61	(62,382.61)
Other long-term liabilities		(7.44)	(50.13)
Other Short-term liabilities		(0.37)	74.37
Provision for employee benefits		-	-
Cash generated from operations		(60.27)	(46,077.28)
Net income tax paid		(28.14)	(96.03)
Net cash flow from operating activities	(A)	(88.41)	(46,173.31)
Cash flows from investing activities			
Capital expenditure on fixed assets and capital advances paid		(30.60)	830.66
Receipt of capital advances			
Proceeds from sale of fixed assets		56.14	(15.77)
(Increase)/decrease in restricted cash		242.55	(291.93)
Advances given to subsidiaries (Increase)/Decrease		-	-
Advances realised from subsidiaries			
Permanent Decrease in non current investments			-
(Increase)/Decrease		-	-
Foreign Currency Translation Adjustment		(131.42)	(11,086.96)
Proceeds from sale of current investment- mutual fund units			-
Income from current investments received		-	-
Interest received		80.66	1.34
Net cash used in investing activities	(B)	217.32	(10,562.66)

SPLENDID METAL PRODUCTS LIMITED**Consolidated Cash flow statement for the year ended 31st March 2020**

	Rupees in lakhs	
	For the Year ended 31 March 2020	For the Year ended 31 March 2019
Cash flow from financing activities		
Proceeds from issue of share capital	-	-
Share premium received / Capital Reserve	-	-
Proceeds from long-term borrowings	-	(61,387.89)
Repayment of long-term borrowings		
Increase in short-term borrowings	(148.08)	118,189.43
Dividend paid including tax there on	-	-
Interest and other borrowing costs paid	(4.07)	(161.10)
Net cash (used in)/from financing activities (C)	(152.15)	56,640.44
Net (decrease)/increase in cash and cash equivalents (A + B + C)	(23.24)	(95.53)
Cash and cash equivalents at the beginning of the year	133.66	229.19
Exchange difference on translation of foreign currency cash and cash equivalents		
Cash and cash equivalents at the end of the year	110.42	133.66

Notes:

1. Cash Flow Statement has been prepared under the Indirect method as set out in the Indian Accounting Standard 7 on Cash Flow Statements.
2. Cash and cash equivalents comprise cash at bank and in hand and short-term deposits with banks with an original maturity of three months or less
2. Reconciliation of Cash and cash equivalents with balance sheet:

Cash and bank balances as per balance sheet	110.42	133.66
Less: Balances in earmarked accounts		
- balance held as margin monies		-
Net cash and cash equivalents at the end of the year	110.42	133.66

See accompanying notes forming part of the financial statements**As per our report of even date attached**

For T.Raghavendra & Associates
Chartered Accountants
FRN No: 003329S

T.Raghavendra
Mem.No : 023806

For Splendid Metal Products Limited

T.Sathisan
Resolution Professional
IBBI/IPA-001/IP P00105/2017-2018/10212

Place: Hyderabad
Date : 30th July 2020

Place: Hyderabad
Date : 30th July 2020

SPLENDID METAL PRODUCTS LIMITED

Notes forming part of the financial statements

1 Corporate information

Splendid Metal Products Limited (SMPL) was incorporated in 02 May 1988 under the name of Sujana Steel Re-rolling Industries Private Limited. The name of the company was changed to Sujana Steels Private Limited on 30 March 1992. The company was converted into public limited company on 20 April 1992. The company changed its name as Sujana Metal Products Limited w.e.f. 09 November 2001. The Company further changed its name as "SPLENDID METAL PRODUCTS LIMITED" w.e.f. 16th November 2016. The Company was promoted by Sri Y.S. Chowdary, his associates and relatives.

The company was incorporated with an object to manufacture of steel re-rolled products. SMPL is engaging in the business of manufacturing and marketing value added steel products. SMPL is categorized as a secondary steel producer in the Industry.

SMPL is currently engaging in the business of Manufacture and trading of steel products like Thermo Mechanically Treated (TMT) bars in different sizes, Structural steels like Ms Angles, Ms Squares, Ms Beams and Ms Channels etc and smart steel of varying shapes and dimensions for the construction & infrastructure sector.

2 Significant accounting policies

a Basis of Preparation of Financial Statements

The financial statements have been prepared on accrual basis under the historical cost convention in accordance with the Accounting Standards as notified by the Companies (Accounting Standards) Rules, 2006 and the relevant provisions of the Companies Act, 2013.

b Principles of Consolidation:

The Consolidated Financial Statements relate to Splendid Metal Products Limited ("the Company") and its subsidiary companies ("the Group"). The Consolidated Financial Statements have been prepared on the following basis.

