

SARTHAK METALS LIMITED

(FORMERLY KNOWN AS SARTHAK METALS MARKETING LIMITED)

KHURSIPAR, BHILAI (C.G.)

PAN : AADCS2008J

GSTIN : 22AADCS2008J1ZS

AUDITED FINANCIAL STATEMENTS

**FOR THE YEAR ENDED ON
31ST MARCH 2021**



AUDITED BY :-

**BEGANI & BEGANI
CHARTERED ACCOUNTANTS**

PAN: AAEFB9798G

GSTIN: 22AAEFB9798G1Z6

TAGORE NAGAR

RAIPUR (C.G.) 492001

BEGANI & BEGANI

CHARTERED ACCOUNTANTS

GSTIN : 22AAEFB9798G1Z6, PAN: AAEFB9798G



N.C.BEGANI M.Com., L.L.B., F.C.A.
SUDIP BACHHAWAT B.Com. (Hons.), F.C.A.
SUMIT BACHHAWAT B.Com. F.C.A.
SANDHYA RAJESH BEGANI B.Com. F.C.A., DISA
DEEPIKA NATHANI B.Com. F.C.A.
MAHAVIR S. JAIN B.Com. F.C.A.
NIKHILESH BEGANI B.Com., F.C.A., DISA
AMIT AGRAWAL B.Com. F.C.A.
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INDEPENDENT AUDITORS' REPORT

To

The Members of M/s Sarthak Metals Limited.

Report on the audit of the financial statements

Opinion

We have audited the standalone financial statements of M/s SARTHAK METALS LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2021, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory.

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, 2021, and profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

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

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, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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Paragraph 40(b) of this SA explains that the shaded material below can be located in an Appendix to the auditor's report. Paragraph 40(c) explains that when law, regulation or applicable auditing standards expressly permit, reference can be made to a website of an appropriate authority that contains the description of the auditor's responsibilities, rather than including this material in the auditor's report, provided that the description on the website addresses, and is not inconsistent with, the description of the auditor's responsibilities below.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules,
- (f) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

BEGANI & BEGANI

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- (g) 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".
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
1. The Company does not have any pending litigations which would impact its financial position.
 2. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 3. There were no amounts which are required to be transferred by the Company to the Investor Education and Protection Fund.

For, BEGANI & BEGANI
CHARTERED ACCOUNTANTS
(FRN : 010779 C)

(NIKHILESH BEGANI)

PARTNER

M.NO. 110603

UDIN :

DATE : 25/06/2021

PLACE : RAIPUR (C.G.)

BEGANI & BEGANI

CHARTERED ACCOUNTANTS

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Annexure "A" to the Independent Auditor's Report*

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of **M/s Sarthak Metals Limited** of even date)

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)	As explained & Informed to us, The Company has a program of verification to cover all the items of fixed assets in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification
(c)	As explained & Informed to us, the title deeds of immovable properties are held in the name of the company.
2.	The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
3.	According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.
4.	In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Act, with respect to the investments made.
5.	In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits in contravention of Directives issued by Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under. No order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.
6.	As Explained & Informed to us maintenance of cost records for the items manufactured/dealt by the company in its different undertaking is not applicable.

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7.	In respect of statutory dues:				
(a)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, duty of customs and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.				
(b)	However, according to information and explanations given to us, the following dues of have not been deposited by the Company on account of disputes:				
	Name of the statute	Nature of dues	Amount (in Rs)	Period to which the amount relates	Forum where dispute is pending
	Commercial Tax	Central Sales Tax	22,46,324/-	2014-15	Deputy Commissioner Commercial Tax
	Income Tax	Income Tax	10,15,610/-	2017-18	Commissioner Appeals
8.	According to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowing to a financial institution or banks.				
9.	During the year the Company has not raised any fresh money by way of initial public offer, further public offer and term loans.				
10.	Based upon the audit procedures performed and according to the information and explanations given to us, no fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the course of our audit, that causes the financial statements to be materially misstated.				
11.	According to the information and explanations given to us and based on our examination of the records of the company, the company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of dection 197 read with schedule V to the act.				
12.	The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.				
13.	According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.				

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14	According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the order is not applicable.
15	According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.
16	According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For, **BEGANI & BEGANI**
CHARTERED ACCOUNTANTS
(FRN : 010779 C)

(NIKHILESH BEGANI)

PARTNER

M.NO. 110603

UDIN :

DATE : 25/06/2021

PLACE : RAIPUR (C.G.)

ANNEXURE B to the Auditors Report

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

We have audited the internal financial controls over financial reporting of **M/s SARTHAK METALS LIMITED (Formerly known as Sarthak Metals Marketing Private Limited)** ("the Company") as of 31st March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations 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.

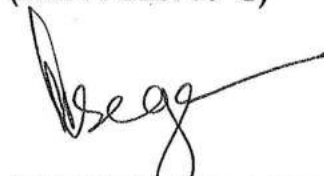
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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, 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 31st March 2021 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For, **BEGANI & BEGANI**
CHARTERED ACCOUNTANTS
(FRN : 010779 C)



(**NIKHILESH BEGANI**)

PARTNER

- M.NO. 110603

UDIN :

DATE : 25/06/2021

PLACE : RAIPUR (C.G.)

SARTHAK METALS LIMITED
(Formerly Known as SARTHAK METALS MARKETING PRIVATE LIMITED)
BALANCE SHEET AS AT 31ST MARCH 2021

(Amount in Rs.)

