

## Mittal Sections Limited

### 14th Annual Report

2022 - 2023

PAN	AAFCM9771Q
GSTIN	24AAFCM9771Q1ZM
CIN	U27109GJ2009PLC056527
Registered Office	1, Sona Roopa Apartment, Opp. Lal Bunglow C.G. Road, Navrangpura Ahmedabad GJ 380009, INDIA
Date of Incorporation	02/04/2009

### Auditors

Nirav D. Shah & Co.  
Chartered Accountants



NDS

Nirav D. Shah & Co.  
CHARTERED ACCOUNTANTS

## Independent Auditors' Report

To,

The members of  
Mittal Sections Limited

### Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the accompanying Standalone Financial Statements of **Mittal Sections Limited** ("the Company"), which comprise the Balance sheet as at **March 31, 2023**, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the Standalone Financial Statements).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards ("AS") prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2014 as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2023**, profit and its cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the Standalone Financial Statements 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 Standalone 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 ICAI's 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 Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors are 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 Standalone Financial Statements and our auditor's report thereon.

Our opinion on the Standalone 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 Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone 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.



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

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

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 Standalone 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.

**Auditor's Responsibilities for Audit of Standalone Financial Statement**

Our objectives are to obtain reasonable assurance about whether the Standalone 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 Standalone 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 internal 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 Standalone 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.

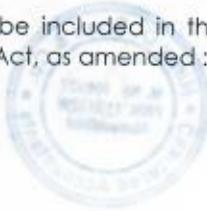
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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, 2020 ("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 law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flows Statement dealt with by this report are in agreement with the books of account ;
  - d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Accounting Standards) Rules, 2014 as amended;
  - e) On the basis of written representations received from the directors as on **March 31, 2023**, and taken on record by the Board of Directors, none of the directors is disqualified as on **March 31, 2023**, from being appointed as a director in terms of Section 164(2) of the Act ;
  - f) With respect to the adequacy of the Internal Financial Control with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure - B**" ;

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 :



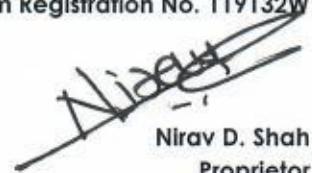
**Independent Auditors' Report****Report on Other Legal and Regulatory Requirements**

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.

- 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, as amended, 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv.
    - a. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
    - b. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
    - c. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
  - v. No dividend has been declared or paid during the year by the Company.

Ahmedabad  
August 12, 2023

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

  
Nirav D. Shah  
Proprietor  
Membership No. 106627



**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, 2023.

**1. In respect of Tangible and Intangible Assets**

- (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company is maintaining proper records showing full particulars of intangible assets.
- (b) The Company has a regular program of physical verification of its property, plant and equipment by which the property, plant and equipment are verified in phased manner. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification during the year.
- (c) The title deeds of all the immovable properties are held in the name of the Company.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- (e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

**2. In respect of Inventories and Working Capital Credit Facility**

- (a) The inventories have been physically verified by the management at reasonable intervals. In our opinion the coverage and procedure of such physical verification by the management is appropriate. No material discrepancies noticed on such physical verification.
- (b) The Company has been sanctioned working capital limits in excess of five crores rupees during the year from banks on the basis of security of current assets. As per records verified by us, in our opinion, the quarterly statements filed by the Company with such banks are materially in agreement with the books of account of the Company.

**3. In respect of Investment made, guarantee or security provided and granted any loans or advances in nature of loans**

- (a) During the year, the Company has not made any investments, has not provided any guarantee or security or granted any advance in the nature of loans, secured or unsecured, to Companies, firms, limited liability partnership or any other parties, however granted unsecured loans to two Companies. The aggregate amount during the year, and the balance outstanding at the Balance-Sheet date with respect to such loans to subsidiaries, joint ventures and associates and to parties other than subsidiaries, joint ventures and associates are as per table given below :



## Annexure - A to the Independent Auditors' Report

	Guarantees	Security	Loans	Amount in ₹ Advances in nature of loans
<b>Aggregate amount during the year</b>				
Subsidiaries	-	-	-	-
Joint Ventures	-	-	-	-
Associates	-	-	-	-
Others	-	-	7,500,000	-
<b>Balance outstanding as at balance sheet date</b>				
Subsidiaries	-	-	-	-
Joint Ventures	-	-	-	-
Associates	-	-	-	-
Others	-	-	7,603,561	-

- (b) In our opinion, the unsecured loans granted during the year are, *prima facie*, not prejudicial to the Company's interest.
- (c) According to the information and explanations given to us, repayment of loan instalments together with interest, wherever stipulated, are regular.
- (d) According to the information and explanations and based on our audit procedures, there is no overdue amount remains outstanding as at the year end.
- (e) None of the loan or advance in the nature of loan, granted and has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- (f) Company has granted loans either repayable on demand or without specifying any terms or period of repayment to the following parties as defined in clause (76) of section 2 of the Companies Act, 2013;

	Other	Promoters	Related Parties	Amount in ₹ Total
<b>Aggregate of loans/advances in nature of loan</b>				
Repayable on demand - (A)	7,603,561	-	-	7,603,561
Agreement does not specify any terms or period of repayment -	-	-	-	-
<b>Total (A+B) :</b>	<b>7,603,561</b>	-	-	<b>7,603,561</b>
<b>Percentage of loans/advances in nature of loan to the total loans</b>	<b>94.36%</b>	-	0.00%	<b>94.36%</b>



**Annexure - A to the Independent Auditors' Report****4. In respect of compliance of section 185 and 186 of the Act**

The Company has not granted any loans or made any investments or provided any guarantees or security to the parties covered under Sections 185 and 186. Hence, reporting under clause 3 (iv) of the Order is not applicable to the Company.

**5. In respect of deposits**

The Company has neither accepted any deposits from the public nor accepted any amount which are deemed to be deposits within the meaning of Sections 73 to 76 of the Act and the rules made thereunder, to the extent applicable.. Hence, reporting under clause 3 (v) of the Order is not applicable.