The financial statements of the Company and its subsidiary companies have been consolidated on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balances and unrealised profits or losses on intra-group transactions as per Indian Accounting Standard - "Consolidated Financial Statements" notified by the Companies (Accounting Standards) Rules, 2006.

In case of foreign subsidiaries being non-integral foreign operations, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at the rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in "Foreign Currency Translation Reserve".

The excess of cost to the Company, of its investment in the subsidiaries over the Company's share of equity is recognised in the financial statements as Goodwill and tested for impairment annually. Minority interest in the net assets of the consolidated subsidiaries is identified and presented in consolidated balance sheet separately from non-current liabilities and the equity of the Company's shareholders.

Minority interest consists of:

- i) The amount of equity attributable to minorities at the date on which investment in a subsidiary is made; and
- ii) The minorities share of movements in the equity since the date the parent subsidiary relationship came into existence.

Share of net profit attributable to the minority share holders for the year is identified and adjusted against profit after tax of the group.

c Use of Estimates

The preparation of financial statements requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised

d Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. The Company recognizes revenues on sale of products, net of discounts, sales incentives, rebates granted, returns, sales taxes and duties when the products are delivered to customer or when delivered to a carrier for export sale, which is when significant risks and rewards of ownership pass to the customer. Sale of products is presented gross of manufacturing taxes like excise duty wherever applicable. Revenue from sale of by-products are included in revenue.

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

e Foreign Currency Transactions

The functional currency of the Company is determined on the basis of the primary economic environment in which it operates. The functional currency of the Company is Indian National Rupee (INR).

The transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences on monetary items are recognised in Statement of Profit and Loss in the period.

f Borrowing Costs

The Company capitalises borrowing costs that are directly attributable to the acquisition, construction or production of qualifying asset as a part of the cost of the asset.

The Company recognises other borrowing costs as an expense in the period in which it incurs them. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

g Inventories

Raw materials are valued at cost or net realisable value, whichever is lower. Cost is ascertained based on weighted average cost method.

Finished goods produced and purchased are valued at cost or net realisable value, whichever is lower. Stores and Spares are carried at cost, ascertained on a weighted average basis. Necessary provision is made in case of obsolete and non-moving items.

h Employee Benefits

- i. Provision for gratuity, leave encashment/availment and long service benefits i.e. service award, compassionate gratuity and employees' family benefit scheme is made on the basis of actuarial valuation using the projected unit credit method. Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding interest), is reflected immediately in the statement of financial position with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to Statement of Profit or Loss.

- ii. Provision for post-retirement medical benefit is made on defined contribution basis.
- iii. Provident fund contribution is made to Provident Fund Trust on accrual basis.
- iv. Payment of Ex-gratia and Notice pay on Voluntary Retirement are charged to revenue in the year incurred.
- v. Superannuation plan, a defined contribution scheme is administered by Life Insurance Corporation of India (LIC). The Company makes contributions based on a specified percentage of each eligible employee's salary.

Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service. Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

I Taxes on Income

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit or loss and other comprehensive income/statement of profit or loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognized if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Current and deferred tax for the year

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

However the Company is in Losses. So, there is no current tax for the current Financial Year

j Investments

Investment in subsidiaries, associates and joint ventures are shown at cost. Where the carrying amount of an investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is transferred to the Statement of Profit and Loss. On disposal of investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the Statement of Profit and Loss.

k Property, plant and equipment

The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, including relevant borrowing costs for qualifying assets and any expected costs of decommissioning. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred. Major shut-down and overhaul expenditure is capitalised as the activities undertaken improve the economic benefits expected to arise from the asset.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss. Property, plant and equipment except freehold land held for use in the production, supply or administrative purposes, are stated in the balance sheet at cost less accumulated depreciation and accumulated impairment losses, if any.

The Company has elected to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS i.e. 1 April, 2015, measured as per the previous GAAP and use that as its deemed cost as at the date of transition. Depreciation commences when the assets are ready for their intended use. Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of following categories of assets located in India, in whose case the life of the assets has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

Class of Asset	Years
Plant and machinery	8 to 40 years
Work-rolls	1 year

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on estimate of their specific useful lives.

Freehold land and leasehold land where the lease is convertible to freehold land under lease agreements at future dates at no additional cost, are not depreciated.

Assets held under finance leases are depreciated over their expected useful lives on the same basis as owned assets. However, when there is no reasonable certainty that ownership will be obtained by the end of the lease term, assets are depreciated over the shorter of the lease term and their useful lives.