	Particulars	Note No.	As at 31.03.2021	As at 31.03.2020
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
(a)	Share capital	2	13,68,97,500	13,68,97,500
(b)	Reserves and surplus	3	39,76,26,597	32,47,88,194
(c)	Money received against share warrants		-	-
2	Share application money pending allotment		-	-
3	Non-current liabilities			
(a)	Long-term borrowings	4	6,61,13,507	1,61,38,942
(b)	Deferred tax liabilities (Net)		8,99,367	17,09,869
(c)	Other Long term liabilities		-	-
(d)	Long-term provisions (Gratuity)		64,79,337	59,24,753
4	Current liabilities			
(a)	Short-term borrowings	5	24,59,00,841	21,84,30,886
(b)	Trade payables		29,45,751	3,86,56,480
(c)	Other current liabilities	6	4,55,64,817	2,00,84,243
(d)	Short-term provisions (Provision for Current Taxation)		1,20,35,819	-
	TOTAL		91,44,63,536	76,26,30,867
II.	ASSETS			
1	Non-current assets			
(a)	Fixed assets	7		
(i)	Tangible assets		13,64,95,295	14,45,30,779
(ii)	Intangible assets		4,34,795	7,16,346
(iii)	Capital work-in-progress		7,77,528	-
(iv)	Intangible assets under development		-	-
(b)	Non-current investments	8	75,00,000	75,00,000
(c)	Deferred tax assets (net)		-	-
(d)	Long-term loans and advances	9	1,12,56,049	2,79,14,789
(e)	Other non-current assets	10	-	3,50,003
2	Current assets			
(a)	Current investments		-	-
(b)	Inventories	11	29,76,43,364	21,93,37,978
(c)	Trade receivables	12	38,37,49,509	28,20,15,589
(d)	Cash and Cash equivalents	13	3,45,52,164	1,28,46,483
(e)	Short-term loans and advances	14	2,25,87,317	4,78,55,956
(f)	Other current assets	15	1,94,67,510	1,95,62,944
	TOTAL		91,44,63,536	76,26,30,867

Significant Accounting Policies

1 & 24

The accompanying Notes are an integral part of the financial statements.

As per our Report of even date

For, BEGANI & BEGANI

CHARTERED ACCOUNTANTS

FRN: 010779C


(NIKHILESH BEGANI)
PARTNER


M. No. 110603

PLACE: RAIPUR (C.G.)


DATE: 25/06/2021

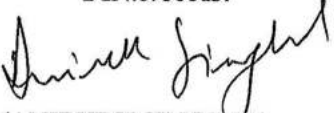
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FOR AND ON BEHALF OF THE BOARD OF DIRECTORS


(ANOOP KUMAR BANSAL)
DIRECTOR
DIN: 01661844


(IITIKA SINGHAL)
COMPANY SECRETARY


(MAYUR BHATT)
DIRECTOR
DIN: 07586457


(ANIRUDH SINGHAL)
CFO

SARTHAK METALS LIMITED

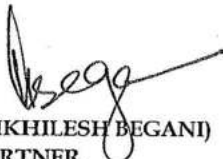
(Formerly Known as SARTHAK METALS MARKETING PRIVATE LIMITED)

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD 01.04.2020 TO 31.03.2021

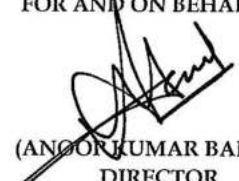
(Amount in Rs.)


	Particulars	Note No.	As at 31.03.2021	As at 31.03.2020
I.	Gross Revenue from operations	16	2,61,41,14,290	2,52,67,26,168
	Less: GST		39,85,27,039	38,50,45,550
	Net Revenue from operations		2,21,55,87,251	2,14,16,80,618
II.	Other income	17	52,00,030	1,09,40,740
III.	Total Revenue (I + II)		2,22,07,87,281	2,15,26,21,358
IV.	Expenses:			
	Cost of materials consumed	18	1,88,89,60,926	1,77,20,01,663
	Purchases of Stock-in-Trade		14,52,112	1,40,29,313
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	19	(4,70,48,874)	2,35,49,355
	Employee benefits expense	20	7,29,68,802	8,64,04,982
	Finance costs	21	3,29,98,932	3,62,56,932
	Depreciation and amortization expense	7	2,10,49,563	2,25,16,131
	Other expenses	22	14,32,40,206	13,32,83,560
	Total expenses		2,11,36,21,666	2,08,80,41,935
V.	Profit before exceptional and extraordinary items and tax (III-IV)		10,71,65,615	6,45,79,423
	Dividend		-	-
VI.	Exceptional items	23	(2,07,139)	4,42,119
VII.	Profit before extraordinary items and tax (V - VI)		10,73,72,754	6,41,37,304
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		10,73,72,754	6,41,37,304
X	Tax expense:			
	(1) Current tax		2,85,00,000	1,74,53,000
	(2) Deferred tax		(8,10,502)	4,51,142
XI	Profit (Loss) for the period from continuing operations (VII-VIII)		7,96,83,256	4,62,33,162
XII	Profit/(loss) from discontinuing operations		-	-
XIII	Tax expense of discontinuing operations		-	-
XIV	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV	Profit (Loss) for the period (XI + XIV)		7,96,83,256	4,62,33,162
XVI	Earnings per equity share:			
	(1) Basic		5.82	3.38
	(2) Diluted		-	-

As per our Report of even date
For, BEGANI & BEGANI
CHARTERED ACCOUNTANTS
FRN: 010779C


(NIKHILESH BEGANI)
PARTNER
M. No. 110603
PLACE : RAIPUR (C.G.)
DATE:25/06/2021
UDIN:21110603AAAAAE7781

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS


(ANAND KUMAR BANSAL)
DIRECTOR
DIN:01661844


(MAYUR BHATT)
DIRECTOR
DIN:07586457


(IITIKA SINGH)
COMPANY SECRETARY


(ANIRUDH SINGHAL)
CFO

SARTHAK METALS LIMITED
(Formerly Known as SARTHAK METALS MARKETING PRIVATE LIMITED)
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

(Amount Rs. In Lacs)