**6. In respect of maintenance of cost records**

We have broadly reviewed the books of account and records maintained by the Company pursuant to the Rules made by the Central Government of India for the maintenance of cost records prescribed under sub-section (1) of section 148 of the Act and are of the opinion that *prima facie*, the prescribed accounts and records have been made and maintained. We have however, not made a detailed examination of the records with a view to determine whether they are accurate or complete.

**7. In respect of deposit of statutory liabilities**

- (a) The Company is regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, Goods & Services Tax, duty of customs, cess and other statutory dues applicable to it with the appropriate authorities.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of such statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the information and explanations given to us, there are no dues of statutory liabilities which have not been deposited on account of any dispute.

**8. In respect of unrecorded income**

There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

**9. In respect of loans, borrowings, and utilization of funds so availed**

- (a) The Company has not defaulted in repayment of loans and other borrowings or in the payment of interest thereon to the lender.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which they were obtained.
- (d) On an overall examination of the Standalone Financial Statements of the Company, funds raised on short-term basis have, *prima facie*, not been used during the year for long-term purposes by the Company.



**Annexure - A to the Independent Auditors' Report**

- (e) The Company does not hold any investment in any subsidiary, associate or joint venture (as defined under the Act) during the year ended March 31, 2023. Hence, reporting under clause 3 (ix) (e) of the Order is not applicable.
- (f) The Company does not hold any investment in any subsidiary, associate or joint venture (as defined under the Act) during the year ended March 31, 2023. Hence, reporting under clause 3 (ix) (f) of the Order is not applicable.

**10. In respect of money raised by way of public offer, preferential allotment and private placement**

- (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3 (x) (a) of the Order is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3 (x) (b) of the Order is not applicable.

**11. In respect of fraud and whistle blower complain**

- (a) According to the information and explanations given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section 12 of section 143 of the Act has been filed in Form ADT – 4 as prescribed under rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government of India, during the year and up to the date of this report.
- (c) The Company does not require to have a vigil mechanism as per section 177 (9) of the Companies Act, 2013. Hence, reporting under clause 3 (xi) (c) of the Order is not applicable.

**12. In respect of compliance for Nidhi Company**

The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable.

**13. In respect of Compliance on Transactions with Related Parties**

The provisions contained in section 177 of the Companies Act, 2013 are not applicable to the Company. However, 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 Standalone Financial Statements as required by the applicable accounting standards.

**14. In respect of internal audit system**

The Company does not require internal audit system. Hence, reporting under clause 3 (xiv) (a) and 3 (xiv) (b) of the Order is not applicable.

**15. In respect of non-cash transactions with directors or persons connected with directors**

In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company. Hence, reporting under clause 3 (xv) of the Order is not applicable.



**Annexure - A to the Independent Auditors' Report**

**16. In respect of whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934**

- (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3 (xvi) (a), 3 (xvi) (b) and 3 (xvi) (c) of the Order is not applicable.
- (b) In our opinion, there is no core investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Hence, reporting under clause 3 (xvi) (d) of the Order is not applicable.

**17. In respect of cash losses**

The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.

**18. In respect of resignation of statutory auditor**

There has been no resignation of the statutory auditors of the Company during the year.

**19. In respect of ratios, ageing, realisation of financial assets and payments of financial liabilities**

On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

**20. In respect of Corporate Social Responsibility Fund**

The provisions of section 135 of the Companies Act, 2013 in respect of corporate social responsibility are not applicable on the Company. Hence, reporting under clause (xx) (a) and (b) of the Order is not applicable.

**21. In respect of Consolidated Financial Statements, adverse/qualified remark of Auditors of other Group Companies**

The Company is not required to present Consolidated Financial Statements. Hence, reporting under clause (xxi) of the Order is not applicable.

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

Nirav D. Shah  
Proprietor  
Membership No. 106627

Ahmedabad  
August 12, 2023



**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 2023** in conjunction with our audit of the Financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". 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.



**Annexure – B to the Independent Auditor's Report****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.

**Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

**Opinion**

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

Ahmedabad  
August 12, 2023

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



Nirav D. Shah  
Proprietor

Membership No. 106627

UDIN: 23106627BGWEOM2497

## Balance Sheet as at March 31, 2023

₹ in '000

Particulars	Note No.	As at March 31, 2023	As at March 31, 2022
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' funds</b>			
(a) Share capital	1	26,225.00	26,225.00
(b) Reserves and surplus	2	22,148.64	16,563.02
<b>Non-current liabilities</b>			
(a) Long-term Borrowings	3	80,422.73	60,335.33
(b) Deferred Tax Liabilities (Net)	4	2,096.78	77.13
(c) Long-term Provisions	5	1,599.16	1,475.13
<b>Current liabilities</b>			
(a) Short-term Borrowings	6	123,467.87	75,090.64
(b) Trade Payables	7	64,369.40	134,062.06
(c) Other Current Liabilities	8	12,101.50	7,906.47
(d) Short-Term Provisions	9	198.62	283.25
	Total :	<b>332,629.70</b>	<b>322,018.04</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, Plant and Equipments	10	82,249.24	82,873.19
(b) Non Current Investments	11	438.64	410.59
(c) Long Term Loans and Advances	12	6,841.97	5,220.97
<b>Current assets</b>			
(a) Inventories	13	121,109.27	124,859.95
(b) Trade receivables	14	76,180.81	68,228.69
(c) Cash and cash equivalents	15	327.63	565.51
(d) Short-term loans and advances	16	45,482.14	39,859.15
	Total :	<b>332,629.70</b>	<b>322,018.04</b>
<b>Significant Accounting Policies</b>			
<b>Notes on Accounts</b>	1-41		

The accompanying notes (note no.1 to note. No. 41) 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  
August 12, 2023



For and on behalf of the board of  
Mittal Sections Limited

Ajay Balwantrao Mittal  
Chairman & Managing Director  
(DIN : 01760444)

