

Mittal Sections Limited

**12th
Annual Report**

2020 - 2021

Auditors

**Nirav D. Shah & Co.
Chartered Accountants**



CIN	: U27109GJ2009PLC056527
Date of Incorporation	: April 2, 2009
Registered Office	: 1, Sona Roopa Apartment, Opp. Lal Bungalow, C. G. Road, Navrangpura, Ahmedabad - 380009
Website	: www.mittalsections.com
Email	: mittalsections@gmail.com
Phone & Fax	: Phone # (079)-26405484, Fax # (079)-26465484

Notice

Notice is hereby given that the Twelfth **Annual General Meeting** of the Members of the Company will be held on Monday, **15th day of November, 2021** at 1-00 P.M at the Registered Office of the Company situated at 1, Sona Roopa Apartment, Opp. Lal Bungalow, C. G. Road, Navrangpura, Ahmedabad - 380009, to transact following business .

Ordinary business

1. To receive, consider and adopt the Audited financial statements of the company for the financial year ended **March 31, 2021**, which includes the Balance Sheet, the Statement of Profit & Loss, Cash Flow Statement as at the date, the Auditor's Report and Board's Report thereon.
2. To appoint a director in place of Mrs. Sushiladevi Balwantrai Mittal (DIN : 02283607) who retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for reappointment.

Special Business:

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

RESOLVED THAT pursuant to provisions of section 148 (3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit & Auditors) Rules, 2014, the remuneration as decided by the Board of Directors based on the recommendation of the Audit Committee of Rs. 50,000 (Rupees Fifty Thousand Only) p.a. plus out of pocket expense to M/s. Devang Patel & Associates , Cost Accountants (Firm Reg. No.: 101976), Ahmedabad to conduct the audit of cost records of the Company for the Financial year 2021-22, be and is hereby ratified.

4. To consider and if thought fit to pass with or without modification the following resolution as **Special Resolution**:

RESOLVED THAT pursuant to the provisions of Sections 149, 152 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Directors) Rules, 2014 including any statutory modification(s) or re-enactment thereof for the time being in force read with schedule IV of the Companies Act, 2013 Mr. Parthik Jitendrabhai Shah(holding DIN: 01616057), Independent Director of the Company, who has submitted a declaration that he meets the criteria of independence as provided in Section 149 (6) of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under section 160(1) of the Act from a member, proposing his candidature for the office of Director and being eligible for re-appointment be and is hereby re-appointed as an Independent Director of the Company, for further term of 5 (Five) consecutive years up to 17th November, 2026 and he shall not be liable to retire by rotation.

RESOLVED FURTHER THAT any Director of the Company, be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.

5. To consider and if thought fit to pass with or without modification the following resolution as **Special Resolution**:

RESOLVED THAT pursuant to the provisions of Sections 149, 152 and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Directors) Rules, 2014 including any statutory modification(s) or re-enactment thereof for the time being in force read with schedule IV of the Companies Act, 2013 Mr. Pranav Gokulbhai Patel (holding DIN: 07226291), Independent Director of the Company, who has submitted a declaration that he meets the criteria of independence as provided in Section 149 (6) of the Companies Act, 2013 and in respect of whom the Company has received a notice in writing under section 160(1) of the Act from a member, proposing his candidature for the office of Director and being eligible for re-appointment be and is hereby re-appointed as an Independent Director of the Company, for further term of 5 (Five) consecutive years up to 17th November, 2026 and he shall not be liable to retire by rotation.

RESOLVED FURTHER THAT any Director of the Company, be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.

6. To consider and if thought fit to pass with or without modification the following resolution as **Special Resolution**:

RESOLVED THAT in supersession of the resolution passed by the members of the Company at the Annual General Meeting held on September 19, 2014 with respect to the borrowing powers of the Board of Directors, consent of the Company be and is hereby accorded pursuant to the provisions of Section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modifications or re-enactments thereof, for the time being in force), to the Board of Directors of the Company for borrowing any sum or sums of money for and on behalf of the Company, from time to time from any one or more persons, firms, bodies corporate, banks, financial institutions or from any others by way of advances, deposits, loans, debentures or otherwise and whether unsecured or secured by mortgage, charge, hypothecation, lien or pledge of the Company's assets and properties, whether movable or immovable or stock-intraday (including raw materials, stores, spare-parts and components in stock or in transit), work in process and debts and advances notwithstanding that the sum or sums of money so borrowed together with money, if any, already borrowed by the Company (apart from the temporary loans obtained from Company's bankers in the ordinary course of business) will or may exceed the aggregate of the paid up share capital of the Company, its free reserves and Securities Premium which have not been set apart for any specific purpose and that the total amount up to which the money may be borrowed at any one time shall not exceed Rs. 500.00 Crores (Rupees Five Hundred Crores only) on account of the principal amount.

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to do such acts, deeds, things and execute all such documents, undertakings as may be necessary for giving effect to the above.

Notes :

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. A person can act as the proxy on behalf of members not exceeding fifty and in aggregate not more than 10% of the total Share Capital of the Company.
2. Explanatory Statement pursuant to Section 102 of Companies Act, 2013 is annexed thereto.
3. **Details of Directors Seeking Appointment/Re-appointment at the Annual General Meeting of the Company :**

Name Of Director	Mr. Parthik Jitendrabhai Shah	Mr. Pranav Gokulbhai Patel
Age	47 years	44 years
Date of Birth	08-12-1974	19-08-1977
Date of Appointment	18-11-2016	18-11-2016
Relationship with other Directors	-	-
Qualifications	Graduate	Graduate
Experience		
Board Membership in other Companies as on 31st March, 2021	NIL	NIL
Chairman/Member of the Committee of the Board of directors in other companies as on March 31, 2021.	NIL	NIL
Number of Shares held in the Company as on March 31, 2021	-	-
The number of Meetings of the Board attended during the year	8	8

Notice

Registered Office

1, Sona Roopa Apartment,
Opp. Lal Bungalow, C. G. Road,
Navrangpura, Ahmedabad - 380009

Ahmedabad
31 10 2021

By order of the Board
Mittal Sections Limited



Atul Balwantrai Mittal
Managing Director
DIN: 02282605

Mittal Sections Limited

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT,

For Item No. : 3

The Board on the recommendation of the Audit Committee has approved the appointment and payment of remuneration to the Cost Auditors to conduct the audit of the Cost records of the Company for the financial year ending on 31st March, 2022.

In accordance with the provisions of Section 148 of the Companies Act, 2013 and The Companies (Cost Records and Audit) Rules 2014, the remuneration payable to the Cost Auditors is required to be ratified by the Shareholders resolution for ratification of the remuneration payable to the Cost Auditors for the year ending on 31st March, 2022. - The Board recommends to pass the proposed resolution.

None of the Director, Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the proposed resolution.

For Item No. 4

Mr. Parthik Jitendrabhai Shah (DIN: 01616057) is an Independent Director of the Company, whose tenure as an Independent Director will be completed on 17.11.2021. He fulfills the requirement of Independent Director as laid down under Section 149 of the Companies Act, 2013 read with the Rules framed thereunder and is eligible for re-appointment as an Independent Director. The Company has received from him a declaration that he meets the criteria of independence as provided under section 149(6) of the Act, in connection with his re-appointment as an Independent Director. The company has also received a notice in writing from a member under Section 160 of the Companies Act, 2013 proposing his candidature as an Independent Director of the Company.

Based on the performance evaluation and on recommendation of the Nomination and Remuneration Committee the Board has proposed his re-appointment as an Independent Director for a further period of five consecutive years w.e.f. 18.11.2021.

In compliance with the provisions of Section 149 read with Schedule IV of the Companies Act, 2013 the re-appointment of Independent Director for further period of five years requires approval of members by way of special resolution. Hence it is proposed to pass the special resolution.

The Board of Directors recommend the passing of the proposed Resolution.

All the relevant documents, i.e. appointment letter, the terms and conditions of the appointment of Independent Director of the Company shall be open for inspection by the Members at the Registered Office of the Company between 10:00 am to 5:00 pm on all working days (Monday to Friday) except Saturdays, Sundays and holidays upto the date of Annual General Meeting.

Except Mr. Parthik Jitendrabhai Shah, being an appointee, none of the other Directors, Key Managerial Personnel of the Company and/or their relatives are concerned or interested, financially or otherwise, in the proposed resolution.

For Item No. : 5

Mr. Pranav Gokulbhai Patel (DIN: 07226291) is an Independent Director of the Company, whose tenure as an Independent Director will be completed on 17.11.2021. He fulfills the requirement of Independent Director as laid down under Section 149 of the Companies Act, 2013 read with the Rules framed thereunder and is eligible for re-appointment as an Independent Director. The Company has received from him a declaration that he meets the criteria of independence as provided under section 149(6) of the Act, in connection with his re-appointment as an Independent Director. The company has also received a notice in writing from a member under Section 160 of the Companies Act, 2013 proposing his candidature as an Independent Director of the Company.

Based on the performance evaluation and on recommendation of the Nomination and Remuneration Committee the Board has proposed his re-appointment as an Independent Director for a further period of five consecutive years w.e.f. 18.11.2021.

In compliance with the provisions of Section 149 read with Schedule IV of the Companies Act, 2013 the re-appointment of Independent Director for further period of five years requires approval of members by way of special resolution. Hence it is proposed to pass the special resolution.

The Board of Directors recommend the passing of the proposed Resolution.

All the relevant documents, i.e. appointment letter, the terms and conditions of the appointment of Independent Director of the Company shall be open for inspection by the Members at the Registered Office of the Company between 10:00 am to 5:00 pm on all working days (Monday to Friday) except Saturdays, Sundays and holidays upto the date of Annual General Meeting.

Except Mr. Parthik Jitendrabhai Shah, being an appointee, none of the other Directors, Key Managerial Personnel of the Company and/or their relatives are concerned or interested, financially or otherwise, in the proposed resolution.

For Item No. : 6

The Company by way of Special Resolution passed under Section 180 (1) (c) of the Companies Act, 2013 had approved to borrow moneys in excess of the aggregate of the paid up capital, its free reserves and securities premium, provided the sum or sums so borrowed and remaining outstanding at any point of time shall not exceed Rs. 50 crores.

However, considering the present scenario and keepin in view the Company's financial requirements to support its business, the Board has thought it advisable to increase the borrowing limits from existing Rs. 50 crore to Rs. 500 crore.

Pursuant to the provisions of Section 180 (1) (c) of the Companies Act, 2013, consent of the members of the Company is required to be obtained to borrow money in excess of the Company's paid-up share capital, free reserves and securities premium, apart from temporary loans obtained from the Company's bankers in the ordinary course of business.

In view of the above, your Directors recommend the passing of the proposed special resolution at item no. 6 of the Notice.

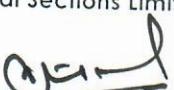
None of the Directors, Key Managerial Personnel of the Company, and/or their relatives are in any way concerned or interested financially or otherwise in the proposed resolution. The proposed resolution does not relate to or affect any other Company.

Registered Office

1, Sona Roopa Apartment,
Opp. Lal Bungalow, C. G. Road,
Navrangpura, Ahmedabad - 380009

Ahmedabad
31 10 2021

By order of the Board
Mittal Sections Limited


Atul Balwantrai Mittal
Managing Director
DIN: 02282605



Directors' Report

To,

The Members of
Mittal Sections Limited

The Board of Directors hereby submits the report of the business and operations of the Company along with the audited financial statements, for the financial year ended **March 31, 2021**.

1. About the Company

Your company was incorporated on April 2, 2009 under part – IX of the Companies Act, 1956 vide Corporate Identification No. U27109GJ2009PLC056527 issued by the Registrar of Companies, Gujarat, Ahmedabad. Your company is in to the business of manufacturers of structural products like MS Angles, MS Channels, MS Sections and MS Rebars etc.

2. Results from Operations

Particulars	(Rs. In Lakhs)	
	Standalone 2020 - 2021	2019 - 2020
Revenue From Operations	8,877.38	12,580.40
Profit/(Loss) before depreciation, amortization, finance cost & tax	175.30	67.27
Less : Depreciation & Amortization Expenses	85.85	86.34
Finance Cost	171.31	101.52
Profit/(Loss) before tax	(81.86)	(120.59)
Less : Current Tax Expenses (MAT)	-	-
MAT Credit Entitlement	-	-
Deferred Tax	(21.02)	(10.00)
Earlier year	-	1.34
Net Profit/(Loss) after Tax	(60.84)	(111.93)
Add : Balance brought forward from previous year		
Balance carried to the Balance Sheet	(60.84)	(111.93)

3. Business

During the year under review, the Company has achieved gross revenue of ₹8877.38 lacs as compared to ₹ 12580.40 lacs during the previous year.

The Company has made post tax loss of ₹ 60.84 lacs as against post tax loss of ₹111.93 lacs during previous financial year.