	PARTICULARS	Year ended 31.03.2021 (Rupees)	Year ended 31.03.2020 (Rupees)
A.	CASH FLOW FROM OPERATING ACTIVITIES :		
	Net Profit before tax as per Profit & Loss Account	1,073.73	641.37
	Adjustment for :		
	Depreciation	210.50	225.16
	Interest (Net)	298.16	325.33
	Amortization Of Preliminary Exps	3.50	3.50
	Loss/ (profit) on sale of fixed assets	-	-
		512.15	553.99
	Operating Profit before	1,585.88	1,195.37
	Adjustment for :		
	Inventories	(783.05)	411.16
	Trade and other receivable	(1,017.34)	(496.53)
	Short Term Loans and Advances	252.69	148.40
	Short Term Provisions	120.36	-
	Long Term Loans and Advances	166.59	(211.94)
	Trade Payable	(357.11)	41.03
	Other Current Assets	0.95	720.22
	Long term Liabilities	5.55	21.75
	Other Current Liabilities	254.81	59.53
		(1,356.56)	693.62
	Cash generated from Operations	229.32	1,888.99
	Direct Taxes (Net)	(285.00)	(174.53)
	Net Cash from Operating Activities	(55.68)	1,714.46
B.	CASH FLOW FROM INVESTING ACTIVITIES :		
	Investment in Fixed Assets including Capital WIP	(135.10)	(318.00)
	Proceeds from sale/Subsidy of fixed assets	-	50.00
	Investment in Non Current Investments	-	-
	Interest Received	3.02	6.66
	Net Cash used in Investing Activities	(132.08)	(261.35)
C.	CASH FLOW FROM FINANCING ACTIVITIES :		
	Proceed From Long Term Borrowing	499.75	(113.68)
	Proceed From Capital Investment Subsidy	-	-
	Other Short Term Borrowings	274.70	(1,150.44)
	Interest Paid	(301.18)	(331.99)
	Dividend Paid	(68.45)	(82.52)
	Net Cash from financing Activities	404.82	(1,678.64)
	Net Increase/(decrease) in Cash and Cash equivalents (A+B+C)	217.06	(225.53)
	CASH AND CASH EQUIVALENTS AS AT 01/04/2020 (as per Note-'13')	128.46	353.99
	CASH AND CASH EQUIVALENTS AS AT 31/03/2021 (as per Note-'13')	345.52	128.46
	Increase/(decrease) in Cash and Cash equivalents	217.06	(225.53)

Notes:

(a) Cash and cash equivalent include the following :

Cash on Hand

6.03

6.73

Balance with Banks (Including Fixed Deposits)

339.50

121.74

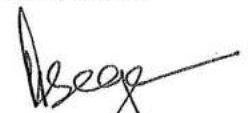
(b) Figures in brackets represent outflows.

345.52

128.46

(c) Previous year figures have been recast/restated wherever necessary.

As per our Report of even date
For, BEGANI & BEGANI
CHARTERED ACCOUNTANTS
FRN: 010779C


(NIKHILESH BEGANI)
PARTNER

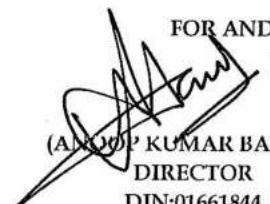
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PLACE : RAIPUR (C.G.)


DATE: 25/06/2021

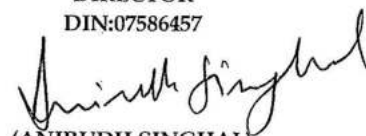
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FOR AND ON BEHALF OF THE BOARD OF DIRECTORS


(ANOOP KUMAR BANSAL)
DIRECTOR
DIN: 01661844


(ITIKA SINGHAL)
COMPANY SECRETARY


(MAYUR BHATTI)
DIRECTOR
DIN: 07586457


(ANIRUDH SINGHAL)
CFO

SARTHAK METALS LIMITED
(Formerly Known as SARTHAK METALS MARKETING PRIVATE LIMITED)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31ST MARCH 2021

Note 1: SIGNIFICANT ACCOUNTING POLICIES

1.1 Corporate Information

Sarthak Metals Limited (hereinafter referred to as 'the Company') is a public company domiciled in India. Earlier the Company was known as Sarthak Metals Marketing Private Limited. Its shares are listed on BES SME Stock Exchange. The company is engaged in the manufacturing and selling cored wires ferro alloys aluminium wire industrial gases and related items.

BASIS OF PREPARATION

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act 2013 read together with The accounting policies have been consistently applied by the Company and are consistent with those of previous year.

2.1 Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments estimates and assumptions that affect the reported amounts of revenues expenses assets and liabilities

2.2 Fixed assets

Tangible Fixed Assets

Tangible fixed assets are stated at cost of acquisition or construction less accumulated depreciation and impairment loss if any. The cost of an asset comprises of its purchase price and any directly attributable cost of bringing the assets to working condition for its intended use.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets including day-to-day repair and maintenance expenditure and cost of replacing parts are charged to the statement of profit and loss for the year during which such expenses are incurred.

Intangible fixed assets


Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition intangible assets are carried at cost less accumulated amortization and accumulated impairment losses if any.

2.4 Depreciation

Depreciation on fixed assets is calculated on a written down value method using the rates arrived at based on the useful lives estimated by the management as prescribed in Schedule II to the Companies Act 2013 on a pro-rata basis. The appropriateness of depreciation/amortisation period and depreciation/amortisation method is reviewed by the management in each financial year.

2.5 Impairment of tangible and intangible assets

The Company reviews the carrying amounts of assets at each balance sheet date to ascertain if there is any indication of impairment. If any indication exists the asset's recoverable amount is estimated. For assets that are not available for use the recoverable amount is estimated at each reporting date. An impairment loss is recognised wherever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount and is recognised in the Statement of Profit and Loss. After impairment depreciation is provided on the revised carrying amount of the asset over its remaining useful life. The impairment loss recognised in the prior accounting period is reversed if there is change in the estimate used to determine the recoverable amount. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.



2.6 Inventories

Raw materials components stores and spares are valued at lower of cost and net realizable value. However materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost of raw materials components and stores and spares is determined on FIFO basis.