Atul Balwantrao Mittal  
Managing Director  
(DIN : 02282605)

## Statement of Profit and Loss for the year ended on March 31, 2023

₹ in '000

Particulars	Note No.	2022 - 2023	2021 - 2022
Revenue from Operations	19	1,672,693.96	1,490,618.48
Other Operational Income	20	336.44	864.67
		<b>1,673,030</b>	<b>1,491,483</b>
<b>Expenses</b>			
Cost of Material	21	1,506,073.80	1,371,009.78
Changes in inventories of Finished Goods	22	(5,850.13)	(32,191.22)
Employee Benefit Expenses	23	20,838.98	18,343.12
Finance Cost	24	13,786.12	13,956.77
Depreciation and Amortization Expense	25	8,976.01	8,325.80
Other Expenses	26	121,573.67	104,051.57
		<b>1,665,398.45</b>	<b>1,483,495.82</b>
<b>Profit/(Loss) Before Tax</b>		<b>7,631.95</b>	<b>7,987.33</b>
<b>Tax Expense :</b>			
Current Tax		1,206.75	1,265.94
Less : MAT Credit Entitlement		1,190.59	1,246.02
Net Current Tax		16.17	19.92
Earlier Year Tax		10.51	-
Deferred Tax		2,019.65	1,958.71
		<b>5,585.62</b>	<b>6,008.70</b>
<b>Profit/(Loss) After Tax</b>			
<b>Earnings per share</b>			
Basic	27	2.13	2.29
Diluted	27	2.13	2.29
<b>Significant Accounting Policies</b>			
<b>Notes on Accounts</b>	1-41		

The accompanying notes (note no.1 to note. No. 41) 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~~  
Nirav D. Shah  
Proprietor

Membership No. 106627

Ahmedabad  
August 12, 2023



For and on behalf of the board of  
Mittal Sections Limited

Ajay Balwantrai Mittal  
Chairman & Managing Director  
(DIN : 01760444)

Atul Balwantrai Mittal  
Managing Director  
(DIN : 02282605)

Ahmedabad  
August 12, 2023

## Cash Flow Statement for the year ended on March 31, 2023

₹ in '000

Particulars	2022 - 2023	2021 - 2022
<b>A. Cash Flow from Operating Activities</b>		
Profit/(Loss) Before Tax	7,631.95	7,987.33
<b>Adjusted For :</b>		
Depreciation	8,976.01	8,325.80
Provision for Retirement Benefits	126.93	110.12
Finance Cost	13,786.12	13,956.77
<b>Operating Profit before Working Capital Changes :</b>	<b>30,521.01</b>	<b>30,380.01</b>
<b>Adjusted For :</b>		
Increase / (Decrease) in Inventories	3,750.68	(39,383.21)
Increase / (Decrease) in Trade Receivables	(7,952.12)	(8,885.26)
Increase / (Decrease) in Short Term Loans & Advances	(5,622.99)	(5,903.33)
Increase / (Decrease) in Other Current Assets	-	111.39
Increase / (Decrease) in Long Term Loans & Advances	(1,621.00)	-
(Increase) / Decrease in Trade Payables & other Current Liabilities	(65,497.62)	88,983.89
Direct Taxes	(114.22)	228.47
<b>Net Cash Flow from Operating Activities :</b>	<b>(46,536.25)</b>	<b>65,531.97</b>
<b>B. Cash Flow from Investing Activities</b>		
Purchase of Property,Plant and Equipment	(8,352.07)	(8,354.25)
Sale of Property,Plant and Equipment	-	255.95
Increase/(Decrease) in Investments	(28.05)	-
<b>Net Cash Flow from Investing Activities :</b>	<b>(8,380.13)</b>	<b>(8,098.30)</b>
<b>C. Cash Flow from Financing Activities</b>		
Increase/(Decrease) in Short Term Borrowings	48,377.23	(31,924.68)
Increase/(Decrease) in Long Term Borrowings	20,087.40	(11,627.47)
Finance Cost	(13,786.12)	(13,956.77)
<b>Net Cash Flow from Financing Activities :</b>	<b>54,678.50</b>	<b>(57,508.93)</b>
<b>Net Increase/(Decrease) in Cash or Cash Equivalents :</b>	<b>(237.87)</b>	<b>(75.26)</b>
Cash & Cash Equivalents at the beginning of the year	565.51	640.77
Cash & Cash Equivalents at the end of the year	327.63	565.51

The accompanying notes (note no.1 to note No. 41) 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



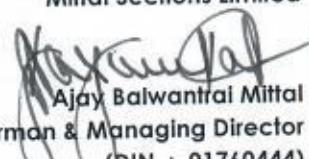
Nirav D. Shah  
Proprietor

Membership No. 106627

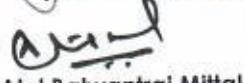
Ahmedabad  
August 12, 2023



For and on behalf of the board of  
Mittal Sections Limited



Ajay Balwantrao Mittal  
Chairman & Managing Director  
(DIN : 01760444)



Atul Balwantrao Mittal  
Managing Director  
(DIN : 02282605)

Ahmedabad  
August 12, 2023

**Significant Accounting Policies****About the Company**

i.	CIN	:	<b>U27109GJ2009PLC056527</b>
ii.	Name of the Company	:	<b>Mittal Sections Limited</b>
iii.	Registration Date	:	<b>April 02, 2009</b>
iv.	PAN of the Company	:	<b>AAFCM9771Q</b>
v.	GSTIN of the Company	:	<b>24AAFCM9771Q1ZM</b>
vi.	Address of the Company	:	<b>1, Sona Roopa Apartment, Opp. Lal Bunglow C.G. Road, Navrangpura Ahmedabad Ahmedabad GJ 380009, INDIA</b>
vii.	Nature of Business	:	<b>Manufacturing of Steel Products and wholesale trade of metals and metal ores</b>

**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 (Accounting Standards) Rules, 2014 as amended 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 in thousand. 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 Statement**

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.