4. Dividend

In view of losses, your directors do not recommend any dividend for the year ended on **March 31, 2021**. Further the Company has not transferred any amount to reserves during the year.

5. Directors and Key Managerial Personnel

Pursuant to the provisions of Section 152 and other applicable provisions if any, of the Companies Act, 2013 and the Rules made there under Mrs. Sushiladevi Balwantrai Mittal (DIN : 02283607), Director of the Company will retire by rotation at the ensuing Annual General Meeting and she being eligible offers herself for re-appointment in accordance with the provisions of Companies Act, 2013. Your Directors recommend her re-appointment.
During the year under the review:

1. As the term of office of Mr. Parthik Jitendrabhai Shah (DIN:01616057) and Mr. Pranav Gokulbhai Patel (DIN: 07226291) as Independent Directors is valid upto 17th November, 2021, the Board of Directors, subject to approval of members at the ensuing Annual General Meeting, proposes their re-appointment for further term of 5 years w.e.f. 18th November, 2026. The resolutions proposing their reappointment are set out in the notice convening the Annual General Meeting. The Board recommends reappointment of above Directors.

Directors' Report

6. Deposits

The Company has neither accepted nor renewed any deposits during the year under review, within the meaning of Section 73 of the Companies Act, 2013.

7. Material Changes and Commitment if any affecting the financial position of the Company occurred between the end of the financial year to which this Financial Statements related and the date of the report

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year of the company under review and date of the Board's report.

8. Explanation or comments on qualifications, reservations or adverse remarks or disclaimers made by the Statutory Auditors

There were no qualifications, reservations or adverse remarks made by the Auditors in their report.

9. Number of board meetings conducted during the year

The Company had conducted 8 (eight) board meetings during the financial year under review.

Name of Director of the Company	25.04.2020	29.05.2020	29.06.2020	08.09.2020	16.09.2020	28.09.2020	28.12.2020	03.03.2021	Total Meetings Attended
Mr. Ajay Balwantrai Mittal	✓	✓	✓	✓	✓	✓	✓	✓	8/8
Mr. Atul Balwantrai Mittal	✓	✓	✓	✓	✓	✓	✓	✓	8/8
Mrs. Sushiladevi Balwantrai Mittal	✓	✓	✓	✓	✓	✓	✓	✓	8/8
Mr. Pranav Patel	✓	✓	✓	✓	✓	✓	✓	✓	8/8
Mr. Parthik Shah	✓	✓	✓	✓	✓	✓	✓	✓	8/8

The Company had conducted 2 (Two) Audit Committee meeting during the financial year under review.

Name of Director of the Company	25.04.2020	28.09.2020	Total Meetings Attended
Mr. Atul Mittal	✓	✓	2/2
Mr. Pranav Patel	✓	✓	2/2
Mr. Parthik Shah	✓	✓	2/2

The Company had conducted 1 (One) Nomination and Remuneration Committee meeting during the financial year under review.

Name of Director of the Company	28.09.2020	Total no. of meetings attended
Mrs. Sushiladevi Balwantrai Mittal	✓	1/1
Mr. Pranav Patel	✓	1/1
Mr. Parthik Shah	✓	1/1

Directors' Report

10. Particulars of loans, guarantees, security or investments made under section 186 of the Companies Act, 2013

During the year under review, the Company has not made any investments, not granted any loan, provided any guarantee or security falling under the purview of provision of section 186 of the Companies Act, 2013.

11. Risk Management Policy

The Management regularly reviews the risk and took appropriate steps to mitigate the risk. The company has in place the Risk Management policy. The Company has a robust Business Risk Management(BRM) framework to identify, evaluate, business risks, Financial risk, Competition risk, Human resource risk. In the opinion of the Board, no risk has been identified that may threaten the existence of the Company.

12. Insurance

All the insurable interests of the Company under legislative enactments are adequately insured.

13. Maintenance of Cost records

The Directors of the Company to the best of their knowledge and belief state that the Company has maintained adequate Cost records as required to be maintained by the Company under the provisions of Section 148 of the Companies Act, 2013 read with the relevant Rules framed thereunder.

14. Prevention of Sexual Harassment at Workplace

The Company is committed to provide a safe and conducive work environment to its employees during the year under review.

An Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

15. Secretarial Standards

The Board of Directors of the company have complied with applicable Secretarial Standards issued by The Institute of Company Secretaries of India.

16. Internal Financial Control System and its adequacy

The Company has an adequate Internal Financial Control System, commensurate with the size, scale and complexity of its operations. The scope and authority of the Internal Financial Control function is well defined.

17. Extract of Annual Return

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in **Annexure - I** in the prescribed **Form MGT - 9** and is attached to this Report.

18. Declaration by Independent Directors

Pursuant to the provisions of Section 134 of the Companies Act, 2013 with respect to the declaration given by the Independent Director of the Company under Section 149 (6) of the Companies Act, 2013, the Board hereby confirms that all the Independent Directors have given declarations and further confirms that they meet the criteria of Independence as per the provisions of Section 149 (6).

Directors' Report**19. Particulars of contracts or arrangements made with related parties**

Details of contracts or arrangements with related parties referred to in 188 (1) are as per Annexure - IV.

20. Particulars relating to conservation of energy, technology absorption, foreign exchange inflow and outflow etc.

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in **Annexure - II** which is attached to this report.

21. Company's policy relating to directors appointment, payment of remuneration and discharge of their duties

Pursuant to the requirements of Section 134 and 178 of the Companies Act, 2013, the policy on appointment of Board Members and policy on remuneration of the Directors, KMPs and other employees is attached as **Annexure - III** to this

22. Particulars of Employees

During the year under review, there are no employees drawing remuneration which is in excess of the limit as prescribed under Section 197 of the Companies Act, 2013 read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

23. Details of significant and material orders passed by regulators or courts or tribunals

There are no significant & material orders passed by the regulators or courts or tribunal impacting the going concern status and Company's operations in future.

24. Disclosure of Composition of Audit Committee

The Audit Committee of the Company as on **March 31, 2021** consists of following Directors as its members:

Sr. No.	Name of the Committee member	Committee Designation
1	Mr. Atul Mittal	Chairman
2	Mr. Parthik Shah	Member
3	Mr. Pranav Patel	Member

25. Disclosure of Composition of Nomination and Remuneration Committee

The Nomination And Remuneration Committee of the Company as on **March 31, 2021** consists of following Directors as its members :

Sr. No.	Name of the Committee member	Committee Designation
1.	Mrs. Sushiladevi Mittal	Chairperson
2.	Mr. Parthik Shah	Member
3.	Mr. Pranav Patel	Member

Directors' Report

26. Details of significant and material orders passed by regulators or courts or tribunals

There are no significant & material orders passed by the regulators or courts or tribunal impacting the going concern status and Company's operations in future.

27. Directors' Responsibility Statement

The Directors' Responsibility Statement referred to in Clause (c) of sub-section (3) of Section 134 of the Companies Act, shall state that –

- (i) In the preparation of the annual financial statement, the applicable accounting standards had been followed and that no material departures have been made for the same.
- (ii) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are 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 that year.;
- (iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- (iv) The Directors have prepared the annual accounts on a going concern basis.
- (v) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

28. Statutory Auditors

M/s. Nirav D. Shah & Co., Proprietorship Firm, Chartered Accountants (Firm Reg. No. 119132W), were appointed as statutory auditors for a term of five years to hold office till the conclusion of the Annual general Meeting to be held for the financial year ending on 31st March, 2024. In view of the amended section 139 by the companies (Amendment) Act, 2017, the present Statutory Auditors of the company will continue to act as statutory auditors till the expiry of their present term.

29. Cost Auditors

The Company had appointed Devang Patel & Associates, Cost Accountants, as the Cost Auditor of the Company for the year ended **March 31, 2021**. The Audit report of the cost accounts of the Company for the year ended **March 31, 2021**, for Steel Products will be filed within the stipulated period under Companies Act, 2013.

The Board of Directors have, based on the recommendation of the Audit Committee, appointed Devang Patel & Associates, Cost Accountants to audit the cost accounts of the Company for the year **2021 - 2022**. In terms of Section 148(3) of the Companies Act, 2013 and Rule 14 of the Companies (Audit & Auditors) Rules, 2014, necessary resolution seeking member's ratification for the remuneration payable to said Cost Auditors is included in the agenda of the Notice convening the Annual General Meeting.

Directors' Report**30. Industrial Relations**

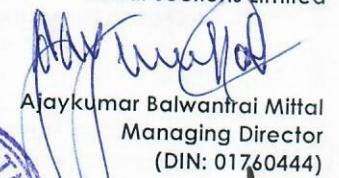
The Company has maintained cordial relations with the employees of the Company throughout the year. The Directors wishes to place on record sincere appreciation for the services rendered by the employees of the Company during the year.

31. Acknowledgement

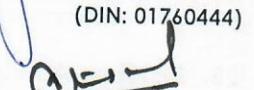
The Board takes this opportunity to express its appreciation of the valuable support and assistance received from bankers, which has played important role in progress of the Company.

Your directors places on record their sincere appreciation for the assistance and co-operation extended by customers, vendors, employees of the Company at all level and other business associates of the Company for their commitment, dedication and respective contribution to the Company's operations during the year under review.

For and on behalf of the board of
Mittal Sections Limited


Ajaykumar Balwantrai Mittal
Managing Director
(DIN: 01760444)




Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
October 31, 2021

Annexures to the Directors' Report**Annexure - I****Extract of Annual Return****Form No. MGT 9**

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management & Administration) Rules, 2014]

I. Registration and Other Details

i.	CIN	:	U27109GJ2009PLC056527
ii.	Registration Date	:	April 2, 2009
iii.	Name of the Company	:	Mittal Sections Limited
iv.	Category/Sub category of the Company	:	Public Company Having Share Capital
v.	Address of the Registered office and contact details	:	1, Sona Roopa Apartment, Opp. Lal Bungalow, C. G. Road, Navrangpura, Ahmedabad - 380009
vi.	Whether Listed Company	:	Yes / No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	:	Bigshare Services Private Limited Address : 3, ANSA Industrial Estate, Saki Vihar Road, Sakinaka, Mumbai - 400072, Contact : 02240430200

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 :

Sr. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
i	Manufacturing of Mild Steel Structural Steel Products	2410	100%

III. Particulars of Holding, Subsidiary and Associate Companies :

Sr. No.	Name and address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of Shares held	Applicable Section
1			N.A.		

Annexures to the Directors' Report

Annexure - I

Extract of Annual Return

IV. Shareholding Pattern (Equity share capital break-up as percentage of total equity)

i) Category wise Share holding

Category of Share holders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year	
	Demat	Physical	Total	% of total shares	Physical	Physical	Total	% of total shares		
(A) Promoter and Promoter Group										
(1) Indian										
a) Individ./HUF	-	2,173,000	2,173,000	82.86	1,997,000	176,000	2,173,000	82.86	-	
b) Central Gov.	-	-	-	-	-	-	-	-	-	
c) State Govt.	-	-	-	-	-	-	-	-	-	
d) Bodies Corp.	-	447,500	447,500	17.06	-	447,500	447,500	17.06	-	
e) Banks/FIs	-	-	-	-	-	-	-	-	-	
f) Any other	-	-	-	-	-	-	-	-	-	
Sub Total A (1) :	-	2,620,500	2,620,500	99.92	1,997,000	623,500	2,620,500	99.92	-	
(2) Foreign										
a) Individ./NRI	-	-	-	-	-	-	-	-	-	
b) Other Indivi.	-	-	-	-	-	-	-	-	-	
c) Bodies Corp.	-	-	-	-	-	-	-	-	-	
d) Banks/FIs	-	-	-	-	-	-	-	-	-	
e) Any other	-	-	-	-	-	-	-	-	-	
Sub Total A (2) :	-	-	-	-	-	-	-	-	-	
Total Shareholding of promoters A = A (1) + A (2) :	-	2,620,500	2,620,500	99.92	1,997,000	623,500	2,620,500	99.92	-	
(B) Public Shareholding										
(1) Institutions										
a) MFs/UTI	-	-	-	-	-	-	-	-	-	
b) Banks/FIs	-	-	-	-	-	-	-	-	-	
c) Central Gov.	-	-	-	-	-	-	-	-	-	
d) State Govt.	-	-	-	-	-	-	-	-	-	
e) VC Funds	-	-	-	-	-	-	-	-	-	
f) Insur. Cos.	-	-	-	-	-	-	-	-	-	
g) FIs	-	-	-	-	-	-	-	-	-	
h) Foreign VCF	-	-	-	-	-	-	-	-	-	
i) Any other	-	-	-	-	-	-	-	-	-	
Sub Total B (1) :	-	-	-	-	-	-	-	-	-	
(2) Non-Institutions										
a) Bodies Corp.	-	-	-	-	-	-	-	-	-	
b) Individual										
(i) Individuals Holding Nominal share capital up to ₹ 1 lac	-	2,000	2,000	0.08	2,000	2,000	2,000	0.08	-	

Annexures to the Directors' Report

Annexure - I

Extract of Annual Return

IV. Shareholding Pattern (Equity share capital break-up as percentage of total equity)

i) Category wise Share holding (contd....)