Intangible assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

l Earnings per Share

Basic earnings per share is computed by dividing the profit/ (loss) after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares including the treasury shares held by the Company to satisfy the exercise of the share options by the employees.

m Impairment

The Company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, debt instruments at FVTOCI, lease receivables, trade receivables, other contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL.

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets). The Company estimates cash flows by considering all contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) through the expected life of that financial instrument. The Company measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses. 12-month expected credit losses are a portion of the life-time expected credit losses and represent the lifetime cash shortfalls that will result if default occurs within the 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

If the Company measured loss allowance for a financial instrument at lifetime expected credit loss model in the previous period, but determines at the end of a reporting period that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous period, the Company again measures the loss allowance based on 12-month expected credit losses.

n Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent Liabilities

Contingent liabilities are not recognized but disclosed in Notes to the Accounts when the company has possible obligation due to past events and existence of the obligation depends upon occurrence or non-occurrence of future events not wholly within the control of the company.

Contingent liabilities are assessed continuously to determine whether outflow of economic resources have become probable. If the outflow becomes probable then relative provision is recognized in the financial statements.

Where an entity is jointly and severally liable for an obligation, the part of the obligation that is expected to be met by other parties is treated as a contingent liability. The entity recognises a provision for the part of the obligation for which an outflow of resources embodying economic benefits is probable, except in the extremely rare circumstances where no reliable estimate can be made

Contingent Liabilities are disclosed in the General Notes forming part of the accounts

Contingent Assets

Contingent Assets are not recognised in the financial statements. Such contingent assets are assessed continuously and are disclosed in Notes when the inflow of economic benefits becomes probable. If it's virtually certain that inflow of economic benefits will arise then such assets and the relative income will be recognised in the financial statements.

o) Leases

Assets held under lease, in which a significant portion of the risks and rewards of ownership are transferred to lessee are classified as finance leases. Other leases are classified as operating leases. The company normally enters into operating leases which are accounted for as under:-

- (i) Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease.
- (ii) Where the company is a lessee, operating lease payments are recognized as an expense on a straight-line basis over the lease term. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

SPLENDID METAL PRODUCTS PRIVATE LIMITED
STATEMENT OF CHANGES IN EQUITY

Rs. In Lakhs

A. Notes:

i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year

Particulars	March 31, 2020		March 31, 2019	
	Number	Amount	Number	Amount
a) Equity (including shares represented by underlying GDRs)				
Shares outstanding at the beginning of the year/period	301,010,881	15,050.54	301,010,881	15,050.54
Shares issued during the year/period	-	-	-	-
Shares bought back during the year/ period	-	-	-	-
Shares outstanding at the end of the year/ period	301,010,881	15,050.54	301,010,881	15,050.54

ii) Details of shares held by each shareholder holding more than 5% shares:

Name of Shareholder	March 31, 2020		March 31, 2019	
	No. of Shares held	% held	No. of Shares held	% held
a) Equity shares of Rs. 5 each fully paid				
Yalamanchili Finance & Trading Pvt Ltd	131,426,585	43.66%	131,426,585	43.66%
Foster Infin and Trading Pvt Limited	25,000,000	8.31%	25,000,000	8.31%
Stressed Assets Stabilisation Fund	12,759,682	4.24%	12,759,682	4.24%
Sujana Holdings Limited	10,000,000	3.32%	10,000,000	3.32%

iii) The company has only one class of equity shares having a par value of Rs. 5/- . Each equity shareholder is entitled to one vote per share held .

B. OTHER EQUITY

	Balance at March 31, 2019	Changes in Accounting Policy / Prior Period Errors	Restated Balance at March 31, 2019	Total Comprehensive Income	Dividends	Transfer to Retained Earnings	Any Other Change	Balance at March 31, 2020
(i) Equity Components of Other Financial Instruments	-		-					-
(ii) Retained Earnings	(187,778.56)	48.01	(187,826.57)	(6,612.61)				(194,439.38)
(iii) Reserves			-					-
a. Reserves representing unrealised gains / losses								
Debt instruments through other comprehensive income	-		-					-
Equity instruments through other comprehensive income	-		-					-
Effective portion of cash flow hedges	-		-					-
Revaluation surplus	-		-					-
Remeasurements of net defined benefit plans	-		-					-
Exchange differences on translating the financial statements of foreign operation	-		-					-
Others	-		-					-
b. Other reserves								
Capital reserve	9,880.43		9,880.43					9,880.43
Capital redemption reserve	1,493.37		1,493.37					1,493.37
Securities premium	35,430.34		35,430.34					35,430.34
Foreign Currency Transaction Reserve	6,199.32	(131.47)	6,067.85					6,067.85
General reserve	698.64		698.64					698.64
	-		-					-