**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.

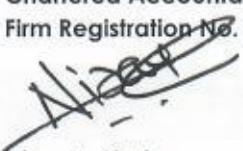
**XIII. AS - 29 Contingencies & Provisions**

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.

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The accompanying notes (note no.1 to note. No. 41) 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  
August 12, 2023



For and on behalf of the board of  
Mittal Sections limited

  
Ajay Balwantrai Mittal  
Chairman & Managing Director  
(DIN : 01760444)

  
Atul Balwantrai Mittal  
Managing Director  
(DIN : 02282605)

Ahmedabad  
August 12, 2023

**Notes on Standalone Financial Statements**

**Note - 1**

**Equity Share Capital**

Particulars	As at March 31, 2023		As at March 31, 2022	
	Number	₹ in '000	Number	₹ in '000
<b>Authorised</b> Equity Shares of ₹ 10/-	3,000,000	30,000.00	3,000,000.00	30,000.00
<b>Issued</b> Equity Shares of ₹ 10/-	2,622,500	26,225.00	2,622,500	26,225.00
<b>Subscribed &amp; Paid-up</b> Equity Shares of ₹ 10/-	2,622,500	26,225.00	2,622,500	26,225.00
<b>Total :</b>	<b>2,622,500</b>	<b>26,225.00</b>	<b>2,622,500</b>	<b>26,225.00</b>

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, 2023		As at March 31, 2022	
	Number	₹ in '000	Number	₹ in '000
Shares outstanding at the beginning of the year	2,622,500	26,225.00	2,622,500	26,225.00
Add : Shares issued during the year	-	-	-	-
Less : Shares bought back during the year	-	-	-	-
<b>Shares outstanding at the end of the year :</b>	<b>2,622,500</b>	<b>26,225.00</b>	<b>2,622,500</b>	<b>26,225.00</b>

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

Name of Shareholder	As at March 31, 2023		As at March 31, 2022	
	Number	₹ in '000	Number	₹ in '000
Ajay Balwantrai Mittal	1,067,500	10,675.00	1,067,500	10,675.00
Atul Balwantrai Mittal	1,067,500	10,675.00	1,067,500	10,675.00
Welplan Tradelink Pvt. Ltd.	447,500	4,475.00	447,500	4,475.00



## Notes on Standalone Financial Statements

The details of shares held by promoters at the end of the year

Name of Shareholder	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	% of total Shares	No. of Shares	% of total Shares
Ajay Balwantrai Mittal	1,067,500	40.71%	1,067,500	40.71%
Atul Balwantrai Mittal	1,067,500	40.71%	1,067,500	40.71%
Sushiladevi Mittal	36,000	1.37%	36,000	1.37%
Monika Mittal	1,000	0.04%	1,000	0.04%
Ritu Mittal	1,000	0.04%	1,000	0.04%
Welplan Tradelink Pvt. Ltd.	447,500	17.06%	447,500	17.06%
<b>Total :</b>	<b>2,620,500</b>	<b>99.92%</b>	<b>2,620,500</b>	<b>99.92%</b>



## Notes on Standalone Financial Statements

### Note - 3

#### Long Term Borrowings (contd...)

Term Loan A/c # 922060053733387 of ₹ 1,84,42,390/- from Axis Bank Limited was availed on 26th December, 2022, carrying annual interest rate of 9.25% (floating interest rate linked to repo rate), is repayable in 64 equal monthly instalments of ₹ 2,98,446/-, commencing from January, 2023 to April, 2028.

Term Loan A/c # 922060053733390 of ₹ 1,18,88,728/- from Axis Bank Limited was availed on 26th December, 2022, carrying annual interest rate of 9.25% (floating interest rate linked to repo rate), is repayable in 47 equal monthly instalments of ₹ 2,64,856/-, commencing from January, 2023 to November, 2026.

Term Loan A/c # 922060053733400 of ₹ 42,69,221/- from Axis Bank Limited was availed on 26th December, 2022, carrying annual interest rate of 9.25% (floating interest rate linked to repo rate), is repayable in 23 equal monthly instalments of ₹ 2,02,424/-, commencing from January, 2023 to November, 2024.

Term Loan A/c # 922060053733413 of ₹ 1,65,34,126/- from Axis Bank Limited was availed on 26th December, 2022, carrying annual interest rate of 9.25% (floating interest rate linked to repo rate), is repayable in 23 equal monthly instalments of ₹ 7,85,963/-, commencing from January, 2023 to November, 2024. The loan has been sanctioned and availed under Emergency Credit Line Guarantee Scheme (ECLGS).

Term Loan A/c # 922060053733426 of ₹ 1,32,00,000/- from Axis Bank Limited was availed on 26th December, 2022, carrying annual interest rate of 9.25% (floating interest rate linked to repo rate), is repayable after moratorium of 13 months in 36 equal monthly instalments of ₹ 3,66,667/-, commencing from February, 2024 to January, 2026. The loan has been sanctioned and availed under Emergency Credit Line Guarantee Scheme (ECLGS) Extension.

Unsecured Term Loan A/c # 000308247561 of ₹ 50,00,000/- from Axis Bank Limited was availed on 7th December, 2022, carrying annual interest rate of 15% (floating interest rate linked to MCLR), is repayable in 36 equal monthly instalments of ₹ 1,73,327/-, commencing from December, 2022 to November, 2025.

Unsecured Term Loan from HDFC Bank carrying interest rate of 15% is repayable in 36 monthly instalments of ₹ 87,356/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Vehicle Loan from HDFC Bank carrying interest rate of 8.00% is repayable in 36 monthly instalments of ₹ 37,718/- commencing from December, 2021 to November, 2024 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from ICICI Bank carrying interest rate of 15% is repayable in 36 monthly instalments of ₹ 1,73,684/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from IDFC First Bank, carrying interest rate of 15.25% is repayable in 36 monthly instalments of ₹ 2,41,289/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Kotak Mahindra Bank carrying interest rate of 15.50%, is repayable in 24 monthly instalments of ₹ 2,43,135/- commencing from November, 2022 to December, 2024 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Unity Small Finance Bank carrying interest rate of 17%, is repayable in 36 monthly instalments of ₹ 1,81,829/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Bajaj Finance Limited, carrying interest rate of 16.9% is repayable in 36 monthly instalments of ₹ 1,62,549/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.