Category of Share holders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of total shares	Physical	Physical	Total	% of total shares	
(ii) Individuals Holding Nominal share capital in excess of 1 lac	-	-	-	-	-	-	-	-	-
c) Any other	-	-	-	-	-	-	-	-	-
i) Foreign Bod.	-	-	-	-	-	-	-	-	-
ii) Foreign Port.	-	-	-	-	-	-	-	-	-
iii) NRI/OCB	-	-	-	-	-	-	-	-	-
iv) Trusts	-	-	-	-	-	-	-	-	-
Sub Total B (2) :	-	2,000	2,000	0.08	-	2,000	2,000	0.08	-
Total Public Shareholding B = B (1) + B (2) :		2,000	2,000	0.08		2,000	2,000	0.08	-
Total A+B :	-	2,622,500	2,622,500	100.00	1,997,000	625,500	2,622,500	100.00	-
(C) Shares held by custodians for ADRs	-	-	-	-	-	-	-	-	-
Grand Total A+B+C :	-	2,622,500	2,622,500	100	1,997,000	625,500	2,622,500	100	-

ii) Shareholding of Promoters

Sr. No.	Name of the shareholder	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in the shareholding during the year
		No. of Shares	% of total shareholding of the Company	% of shares pledged/encumbered	No. of Shares	% of total shareholding of the Company	% of shares pledged/encumbered	
1.	Ajay Balwantrai	1,067,500	40.71%	-	1,067,500	40.71%	-	-
2.	Atul Balwantrai Mittal	1,067,500	40.71%	-	1,067,500	40.71%	-	-
3.	Welplan Tradelink Private Limited	447,500	17.06%	-	447,500	17.06%	-	-
4.	Sushiladevi Mittal	36,000	1.37%	-	36,000	1.37%	-	-
5.	Ritu Mittal	1,000	0.04%	-	1,000	0.04%	-	-
6.	Monika Mittal	1,000	0.04%	-	1,000	0.04%	-	-
	Total :	2,620,500	99.92%	-	2,620,500	99.92%	-	-

Annexures to the Directors' Report

Annexure - I

Extract of Annual Return

IV. Shareholding Pattern (Equity share capital break-up as percentage of total equity)

iii) Change in Promoter's Shareholding (Please specify, if there is no change): No change during the year under review

iv)

Shareholding pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

Sr No.	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Ankit Garg				
	At the beginning of the	1,000	0.04	1,000	0.04
		No increase/decrease during the year			
2.	Pankaj Garg				
	At the End of the year	1,000	0.04	1,000	0.04
	At the beginning of the	1,000	0.04	1,000	0.04
		No increase/decrease during the year			
	At the End of the year	1,000	0.04	1,000	0.04

v) Shareholding of Directors and Key Managerial Personnel

Sr No.	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1	Atul Balwantrai Mittal				
	At the beginning of the	1,067,500	40.71	1,067,500	40.71
		No change			
	At the End of the year	1,067,500	40.71	1,067,500	40.71

Annexures to the Directors' Report

Annexure - I

Extract of Annual Return

IV. Shareholding Pattern (Equity share capital break-up as percentage of total equity)

v) Shareholding of Directors and Key Managerial Personnel

Sr No.	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
2	Sushiladevi Balwantrai Mittal	At the beginning of the year	36,000	1.37	36,000
		At the End of the year	36,000	No change	1.37
3	Parthik Jitendrabhai Shah	At the beginning of the year	36,000	1.37	36,000
		At the End of the year	-	-	1.37
4	Pranav Gokulbhai Patel	At the beginning of the year	-	-	-
		At the End of the year	-	No change	-
5	Ajaykumar Balwantrai Mittal	At the beginning of the year	1,067,500	40.71	1,067,500
		At the End of the year	1,067,500	No change	40.71
		At the End of the year	1,067,500	40.71	1,067,500
					40.71

V. Indebtedness of the Company

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

Sr No.	Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	In ₹ Total Indebtedness
A.	Indebtedness at the beginning of the financial year				
i)	Principal amount	111,741,186	29,961,150	-	141,702,336
ii)	Interest due but not paid	485,683	-	-	485,683
iii)	Interest accrued but not due	-	-	-	-
	Total (i+ii+iii) :	112,226,869	29,961,150	-	142,188,019
B.	Change in Indebtedness during the financial year				
	Addition				
	Reduction	27,416,032	16,360,283	-	43,776,315
	Net Change :	27,416,032	16,360,283	-	(43,776,315)
C.	Indebtedness at the end of the financial year				
i)	Principal amount	84,223,873	13,600,867	-	97,824,740
ii)	Interest due but not paid	586,964	-	-	586,964
iii)	Interest accrued but not due	-	-	-	-
	Total (i+ii+iii) :	84,810,837	13,600,867	-	98,411,704

Annexures to the Directors' Report

Annexure - I

Extract of Annual Return

VI. Remuneration of Directors and Key Managerial Personnel

A. Remuneration to Managing Director, Whole Time Directors and/ or Manager

Sr No.	Particulars of Remuneration	Name of MD/ WTD/ Manager				₹ in lacs Total Amount
		Ajay Mittal	Atul Mittal	-	-	
1.	Gross Salary					
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	48.00	48.00	NIL	NIL	96.00
	(b) Value of perquisites u/s. 17(2) of the Income Tax Act, 1961	-	-	-	-	-
	(c) Profits in lieu of salary under Section 17(3) of the Income Tax Act, 1961	-	-	-	-	-
2.	Stock Option	-	-	-	-	-
3.	Sweat Equity	-	-	-	-	-
4.	Commission	- as % of profit - others, specify	-	-	-	-
5.	Others, please specify	-	-	-	-	-
Total :		48.00	48.00	-	-	96.00
Ceiling as per the Act :		-	-	-	-	-

B. Remuneration to other Directors: NIL

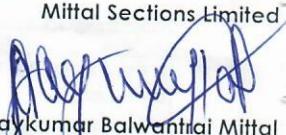
VI. Remuneration of Directors and Key Managerial Personnel

C. Remuneration to key managerial personnel other than MD/Manager/ WTD: NIL

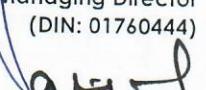
Extract of Annual Return

VII. Penalties/Punishment/Compounding Of Offences:

There were no penalties / punishments / compounding of offences for the year under review.

For and on behalf of the board of
Mittal Sections Limited


Ajaykumar Balwantrai Mittal
Managing Director
(DIN: 01760444)

Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
October 31, 2021

Annexures to the Directors' Report**Annexure - II****Details of Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo****A. Conservation of Energy**

(i)	the steps taken or impact on conservation of energy	The Company has taken measures and applied strict control system to monitor day to day power consumption, to endeavour to ensure the optimal use of energy with minimum extent possible wastage as far as possible. The day to day consumption is monitored and various ways and means are adopted to reduce the power consumption in an effort to save energy.
(ii)	the steps taken by the company for utilizing alternate sources of energy	None
(iii)	the capital investment on energy conservation equipments	Company is continuously monitoring and making effort for optimum utilization of equipments which ensures to conserve energy during routine operations itself. There is no specific investment plan for energy conservation.

B. Technology Absorption

(i)	the efforts made towards technology absorption	Company has always been making best effort towards technology absorption, adaptation and innovation to improve the quality.
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	It improves the quality of company's products being manufactured and reduce the cost of production.
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year :-	
(a)	the details of technology imported	N. A.
(b)	the year of import	N. A.
(c)	whether the technology been fully absorbed	N. A.
(d)	if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	N. A.
(iv)	the expenditure incurred on Research and Development	Nil

Annexures to the Directors' Report

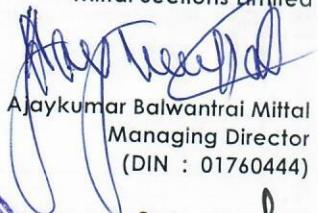
Annexure - III

Details of Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo

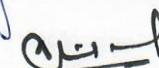
C. Foreign Exchange Earnings and Outgo

Particulars	2020-21	₹ in lacs 2019-20
A. Foreign Exchange Earnings (FOB Basis)	Nil	Nil
B. Foreign Exchange Outgo	Nil	Nil

For and on behalf of the board of
Mittal Sections Limited



Ajaykumar Balwantrai Mittal
Managing Director
(DIN : 01760444)



Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)



Ahmedabad
October 31, 2021

Annexures to the Directors' Report

Annexure - III

Policy on Directors Appointment and Remuneration

In terms of Section 178 of the Companies Act, 2013, the policy on nomination and remuneration of Directors, Key Managerial Personnel, Senior Management and other employees of the Company has been formulated by the Nomination and Remuneration Committee of the Company and approved by the Board of Directors.

- I. The following matters of provisions of the Companies Act, 2013 have been included and considered while formulating the Remuneration Policy for the Company**
 - a. Criteria determining the qualifications, positive attributes and independence of a Director.
 - b. Appointment and removal of Directors, Key Managerial Personnel, Senior Management.
 - c. Remuneration for the Directors, Key Managerial Personnel, Senior Management and other employees.
 - d. Evaluation of performance of the Directors of the Company.
 - e. Scope and Role of the Nomination and Remuneration Committee.
 - f. Disclosures in the Directors' Report.

II. Objectives

- 1. To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- 2. To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.
- 3. To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.
- 4. To provide to Key Managerial Personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the Company's operations.
- 5. To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage.

III. Remuneration to Non-Executive Directors / Independent Directors :

The general policy of the Board is to provide the remuneration to the Non-Executive Director which shall be fixed considering the time and travel commitment required from such Non-Executive Directors for discharging their duties.

Sitting Fees

The Non- Executive Directors may receive remuneration by way of fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed One Lac per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.

Annexures to the Directors' Report**Annexure - III****Policy on Directors Appointment and Remuneration****IV. Components of Remuneration to Whole-Time/Executive Directors /Managing Directors/Key Managerial Personnel and Senior Management Employees****Fixed Pay**

The Whole-time Director/KMP and Senior Management Personnel shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee. The breakup of the pay scale and quantum of perquisites including, employer's contribution to P.F, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board/ the Person authorized by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

Minimum Remuneration

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managing Director and Whole-time Director in accordance with the provisions of Schedule V of the Act and if it is not able to comply with such provisions, with the previous approval of the Central Government.

Provision for Excess Remuneration

If any Whole-time Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Act or without the prior sanction of the Central Government, where required, he / she shall refund such sums to the Company and until such sum is refunded, hold it in trust for the Company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Central Government.

The remuneration / compensation / commission etc. to the Whole-time Director, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required. Increments to the existing remuneration/compensation structure may be recommended by the Committee to the Board.

IV. Criteria for Identification of Persons for Appointment as Director, Key Managerial Personnel and Senior Management

In accordance with the provisions of Section 178 of the Companies Act, 2013, Nomination and Remuneration Committee is required to formulate the criteria for determining the qualification, positive attribute and independence of a Director.

The criteria adopted by the Nomination and Remuneration Committee are as under:

Appointment Criteria and Qualification :

1. A person should possess adequate qualification, expertise and experience for the position he/she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient/satisfactory for the concerned position.
2. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director and recommend to the Board his / her appointment.

Annexures to the Directors' Report

Annexure - III

Policy on Directors Appointment and Remuneration

IV. Criteria for Identification of Persons for Appointment as Director, Key Managerial Personnel and Senior Management

Appointment Criteria and Qualification

3. The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

Terms and Tenure

1. Managing Director/Whole-time Director

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

2. Independent Director

- a. An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.
- b. No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly. However, if a person who has already served as an Independent Director for 5 years or more in the Company as on October 1, 2014 or such other date as may be determined by the Committee as per regulatory requirement; he/ she shall be eligible for appointment for one more term of 5 years only.

For and on behalf of the board of
Mittal Sections Limited

Ajaykumar Balwantrai Mittal
Managing Director
(DIN : 01760444)



Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
October 31, 2021

Annexures to the Directors' Report

Annexure - IV

FORM NO. AOC -2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

All contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 are at arms' length basis.