	Balance at March 31, 2018	Changes in Accounting Policy / Prior Period Errors	Restated Balance at March 31, 2018	Total Comprehensive Income	Dividends	Transfer to Retained Earnings	Any Other Change	Balance at March 31, 2019
(i) Equity Components of Other Financial Instruments	-		-					-
(ii) Retained Earnings	(107,393.40)	(5,698.40)	(101,695.00)	(86,083.56)				(187,778.56)
(iii) Reserves			-					-
a. Reserves representing unrealised gains / losses								
Remeasurements of net defined benefit plans								
b. Other reserves								
Capital reserve	9,880.43	-	9,880.43					9,880.43
Capital redemption reserve	1,493.37	-	1,493.37					1,493.37
Securities premium	35,430.34	-	35,430.34					35,430.34
Foreign Currency Transaction Reserve	17,207.81	-11,008	6,199.32					6,199.32
General reserve	698.64	-	698.64					698.64

Splendid Metal Products Limited
Notes forming part of the Consolidated Financial Statements

Note 3 : Non -Current Loans

(Unsecured and considered good)

	As at 31st March 2020	Rupees in lakhs As at 31st March 2019
a) Security deposits	191.25	191.09
b) MAT credit entitlement	79.09	79.09
c) Deposits with government authorities	858.22	858.32
d) Advances for supply of goods and rendering of services	-	-
	1,128.56	1,128.50
Less: Provision for doubtful advances	2.90	2.90
	1,125.66	1,125.60

Note 4: Other Non-current Assets

Deposits with bank - maturity due beyond 12 months

	304.95	547.50
	304.95	547.50

Note 5: Inventories (At lower of cost and net realisable value)

Raw materials	2.34	17.40
Finished goods	1,257.44	1,861.85
Stores and spares	347.53	418.67
	1,607.31	2,297.92

Note 6: Current investments

(At lower of cost and fair value)

Investment in mutual funds (Quoted)

SBI - PSU fund dividend	5.00	5.82
50,000 (31.03.2015: 50,000) units purchased during the previous period)	-	-
Less: provision for diminution in the value of investment	-1.20	(0.82)
	3.80	5.00

Aggregate amount of quoted investments - Rs.5.25 Lakhs

Note 7: Trade receivables (Unsecured)

Trade receivables outstanding

Considered Good	41,674.54	75,085.96
Significant increase in Credit Risk	157,195.16	122,611.36
	198,869.70	197,697.32

Provision for significant increase in Credit Risk at beginning of the Year

Add : Provision Made During the Year

Less : Write off During the Year

Provision at the end of the Year

	151,126.37	75,601.36
	1,221.22	76,269.63
	-	744.62
	152,347.59	151,126.37
	-	-
	46,522.11	46,570.95

Note 8: Bank balances other than Cash

Balances with Banks:

In current accounts

Other bank balances

In earmarked accounts

Balance held as margin monies

	-	-
	56.99	127.62
	-	-
	-	-
	50.00	-
	106.99	127.62

Note 9: Current asset - Loans

I) (Unsecured and considered good unless otherwise stated)

Loans and advances to Subsidiaries

Security deposits

Loans and advances to employees

Prepaid expenses

Balances with government authorities

CENVAT receivable on SEZ

VAT credit receivable

Advances for supply of goods and rendering of services

Others

	-	-
	310.21	226.56
	16.79	19.68
	-	13.13
	-	-
	14.82	14.82
	13.98	13.98
	18,476.95	18,348.93
	334.14	625.91
	19,166.89	19,263.01
	12,372.74	12,372.74

Less: Provision for significant increase in Credit Risk

	6,794.15	6,890.27
--	-----------------	-----------------

Note 10: Other current assets

Interest accrued but not due on deposits

34.28	54.58
34.28	54.58

Note 13: Non Current borrowings

Secured

a) Term loans from

i) Banks

b) Funding of Interest on Term Loan

i) FITL - I

ii) FITL -II

iii) W C T L

-	-
-	-
-	-
-	-
-	-
-	-
-	-

-	-
---	---

Notes:

1. Loan from banks viz. Punjab National Bank, Bank of India, Indian Overseas Bank, IDBI Bank, State Bank of Patiala, The Karnataka Bank Ltd, Bank of Baroda, Laxmi Vilas Bank, Indian bank, Oriental Bank of Commerce and Andhra Bank are secured by first charge on all the immovable and movable fixed assets of the company both present and future and second charge on the current assets of the company. Further these loans are secured by personal guarantees of director and promoter.