## Notes on Standalone Financial Statements

Note - 3

## Long Term Borrowings (contd...)

₹ In '000

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Secured Borrowings From Banks</b>		
Term Loan from Axis Bank A/C - 33387	17,248.61	-
Less : Current Maturities	3,591.35	-
	13,657.25	-
Term Loan from Axis Bank A/C - 33390	10,829.30	-
Less : Current Maturities	3,178.27	-
	7,651.03	-
Term Loan from Axis Bank A/C - 33400	3,459.53	-
Less : Current Maturities	2,429.09	-
	1,030.44	-
Term Loan from Axis Bank A/C - 33413	13,390.27	-
Less : Current Maturities	9,431.56	-
	3,958.72	-
Term Loan from Axis Bank A/C - 33426	13,200.00	-
Less : Current Maturities	1,100.00	-
	12,100.00	-
Commercial Equipment Loan from HDFC Bank Limited	-	373.87
Less : Current Maturities	-	373.87
		-
<b>Total (A) :</b>	<b>38,397.44</b>	<b>59,631.31</b>
<b>Unsecured Borrowings From Banks</b>		
Unsecured Business Loan from Axis Bank A/C - 47561	4,522.36	-
Less : Current Maturities	1,466.99	-
	3,055.37	-
Unsecured Business Loan from HDFC Bank Limited	-	313.63
Less : Current Maturities	-	313.63
	-	-
Unsecured Business Loan from HDFC Bank Limited - 6434	2,350.33	-
Less : Current Maturities	745.62	-
	1,604.71	-
Unsecured Business Loan from HDFC Bank Limited - V/L No - 65710	704.02	1,083.64
Less : Current Maturities	411.14	379.62
	292.88	704.02



**Notes on Standalone Financial Statements**

**Note - 2**

**Reserve and Surplus**

Particulars	₹ in '000	
	As at March 31, 2023	As at March 31, 2022
<b>Securities Premium Account</b>		
As per last Balance Sheet	15,175.00	15,175.00
Add : On issue of equity shares	-	-
	<b>Total (A) :</b>	<b>15,175.00</b>
<b>Surplus</b>		
As per last Balance Sheet	1,388.02	(4,620.68)
Add : Current year's Net Profit/(Loss)	5,585.62	6,008.70
	<b>Total (B) :</b>	<b>1,388.02</b>
	<b>Total (A+B) :</b>	<b>22,148.64</b>
		<b>16,563.02</b>

**Note - 3**

**Long Term Borrowings**

Particulars	₹ in '000	
	As at March 31, 2023	As at March 31, 2022
<b>Secured Borrowings From Banks</b>		
Term Loan from City Union Bank Limited A/c No. - 35991	-	20,916.69
Less : Interest accrued and due but not paid	-	151.28
Less : Current Maturities	-	2,977.33
	-	17,788.08
Term Loan from City Union Bank Limited A/c No. - 75117	-	22,314.08
Less : Interest accrued and due but not paid	-	188.82
Less : Current Maturities	-	8,469.02
	-	13,656.24
Term Loan from City Union Bank Limited A/c No. - 57845	-	14,128.58
Less : Interest accrued and due but not paid	-	101.73
Less : Current Maturities	-	2,793.88
	-	11,232.98
Term Loan from City Union Bank Limited A/c No. - 57846	-	5,889.02
Less : Interest accrued and due but not paid	-	42.50
Less : Current Maturities	-	2,092.52
	-	3,754.01
Term Loan from City Union Bank Limited A/c No. - 83017	-	13,295.29
Less : Interest accrued and due but not paid	-	95.29
	-	13,200.00



## Notes on Standalone Financial Statements

Note - 3

## Long Term Borrowings (contd...)

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
Unsecured Business Loan from India Infoline Finance Limited	-	1,570.49
Less : Current Maturities	-	1,570.49
Unsecured Business Loan from Shriram City Union Finance Limited	-	1,952.27
Less : Current Maturities	-	1,952.27
Unsecured Business Loan from Kisetsu Saison Finance Limited	3,333.14	-
Less : Current Maturities	1,047.43	-
Unsecured Business Loan from Tata Capital Finance Limited	2,285.71	-
Less : Current Maturities	5,598.97	-
Unsecured Business Loan from L & T Finance Limited	1,767.83	-
Less : Current Maturities	3,831.14	-
Unsecured Business Loan from Moneywise Financial	4,770.70	-
Less : Current Maturities	1,012.39	-
Unsecured Business Loan from Poonawalla Finacrop Limited	3,758.32	-
Less : Current Maturities	4,737.27	-
Unsecured Business Loan from Ugro Capital Loan	1,469.51	-
Less : Current Maturities	3,267.76	-
Unsecured Business Loan from Poonawalla Finacrop Limited	2,337.60	-
Less : Current Maturities	734.58	-
Unsecured Business Loan from Ugro Capital Loan	1,603.02	-
Less : Current Maturities	4,668.26	-
Unsecured Business Loan from Ugro Capital Loan	1,466.99	-
Less : Current Maturities	3,201.27	-
Total (C) :	24,077.13	-
Total (A + B + C) :	80,422.73	60,335.33
<b>Maturity Profile of Long-Term Borrowings</b>		
Repayable in the Financial Year 2023 - 2024	-	19,672.38
Repayable in the Financial Year 2024 - 2025	39,010.08	17,689.63
Repayable in the Financial Year 2025 - 2026	29,133.55	12,008.90
Repayable in the Financial Year 2026 - 2027	9,365.89	8,099.29
Repayable in the Financial Year 2027 - 2028	2,913.20	2,865.14
Total :	80,422.73	60,335.33