2. Details of material contracts or arrangement or transactions at arm's length basis:

Name of Related Party (As mentioned in AS -18)	Nature of relationship	Nature of Contract / agreement / transactions	Duration of contracts / agreements / transactions	Salient terms of contracts or agreements, or transactions including the value, if any	Date of approval by the Board, if any	Amount paid as advances, if any
Aroo Industries	Associate Enterprise	Purchase of Goods	1st April, 2020 to 31st March, 2021	Rs. 21,20,03,263/-	N.A.	NIL
AM Steel	Associate Enterprise	Purchase of Goods	1st April, 2020 to 31st March, 2021	Rs. 24,90,53,102/-	N.A.	NIL
Mittal Steel	Associate Enterprise	Purchase of Goods	1st April, 2020 to 31st March, 2021	Rs. 32,25,81,450/-	N.A.	NIL
Aroo Industries	Associate Enterprise	Sale of Goods	1st April, 2020 to 31st March, 2021	Rs. 14,28,920/-	N.A.	NIL
AM Steel	Associate Enterprise	Sale of Goods	1st April, 2020 to 31st March, 2021	Rs. 29,98,359/-	N.A.	NIL
Mittal Steel	Associate Enterprise	Sale of Goods	1st April, 2020 to 31st March, 2021	Rs. 90,98,922/-	N.A.	NIL

For and on behalf of the board of
Mittal Sections Limited

Ajaykumar Balwantrai Mittal
Managing Director
(DIN : 01760444)



Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)



NDS

Nirav D. Shah & Co.
CHARTERED ACCOUNTANTS

Independent Auditors' Report

To,

The members of
Mittal Sections Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Mittal Sections Limited (the Company)** which comprise the Balance Sheet as at **March 31, 2021**, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

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

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, 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.

Information other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexures to the Board's Report but does not include the financial statements and our auditor's report thereon.

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

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

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

A-403, Nirman Complex, Opp. Havmor Restaurant,
Nr. Stadium Cross Roads, Navrangpura,
Ahmedabad - 380 009, Gujarat, INDIA

+91 79 2640 1910 info@ndshah.com
+91 79 6605 7976 www.ndshah.com



Independent Auditors' Report**Responsibilities of Management and Those Charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls- that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Responsibilities for Audit of Standalone Financial Statement

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. Misstatement can arise from fraud or error and are considered material if, individually, or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- a. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b. 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 integral financial controls system in place and the operating effectiveness of such controls.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



Independent Auditors' Report**Responsibilities for Audit of Standalone Financial Statement**

- d. 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.
- e. 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure - A**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that :
 - a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit ;
 - b) In our opinion, proper books of account, as required by the law, have been kept by the Company, so far as appears from our examination of those books ;
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account ;
 - d) In our opinion, the aforesaid financial statements comply with the applicable Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014 ;
 - e) On the basis of written representations received from the directors as on **March 31, 2021**, and taken on record by the Board of Directors, none of the directors is disqualified as on **March 31, 2021**, 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 Control with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure - B**" ;
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended :

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.



Independent Auditors' Report

Report on Other Legal and Regulatory Requirements

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses.
 - iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

Ahmedabad
October 31, 2021



For Nirav D. Shah & Co.
Chartered Accountants
Firm Registration No. 119132W


Nirav D. Shah
Proprietor
Membership No. 106627

UDIN: 21106627AAAAGP8409

Annexure - A to the Independent Auditors' Report

Refer to the paragraph "Report on other Legal and Regulatory Requirements" of the independent auditor's report of even date to the members of Mittal Sections Limited on the financial statements for the year ended March 31, 2021.

Re : Mittal Sections Limited

1. Fixed Assets

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
- (c) According to the information and explanations given to us, we report that, the title deeds of immovable properties are held in the name of the Company.

2. Inventories

- i. Physical verification of inventory has been conducted at reasonable intervals by the management.
- ii. The procedure of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business.
- iii. On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. There is no material discrepancies noticed on physical verification.

3. According to the information and explanation given to us the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Act. Accordingly, provisions of clause 3 (iii) (a), (b) and (c) of the Order are not applicable to the Company, and hence not commented upon.

4. The Company has not granted any loans or provided any guarantee or security to the parties covered under section 185 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iv) of the Order are not applicable.

5. According to the information and explanations given to us, the Company has not accepted any deposit from the public within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, provisions of clause 3(v) of the Order is not applicable, and hence not commented upon.

6. We have broadly reviewed the cost records maintained by the Company pursuant to rules made by the Central Government. We are of the opinion that *prima facie* the prescribed accounts and records have been maintained and being made. We have not however, made a detailed examination of these records with a view to determine whether they are accurate or complete.



Annexure - A to the Independent Auditors' Report

7. (i) According to the information given to us, the Company is generally regular in depositing undisputed statutory dues with the appropriate authorities.
- (ii) There are no outstanding undisputed statutory dues as at the last day of the financial year under audit for a period of more than six months from the date they became payable.
- (iii) According to the information and explanations given to us, there are no statutory dues, which are required to be deposited on account of any dispute.
8. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to the financial institution and bank. The Company has not issued debentures; hence the question of reporting for default in repayment of debentures does not arise.
9. In our opinion and according to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments). The Company has raised funds through term loan and the same has been applied for the purpose for which it was obtained.
10. According to the information and explanations given to us, no fraud by Company or any fraud on the Company by its officers and employees have been noted or reported during the year.
11. In our opinion and according to the information and explanation given to us, managerial remuneration has been paid/provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
12. According to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, provisions of clause 3(xii) of the Order are not applicable to the Company.
13. According to the information and explanations given to us, provisions contained in section 177 of the Companies Act, 2013 are not applicable to the Company and hence provisions of clause (xiii) of the Order is not applicable to the Company. Further, transactions with the related parties are in compliance with section 188 of the Companies Act, 2013, and details of transactions have been disclosed in the notes to the financial statements as required by the applicable accounting standards.
14. According to the information and explanation given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review. Accordingly, provisions of clause 3(xiv) of the Order are not applicable to the Company.
15. According to the information and explanation given to us, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review. Accordingly, provisions of clause 3(xiv) of the Order are not applicable to the Company.



Annexure - A to the Independent Auditors' Report

16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Ahmedabad
October 31, 2021



For Nirav D. Shah & Co.
Chartered Accountants
Firm Registration No. 119132W

Nirav D. Shah
Proprietor
Membership No. 106627

UDIN: 21106627AAAAGP8409

Annexure – B to the Independent Auditor's Report

Referred to in paragraph 2 (f) under 'Report on Other Legal & Regulatory Requirement' section of our report of even date to the Members of Mittal Sections Limited

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 **Mittal Sections Limited** ("the Company") as of **March 31 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". 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 Auditors' judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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



Annexure – B to the Independent Auditor's Report

Inherent Limitations of Internal Financial Controls over Financial Reporting

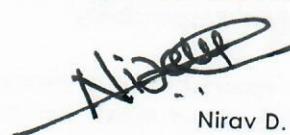
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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 **March 31 2021**, based on "the internal control over financial reporting criteria established by the Company Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For Nirav D. Shah & Co.
Chartered Accountants
Firm Registration No. 119132W





Nirav D. Shah
Proprietor

Membership No. 106627

UDIN: 21106627AAAAGP8409

Ahmedabad
October 31, 2021

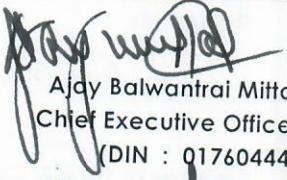
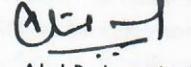
Balance Sheet as at March 31, 2021

Particulars	Note No.	As at March 31, 2021	As at March 31, 2020
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	1	26,225,000	26,225,000
(b) Reserves and surplus	2	10,554,317	16,638,746
Non-current liabilities			
(a) Long-term Borrowings	3	71,962,799	76,313,629
(b) Deferred Tax Liabilities (Net)	4	-	220,223
(c) Long-term Provisions	5	1,373,136	1,224,521
Current liabilities			
(a) Short-term Borrowings	6	76,191,332	59,996,831
(b) Trade Payables	7	49,161,617	54,750,482
(c) Other Current Liabilities	8	34,647,010	26,496,840
(d) Short-Term Provisions	9	26,747	24,110
Total :		270,141,958	261,890,382
ASSETS			
Non-current assets			
(a) Property, Plant and Equipments	10	83,100,683	88,498,372
(b) Non Current Investments	11	410,592	410,592
(c) Deferred Tax Assets (Net)	12	1,881,569	
(d) Long Term Loans and Advances	13	5,220,965	4,148,980
Current assets			
(a) Inventories	14	85,476,747	73,354,207
(b) Trade receivables	15	60,835,527	60,703,771
(c) Cash and cash equivalents	16	640,765	4,212,901
(d) Short-term loans and advances	17	32,463,723	30,431,658
(e) Other current assets	18	111,387	129,901
Total :		270,141,958	261,890,382
Significant Accounting Policies			
Notes on Accounts	1-40		
The accompanying notes (note no.1 to note. No. 40) referred to above form an integral part of the Financial Statements			
As per our report of even date			
For Nirav D. Shah & Co. Chartered Accountants Firm Registration No. 119132W			
Nirav D. Shah Proprietor Membership No. 106627			
Ahmedabad October 31, 2021			
Nirav D. Shah & Co. Chartered Accountants M. No. 106627 FRN: 119132W Ahmedabad			
Ajay Balwantrai Mittal Chief Executive Officer (DIN : 01760444)			
Atul Balwantrai Mittal Managing Director (DIN : 02282605)			
Ajay Balwantrai Mittal Chief Executive Officer (DIN : 01760444)			
Atul Balwantrai Mittal Managing Director (DIN : 02282605)			

Mittal Sections Limited

2020 - 2021

Statement of Profit and Loss for the year ended on March 31, 2021

Particulars	Note No.	2020 - 2021	2019 - 2020
Revenue from Operations	19	886,079,180	1,258,038,711
Other Operational Income	20	1,659,121	1,120
Expenses		Total Revenue :	887,738,301
Purchase of Stock-In-Trade	21	795,768,433	1,145,820,730
Cost of Material	22	(6,992,685)	(9,102,069)
Changes in inventories of Finished Goods	23	15,522,479	16,738,407
Employee Benefit Expenses	24	17,131,315	10,151,663
Finance Cost	25	8,585,393	8,634,519
Depreciation and Amortization Expense	26	65,909,587	97,855,337
Total Expenses :		895,924,522	1,270,098,587
Profit/(Loss) Before Tax		(8,186,221)	(12,058,756)
Tax Expense :			
Current Tax		-	-
Less : MAT Credit Entitlement		-	-
Net Current Tax		-	-
Earlier Year Tax		-	-
Deferred Tax		(2,101,792)	(999,616)
Profit/(Loss) After Tax		(6,084,429)	(11,192,694)
Earnings per share			
Basic	27	(2.32)	(4.27)
Diluted	27	(2.32)	(4.27)
Significant Accounting Policies			
Notes on Accounts	1-40		
The accompanying notes (note no.1 to note. No. 40) referred to above form an integral part of the Financial Statements			
As per our report of even date			
For Nirav D. Shah & Co. Chartered Accountants Firm Registration No. 119132W			
Nirav D. Shah Proprietor			
Membership No. 106627			
Ahmedabad October 31, 2021			
		For and on behalf of the board of Mittal Sections Limited	
		 Ajay Balwantrai Mittal Chief Executive Officer (DIN : 01760444)	
		 Atul Balwantrai Mittal Managing Director (DIN : 02282605)	
		Ahmedabad October 31, 2021	

Cash Flow Statement for the year ended on March 31, 2021

Particulars	In ₹	
	2020 - 2021	2019 - 2020
A. Cash Flow from Operating Activities		
Profit/(Loss) Before Tax	(8,186,221)	(12,058,756)
<u>Adjusted For :</u>		
Depreciation	8,585,393	8,634,519
Provision for Retirement Benefits	151,252	301,177
Finance Cost	17,131,315	10,151,663
Operating Profit before Working Capital Changes :	17,681,739	7,028,603
<u>Adjusted For :</u>		
Increase / (Decrease) in Inventories	(12,122,540)	(1,607,911)
Increase / (Decrease) in Trade Receivables	(131,756)	36,322,538
Increase / (Decrease) in Short Term Loans & Advances	(2,032,065)	3,792,775
Increase / (Decrease) in Other Current Assets	18,514	339,300
Increase / (Decrease) in Long Term Loans & Advances	(1,881,569)	3,648,980
(Increase) / Decrease in Trade Payables & other Current Liabilities	18,755,806	(96,972,933)
Direct Taxes	-	(1,462,547)
Net Cash Flow from Operating Activities :	20,288,129	(48,911,195)
B. Cash Flow from Investing Activities		
Purchase of Property,Plant and Equipment	(4,051,151)	(16,776,418)
Sale of Property,Plant and Equipment	863,444	6,450,944
Investment in Shares	-	-
Net Cash Flow from Investing Activities :	(3,187,707)	(10,325,474)
C. Cash Flow from Financing Activities		
Long Term Borrowings	(4,350,830)	51,206,131
Finance Cost	(17,131,315)	(10,151,663)
Net Cash Flow from Financing Activities :	(21,482,145)	41,054,468
Net Increase/(Decrease) in Cash or Cash Equivalents :	(4,381,720)	(18,182,200)
Cash & Cash Equivalents at the beginning of the year	4,212,901	26,544,081
Cash & Cash Equivalents at the end of the year	640,765	4,212,901

The accompanying notes (note no.1 to note. No. 40) referred to above form an integral part of the Financial Statements

As per our report of even date

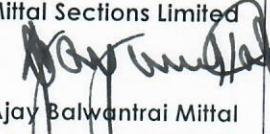
For Nirav D. Shah & Co.
Chartered Accountants
Firm Registration No. 119132W

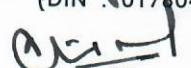
Nirav D. Shah
Proprietor

Membership No. 106627

Ahmedabad
October 31, 2021

For and on behalf of the board of
Mittal Sections Limited


Ajay Balwantrai Mittal
Chief Executive Officer
(DIN : 01760444)


Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)



Significant Accounting Policies**About the Company**

i.	CIN	:	U27109GJ2009PLC056527
ii.	Name of the Company	:	Mittal Sections Limited
iii.	Registration Date	:	April 02, 2009
iv.	PAN of the Company	:	AAFCM9771Q
v.	GSTIN of the Company	:	24AAFCM9771Q1ZM
vi.	Address of the Company	:	01, Sona Roopa Apartment, Opp. Lal Bungalow C.G. Road, Navrangpura Ahmedabad Ahmedabad GJ 380009 IN
vii.	Nature of Business	:	Manufacturing of Steel Products and wholesale trade of metals and metal ores

Significant Accounting Policies**I. AS - 1 Basis of Preparation of Financial Statements**

- (i) These financial statements have been prepared on going concern basis in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) and comply in all material aspects with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.