Finished goods are valued at lower of cost and net realizable value. Cost includes direct materials. Cost of finished goods includes GST. Cost is determined on FIFO basis.

Traded goods are valued at estimated cost based on the selling price of the stock based on the past practice.

Net realizable value is the estimated selling price in the ordinary course of business less estimated costs of completion and estimated costs necessary to make the sale.

2.7 Income Tax

Tax expense comprises current and deferred tax. Current tax is provided for on the taxable profits of the year at applicable tax rates. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets are recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets

2.8 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

Sale of traded goods

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer. The Company collects GST on behalf of the government and therefore these are not economic benefits flowing to the Company. Hence they are excluded from revenue. GST is deducted from revenue (gross) is the amount that is included in the revenue (gross) and not the entire amount of liability arising during the year.

Other operating income

Revenue from other sources have been recognized on accrual basis.

Interest Income

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

2.9 Investments

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments. All other investments are classified as long-term investments.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

On disposal of an investment the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

2.10 Foreign currency translation - Foreign currency transactions and balances

Initial recognition

Foreign currency transactions are recorded in the reporting currency by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items which are measured in terms of historical cost rate at denominated in a foreign currency are translated using the exchange rate at the date when such value was determined the date of the transaction.

Exchange differences

The exchange differences arising on account of conversion / settlement of transactions are recognised in the statement of profit or loss as income or expenses in the period in which they arise.

2.11 Employee benefits

Salaries wages and bonuses are accrued in the year in which the associated services are rendered by employees of the Company. Other employee benefits include provident fund superannuation fund gratuity fund compensated absences long service awards and post-employment medical benefits. The Company's contribution to provident fund and superannuation fund are charged as an expense as they fall due based on the amount of contribution required to be made.

2.12 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

2.13 Provisions

A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and are adjusted to reflect the current best estimates.

2.14 Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

2.15 Cash and cash equivalents


Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

2.16 Deferred Revenue Expenditure

Preliminary expenses or Initial Public offer's expenses are being written off in five equal yearly installments.

2.17 Segment Reporting

The Company's operating businesses are organized and managed separately according to the nature of products and services provided with each segment representing a strategic business unit that offers different products and serves different markets. The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.



Note 2:

SHARE CAPITAL	As at 31.03.2021	As at 31.03.2020
Authorised :		
15000000 (P.Y. 15000000) Equity Share of Rs. 10/- each	15,00,00,000	15,00,00,000
Total	15,00,00,000	15,00,00,000
Issued Subscribed & Paid up Capital:		
13689750 (P.Y. 13689750) Equity Shares of Rs. 10/- each fully paid up	13,68,97,500	13,68,97,500
Total	13,68,97,500	13,68,97,500

(i) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period :-

Particulars	Equity Shares	As at 31.03.2021	As at 31.03.2020
	Number	Rs.	Rs.
Shares outstanding at the beginning of the year	1,36,89,750	13,68,97,500	13,68,97,500
Shares issued during the year	-	-	-
Shares bought back during the year	-	-	-
Shares outstanding at the end of the year	1,36,89,750	13,68,97,500	13,68,97,500

(ii) All equity shares carry equal voting and distribution rights.

(iii) Details of shareholders holding more than 5 percent of shares in the company:-

	As at 31.03.2021	As at 31.03.2020
Shri Anoop Kumar Bansal		
No. of Shares held	11,45,250	11,45,250
% of Holding	8.37%	8.37%
Shri Kishore Kumar Bansal		
No. of Shares held	7,41,000	7,41,000
% of Holding	5.41%	5.41%
Shri Manoj Kumar Bansal		
No. of Shares held	37,82,700	37,82,700
% of Holding	27.63%	27.63%
Metal-Grace Injection Alloys Private Limited		
No. of Shares held	4,84,000	9,00,000
% of Holding	3.54%	6.57%

(iv) The company has only one class of equity shareholders. Each shareholder is entitled to right of one vote per share.

(v) The company declares and pays dividend in Indian Rupees. Dividend proposed by directors is subject to approval of shareholders at the ensuing Annual General Meeting.

(vi) In the event of liquidation equity shareholders shall be eligible to receive remaining assets of the company after distribution of all preferential amounts in proportion of their shareholding.

Note 3:	RESERVE & SURPLUS	As at 31.03.2021	As at 31.03.2020
	a. Securities Premium Account		
	Opening Balance	4,33,91,000	4,33,91,000
	Add : Securities premium credited on Share issue	-	-
	Less : Premium Utilised for various reasons	-	-
	Closing Balance	4,33,91,000	4,33,91,000
	b. Surplus		
	Opening balance	28,08,97,194	24,29,16,125
	(+) Net Profit/(Net Loss) For the current year	7,96,83,256	4,62,33,162
	(+) Transfer from Reserves	-	-
	(-) Declared Dividends(F.Y. 2019-20)	68,44,853	82,52,093
	(-) Interim Dividends	-	-
	(-) Adjustment for Depreciation	-	-
	Closing Balance	35,37,35,597	28,08,97,194
	C.Capital Investment Subsidy		
	Opening balance	5,00,000	5,00,000
	(+) Recived	-	-
	(-) Adjustment	-	-
	Closing Balance	5,00,000	5,00,000
	Total	39,76,26,597	32,47,88,194

Note 4:	LONG TERM BORROWINGS	As at 31.03.2021	As at 31.03.2020
	Secured Borrowings		
	Vehicle Loan From State Bank Of India	20,27,459	24,58,516
	State Bank of India Term Loan	-	1,36,80,426
	State Bank of India Term Loan (COVID)	6,40,86,048	
	TOTAL (A)	6,61,13,507	1,61,38,942

1. Term loan from State Bank of India (COVID) was taken during the current financial year and carries effective interest @ 7.40% p.a. The loan is secured by hypothecation of plant and machinery of the Company. Further the loan has been guaranteed by the personal guarantees of some of the directors of the Company.