## Notes on Standalone Financial Statements

## Note - 3

## Long Term Borrowings (contd...)

Particulars	₹ in '000	
	As at March 31, 2023	As at March 31, 2022
<b>Unsecured Borrowings From Banks</b>		
Unsecured Business Loan from ICICI Bank Limited	-	1,363.41
Less : Current Maturities	-	1,363.41
	-	-
Unsecured Business Loan from ICICI Bank Limited - 84364	4,672.94	-
Less : Current Maturities	1,482.44	-
	3,190.50	-
Unsecured Business Loan from IDFC First Bank limited	-	1,976.18
Less : Current Maturities	-	1,976.18
	-	-
Unsecured Loan from IDFC First Bank limited - 8797	6,470.71	-
Less : Current Maturities	2,047.91	-
	4,422.79	-
Unsecured Loan from Kotak Mahindra Bank Limited	-	2,700.88
Less : Current Maturities	-	2,700.88
	-	-
Unsecured Loan from Kotak Mahindra Bank Limited - 73931	4,450.24	-
Less : Current Maturities	2,396.22	-
	2,054.02	-
Unsecured Business Loan from RBL Bank Limited	-	1,363.16
Less : Current Maturities	-	1,363.16
	-	-
Unsecured Business Loan from Axis Bank Limited	-	131.53
Less : Current Maturities	-	131.53
	-	-
Unsecured Business Loan from Unity Small Finance Bank - 5983	4,766.59	-
Less : Current Maturities	1,438.71	-
	3,327.88	-
<b>Total (B) :</b>	<b>17,948.16</b>	<b>704.02</b>
<b>Unsecured Borrowings From Financial Institutions and Others</b>		
Unsecured Business Loan from Bajaj Finance Limited	4,266.68	-
Less : Current Maturities	1,329.37	-
	2,937.31	-
Unsecured Business Loan from Fullerton India Credit Company	4,665.81	-
Less : Current Maturities	1,473.20	-
	3,192.61	-



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

Unsecured Loan from Fullerton India, carrying interest rate of 15.5% is repayable in 37 monthly instalments of ₹ 1,74,554/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Kisetsu Saison Finance (India) Private Limited, carrying interest rate of 16% is repayable in 36 monthly instalments of ₹ 1,25,511/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Tata Capital Finance Limited, carrying interest rate of 15.75% is repayable in 36 monthly instalments of ₹ 2,09,464/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from L & T Finance Limited, carrying interest rate of 16% is repayable in 48 monthly instalments of ₹ 1,41,063/- commencing from January, 2023 to December, 2026 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Moneywise Financial, carrying interest rate of 16% is repayable in 36 monthly instalments of ₹ 1,76,162/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Poonawalla Fincrop Limited, carrying interest rate of 16% is repayable in 36 monthly instalments of ₹ 88,023/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Unsecured Loan from Ugro Capital Loan, carrying interest rate of 16% is repayable in 36 monthly instalments of ₹ 1,75,785/- commencing from January, 2023 to December, 2025 and further guaranteed by the non-independent directors of the company.

Term Loan facilities from Axis 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 Standalone Financial Statements

## Note - 4

## Deferred Tax Liabilities (Net)

Particulars	₹ in '000	
	As at March 31, 2023	As at March 31, 2022
<b>Deferred Tax Liability</b>		
Related to Fixed Assets	11,907.97	11,946.48
<b>Total (A) :</b>	<b>11,907.97</b>	<b>11,946.48</b>
<b>Deferred Tax Asset</b>		
Related to Carried Forward Losses & Unabsorbed Depreciation	9,385.59	11,476.75
Related to Employee benefits	425.60	392.60
<b>Total (B) :</b>	<b>9,811.19</b>	<b>11,869.35</b>
<b>Net Deferred Tax Asset/(Liability) (A - B) :</b>	<b>2,096.78</b>	<b>77.13</b>

## Note - 5

## Long Term Provisions

Particulars	₹ in '000	
	As at March 31, 2023	As at March 31, 2022
Provision for gratuity (long-term employee benefits)	1,599.16	1,475.13
<b>Total :</b>	<b>1,599.16</b>	<b>1,475.13</b>

## Note - 6

## Short Term Borrowings

Particulars	₹ in '000	
	As at March 31, 2023	As at March 31, 2022
<b>Secured Borrowings</b>		
Working Capital Facility from City Union Bank	-	46,947.86
Working Capital Facility from Axis Bank - 55794	27,784.93	-
Dropline Overdraft from Axis Bank Limited A/c No. - 5817	38,296.60	-
<b>Total (A) :</b>	<b>66,081.52</b>	<b>46,947.86</b>
<b>Unsecured Borrowings from Directors</b>		
Atul B. Mittal	2,351.53	1,469.36
Ajay B. Mittal	15,014.22	916.53
<b>Total (B) :</b>	<b>17,365.75</b>	<b>2,385.89</b>