The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees rounded off to the nearest rupees. The accounting policies adopted in the preparation of these financial statements are consistent with those of previous year.

(ii) Use of Estimates

The preparation of financial statements in conformity with Indian GAAP 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 the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

II. AS - 2 Inventories

Inventories comprising of raw materials (including goods in transit) and finished goods are valued at the lower of cost or new realizable value after making such provisions as required on account of damage, unserviceable and obsolete stocks. Cost of inventories are determined under FIFO method and comprises of cost of purchase and other costs including overheads, net of recoverable taxes incurred in bringing them to their respective present location and condition. Value of inventories does not include indirect taxes or duties to the extent of which input tax credit is available.

Stores, spares and consumables are valued at cost.



Significant Accounting Policies**III. AS - 3 Cash Flow Statements**

Cash flows are reported using indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, financing and investing activities of the Company are segregated. Cash and cash equivalents in the cash flow comprise cash at bank, cash/cheques in hand and short-term investments with an original maturity of three months or less.

IV. AS - 9 Revenue Recognition

- (i) Revenue from sale of products is recognized when all the significant risks and rewards of ownership of the goods have been transferred to the buyer. Sale of Products are stated at contractual realisation values net of duty, tax and trade discounts. Sales return are accounted for when goods are returned by the buyer and received.
- (ii) Interest income is recognized on the time proportion method taking in to account the amount outstanding and applicable interest rates.
- (iii) All other incomes are accounted on accrual basis.

V. AS - 10 Property, Plant and Equipment

- (i) Property, Plant and Equipment are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Property, Plant and Equipment comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use. Subsequent expenditures related to an item of Property, Plant and Equipment are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

(ii) Depreciation

Depreciation on Property, Plant and Equipment is provided on Straight Line Method on the value of the Property, Plant and Equipment cost as on date capitalised. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Depreciation on additions/deletion is provided on pro-rata basis for the period Property, Plant and Equipment remained available for the use.

VI. AS - 12 Government Grants/Subsidies

Government grants/subsidies available to the enterprise are recognized when there is reasonable assurance that the enterprise will comply with the conditions attaching to them and the grants/subsidies will be received. In accordance with the Accounting Standard - 12 "Accounting for Government Grants", Government grants/subsidies received/receivable towards specific fixed assets have been deducted from the gross value of the concerned fixed assets and grant/ subsidies received during the year towards revenue expenses have been reduced from respective expenses.

VII. AS - 13 Investments

Investments are valued at cost.



Significant Accounting Policies**VIII. AS - 15 Employee Benefits****(i) Short term employee benefits**

Short term employee benefits are charged off at the undiscounted amount in the year in which the related service is rendered. The Company does not permit accumulation of privilege leaves.

(ii) Post-employment benefits

Post employment and other long term employee benefits are recognized as an expense in the Statement of Profit and Loss for the year in which the employee has rendered services. The Expenses is recognized at the present value of the amount payable determined using the Projected Unit Credit Method. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Statement of Profit and Loss.

IX. AS - 16 Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets is capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.

X. AS - 20 Earnings per Share

Basic EPS is computed using the weighted average number of equity shares outstanding during the year. Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year except where the results would be anti dilutive. The number of equity shares is adjusted for any share splits and bonus shares issued effected prior to the approval of the financial statements by the Board of Directors.

XI. AS - 22 Taxation

Income tax expense comprises current tax expense and deferred tax expense/credit. Current tax provision is determined on the basis of taxable income computed as per the provision of the Income-tax Act. Deferred tax is recognized for all timing differences that are capable of reversal in one or more subsequent periods by applying tax rates that have been substantially enacted by the balance sheet date.

Minimum Alternate Tax (MAT) credit entitlement is recognized in accordance with the Guidance Note on "Accounting for credit available in respect of Minimum Alternate Tax under the Income-tax Act, 1961" issued by ICAI. MAT credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income-tax during the specified period. At each balance sheet date the Company reassesses MAT credit asset, to the extent they become reasonably certain or virtually certain of realization, as the case may be and adjusts the same accordingly.

Deferred tax Assets are recognised to the extent there is virtual certainty that sufficient future taxable income will be available against which such deferred tax liability can be adjusted.



Notes on Financial Statements

Note - 1

Equity Share Capital

Particulars	As at March 31, 2021		As at March 31, 2020	
	Number	In ₹	Number	In ₹
Authorised Equity Shares of ₹ 10/-	3,000,000	30,000,000	3,000,000	30,000,000
Issued Equity Shares of ₹ 10/-	2,622,500	26,225,000	2,622,500	26,225,000
Subscribed & Paid-up Equity Shares of ₹ 10/-	2,622,500	26,225,000	2,622,500	26,225,000
Total :	2,622,500	26,225,000	2,622,500	26,225,000

The company has only one class of Equity having a par value of ₹ 10/- per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, if any, in proportion to their shareholding.

The reconciliation of the number of shares outstanding is set out below :

Particulars	As at March 31, 2021		As at March 31, 2020	
	Number	In ₹	Number	In ₹
Shares outstanding at the beginning of the year	2,622,500	26,225,000	2,622,500	26,225,000
Add : Shares issued during the year	-	-	-	-
Less : Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year :	2,622,500	26,225,000	2,622,500	26,225,000

The details of shareholders holding more than 5% of paid to equity shares

Name of Shareholder	As at March 31, 2021		As at March 31, 2020	
	Number	In ₹	Number	In ₹
Ajay Balwantrai Mittal	1,067,500	10,675,000	1,067,500	10,675,000
Atul Balwantrai Mittal	1,067,500	10,675,000	1,067,500	10,675,000
Welplan Tradelink P. Ltd.	447,500	4,475,000	447,500	4,475,000



Significant Accounting Policies**XII. AS - 28 Impairment of Assets**

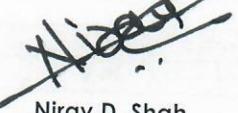
An asset is treated as impaired when the carrying cost of the same exceeds its recoverable amount. The impairment is charged to the Profit & Loss Account in the year in which an asset is identified as impaired. The impairment loss is recognized in prior accounting period is reversed if there has been a change in the estimates of the recoverable amount.

XIII. AS - 29 Contingencies & Provisions

Provisions involving substantial degree of estimates in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognised nor disclosed in the financial statements.

The accompanying notes (note no.1 to note No. 40) referred to above form an integral part of the Financial Statements

For Nirav D. Shah & Co.
Chartered Accountants
Firm Registration No. 119132W

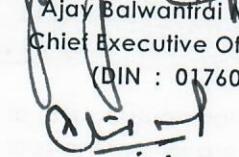

Nirav D. Shah
Proprietor
Membership No. 106627

Ahmedabad
October 31, 2021



For and on behalf of the board of
Mittal Sections Limited


Ajay Balwantrai Mittal
Chief Executive Officer
(DIN : 01760444)


Atul Balwantrai Mittal
Chief Executive Officer
(DIN : 02282605)

Ahmedabad
October 31, 2021

Mittal Sections Limited

2020 - 2021

Notes on Financial Statements

Note - 1

Equity Share Capital

Particulars	As at March 31, 2021		As at March 31, 2020	
	Number	In ₹	Number	In ₹
Authorised Equity Shares of ₹ 10/-	3,000,000	30,000,000	3,000,000	30,000,000
Issued Equity Shares of ₹ 10/-	2,622,500	26,225,000	2,622,500	26,225,000
Subscribed & Paid-up Equity Shares of ₹ 10/-	2,622,500	26,225,000	2,622,500	26,225,000
Total :	2,622,500	26,225,000	2,622,500	26,225,000

The company has only one class of Equity having a par value of ₹ 10/- per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, if any, in proportion to their shareholding.

The reconciliation of the number of shares outstanding is set out below :

Particulars	As at March 31, 2021		As at March 31, 2020	
	Number	In ₹	Number	In ₹
Shares outstanding at the beginning of the year	2,622,500	26,225,000	2,622,500	26,225,000
Add : Shares issued during the year	-	-	-	-
Less : Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year :	2,622,500	26,225,000	2,622,500	26,225,000

The details of shareholders holding more than 5% of paid to equity shares

Name of Shareholder	As at March 31, 2021		As at March 31, 2020	
	Number	In ₹	Number	In ₹
Ajay Balwantrai Mittal	1,067,500	10,675,000	1,067,500	10,675,000
Atul Balwantrai Mittal	1,067,500	10,675,000	1,067,500	10,675,000
Welplan Tradelink P. Ltd.	447,500	4,475,000	447,500	4,475,000



Mittal Sections Limited

2020 - 2021

Notes on Financial Statements

Note - 2

Reserve and Surplus

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Securities Premium Account		
As per last Balance Sheet	15,175,000	15,175,000
Add : On issue of equity shares	-	-
Surplus	Total (A) :	15,175,000
As per last Balance Sheet	1,463,746	12,656,440
Add : Current year's Net Profit/(Loss)	(6,084,429)	(11,192,694)
	Total (B) :	(4,620,683)
	Total (A+B) :	10,554,317
		16,638,746

Note - 3

Long Term Borrowings

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Secured Borrowings		
Term Loan from City Union Bank Limited A/c No. - 35991	23,684,460	26,072,222
Less : Interest accrued and due but not paid	186,124	244,469
Less : Current Maturities	2,498,122	2,239,627
	21,000,214	23,588,126
Term Loan from City Union Bank Limited A/c No. - 75117	26,788,817	-
Less : Interest accrued and due but not paid	208,817	-
Less : Current Maturities	4,612,927	-
	21,967,073	-
Term Loan from City Union Bank Limited A/c No. - 57845	16,723,064	18,996,591
Less : Interest accrued and due but not paid	130,773	160,523
Less : Current Maturities	2,420,947	2,182,879
	14,171,344	16,653,189
Term Loan from City Union Bank Limited A/c No. - 57846	7,823,403	9,540,240
Less : Interest accrued and due but not paid	61,250	80,691
Less : Current Maturities	1,850,983	1,671,208
	5,911,170	7,788,341



Notes on Financial Statements

Note - 3

Long Term Borrowings (contd...)

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Unsecured Loan from Shriram City Union Finance Limited Less : Current Maturities	3,599,125 1,646,860 1,952,265	4,988,356 1,389,231 3,599,125
Unsecured Loan from Tata Capital Finance Limited Less : Current Maturities	2,710,488 2,710,488 -	5,000,000 2,289,492 2,710,508
Total (C) :	3,522,753	13,024,846
Total (A + B + C) :	71,962,799	76,313,629
Maturity Profile of Long-Term Borrowings		
Repayable in the Financial Year 2021 - 2022	-	26,110,998
Repayable in the Financial Year 2022 - 2023	24,897,637	16,362,880
Repayable in the Financial Year 2023 - 2024	17,584,117	8,234,493
Repayable in the Financial Year 2024 - 2025	12,406,887	8,262,245
Repayable in the Financial Year 2025 - 2026	7,348,438	7,310,696
Repayable in the Financial Year 2026 - 2027	5,813,733	5,907,010
Repayable in the Financial Year 2027 - 2028	3,911,987	4,125,306
Total :	71,962,799	76,313,629

Secured Term Loan A/c (35991) from City Union Bank Limited, carrying interest rate of 9.25 % linked to bank's MCLR, is repayable in 120 equated monthly instalments of ₹ 3,99,000/-, commencing from March, 2018 to February, 2028.