Loan from SASF are secured by 1st charge on Unit at Sanivada Village, Rajeevnagar, Visakhapatnam -530046, Andhra Pradesh. Unit at Plot no.B-20E, SIPCOT Industrial Complex, Gummidi Pondi, Chennai, Tamilnadu and Unit at Survey No.296/7/7,8 & 11, IDA Bollaram, Jinnaram Mandal, Medak District - 502325, Telangana

All Banks are cancelled their limits and demanded to pay. Punjab National Bank Filed before DRT-II, Chennai for recovery of their dues. All Units except unit at Sanivada Village, Visakhapatnam, Andhra Pradesh are taken possession by the DRT-II, Chennai.

Events after Balance Sheet Date Further to above Punjab National Bank also filed before NCLT, Hyderabad bench, Hyderabad, is admitted and the commencement of the Corporate Insolvency Resolution Process (CIRP) against the company is ordered per the extension order by Honourable NCLT, Hyderabad the completion date for CIRP is within 90 days from 02 October 2019. Hence All long term borrowings are considered as Short term borrowing. (Note No.17)

Note 14: Non Current provisions

Provision for Employee benefits

205.03	205.03
205.03	205.03

Note 15: Deferred tax liabilities/(Asset- net)

Deferred tax liability:

On difference between book balance and tax balance of fixed assets

6,246.90	6,784.86
----------	----------

Deferred tax asset:

Provision for employee benefits

(99.65)	(99.76)
---------	---------

Provision for doubtful trade receivables, loans and advances

(41,710.98)	(41,710.98)
-------------	-------------

Other Business Loss

-	692.40
---	--------

(41,810.63)	(41,118.34)
-------------	-------------

Deferred tax liabilities/(Assets-net)

(35,563.73)	(34,333.49)
--------------------	--------------------

Splendid Metal Products Limited
Notes forming part of the Consolidated Financial Statements

	Rupees in lakhs	
	As at 31st March 2020	As at 31st March 2019
Note 16: Other Non- Current liabilities		
Security Deposits	220.32	226.17
Govt Grands - Differed Receivable	19.57	21.16
	239.89	247.33
Note 17: Current Borrowings		
Loans repayable on demand		
From Banks		
Secured	242,790.64	242,938.72
From Others	-	-
Unsecured	70.00	70.00
	242,860.64	243,008.72
Rs. 70.00Lakhs has been brought from others.		
Note 18: Trade payables		
Acceptances	-	-
Dues otherthan Micro Enterprises and small Enterprises	9,757.59	8,723.34
	9,757.59	8,723.34
Note 19: Other current liabilities		
Other payables	1261.30	1,305.96
Statutory remittances	305.16	532.51
Payable to IDBI (CRPS)	758.13	758.13
Payables on purchase of fixed assets	1.40	1.31
Advances from customers	2,807.16	478.62
	5,133.15	3,076.53
Note 20: Current provisions		
Provision for employee benefits	117.46	117.83
Provision for tax on proposed dividend	2.64	2.64
	120.10	120.47
Note 21: Current tax provisions		
Provision for current income tax	1,730.72	1,758.86
Note 22: Revenue from operations		
a) Sale of products		
i) Manufactured	2,019.50	41,291.37
ii) Traded Goods & Processed	-	2,557.85
iii) Exports	-	-
b) Other operating revenues		
Conversion income	1,109.05	1,959.46
Rental income from operating leases	9.00	9.00
Total	3,137.55	45,817.68
Note 23: Other Income		
a) Interest on deposit with banks and others	60.36	36.74
b) Liabilities/Provisions no longer required written back	-	6.57
c) Miscellaneous income	104.45	30.11
d) Increase/(decrease) of excise duty on inventory	-	-
	164.81	73.42
Note 24.a: Cost of materials		
Opening Stock	17.40	610.08
Add : Purchases	1,513.34	37,513.80
	1,530.74	38,123.88
Less : Closing stock	2.34	17.40
	1528.40	38,106.48
Less : Transfer to capital work in progress	1528.40	38,106.48

SPLENDID METAL PRODUCTS LIMITED
Notes forming part of the Consolidated Financial Statements