## Notes on Standalone Financial Statements

Note - 6

## Short Term Borrowings

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Current Maturities of Secured Long Term Borrowings</b>		
Term Loan from City Union Bank Limited A/c No. - 35991	-	2,977.33
Term Loan from City Union Bank Limited A/c No. - 75117	-	8,469.02
Term Loan from City Union Bank Limited A/c No. - 57845	-	2,793.88
Term Loan from City Union Bank Limited A/c No. - 57846	-	2,092.52
Term Loan from Axis Bank A/C - 33387	3,591.35	-
Term Loan from Axis Bank A/C - 33390	3,178.27	-
Term Loan from Axis Bank A/C - 33400	2,429.09	-
Term Loan from Axis Bank A/C - 33413	9,431.56	-
Term Loan from Axis Bank A/C - 33426	1,100.00	-
Commercial Equipment Loan from HDFC Bank Limited	-	373.87
<b>Total (C) :</b>	<b>19,730.27</b>	<b>16,706.62</b>
<b>Current Maturities of Unsecured Long Term Borrowings</b>		
Unsecured Business Loan from Axis Bank A/C - 47561	1,466.99	-
Unsecured Business Loan from HDFC Bank Limited	-	313.63
Unsecured Business Loan from HDFC Bank Limited - 6434	745.62	-
Unsecured Vehicle Loan from HDFC Bank Limited	411.14	379.62
Unsecured Business Loan from ICICI Bank Limited	-	1,363.41
Unsecured Business Loan from ICICI Bank Limited - 84364	1,482.44	-
Unsecured Business Loan from IDFC First Bank limited	-	1,976.18
Unsecured Loan from IDFC First Bank limited - 8797	2,047.91	-
Unsecured Loan from Kotak Mahindra Bank Limited - 73931	2,396.22	-
Unsecured Business Loan from RBL Bank Limited	-	1,363.16
Unsecured Business Loan from Axis Bank Limited	-	131.53
Unsecured Business Loan from Unity Small Finance Bank - 5983	1,438.71	-
Unsecured Business Loan from Bajaj Finance Limited	1,329.37	-
Unsecured Business Loan from Fullerton India Credit Company	1,473.20	-
Unsecured Business Loan from India Infoline Finance Limited	-	1,570.49
Unsecured Business Loan from Shriram City Union Finance Limited	-	1,952.27
Unsecured Business Loan from Kisetsu Saison Finance Limited	1,047.43	-
Unsecured Business Loan from Tata Capital Finance Limited	1,767.83	-
Unsecured Business Loan from L & T Finance Limited	1,012.39	-
Unsecured Business Loan from Moneywise Financial	1,469.51	-
Unsecured Business Loan from Poonawalla Finacrop Limited	734.58	-
Unsecured Business Loan from Ugro Capital Loan	1,466.99	-
<b>Total (D) :</b>	<b>20,290.33</b>	<b>9,050.28</b>
<b>Total (A+B+C+D) :</b>	<b>123,467.87</b>	<b>75,090.64</b>

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



## Notes on Standalone Financial Statements

## Note - 6

## Short Term Borrowings (contd...)

Working capital facility from Axis 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.

Dropline Overdraft A/c # 922030066855817 of ₹ 4,00,00,000/- from Axis Bank Limited was availed on 26th December, 2022, carrying annual interest rate of 9.25% (floating interest rate linked to repo rate), is repayable in 60 equal monthly instalments of ₹ 6,70,000/-, commencing from January, 2023 to December, 2027.

Unsecured borrowing from director is interest free and no guarantee have been provided.

## Note - 7

## Trade Payables

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Due to Micro and small enterprises</b>		
Trade Payable for Goods and Materials	44,531.01	118,673.20
Trade Payable for Consumables	14,283.18	9,307.29
Trade Payable for Services and Expenses	20.13	152.62
Trade Payable for Capital Expenditure	2,016.64	1,643.12
<b>Total (A) :</b>	<b>60,850.96</b>	<b>129,776.23</b>
<b>Due to Others</b>		
Trade Payable for Goods and Materials	6.19	157.94
Trade Payable for Consumables	-	1,178.15
Trade Payable for Services and Expenses	3,463.77	2,949.74
Trade Payable for Capital Expenditure	48.48	-
<b>Total (B) :</b>	<b>3,518.44</b>	<b>4,285.84</b>
<b>Total (A+B) :</b>	<b>64,369.40</b>	<b>134,062.06</b>

## Note - 8

## Other Current Liabilities

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
Interest Due and Accrued but Not Paid	-	579.62
Advance From Customers	481.17	702.49
Other Payables	11,620.33	6,624.36
<b>Total :</b>	<b>12,101.50</b>	<b>7,906.47</b>



**Notes on Standalone Financial Statements****Note - 9****Short Term Provisions**

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
Provision for Gratuity	37.77	34.87
Provision for Income Tax	160.85	248.39
<b>Total :</b>	<b>198.62</b>	<b>283.25</b>



Notes on Standalone Financial Statements

Note • 10

Property, Plant and Equipment

1

Fixed Assets	Useful Life (in years)	Gross Block		Disposals	Balance as at March 31, 2023	Balance as at April 1, 2022		Accumulated Depreciation	Adjustment in depreciation	Balance as at March 31, 2023	Balance as at March 31, 2023	Net Block
		Balance as at April 1, 2022	Additions									
Land	-	3,822.68	-	-	3,822.68	-	-	-	-	-	3,822.68	3,822.68
Buildings	30	9,458.09	-	-	9,458.09	3,311.74	326.12	-	3,637.86	5,820.23	6,146.35	
Plant and Machineries	20	106,828.75	2,858.20	-	109,686.95	46,158.48	5,120.00	-	51,278.48	58,408.47	60,670.27	
Plant and Machineries - Rols	3	-	-	-	24,153.35	-	-	-	13,345.16	10,806.19	9,327.19	
Vehicles [Four Wheelers]	8	19,434.59	4,718.76	-	-	10,107.40	3,237.76	-	-	-	-	-
Vehicles [Two Wheelers]	10	194.42	-	-	-	194.42	114.29	18.48	132.77	61.65	80.13	
Office equipment	5	1,246.85	-	-	-	1,429.97	977.57	95.26	1,072.82	357.15	269.28	
Furniture & Fixtures	10	319.65	564.99	-	-	884.63	51.22	62.84	-	114.06	770.57	268.42
Water Tank	20	10.62	27.00	-	-	37.62	1.11	0.51	-	1.62	36.01	9.51
Hydraulic Crane	20	2,422.37	-	-	-	2,422.37	143.01	115.06	-	238.07	2,164.30	2,279.36
Total :		143,738.01	8,352.07	-	152,000.08	60,864.82	8,976.01	-	69,840.83	82,249.24	82,873.19	
Previous Year :		140,502.69	8,354.25	5,118.93	143,738.01	57,402.01	8,325.80	4,862.98	60,864.82	82,873.19	83,100.69	