Secured Term Loan A/c (75117) of ₹ 2,65,80,000/- from City Union Bank was availed on 19th September, 2020, carrying interest rate of EBLR i.e. 8.00% + 1.25%+ i.e. 9.25% p.a., is repayable after moratorium of 12 months in 36 equal monthly instalments of ₹ 8,48,333/-, commencing from September, 2020 to August, 2023. The loan has been sanctioned and availed under Emergency Credit Line Guarantee Scheme (ECLGS).

Secured Term Loan A/c (57845) from City Union Bank Limited, carrying interest rate of 9.25% linked to bank's MCLR, is repayable in 84 equated monthly instalments of ₹ 3,32,024/-, commencing from December, 2019 to November, 2026.

Secured Term Loan A/c (57846) from City Union Bank Limited, carrying interest rate of 9.25% linked to bank's MCLR, is repayable in 60 equated monthly instalments of ₹ 2,12,501/-, commenced from December, 2019 to November, 2024.

Secured Term Loan for Commercial Equipment Loan from HDFC Bank is repayable in 37 monthly instalments of ₹ 35,500/- commencing from February, 2020 to February, 2023. Term Loan facility is primarily secured by hypothecation of Ace Hydra Crane and further guaranteed by the non-independent directors of the company.



Notes on Financial Statements**Note - 3****Long Term Borrowings (contd...)**

Unsecured Term Loan from HDFC Bank carrying interest rate of 16.50% is repayable in 27 monthly instalments of ₹ 1,23,428/- commencing from June, 2020 to August, 2022 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from ICICI Bank carrying interest rate of 16.50% is repayable in 36 monthly instalments of ₹ 1,24,028/- commencing from April, 2020 to March, 2023 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from IDFC First Bank, carrying interest rate of 16% is repayable in 36 monthly instalments of ₹ 1,79,301/- commencing from April, 2020 to March, 2023 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Kotak Mahindra Bank carrying interest rate of 16.50%, is repayable in 24 monthly instalments of ₹ 2,45,520/- commencing from April, 2020 to March, 2022 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from RBL Bank, carrying interest rate of 16.25% is repayable in 36 monthly instalments of ₹ 1,23,835/- commencing from April, 2020 to March, 2023 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Axis Bank carrying interest rate of 16.50% is repayable in 24 monthly instalments of ₹ 1,47,607/- commencing from March, 2020 to February, 2022 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Bajaj Finance Limited, carrying interest rate of 17% is repayable in 24 monthly instalments of ₹ 1,24,842/- commencing from April, 2020 to March, 2022 and further guaranteed by the non-independent directors of the company.

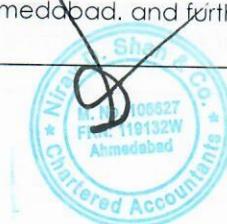
Unsecured Loan from ECL Finance Limited, carrying interest rate of 18% is repayable in 24 monthly instalments of ₹ 2,25,158/- commencing from April, 2020 to March, 2022 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from India Infoline Finance Limited carrying interest rate of 17.50% is repayable in 36 monthly instalments of ₹ 1,43,608/- commencing from April, 2020 to March, 2023 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Shriram City Union Finance Limited carrying interest rate of 17% is repayable in 36 monthly instalments of ₹ 1,78,264/- commencing from April, 2020 to March, 2023 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Tata Capital Finance Limited, carrying interest rate of 17% is repayable in 24 monthly instalments of ₹ 2,47,211/- commencing from April, 2020 to March, 2022 and further guaranteed by the non-independent directors of the company.

Term Loan facilities from City Union Bank Limited are primarily secured by hypothecation/mortgage of all movable and immovable assets, present and future, of the Company situated at two manufacturing facilities at Plot No. 14 and Plot No. 23 at Changodar Industrial Estate, Changodar, Ahmedabad, and further guaranteed by the non-independent directors of the company.



Notes on Financial Statements

Note - 4

Deferred Tax Liabilities (Net)

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Deferred Tax Liability		
Related to Fixed Assets	12,078,398	12,078,398
	Total (A) :	12,078,398
	12,078,398	12,078,398
Deferred Tax Asset		
Related to Carried Forward Losses & Unabsorbed Depreciation	11,533,531	11,533,531
Related to Employee benefits	324,644	324,644
	Total (B) :	11,858,175
	11,858,175	11,858,175
Net Deferred Tax Asset/(Liability) (A - B) :	220,223	220,223

Note - 5

Long Term Provisions

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Provision for gratuity (long-term employee benefits)	1,373,136	1,224,521
	Total :	1,373,136
	1,373,136	1,224,521

Note - 6

Short Term Borrowings

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Secured Borrowings		
Working Capital Facility from City Union Bank	73,257,426	59,883,474
	Total (A) :	73,257,426
	73,257,426	59,883,474



Notes on Financial Statements

Note - 6

Short Term Borrowings (contd...)

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Unsecured Borrowings from Director		
Atul B. Mittal	2,234,921	113,357
Ajay B. Mittal	698,985	
Total (B) :	2,933,906	113,357
Total (A+B) :	76,191,332	59,996,831

Working capital facility from City Union Bank Limited, carrying interest rate of 9.25% linked to bank's MCLR, is repayable on demand.

Working capital facility from City Union Bank Limited from City Union Bank Limited is primarily secured by hypothecation/mortgage of all movable and immovable assets, present and future, of the Company situated at two manufacturing facilities at Plot No. 14 and Plot No. 23 at Changodar Industrial Estate, Changodar, Ahmedabad. Working capital facility from City Union Bank Limited are further guaranteed by the non-independent directors of the company.

Unsecured borrowing from director is interest free and no guarantee.

Note - 7

Trade Payables

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Due to Micro, small & medium enterprises		
Trade Payable for Consumables	293,073	347,723
Trade Payable for Services and Expenses	8,357	20,917
Total (A) :	301,430	368,640
Due to Others		
Trade Payable for Goods and Materials	40,522,644	41,448,245
Trade Payable for Consumables	4,627,072	6,978,568
Trade Payable for Services and Expenses	3,367,240	4,429,416
Trade Payable for Capital Expenditure	343,231	1,525,613
Total (B) :	48,860,187	54,381,842
Total (A+B) :	49,161,617	54,750,482



Mittal Sections Limited

2020 - 2021

Notes on Financial Statements

Note - 8

Other Current Liabilities

Particulars	As at March 31, 2021	As at March 31, 2020
Current Maturities of Long Term Borrowings	30,823,990	22,414,061
Interest Due and Accrued but Not Paid	586,964	485,683
Advance From Customers	1,090,825	400,126
Other Payables	2,145,231	3,196,970
Total :	34,647,010	26,496,840

Note - 9

Short Term Provisions

Particulars	As at March 31, 2021	As at March 31, 2020
Provision for Gratuity	26,747	24,110
Total :	26,747	24,110



Mittal Sections Limited

Notes on Financial Statements

Note - 10

Property, Plant and Equipment

Fixed Assets	Useful Life (in years)	Gross Block			Balance as at April 1, 2020	Additions	Disposals	Balance as at March 31, 2021	Balance as at April 1, 2020	Depreciation charge for the year	Accumulated Depreciation	Adjustment in depreciation	Balance as at March 31, 2021	Balance as at March 31, 2021	Net Block	
Land	-	3,822,680	-	-	3,822,680	-	-	3,822,680	-	-	2,985,933	-	3,822,680	3,822,680	3,822,680	
Buildings	30	9,456,089	-	-	9,456,089	-	-	9,456,089	-	-	41,154,038	-	6,472,126	6,472,126	6,797,905	
Plant and Machineries	20	103,635,237	1,520,326	-	105,155,563	-	-	105,155,563	-	-	7,306,703	-	7,095,167	7,095,167	70,020,410	
Plant and Machineries - Rolls	3	15,446,770	2,530,825	3,575,725	14,401,870	10,018,984	-	5,118,932	4,297,722	565,262	18,484	-	255,948	255,948	5,427,786	
Vehicles (Four Wheelers)	8	5,118,932	-	-	194,423	77,321	-	194,423	1,127,570	836,876	73,354	-	95,805	98,618	821,210	
Vehicles (Two Wheelers)	10	194,423	-	-	1,127,570	-	-	1,127,570	109,147	12,679	10,369	-	910,230	217,340	117,102	
Office equipment	5	1,127,570	-	-	-	-	-	-	10,620	102	504	-	23,048	86,099	290,694	
Furniture & Fixtures	10	109,147	-	-	-	-	-	-	1,103,798	10,199	52,430	-	606	10,014	96,468	
Water Tank	20	10,620	-	-	-	-	-	-	-	-	-	-	62,629	62,629	10,518	
Hydraulic Crane	20	1,103,798	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total :		140,027,266	4,051,151	3,575,725	140,027,692	51,528,894	8,585,393	2,712,281	57,402,006	83,100,686	88,498,372	86,807,417	86,807,417	86,807,417	86,807,417	86,807,417
Previous Year :		135,327,240	16,776,418	12,076,392	140,027,266	48,519,823	8,634,519	5,625,448	51,528,894	88,498,372	86,807,417	86,807,417	86,807,417	86,807,417	86,807,417	86,807,417

Note - 11

Non - Current Investments

Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Equity Shares As at March 31, 2021	Quoted / Unquoted As at March 31, 2020	Partly Paid / Fully paid	Extent of Holding (%) As at March 31, 2021	Amounts in ₹ As at March 31, 2021	Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' - Basis of Valuation
Bodai Chemicals Limited	Others	700	Quoted	Fully Paid	-	96,076	Yes	N.A.
Suzlon Energy Limited	Others	4,000	Quoted	Fully Paid	-	52,461	Yes	N.A.
RMG Alloys Steel Limited	Others	5,000	Quoted	Fully Paid	-	120,100	Yes	N.A.
Aban Offshore Limited	Others	1,000	Quoted	Fully Paid	-	141,955	Yes	N.A.
Total :		10,700	10,700			410,592	410,592	

Note - 11

Non - Current Investments



Notes on Financial Statements

Note - 12

Deferred Tax Assets (Net)

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Deferred Tax Liability		
Related to Fixed Assets	12,106,123	12,078,398
	Total (A) :	
	12,106,123	12,078,398
Deferred Tax Asset		
Related to Carried Forward Losses & Unabsorbed Depreciation	13,623,723	11,533,531
Related to Employee benefits	363,969	324,644
	Total (B) :	
	13,987,692	11,858,175
Net Deferred Tax Asset/(Liability) (B - A) :	1,881,569	220,223

Note - 13

Long Term Loans and Advances

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Security Deposits (Unsecured, considered good)		
Changodar Industrial Estate Association	3,647,780	3,647,780
GTPL for broadband	1,200	1,200
Jindal Rolling Mills Limited	-	500,000
UGVCL	1,571,985	-
	Total :	
	5,220,965	4,148,980

Note - 14

Inventories

Particulars	In ₹	
	As at March 31, 2021	As at March 31, 2020
Raw Materials	20,037,555	14,918,840
Consumables	566,940	555,800
Finished Goods	64,872,252	57,879,567
	Total :	
	85,476,747	73,354,207



Mittal Sections Limited

2020 - 2021

Notes on Financial Statements

Note - 15

Trade Receivables (Unsecured, considered good)

Particulars	As at #REF!	As at #REF!
More than six months		
Others	11,055,332 49,780,195	2,938,097 57,765,674
Total :	60,835,527	60,703,771

Note - 16

Cash and Cash Equivalents

Particulars	As at March 31, 2021	As at March 31, 2020
Cash on hand	301,867	335,942
Balances with Banks in Current Accounts	-	2,518,532
Bank Deposits with maturity for more than 12 months (lien with bank for margin and bank guarantee)	338,898	1,358,427
Total :	640,765	4,212,901

Note - 17

Short Term Loans and Advances (Unsecured, considered good)

Particulars	As at March 31, 2021	As at March 31, 2020
Advance to Vendors	13,510,162	1,866,386
Loans and Advances to staff	185,000	42,427
Balances with Revenue Authority	2,825,892	3,994,800
Loans and Advances to Others	9,375,619	17,960,995
MAT Credit Entitlement	6,567,050	6,567,050
Total :	32,463,723	30,431,658



Mittal Sections Limited

2020 - 2021

Notes on Financial Statements

Note - 18

Other Current Assets

Particulars	As at March 31, 2021	As at March 31, 2020	In ₹
Cheque Book Charges Receivable	7,500	12,500	
Loan Review and other Charges Receivable from Bank	29,166	29,166	
Period Based Charges Receivable from Bank	74,721	39,634	
Prepaid Bank Guarantee Charges	-	48,601	
Total :	111,387	129,901	