2. Vehicle loans from banks is secured by hypothecation of respective vehicles of the Company.

Note 5:	SHORT TERM BORROWINGS	As at 31.03.2021	As at 31.03.2020
	Unsecured Borrowings		
	Axis Bank Limited (Channel Finance for Purchase from Balco)	-	4,09,83,868
	Secured Borrowings		
	Cash Credit Limit from State Bank Of India (Secured Against Hypothecation of Entire Stock & Debtors Equitable Mortgage of Lease Hold Land & Plant & Machinery & Personal Guarantee of both the Directors.)	24,59,00,841	17,74,47,018
	Total	24,59,00,841	21,84,30,886

1. Cash credit and Buyers' Credit from State Bank of India is secured against leasehold land factory land and commercial office complex in the name of the Company. The cash credit is repayable on demand and carries effective interest @ 10.00% p.a. Further the credit has been guaranteed by the personal guarantee of the directors of the Company.

2. Financing facility from Axis Bank is unsecured. The loan is repayable on demand and carries effective interest @ 9.20% p.a.

Note 6:	OTHER CURRENT LIABILITIES	As at 31.03.2021	As at 31.03.2020
	Advance From Customers	2,69,74,442	62,36,758
	Employee Related Liabilities	69,68,822	37,73,887
	Other Liabilities	88,10,995	73,04,119
	Statutory Liabilities	8,63,152	17,01,232
	Provision For CSR	14,09,144	5,07,675
	Gratuity Payable (Actuarial Certificate)	5,38,262	5,60,572
	Total	4,55,64,817	2,00,84,243

Note 8:	NON CURRENT INVESTMENTS	As at 31.03.2021	As at 31.03.2020
	Investment in Equity Shares (Unquoted)		
	Share Of Sarthak Energy Pvt Ltd	75,00,000	75,00,000
	(2,50,000 Equity Shares of face value Rs 10/- each)		
	Total	75,00,000	75,00,000

Note 9:	LONG-TERM LOANS & ADVANCES	As at 31.03.2021	As at 31.03.2020
	(Unsecured considered good)		
	Security Deposits	1,12,56,049	2,79,14,789
	Total	1,12,56,049	2,79,14,789

Note 10:	OTHER NON CURRENT ASSET	As at 31.03.2021	As at 31.03.2020
	Preliminary Exps	-	3,50,003
	Total		3,50,003

Note 11:	INVENTORIES	As at 31.03.2021	As at 31.03.2020
	Raw Materials and components (Valued at FIFO Method)	19,71,62,074	16,53,27,259
	Finished goods (Valued at Cost)	9,09,78,330	4,27,73,420
	Finished goods Trading (Valued at Cost)	-	11,56,035
	CoalStores and spares & Rolls Stock(Valued at Cost)	76,80,217	70,88,813
	Oil and Lubricants(Value At Cost)	18,17,841	29,88,712
	Inventory gas	4,903	3,739
	Total	29,76,43,364	21,93,37,978

Note 12:	TRADE RECEIVABLES	As at 31.03.2021	As at 31.03.2020
	Outstanding for a period less than six months		
	Unsecured considered good	35,93,15,966	25,31,74,524
	Less: Provision for doubtful debts	-	-
	Outstanding for a period exceeding six months	2,44,33,544	2,88,41,065
	Unsecured considered good		
	Less: Provision for doubtful debts	-	-
	Total	38,37,49,509	28,20,15,589

Note 13:	CASH & CASH EQUIVALENTS	As at 31.03.2021	As at 31.03.2020
	Balance with Banks	1,77,62,140	1,14,90,624
	State Bank Of India Fixed Deposit With Bank (Margin Money)	1,61,22,986	6,43,015
	Unpaid Dividend Account With State Bank Of India	64,450	39,966
	Cash on Hand	6,02,588	6,72,878
	Total	3,45,52,164	1,28,46,483

Margin money deposits Rs.643015/- are subject to first charge to secure the Company's Line of Credit Buyers' Credit and Bank Guarantees.

Note 14:	SHORT-TERM LOANS & ADVANCES	As at 31.03.2021	As at 31.03.2020
	(Unsecured considered good)		
	Advances to Suppliers & Others	2,25,87,317	4,78,55,956
	Total	2,25,87,317	4,78,55,956

Note 15:	OTHER CURRENT ASSETS	As at 31.03.2021	As at 31.03.2020
	Comm Of Custom And Excise	50,22,711	45,97,366
	Income Tax Appeal (11-12)	2,13,680	2,13,680
	CST Appeal (08-09),(14-15)	2,20,685	2,31,155
	Prepaid Factory Licence	1,35,941	32,188
	Prepaid Pollution Exps	1,25,000	2,50,000
	IGST Receivable Against Export	62,47,167	23,06,062
	GST Receivable	32,22,840	87,12,460
	Lease Rent	2,54,678	2,54,678
	Interest Recivable From CSPDCL	3,16,179	-
	BRANCH BALANCE	0	-
	Income Tax Receivable (FY 19-20)	18,99,018	-
	Income Tax Receivable (FY 18-19)	12,41,358	12,41,358
	Prepaid Insurance	3,94,112	32,119
	TATA Capital Financial Service LTD.	1,74,141	
	TDS /TCS/ Advance Tax	-	
	Provision For Current Taxation	-	16,91,879
	Total	1,94,67,510	1,95,62,944

Note 16:	REVENUE FROM OPERATIONS	As at 31.03.2021	As at 31.03.2020
	Sale of products (Refer Note (i) below)	2,57,40,03,249	2,50,91,62,187
	JOB Work Charges	4,01,11,041	1,75,63,981
	Less:		
	GST	39,85,27,039	38,50,45,550
	Total	2,21,55,87,251	2,14,16,80,618