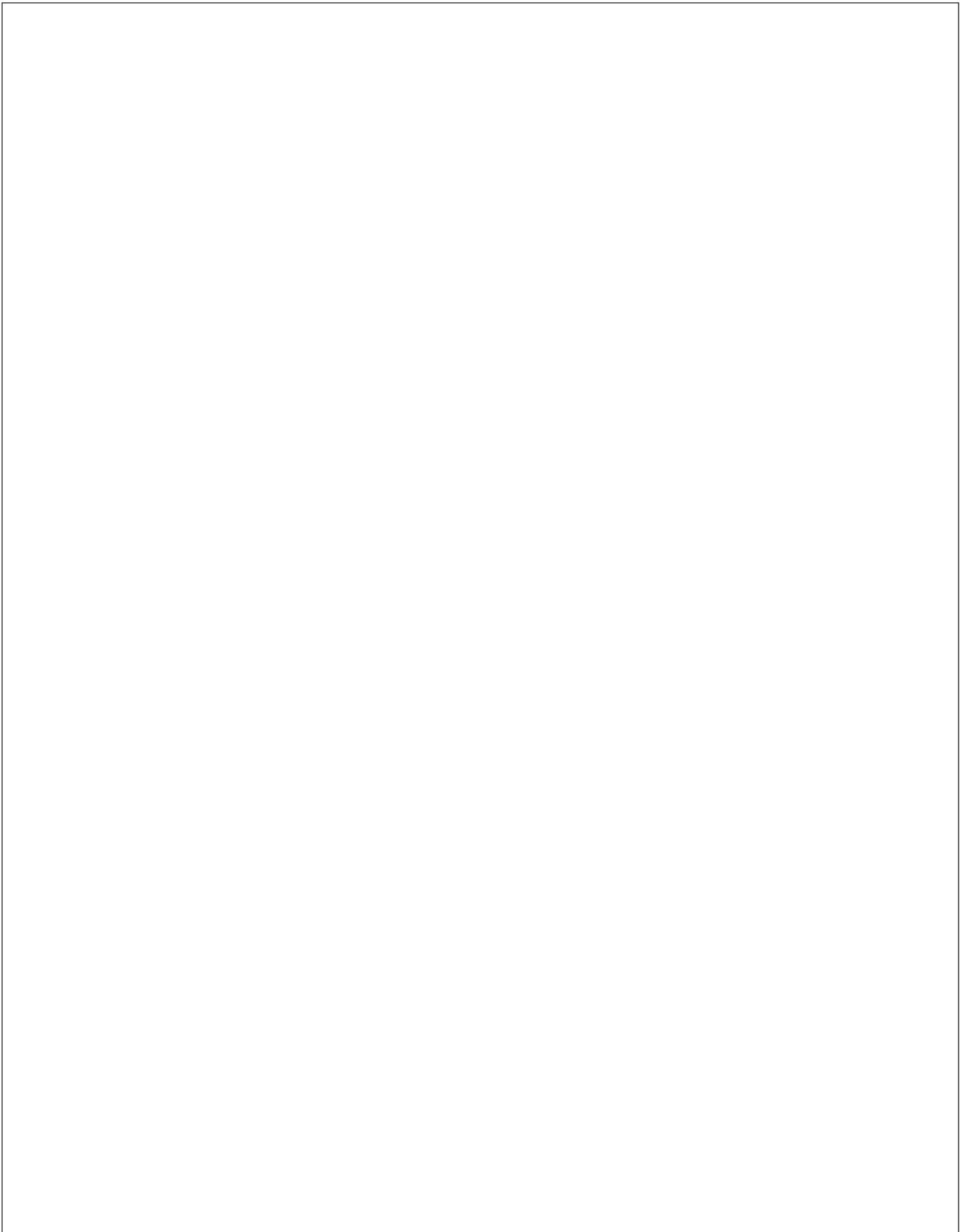
	Rupees in lakhs	
	Year Ended 31 March 2020	Year Ended 31 March 2019
Note 24.b: Changes in inventories of finished goods, work in progress and inventories at the beginning of the year:		
Finished goods	1,861.85	3,374.26
op stock returns	-	-
Work in progress	-	-
Stock in trade	-	-
	1,861.85	3,374.26
<u>Inventories at the end of the year:</u>		
Finished goods	1,257.44	1,861.85
Work in progress	-	-
Stock in trade	-	-
	1,257.44	1,861.85
Net (increase) / decrease	604.41	1,512.41
Note 25: Employee benefit expenses		
Salaries, wages and bonus	643.46	1,168.41
Contribution to provident and other funds	43.67	136.18
Staff welfare expenses	10.50	26.65
	697.63	1,331.24
Note 26: Finance costs		
Interest expense on		
Borrowings	3.86	159.04
Other borrowing costs	0.21	20.72
	4.07	179.76
Note 27: Other expenses		
Consumption of stores, spares and consumables	247.38	1,508.25
Power and fuel	793.47	3,151.36
Other manufacturing expenses	61.45	104.32
Equipment hire charges	-	39.88
Job work charges	261.43	520.91
Rent includes lease rentals	35.62	62.57
Repairs and Maintenance-Buildings	0.02	1.05
Repairs and Maintenance-Machinery	29.94	74.64
Repairs and Maintenance-Others	10.68	13.91
Insurance	35.38	7.50
Rates and taxes	7.52	77.23
Factory maintenance	0.20	14.31
Printing and stationery	3.07	8.13
Communication	9.41	12.40
Travelling and conveyance	31.81	61.94
Legal and professional	55.48	59.68
Payments to auditors (Refer Note (i) below)	8.73	30.22
Security Charges	243.95	88.00
Adjustments to carrying amount of current investments	1.20	-
Adjustments to carrying amount of Non current investments	-	5,781.38
Sales discount	15.07	34.83
Net loss on foreign currency transactions and translations	-	740.07
Business promotion	0.40	6.31
Freight outwards	8.07	195.83
Directors' fees	-	2.40
Provision for significant increase in credit risk for trade receivables, loans and advances	2,269.39	94,947.47
Miscellaneous expenses	25.51	60.05
Loss on sale of fixed assets	0.96	4.47
CIRP Expenses		
<i>Resolution Professional Fees</i>	34.86	-
<i>Supporting Service Fee to RP</i>	108.00	-
<i>Legal and professional</i>	26.59	-
<i>Advertisement Expenses</i>	5.02	-
<i>Miscellaneous expenses</i>	13.27	-
<i>Insurance for RP</i>	0.70	-
	4,344.58	107,609.11
Note (i): Payments to the auditors		
As auditors -statutory audit	8.73	30.22
Other Services	-	-
Total	8.73	30.22