Note - 19

Revenue From Operations

Particulars	2020 - 2021	2019 - 2020	In ₹
Sale of Products			
Sale of Manufactured Goods	1,045,560,898	1,484,599,709	
Add : Rate Difference	5,071	-7,972	
Sales Return	5,555	50,520	
	1,045,571,524	1,484,541,217	
Less : Goods and Services Tax	159,492,344	226,502,506	
Total :	886,079,180	1,258,038,711	
Sale of goods comprising of -			
Manufacturing - Mild Steel Structural Steel Products	886,079,180	1,258,038,711	

Note - 20

Other Income

Particulars	2020 - 2021	2019 - 2020	In ₹
Commission	350,000	-	
Dividend Received	369	1,120	
VAT Refund received	41,722	-	
Profit on Sale of Asset	1,254,841	-	
Kasar & Vatav	12,189	-	
Total :	1,659,121	1,120	



Mittal Sections Limited

2020 - 2021

Notes on Financial Statements

Note - 21

Cost of Materials

Particulars	2020 - 2021	In ₹ 2019 - 2020
Raw Materials		
Opening Stock	14,918,840	22,136,298
Add : Purchase of Materials during the year	803,418,148	1,138,603,272
	818,336,988	1,160,739,570
Less : Quality Discount	2,531,000	-
Closing Stock	20,037,555	14,918,840
Total :	795,768,433	1,145,820,730
Materials Consumed comprises of :		
Primary Mild Steel	795,768,433	1,145,820,730

Note - 22

Changes in Inventories of Finished Goods

Particulars	2020 - 2021	In ₹ 2019 - 2020
Opening Stock of Finished Goods	57,879,567	48,777,498
Less : Closing Stock of Finished Goods	64,872,252	57,879,567
Total :	(6,992,685)	(9,102,069)
Inventories of Finished Goods comprises of :		
Mild Steel Structural Steel Products	64,872,252	57,879,567
Total :	64,872,252	57,879,567



Mittal Sections Limited

2020 - 2021

Notes on Financial Statements

Note - 23

Employee Benefit Expenses

Particulars	2020 - 2021	2019 - 2020
Salary to Chief Executive Officer	4,800,000	4,000,000
Remuneration to Directors	4,800,000	5,600,000
Insurance - Workers	6,067	7,649
Provident Fund - Administrative Charges	7,723	8,882
Provident Fund - Employer's Contribution	214,515	235,022
Provident Fund - Employee's Contribution	49,557	81,259
Provision for Gratuity	151,252	301,177
Salary	5,247,677	6,339,585
Staff Welfare	245,688	164,833
Total :	15,522,479	16,738,407

Note - 24

Finance Cost

Particulars	2020 - 2021	2019 - 2020
Interest on Working Capital Loan Interest	6,184,559	8,658,408
Bank Guarantee Charges	131,139	92,624
Interest on Term Loan - Unsecured	6,251,017	3,892,799
Interest on Unsecured Loans	6,121,668	-
Interest on Vehicle Loans	82,407	16,604
	18,770,790	12,660,435
Less : Late Payment Charges Received	-	30,895
Late Payment Interest Received	5,552	217,909
Interest Income on Bank Deposits	43,273	92,730
Interest Income from other Loans and Advances	1,490,376	1,984,826
Interest on Income Tax Refund	-	139,391
MSME Interest Received	100,274	43,021
Total :	17,131,315	10,151,663

Note - 25

Depreciation & Amortizations

Particulars	2020 - 2021	2019 - 2020
Depreciation	8,585,393	8,634,519
Total :	8,585,393	8,634,519



Notes on Financial Statements

Note - 26

Other Expenses

Particulars	In ₹	
	2020 - 2021	2019 - 2020
Manufacturing Expenses		
Opening Stock of Consumables	555,800	832,500
Add : Purchase of consumables (Net of returns)	18,052,496	24,304,829
	18,608,296	25,137,329
Less : Shortage and Quality Claim	75,652	38,814
Closing stock of consumables	566,940	555,800
Consumption of Consumables	17,965,704	24,542,715
Cast Iron Casting Expenses	639,580	438,746
Electric Installation	132,581	-
Factory Expenses	71,145	161,335
Factory Licence Renewal Expenses	-	37,460
GPCB Charges	142,730	10,000
Insurance on Stock & Building	133,300	167,050
Laboratory Expenses	29,800	29,800
Labour for Straightening	1,370,000	1,790,000
Machinery Repairing Expenses	1,301,644	1,942,941
Power & Fuel	17,086,465	22,747,883
Production Labour Charges	18,394,185	29,872,068
Repairs to Building	234,207	316,988
Security Expenses	932,070	923,446
Technical Consultancy Services	2,094,000	2,610,000
Inward Freight	2,076,536	4,246,888
Weigh Bridge Government Stamping Charges	37,000	77,285
Total (A) :	62,640,947	89,914,605
Other Expenses		
General Administrative Expense	1,842,971	3,957,706
Sales & Marketing Expenses	1,360,593	1,401,180
Balances Writeoff	65,076	-
Loss on Sale of Assets	-	2,581,846
Total (B) :	3,268,640	7,940,732
Total (A+B) :	65,909,587	97,855,337



Notes on Financial Statements**Note - 27****Earnings Per Share**

Particulars	2020 - 2021	In ₹ 2019 - 2020
Profit/ (Loss) after tax & exceptional/non-recurring item as per the Statement of Profit and Loss (in ₹)	(6,084,429)	(11,192,694)
Profit/ (Loss) after tax available for Equity Shareholders (in ₹)	(6,084,429)	(11,192,694)
Weighted Average No. of Equity Shares (in Nos.)	2,622,500	2,622,500
Basic and Diluted Earnings Per Share (in ₹) :	(2.32)	(4.27)



Notes on Financial Statements**Note - 28**

Figures have been rounded off to the nearest rupee.

Note - 29

Previous year figures have been accordingly regrouped/reclassified and presented to conform to the current year's classification.

Note - 30

Balances of current assets and current liabilities are subject to their confirmation. These balances therefore, subject to adjustment, if any, as may be required on settlement of these balances with the parties.

Note - 31

In the opinion of the management of the Company, current assets, loans and advances have a value on realization in the ordinary course of business equal to the amount at which they are stated in the Balance Sheet.

Note - 32

There are no Micro and Small Enterprises to whom the Company owes dues, which are outstanding for more than forty five days as at March 31, 2021. Information pertaining to dues to Micro and Small Enterprises and/or interest payable on overdue payments to Micro and Small Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006, are furnished in the financial statements to the extent information is available with the Company.

Note - 33**Auditors' Remuneration**

Particulars	2020 - 2021	2019 - 2020
For Statutory Audit	80,000	-
Total :	80,000	-

Note - 34**Employee Benefits (AS - 15)**

The Accounting Standard – 15 "Employee Benefits" is issued under the Companies (Accounting Standards) Rules, 2006. In accordance with the above standard, the obligations of the Company, on account of employee benefits, based on independent actuarial valuation using Projected Unit Credit Method, is accounted in the books of account.



Notes on Financial Statements

Note - 34 (contd...)

Gratuity

The Company has provided for gratuity based on actuarial valuation report as under :

Particulars	2020 - 2021	2019 - 2020	In ₹
Provision for gratuity at the beginning of the year	1,248,631	947,454	
Gratuity Provided/(Written back) during the year	151,252	301,177	
Provision for gratuity at the end of the year	1,399,883	1,248,631	

Actuarial Assumptions for Provision of Gratuity

Sr. No.	Assumptions	2020 - 2021		2019 - 2020	
		2020 - 2021	2019 - 2020	2020 - 2021	2019 - 2020
(a)	Retirement Age	58	58		
(b)	Vesting Period	5 Years	5 Years		
(c)	Attrition Rate	2%	2%		
(d)	Future salary rise (The estimates of future salary increases is 6%, considered in the actuarial valuation, taken on account of inflation, security, promotion and other relevant factors such as supply and demand in the employment market.)	6%	6%		
(e)	Rate of Discounting	6.95%	6.82%		
(f)	Mortality Table	India Mortality (2006-08)	Assured Live	India Mortality (2006-08)	Assured Live

Note - 35

Segment Reporting (AS - 17)

The Company has identified manufacturing of structural steel products as its sole operating segment and the same has been treated as primary segment. Hence there are no reportable segments under AS - 17. 'Segment Reporting' issued by the Institute of Chartered Accountants of India.

Note - 36

Related Party Disclosure (AS - 18)

(A) List of related parties

Key Managerial Personal (KMP)	Ajay Balwantrai Mittal Atul Balwantrai Mittal
Associate Enterprise	Mittal Steel A. M. Steel Armaanya Textiles Private Limited Aroo Industries



Notes on Financial Statements

Note - 36

Related Party Disclosure (AS - 18) (contd...)

(B) Particulars of Transactions with related parties

Sr. No.	Particulars of Transactions	₹ in lacs			
		Key Mana. Perso.	Associate Enterprise	2020 - 2021	2019 - 2020
1.	Sales	-	-	135.26	116.70
2.	Purchase	-	-	7,836.38	10,488.18
3.	Remuneration to Directors	96.00	96.00	-	-
5.	Unsecured Loans	Opening Balance Received Paid Closing Balance	1.13 101.58 73.37 29.34	- 175.22 174.09 1.13	- - - -

Note - 37

Accounting for taxes on Incomes (MAT)

Minimum Alternative Tax (MAT) Credit Availment and Carried Forward

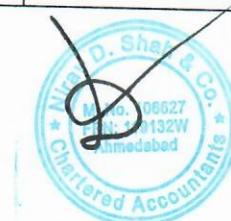
Particulars	Financial Year				In ₹
	2017 - 2018	2018 - 2019	2019 - 2020	2020 - 2021	
Opening Balance of MAT Credit	5,024,742	5,024,742	6,567,050	6,567,050	
Add : MAT Credit Available/To be available during the year	-	1,542,308	-	-	
Total :	5,024,742	6,567,050	6,567,050	6,567,050	
Less : MAT Credit Utilized/Availed :	-	-	-	-	
MAT Credit Carried Forward :	5,024,742	6,567,050	6,567,050	6,567,050	

Note - 38

Provisions, Contingent Liabilities and Contingent Assets (AS - 29)

Capital Commitment and Contingent Liability

Particulars	2020 - 2021	2019 - 2020	In ₹
Capital Commitment	NIL	NIL	
Contingent Liability			
Bank guarantee issued to Uttar Gujarat Vij Company Limited	34,00,000	34,00,000	
Bank guarantee issued to Uttar Gujarat Vij Company Limited	27,00,000	27,00,000	



Notes on Financial Statements

Note - 39

Outstanding Liability with Bank/Financial Institution

Credit Facility	Financial Institution/Bank	Outstanding as on		Fund Based/Non-Fund Based
		31/03/2021	31/03/2020	
Working Capital Facility	City Union Bank	732.57	598.83	Fund Based
Term Loan - 35991	City Union Bank	236.84	260.72	Fund Based
Term Loan - 75117 - Covid	City Union Bank	267.89	-	Fund Based
Term Loan - 57845	City Union Bank	167.23	189.97	Fund Based
Term Loan - 57846	City Union Bank	78.23	95.40	Fund Based
Unsecured Term Loan	HDFC Bank	16.23	25.09	Fund Based
Unsecured Term Loan	ICICI Bank	25.21	35.00	Fund Based
Unsecured Term Loan	IDFC Bank	36.62	51.00	Fund Based
Unsecured Term Loan	Kotak Bank	27.01	49.90	Fund Based
Unsecured Term Loan	RBL Bank	25.22	35.10	Fund Based
Unsecured Term Loan	Axis Bank	17.76	28.80	Fund Based
Unsecured Term Loan	Bajaj Finance	13.69	25.25	Fund Based
Unsecured Term Loan	ECL	22.31	45.10	Fund Based
Unsecured Term Loan	Shriram	35.99	49.88	Fund Based
Unsecured Term Loan	TATA Capital	27.10	50.00	Fund Based
Unsecured Term Loan	IIFL	28.91	40.00	Fund Based
Commercial Equipment Loan	HDFC Bank	7.49	10.93	Fund Based
Total (A) :		1,766.31	1,590.97	
Bank Guarantee - 1	City Union Bank	34.00	34.00	Non-Fund Based
Bank Guarantee - 2	City Union Bank	27.00	27.00	Non-Fund Based
Total (B) :		61.00	61.00	
Total (A+B) :		1,827.31	1,651.97	



Notes on Financial Statements

Note - 40

Consumption of Raw Materials and Consumables

Particulars	2020 - 2021		2019 - 2020	
	In ₹	(%)	In ₹	(%)
Raw Materials				
- Imported	-	-	-	-
- Indigenous	795,768,433	100.00%	1,145,820,730	100.00%
Total :	795,768,433	100.00%	1,145,820,730	100.00%
Consumables				
- Imported	-	-	-	-
- Indigenous	17,965,704	100.00%	24,542,715	100.00%
Total :	17,965,704	100.00%	24,542,715	100.00%

The accompanying notes (note no.1 to note. No. 40) referred to above form an integral part of the Financial Statements

As per our report of even date

For Nirav D. Shah & Co.
Chartered Accountants
Firm Registration No. 119132W

Nirav D. Shah
Proprietor
Membership No. 106627

Ahmedabad
October 31, 2021



For and on behalf of the board of
Mittal Sections Limited

Ajay Balwantrai Mittal
Chief Executive Officer
(DIN : 01760444)

Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
October 31, 2021

Annexures to the Financial Statements

Annexure - 2 (contd...)