Note	Particulars	As at 31.03.2021	As at 31.03.2020
(i)	Sale of products comprises:		
	Manufactured goods		
	Sales	1,96,64,44,028	1,88,58,89,436
	Sales (Export)	17,88,31,925	20,97,45,355
	Total - Sale of manufactured goods	2,14,52,75,954	2,09,56,34,791
	Traded goods	22,60,500	
	Sales Trading	2,22,09,159	2,66,57,983
	Total - Sale of traded goods	2,44,69,659	2,66,57,983
	Sale of services	-	
	Service charges received	3,43,85,805	1,48,84,730
	Total - Sale of Services	3,43,85,805	1,48,84,730
	Total - Sale of products	2,20,41,31,418	2,13,71,77,504
(ii)	Other operating revenues comprises:		
	Sales of waste Consumable Goods	17,25,937	
	Sales (Scrap)	82,81,347	26,48,176
	Sales (Empty Drum)	14,48,550	18,54,938
	Total - Other operating revenues	1,14,55,834	45,03,114

Note 17:	OTHER INCOME	As at 31.03.2021	As at 31.03.2020
	Duty Drawback	12,24,046	18,38,076
	Insurance Claim	21,52,217	12,16,555
	DIC Interest Subsidy	-	1,86,960
	Interest Received	3,02,131	6,66,360
	Cylinder rent	13,761	26,920
	Repair Maintaince Charges	5,932	-
	Lost Cylinder Recovery	2,97,000	-
	Bad Debt Recovered/Sundry Balance W/o	3,97,456	61,82,000
	Profit on foreign currency transactions (Net)	8,07,486	5,23,869
	Total	52,00,030	1,09,40,740

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Note 18:	COST OF MATERIALS CONSUMED	As at 31.03.2021	As at 31.03.2020
	Opening Stock Raw Material	16,53,30,997	18,48,39,471
	Add:-Purchases & Expenses (Net)	1,87,50,63,279	1,71,19,11,503
		2,04,03,94,276	1,89,67,50,974
	Less:- Sales	-	-
	Less:-Closing Stock	19,71,66,977	16,53,30,998
	Total	1,84,32,27,299	1,73,14,19,976
	Opening Stock Stores & Spares	70,88,813	56,68,013
	Add:-Purchases & Expenses (Net)	4,63,25,030	4,20,02,486
		5,34,13,843	4,76,70,499
	Less:-Closing Stock	76,80,217	70,88,813
	Total	4,57,33,627	4,05,81,686
	GRAND TOTALS	1,88,89,60,926	1,77,20,01,663

(* Including value of Import On CIF Basis)

Note 19:	CHANGE IN INVENTORIES	As at 31.03.2021	As at 31.03.2020
	Opening Stock Of Finished Goods	4,39,29,455	6,74,78,810
	Less:Closing Stock Of Finished Goods	9,09,78,330	4,27,73,420
	Less:Closing Stock Of Trading Goods	-	11,56,035
	Total	(4,70,48,874)	2,47,05,390

Note 20:	EMPLOYEE BENEFIT EXPENSES	As at 31.03.2021	As at 31.03.2020
	Salary & Allowances	3,53,11,936	4,04,35,640
	Leave Salary	3,30,723	33,89,945
	Bonus Exps	34,79,262	40,56,147
	Labour Payment	2,38,68,672	2,44,47,895
	Gratuity(Based On Acturial Valutaion)	5,32,274	23,97,611
	Staff & Labour Welfare	12,49,716	8,88,319
	Provident Fund	20,75,631	20,47,880
	Director Remuneration	54,00,000	79,00,000
	ESIC Exps.	7,20,588	8,41,545
	Total	7,29,68,802	8,64,04,982

Note 21:	FINANCE COSTS	As at 31.03.2021	As at 31.03.2020
	Interest expenses		
	To Bank & Cash Credit Limit	2,19,32,948	2,82,46,595
	To Others	59,19,937	47,82,738
	To Vehicle loans	2,00,882	90,182
	To On LC/Buyers Credit facility	20,64,076	79,943
	Bank Charges & Commission	28,81,089	30,57,474
	Total	3,29,98,932	3,62,56,932

Note 22: OTHER EXPENSES	As at 31.03.2021	As at 31.03.2020
Amortized Exps	3,50,003	3,50,000
Clearing And Forwarding	81,53,565	91,85,088
Commission & Brokerage	43,16,088	62,45,973
Computer/ERP Exps	3,63,968	3,80,276
Cylinder Expenses	-	2,72,005
Calcium Management	15,96,657	-
Destination Exps	4,95,712	3,64,000
Donation Expenses	1,02,000	15,120
Garden Exps	40,155	65,979
Insurance	23,25,459	25,46,112
Lease Rent Factory Licence & Rent Expenses	8,87,684	10,28,569
Legal & Professional Expenses	32,53,829	32,99,440
Loading And Unloading	5,02,711	7,93,189
Member Fees & Subscription	1,04,528	2,35,780
Office Exps.	17,35,093	18,67,284
Oil & Lubricant	2,95,60,921	2,31,08,931
Payment To Auditors	3,50,000	3,00,000
Postage & telegram exp.	2,19,088	137
Power Charges	2,94,28,920	2,78,65,876
Printing & Stationery	3,25,284	7,81,555
Property Tax	11,49,704	64,048
Sales Promotion	1,71,800	6,74,866
Fire Brigade Exps	54,587	-
Security Guard Exps	16,16,394	17,26,305
Sundry Balance Write Off	15,14,340	4,17,911
Telephone Expenses	3,14,562	4,01,884
Testing Charges	11,56,734	16,76,580
Transportation Exps	3,63,73,729	3,55,97,958
Traveling & Convyance Exps(Includes Foreign Traveling Exps)	11,20,640	32,73,555
Vehicle Maintaince & Petrol	24,72,182	21,41,171
Water Charges	1,00,844	1,13,245
Weigment Charges	1,09,950	96,068
Rent,Rate & Taxes	7,68,096	12,512
Rate & Qty. Diff.	28,71,840	5,43,391
Tender Fees	10,68,000	-
CSR Expenditure	14,31,000	14,00,000
L.D. Charges	2,67,268	-
Repair & Maintenance	65,66,874	64,38,753
Total	14,32,40,206	13,32,83,560