SPLENDID METAL PRODUCTS LIMITED

Note No.2 Property ,Plant and equipment

Rupees in lakhs

PARTICULARS	Free hold Land	Buildings	Plant & machinery	Plant & machinery (Not in Put to use)	Electrical Installation	Furniture & Fixtures	Office Equipment	Vehicles	Computers	GoodWill	Total
Cost/Deemed cost at 1 April 2018	2,231.75	5,782.82	68,342.59	3,502.04	3,070.46	94.82	184.99	484.56	971.55	28.68	84,694.26
Additions	-	1.22	45.20	-	5.47	0.97	0.99	-	0.44	-	54.30
Deductions	-	-	-	-	-	-	-	59.45	-	-	59.45
At 31 March 2019	2,231.75	5,784.04	68,387.79	3,502.04	3,075.93	95.79	185.98	425.11	971.99	28.68	84,689.11
Additions	-	-	-	-	-	-	-	-	-	-	-
Deductions	-	-	171.44	-	-	-	-	10.21	-	-	181.65
At 31 March 2020	2,231.75	5,784.04	68,216.35	3,502.04	3,075.93	95.79	185.98	414.90	971.99	28.68	84,507.46
Accumulated Depreciation at 1 April 2018	-	1,768.98	35,230.21	-	2,355.03	83.19	167.28	430.61	965.76	28.68	41,029.74
Depreciation Expense	-	194.81	2,786.24	-	184.51	3.15	2.88	23.29	2.60	-	3,197.49
Deductions	-	-	-	-	-	-	-	45.88	-	-	45.88
At 31 March 2019	-	1,963.79	38,016.45	-	2,539.54	86.34	170.16	408.02	968.36	28.68	44,181.35
Depreciation Expense	-	193.49	3,582.27	-	157.27	2.90	2.20	11.99	2.83	-	3,952.95
Deductions	-	-	117.82	-	-	-	-	6.73	-	-	124.55
At 31 March 2020	-	2,157.28	41,480.90	-	2,696.81	89.25	172.36	413.28	971.19	28.68	48,009.75
Carrying value at 31 March 2020	2,231.75	3,626.76	26,735.45	3,502.04	379.12	6.54	13.62	1.62	0.80	0.00	36,497.71
at 31 March 2019	2,231.75	3,820.25	30,371.34	3,502.04	536.39	9.44	15.82	17.09	3.63	0.00	40,507.77
at 31 March 2018	2,231.75	4,013.84	33,112.38	3,502.04	715.43	11.63	17.71	53.95	5.79	0.00	43,664.52



32 Contingent liabilities and commitments (to the extent not provided for)

(Rupees in lakhs)