Trade Payables due to others

Particulars	As at March 31, 2021	As at March 31, 2020
Trade Payable for Consumables		
Ashwin Gas Services	17,050	21,300
FC Agrawal Coal Private Limited	1,640,947	3,183,474
Patel Sales Corporation	181,803	176,871
R.B. Trading Co.	20,532	17,464
Safdarji Coal Private Limited	-	976,643
Samay Impex Private Limited	2,528,683	1,846,244
Sheth Gas Service	-	90,600
Shreeji Gases	88,564	116,302
Siddhi Oil Co.	47,000	47,000
Vishwas Traders	46,200	-
Vishwash Hardware	56,293	95,856
Total (B) :	4,627,072	6,978,568
Trade Payable for Services and Expenses		
Agrawal Logistics Private Limited	233,274	479,077
Anand Offset	61,673	41,184
Anjani Roadlines	34,944	-
Arun J Shah	12,527	28,332
Aryan Security & Investigation	76,883	77,715
Ashapura Road Carriers	-	109,936
Ashok A. Shah	18,322	-
Balaji Elwctricals	136,182	-
C-Point	5,900	-
Dian Logistics	322,180	-
Damal R Shah	22,378	37,382
Dhanendra Shah	294,257	191,271
Gujarat Logistics	-	99,536
Hari Enterprise	10,846	5,100
Hari Om Electricals	7,750	-
Harshad M Thakkar	18,918	10,116
Inderjitsingh	83,250	81,000
Jaguraj	-	99,602
Jasbir Singh Sarmukhsingh Bhatti	111,000	108,000
Jignesh M. Gandhi - HUF	-	1,348
Jay A. Shah HUF	-	18,856
Khodal Water Suppliers	1,170	-
Kutch Highway Transport Co.	-	123,640
Linc Digital Systems Private Limited	6,346	-
Maruti Labour Services	2,745	1,173,648
Maulin K Jhaveri	11,024	14,221
Mukhram Bhanwarlal	141,704	-
Mularam Bhanwarlal	82,879	-
Nagil Brothers	-	5,265



Annexures to the Financial Statements

Annexure - 3

Other Current Liabilities

Particulars	As at March 31, 2021	As at March 31, 2020	In ₹
Current Maturities of Long Term Debt			
Term Loan from City Union Bank Limited A/c No. - 35991	2,498,122	2,239,627	
Term Loan from City Union Bank Limited A/c No. - 75117	4,612,927	-	
Term Loan from City Union Bank Limited A/c No. - 57845	2,420,947	2,182,879	
Term Loan from City Union Bank Limited A/c No. - 57846	1,850,983	1,671,208	
Commercial Equipment Loan from HDFC Bank Limited	375,041	343,593	
Unsecured Term Loan from HDFC Bank Limited	1,309,423	885,520	
Unsecured Loan from ICICI Bank Limited	1,157,347	979,248	
Unsecured Loan from IDFC First Bank limited	1,685,777	1,438,043	
Unsecured Loan from Kotak Mahindra Bank Limited	2,700,878	2,289,122	
Unsecured Loan from RBL Bank Limited	1,159,276	987,561	
Unsecured Loan from Axis Bank Limited	1,776,354	1,398,753	
Unsecured Loan from Bajaj Finance Limited	1,368,803	1,156,197	
Unsecured Loan from ECL Finance Limited	2,230,749	2,054,090	
Unsecured Loan from India Infoline Finance Limited	1,320,015	1,109,497	
Unsecured Loan from Shriram City Union Finance Limited	1,646,860	1,389,231	
Unsecured Loan from Tata Capital Finance Limited	2,710,488	2,289,492	
Total (A) :	30,823,990	22,414,061	
Interest Due and Accrued But Not Paid			
City Union Bank Limited Term Loan A/c (35991)	186,124	244,469	
City Union Bank Limited Term Loan A/c (75117)	208,817	-	
City Union Bank Limited - (57845)	130,773	160,523	
City Union Bank Limited - (57846)	61,250	80,691	
Total (B) :	586,964	485,683	
Advance From Customers			
Advance Techno System	3,416	-	
Allwyn Steels Corporation	745	-	
Engineering & Precison Tools	4,000	-	
Estate Scaffolding & Iron Works	-	532	
Famous Steel Corporation	-	118,000	
H. Construction	-	799	
Industrial Engineering Service & Co.	-	689	
Janta Steel Traders	2,405	-	
Jay Manek Iron LLP	149,000	-	
J V Engineers	2,423	-	
Kanchan Ispat	700,000	-	
Kirtan Metal	163,122	-	
Khodiyar Steel Traders	-	225,000	
Manjunath Engineering Works	746	-	
M.S.Enterprise	11,925	-	
M. J. Steel Traders	-	3,561	
Netra Steel & Pipe	-	17,283	
Om Mahashakti Engg Works	1,911	-	



Annexures to the Financial Statements

Annexure - 7

General Administrative Expenses

Particulars	2020 - 2021	In ₹ 2019 - 2020
Air Condition Service Charges	4,958	26,435
Association Membership Fees	4,001	15,912
Audit Fees	80,000	-
Bank Charges	6,690	8,897
Broadband Expenses	26,500	38,052
Computer Service & Maintenance Exp.	58,935	57,577
Digital Signature	1,000	-
Donation	101,000	131,000
Freight Charges	1,500	6,680
Gram Panchayat Tax	10,409	10,409
GST Return & Audit Fees	55,000	-
Interest on Late Payment of TDS & TCS	1,298	24
Interest on Late Payment of VAT & GST	102	-
ISI Mark Exp.	119,000	219,616
Kasar & Vatav	550	15,899
Legal & Document Charges	330,960	758,710
Loading & Unloading Expense	15,618	127,591
Loan Processing Charges	128,881	1,282,312
Late Return Filling Fees of TCS	-	3,000
Loan Protect Insurance	-	140,290
Property Tax	48,474	48,836
Company Demat/NSDL Yearly Fees	16,500	12,846
Office Electric Exp.	61,230	78,166
Penalty on late payment of Stamp Duty	-	5,000
Postage & Couriers Exp.	34,793	60,770
Printing & Stationery	67,594	176,362
Professional Consultancy Services	179,500	354,200
Professional Tax	4,800	4,800
ROC Form Filing Fees	1,800	10,800
Software Expenses	14,600	17,150
Stock Audit Fees	12,712	15,000
Telephone Exp.	83,375	95,604
Trade Mark Exp.	31,500	-
Travelling Expense	14,033	30,782
Vehicle Insurance	77,821	115,134
Vehicle Repairing Expense	247,837	89,852
Total :	1,842,971	3,957,706



Annexures to the Financial Statements

Annexure - 4

Trade Receivables

Particulars	As at March 31, 2021	As at March 31, 2020
Over six months		
Aroo Industries	1,428,920	-
Gokulesh Steel Private Limited	-	536,048
Mittal Steel	9,101,328	1,834,004
Meldi Industries	-	-
Nami Steel Pvt Ltd	11,352	-
Uma Steel Traders	732	732
Welspun Corp Limited	-	100,590
The Ahmedabad Steel Stores	450,000	450,000
United Polyfab Private Limited	-	16,723
Vertex Financial Services	63,000	-
Total (A) :	11,055,332	2,938,097
Others		
Aanal Trading Company	-	60,835
Aarsh Marketing	14,229,584	2,395,354
Aashvi Steel	1,162,095	-
Addis Steel	-	353,520
Akshat Steel	-	81,593
Allwin Steels	3,027	2,092,891
Ambica Steel	-	95,929
Amrut Traders	103,753	-
A.M.Steel	2,998,359	-
Apsis Precision Industries	-	69,066
Aries Engineeing Company	-	1,106,318
Arihant Steels	-	2,000
Armaanya Textiles Private Limited	492,093	93,093
Arbuda Steel	372	-
Ascent Enterprise	-	63,580
Ashapura Steel Traders	640,362	693,357
Ashirwad Corporation	191,540	-
ASP Arvind Steel Private Limited	780,589	1,209,552
Avesh Steel	-	536,630
Baroda Steel & Metal Corporation	-	472,021
Bhanushali Lokhandwala	-	708,991
Bharat Iron Works	-	676,029
Bikaner Agrico	695,152	-
Chandan Steel	-	348,387
Chandra Steel Corporation	-	70,811
Changodar Steel Stores	1,330,954	218,132
C.D.Patel & Sons	785,688	-
Daksh Enterprise (Sanand)	339	747,719
Delight Traders	-	331,378
Devang Steel	-	284,522
Dharmik Steel Trader	186,637	-



Annexures to the Financial Statements

Annexure - 5

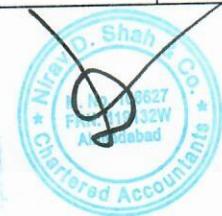
Cash and Cash Equivalents

Particulars	As at March 31, 2021	As at March 31, 2020	In ₹
Cash on Hand			
Cash	301,867	335,942	
	Total (A) :	301,867	335,942
Balance with Banks			
In Current Account with Axis Bank Limited	-	2,518,532	
	Total (B) :	-	2,518,532
Bank deposits with more than 12 months maturity			
Under bank lien for margin money and bank Guarantee	338,898	1,358,427	
	Total (C) :	338,898	1,358,427
	Total (A+B+C) :	640,765	4,212,901

Annexure - 6

Short Term Loans and Advances

Particulars	As at March 31, 2021	As at March 31, 2020	In ₹
Advance to Vendors			
AM Steel	-	1,793,262	
Aroo Industreies	9,546,307	-	
Aerosol IO	100,000	-	
Banga Iron & Steel Pvt Ltd	246,000	-	
Jindal Rolling Mills Ltd	41,250	-	
Steel Tech Engineerings	3,294,000	-	
National Securities Depository Limited	-	1,224	
Ramvriksh Sahani	-	40,000	
Landmarks Cars Pvt. Ltd.	2,373	-	
Mukhram Bhanwariyal	50,000	-	
Nathiya Meena	50,000	-	
Sudarshan Yadav	20,000	-	
Sukhdevsingh Pavar	90,000	-	



Annexures to the Financial Statements

Annexure - 4 (contd...)

Trade Receivables

Particulars	As at March 31, 2021	As at March 31, 2020
Others		
Metro Steel Traders	-	2,664,662
N.D Steel (New)	-	1,020,303
Nagdev Steels	-	135,279
Navin C.Mahadevia & Co.	-	49,391
Neo Steel & Engineering Co.	-	87,403
New Tech Enterprise	-	122,364
Nickolas Metal & Alloys	-	319,293
Nikunj Traders	-	238,250
Niral Steel	-	120,242
N. K. Steel	-	58,109
Om Steel Corporation (Surat)	-	374,841
Om Traders	162,436	-
Padmavati Traders	157,229	244,617
Palak Traders- Satellite	160	288,433
Paresh Steel Traders	-	377,039
Parshvam Steel Corporation	1,000,000	-
Patel's valves & Fittings	130,728	-
Parul Steels	-	147,103
Parshwanath Corporation	-	183,901
Premoy Iron Traders	-	394,110
Pushpanjali Steel Industries	1,013,756	-
Ramgovind & Sons	155,851	-
Raj Ispat	-	210,191
Rajeshwar Metal	-	78,345
Real Boilers Private Limited	-	200,000
Riddham Sales Corporation- NEW	183,957	-
Rishab Steel Suppliers	451	-
Ratneshwari Enterprise	-	160,560
Ritu Traders	-	393,919
Riya Steel Traders	-	738,891
Sachi Steel Solutions Private Limited	-	160,481
Sanket Steels	-	202,585
Sap Enterprise	1,210,987	-
Sai Corporation	3,524	-
Santram Steel	-	468,921
Shah Engineering Co.	-	306,112
Shayona Corporation	-	280,068
Shital Ispat	-	74,161
Shitalnath Iron Pvt.Ltd.	309,361	-
Shree Akdant Steel Associates	-	124,670
Shree Krishna Steels Traders	161,868	235,512
Shree Murlidhar Steel Traders	-	167,614
Shree Pre - Fab Steels Private Limited	-	61,346
Shree Ramdev Metal & Tubes	-	-