Note 23: EXCEPTIONAL ITEMS	As at 31.03.2021	As at 31.03.2020
Debit/(Credit) pertaining To Earlier Year (IT)	(2,07,139)	4,42,119
Total	(2,07,139)	4,42,119

Note 24: ADDITIONAL NOTES TO ACCOUNTS

a. Contingent liability not provided for :

Sl. No.	Particulars	As at 31.03.2021 (Amt in Rs.)	As at 31.03.2020 (Amt in Rs.)
(a)	Demand Raised By Income Tax Deptt.	10,15,610	10,15,610
(b)	Demand Raised By Commercial Tax Deptt.	22,46,324	22,46,324
	Less : Amount Paid For Appeals Preferred	-	-
	Net liability Raised By Commercial Tax Deptt.	22,46,324	22,46,324
(c)	Bank Guarantee/LC Outstanding	1,56,55,510	4,94,992
	Less : Margin Provided (STDR)	1,61,22,986	6,43,015
	Net liability	(4,67,476)	(1,48,023)

- b.** The company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro Small and Medium Enterprises development Act 2006) claiming their status as on 31st March 2020 as micro small or medium enterprises. Consequently the amount paid/payable to these parties during the year is Nil (previous year: Nil)

c. EXPENDITURE IN FOREIGN CURRENCY

Particulars	2020-21 (in Rs.)	2019-20 (in Rs.)
Foreign Tour Expenses (Exchange Purchase Cost)	-	9,91,804

- d.** Earnings in foreign currency is Rs. 20.64 lacs (Previous year: Rs.5.24Lacs)

f. RELATED PARTY TRANSACTIONS:

During the Year ended March 31 2020 the Company has entered into several commercial transactions with its related parties. The details of such transactions and names of related parties & nature of relationship are given below:

TRANSACTIONS	KEY MANAGEMENT PERSONNEL	RELATIVES OF KEY MANAGEMENT PERSONNEL	ENTERPRISES OVER WHICH SIGNIFICANT INFLUENCE BY KEY MANAGEMENT PERSONNEL
Purchases of Materials	-	-	8,99,36,924
Remuneration	97,35,000	94,39,000	-
Professional Fees	-	3,50,000	-
Sales of goods	-	-	12,60,97,418

S. No.	Party Name	Relation	Amount	Type of Transactions
1	Shri Anoop Kumar Bansal	Key Management Personnel	24,00,000.00 3,00,000.00	Director Salary Bonus / Incentive
2	Shri Manoj Kumar Bansal	Key Management Personnel	24,00,000.00 3,00,000.00	President Salary Bonus / Incentive
3	Shri Sanjay C. Shah	Key Management Personnel	24,00,000.00 2,00,000.00	Director Salary Bonus / Incentive
4	Shri Mayur Bhatt	Key Management Personnel	6,00,000.00 50,000.00	Director Salary Bonus / Incentive
5	Shri Sunil Kumar Agarwal	Key Management Personnel	3,50,000.00	Professional Fees
6	Shri Gaurav Agarwal	Relative Key Management Personnel	32,50,000.00	Staff Salary, Bonus / Incentive
7	Shri Anirudh Singhal	Key Management Personnel	6,50,000.00	Staff Salary, Bonus / Incentive
8	Itika Singhal	Key Management Personnel	4,35,000.00	Staff Salary
9	Shri Samarth Bansal	Relative Key Management Personnel	20,00,000.00	Staff Salary, Bonus / Incentive
10	Shri Sarthak Bansal	Relative Key Management Personnel	20,00,000.00	Staff Salary, Bonus / Incentive
12	Shri Sagar Shah	Relative Key Management Personnel	6,50,000.00	Staff Salary, Bonus / Incentive
13	Shalini Shah	Relative Key Management Personnel	7,20,000.00	Staff Salary, Bonus / Incentive
14	Shreya Agarwal	Relative Key Management Personnel	1,69,000.00	Staff Salary, Bonus / Incentive
15	Jaya Bhatt	Relative Key Management Personnel	6,50,000.00	Staff Salary, Bonus / Incentive
16	Bansal Brothers (Trading Div.)	ENTERPRISES OVER WHICH SIGNIFICANT INFUNECE	67,87,287.00 1,93,955.97 60,014.00 12,465.19 2,54,279.45 12,15,79,266.00	Purchase Raw Material Pur of Cons. / Packing Goods Repair & Maint. Factory Shed & Building Plant & Machinery Factory Shed & Building Sales
17	Bansal Brothers (FAD)	ENTERPRISES OVER WHICH SIGNIFICANT INFUNECE	45,18,152.00 8,29,55,680.74	Sales Purchase Raw Material

Notes:

Name of Related Parties: -

1. KEY MANAGEMENT PERSONNEL :

Shri Anoop Kumar Bansal- Managing Director

Shri Kishor Kumar Bansal-Director

Shri Sanjay Shah-Whole Time Director

Shri Sunil Kumar Agarwal-Director

Shri Anirudh Singhal-CFO

Shri Mayur Bhatt-Whole Time Director

Mrs Rama Kohli-Director

Mr. D.V. Giri- Independent Director

CS Itika Singhal-Company Secretary



Party wise transactions:

S. No.	Party Name	Relation	Type of Transactions
1	Shri Anoop Kumar Bansal	Key Management Personnel	Director Salary Bonus / Incentive
2	Shri Manoj Kumar Bansal	Key Management Personnel	President Salary Bonus / Incentive
3	Shri Sanjay C. Shah	Key Management Personnel	Director Salary Bonus / Incentive
4	Shri Mayur Bhatt	Key Management Personnel	Director Salary Bonus / Incentive
5	Shri Sunil Kumar Agarwal	Key Management Personnel	Professional Fees
6	Shri Gaurav Agarwal	Relative Key Management Personnel	Staff Salary, Bonus / Incentive
7	Shri Anirudh Singhal	Key Management Personnel	Staff Salary, Bonus / Incentive
8	Itika Singhal	Key Management Personnel	Staff Salary
9	Shri Samarth Bansal	Relative Key Management Personnel	Staff Salary, Bonus / Incentive
10	Shri Sarthak Bansal	Relative Key Management Personnel	Staff Salary, Bonus / Incentive
11	Sakshi Bansal	Relative Key Management Personnel	Staff Salary, Bonus / Incentive
12	Shri Sagar Shah	Relative Key Management Personnel	Staff Salary, Bonus / Incentive
13	Shalini Shah	Relative Key Management Personnel	Staff Salary, Bonus / Incentive
14	Shreya Agarwal	Relative Key Management Personnel	Staff Salary, Bonus / Incentive
15	Jaya Bhatt	Relative Key Management Personnel	Staff Salary, Bonus / Incentive
16	Bansal Brothers (Trading Div.)	ENTERPRISES OVER WHICH SIGNIFICANT INFUNECE	Purchase Raw Material Pur of Cons. / Packing Goods Repair & Maint.Factory Shed & Building Plant & Machinery Factory Shed & Building Sales
17	Bansal Brothers (FAD)	ENTERPRISES OVER WHICH SIGNIFICANT INFUNECE	Sales Purchase Raw Material

Notes:

Name of Related Parties: -

1. KEY MANAGEMENT PERSONNEL :

Shri Anoop Kumar Bansal- Managing Director
Shri Kishor Kumar Bansal-Director
Shri Sanjay Shah-Whole Time Director
Shri Sunil Kumar Agarwal-Director
Shri Anirudh Singhal-CFO
Shri Mayur Bhatt-Whole Time Director
Mrs Rama Kohli-Director
Mr. D.V. Giri- Independent Director
CS Itika Singhal-Company Secretary

2. RELATIVES OF KEY MANAGEMENT PERSONNEL:

Shri Manoj Kumar Bansal
Shri Samarth Bansal
Shri Sarthak Bansal
Smt. Sakshi Bansal
Smt. Shalini Shah
Shri Sagar Shah
Smt. Jaya Bhatt
Smt. Shreya Agarwal
Shri Gaurav Agarwal

3. ENTERPRISES OVER WHICH SIGNIFICANT INFLUENCE EXISTS:

- a. Metal Grace Injection Alloys Pvt. Ltd.
- b. Bansal Brothers
- c. M/s. Sarthak Energy Pvt.Ltd.
- g. Previous year's figures are regrouped and reclassified to confirm to this year's classification as per revised Companies Act 2013.
- h. During the year on 31st March,2021 the Company has entered into an Agreement for Sale of its Entire Gas Division situated at 9-B, Industrial Area, Gondwara, Urla, Raipur (CG) with M/s Amrit Metal & Gases LLP.
- i. Year end cash balance and Closing stocks are taken as verified and represented by the mangement.
- j. In the opinion of board all current assets including sundry debtors loans and advances etc. are recoverable in Further in the opinion of board the provisions for depreciation and all known liabilities are adequate and are
- k. Parties' closing balances are subject to confirmation and /or reconciliation however the Company has adopted a system to ascertain the balance confirmation on periodical basis and any consequential adjustments

1 DEFERRED TAXES :

The Company follows the depreciation method as per the Companies Act 2013. Deferred tax has been worked out @ 25.16% on the Treatment of Depreciation under the Companies vis-a-vis the Income Tax Act. The

	PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
a.	Opening balance of DTL (on account of Time Difference)	17,09,869	12,58,727
b.	Depreciation as per Companies Act for the year	2,10,49,563	2,25,16,131
c.	Depreciation as per Income Tax Act for the year	1,78,28,172	2,41,37,779
d.	Time Difference (b-c)	32,21,391	(16,21,648)
e.	Tax Liability @ 25.16 % Liability/ Asset	8,10,502	(4,51,142)
f.	Closing balance of DTL (on account of Time Difference)	8,99,367	17,09,869


m Calculation of EPS for the year ended:


Particulars	2,021	2,020
Net Profit as per P&L A/c	7,96,83,256	4,62,30,797
No. of Shares	1,36,89,750	1,36,89,750
Basic & Diluted EPS	5.82	3.38


- n The Company has Rs. 12.38 Lac unrealised gains on foreign currency transactions as on 31st March 2021
- o There is total long term borrowing as on 31st march 2021 is Rs. 6,61,13,507 /-(Outstanding Principal) out of which instalment payable within Twelve Months is Rs 2,21,41,608/-(Inclusive Of Int.) .
- p The Board of Directors has recommended and paid a dividend of Rs. .50 per equity share of Rs.10/- each (@5%) for the financial year ended March 31, 2020. The payout is to be Rs. 68.48 Lakh.
- Q. The Company has opening CSR payable i.e. Rs.5,07,675/- for the financial year 2019-20 out of which company has expended Rs. 5,29,530/-(5,07,675/- For Financial year 2019-20 and 21,855/- For Financial Year 2020-21),The Actual liability for CSR expenditure for The Financial Year 2020-21 is Rs. 14,31,000/- out of which Rs.14,09,145/- is outstanding for expenditure as on 31/03/2021 which is shown as CSR Payable under Note. No.6 other Current liabilities. the payment of the balance amount shown in Note No. 6 as CSR payable is made in Full Till 30/04/2021.

As per our Report of even date
For, BEGANI & BEGANI
CHARTERED ACCOUNTANTS
FRN: 010779C

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS


(ANOOP KUMAR BANSAL)
DIRECTOR
DIN:01661844


(MAYUR BHATT)
DIRECTOR
DIN:07586457


(NIKHILESH BEGANI)
PARTNER
M. No. 110603
PLACE : RAIPUR (C.G.)
DATE:25/06/2021
UDIN:21110603AAAAAE7781


(MITIKA SINGHAL)
COMPANY SECRETARY


(ANIRUDH SINGHAL)
CFO