Particulars			As at 31 March 2020	As at 31 March 2019
a) Contingent liabilities				
i) Claims against the Company not acknowledged as debts in respect of:				
Excise Duty			1,899.84	1,899.84
Custom Duty			791.77	791.77
TNVAT/APGST/CST			12,997.44	12,997.44
Income Tax (Net of liability as per return)			1,775.45	1,775.45
FERA			300.00	300.00
ii) Guarantees				
Corporate Guarantees furnished on behalf of Sujana Universal Industries Ltd			81,410.00	81,410.00
Corporate guarantee furnished on behalf of Optimix Enterprises Limited (USD 75 lakhs)			4,087.50	4,087.50
iii) Differential Loan Outstandings			120346.93	120346.93
Bank name	Claim Admitted at RP	Loan Out Standing as per Financials		
Anhra Bank	8111.89	7,590.24		
Bank of Baroda	16500.85	10,435.14		
Bank of India	79354.27	48,890.98		
IDBI Bank	13833.78	3,790.65		
Indian Bank	8295.78	7,549.56		
Indian Overseas Bank	55934.52	28,957.80		
Edelweises ARC Ltd (KBL)	6816.08	6,228.68		
Lakshmi Vilas Bank	11537.36	8,592.47		
Oriental Bank of Commerce	19778.17	7,951.13		
Punjab National Bank	73524.43	68,475.92		
State Bank of India	37498.65	32,041.24		
SASF	17112.68	12,286.82		
Central Bank	14839.11	-		
Gopal Ka Savings	70.00	70.00		
Total :	363207.57	242860.64		
b) Commitments				
i. Export commitments on account of import of machinery and equipments at concessional duty under EPCG scheme (31.03.2019 :Rs.112.16Lakhs). Such export commitments need to be fulfilled by the Company on or before 23 April 2016. As on 31 March 2015, the Company has fulfilled its export commitments and which are pending final approval of Director General of Foreign Trade. In the event of non-fulfillment of the export commitments by 23 April 2016 by the Company, the liability (excluding interest and penalties) towards customs duty			112.16	112.16

33. Details of Loans as on 31.03.2020 as Follows

i) Balances as on 31.03.2020		Rs. in lakhs	
Bank name	As at March 31, 2020	As at March 31, 2019	
Anhra Bank	7,590.24	7,590.24	
Bank of Baroda	10,435.14	10,435.14	
Bank of India	48,890.98	48,890.98	
IDBI Bank	3,790.65	3,790.65	
Indian Bank	7,549.56	7,549.56	
Indian Overseas Bank	28,957.80	28,957.80	
Edelweises ARC Ltd (KBL)	6,228.68	6,228.68	
Lakshmi Vilas Bank	8,592.47	8,592.47	
Oriental Bank of Commerce	7,951.13	7,951.13	
Punjab National Bank	68,475.92	68,475.92	
State Bank of India	32,041.24	32,189.35	
SASF	12,286.82	12,286.82	
Gopalka Saving	70.00	70.00	
Total :	242,860.64	243,008.72	

Interest Rs. 26,723.26 lakhs on borrowings from Banks, F/S are not provided and reverse of power energy of Rs. 318.21 lakhs of non-operating units during the financial year 2019-20, had this provided the loss for the year increased from Rs.7829.68 lakhs to 34,871.15 lakhs and cumulative loss upto 31th March 2020 will be increased from Rs. 1,94,439.38 lakhs to 2,76,241.40lakhs

34 The Company's significant leasing arrangements are in respect of operating leases for premises (office, stores, godowns, etc.). The leasing arrangements, which are not non-cancellable, range between ten months and three years generally, and are usually renewable by mutual consent on agreed terms. The aggregate lease rentals Rs.35.62 lakhs (31.03.2019: Rs.62.57 lakhs) payable are charged as rent in to the statement of profit and loss.

35 Previous periods figures have been regrouped/reclassified wherever necessary to correspond with the current years's classification/disclosure.

36 Balances of Unsecured loans, receivables, payables and loans and advances are subjects to their confirmation and reconciliations.

See accompanying notes forming part of the Financial Statements 1-36

As per our report of even date attached

For T.Raghavendra & Associates
Chartered Accountants
FRN No: 003329S

T.Raghavendra
Mem.No : 023806

Place: Hyderabad
Date : 30 July, 2020

For Splendid Metal Products Limited

T.Sathisan
Resolution Professional
IBB//IPA-001/IP P00105/2017-2018/10212

Place: Hyderabad
Date : 30 July, 2020