Note - 11

### Non - Current Investments

Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Equity Shares As at March 31, 2022	Quoted / Unquoted As at March 31, 2023	Extent of Holding (%) As at March 31, 2023	Partly Paid / Fully paid As at March 31, 2023	₹ in '000 As at March 31, 2023	Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' - Basis of Valuation
Bodal Chemicals Limited	Others	-	0.70	Quoted	Fully Paid	-	96.08	N.A.
Suzlon Energy Limited	Others	4.00	4.00	Quoted	Fully Paid	54.84	Yes	N.A.
RMG Alloys Steel Limited	Others	5.00	5.00	Quoted	Fully Paid	52.46	Yes	N.A.
Aban Oilshare Limited	Others	1.00	1.00	Quoted	Fully Paid	120.10	Yes	N.A.
Mitar Technologies Limited	Others	58.20	-	Quoted	Fully Paid	141.96	Yes	N.A.
United polyfab Gujarat Limited	Others	63.55	-	Quoted	Fully Paid	58.20	-	N.A.
						63.55	-	N.A.
							438.64	410.59
<b>Total :</b>			<b>131.75</b>	<b>10.70</b>				

Notes on Standalone Financial Statements

Note - 12

Long Term Loans and Advances

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
<b>Security Deposits</b> (Unsecured, considered good)		
Changodar Industrial Estate Association	3,647.78	3,647.78
Deposit with GTPL for Broadband	1.20	1.20
Deposit with Uttar Gujarat Vij Company Limited	3,192.99	1,571.99
<b>Total :</b>	<b>6,841.97</b>	<b>5,220.97</b>

Note - 13

Inventories

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
Raw Materials	17,466.54	26,864.55
Consumables	729.12	931.92
Finished Goods	102,913.61	97,063.48
<b>Total :</b>	<b>121,109.27</b>	<b>124,859.95</b>

Note - 14

Trade Receivables

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
More than six months	11,321.22	8,735.00
Others	64,859.59	59,493.69
<b>Total :</b>	<b>76,180.81</b>	<b>68,228.69</b>

Note - 15

Cash and Cash Equivalents

₹ in '000

Particulars	As at March 31, 2023	As at March 31, 2022
Cash on hand	327.63	207.58
Bank Deposits with maturity for more than 12 months (lien with bank for margin and bank guarantee)	-	357.93
<b>Total :</b>	<b>327.63</b>	<b>565.51</b>



**Notes on Standalone Financial Statements****Note - 16****Short Term Loans and Advances**

Particulars	As at March 31, 2023	As at March 31, 2022
Advance to Vendors	27,651.79	3,463.10
Loans and Advances to staff	215.00	290.00
Balances with Revenue Authority	553.31	1,430.33
Loans and Advances to Others	8,058.38	26,862.64
MAT Credit Entitlement	9,003.66	7,813.07
<b>Total :</b>	<b>45,482.14</b>	<b>39,859.15</b>



## Notes on Standalone Financial Statements

## Note - 17

## Revenue From Operations

Particulars	2022 - 2023	₹ in '000 2021 - 2022
Sale of Goods	1,974,865.75	1,759,007.12
Add : Rate Difference	(1.28)	(19.30)
Add : Inferior Quality	-	-
Less : Sales Return	(919.78)	(46.21)
	1,973,944.70	1,758,941.61
Less : Goods and Services Tax	301,250.74	268,323.13
<b>Total :</b>	<b>1,672,693.96</b>	<b>1,490,618.48</b>
<b>Sale of goods comprising of -</b>		
Manufacturing - Mild Steel Structural Steel Products	1,672,693.96	1,490,618.48

## Note - 18

## Other Income

Particulars	2022 - 2023	₹ in '000 2021 - 2022
Commission	-	-
Dividend Received	3.15	0.50
VAT Refund received	-	-
Profit on Sale of Asset	-	781.93
Balance Written Off	252.12	9.91
Employee PF A/C	12.59	-
Interest on Income Tax Refund	68.58	72.32
<b>Total :</b>	<b>336.44</b>	<b>864.67</b>



## Notes on Standalone Financial Statements

## Note - 19

## Cost of Materials

₹ in '000

Particulars	2022 - 2023	2021 - 2022
<b>Raw Materials</b>		
Opening Stock	26,864.55	20,037.56
Add : Purchase of Materials during the year	1,522,305.50	1,377,836.78
	1,549,170.05	1,397,874.33
Less : Quality Discount	25,229.51	-
Purachse Return	400.20	-
Closing Stock	17,466.54	26,864.55
<b>Total :</b>	<b>1,506,073.80</b>	<b>1,371,009.78</b>
<b>Materials Consumed comprises of :</b>		
Primary Mild Steel	1,506,073.80	1,371,009.78

## Note - 20

## Changes in Inventories of Finished Goods

₹ in '000

Particulars	2022 - 2023	2021 - 2022
Opening Stock of Finished Goods	97,063.48	64,872.25
Less : Closing Stock of Finished Goods	102,913.61	97,063.48
<b>Total :</b>	<b>(5,850.13)</b>	<b>(32,191.22)</b>
<b>Inventories of Finished Goods comprises of :</b>		
Mild Steel Structural Steel Products	102,913.61	97,063.48
<b>Total :</b>	<b>102,913.61</b>	<b>97,063.48</b>



Notes on Standalone Financial Statements

Note - 21

Employee Benefit Expenses

Particulars	2022 - 2023	2021 - 2022
Remuneration to Directors	10,200.00	9,600.00
Insurance - Workers	5.42	5.24
Provident Fund - Administrative Charges	10.21	13.89
Provident Fund - Employer's Contribution	213.95	241.43
ESIC- Employer's Contribution	41.91	57.28
Labour Welfare Expense	-	1.56
Provision for Gratuity	126.93	110.12
Salary	10,069.83	8,017.01
Staff Welfare	170.73	296.59
<b>Total :</b>	<b>20,838.98</b>	<b>18,343.12</b>

Note - 22

Finance Cost

Particulars	2022 - 2023	2021 - 2022
Interest on Working Capital Loan Interest	6,422.15	5,968.74
Interest on Term Loan - Secured	6,058.98	6,779.69
Interest on Term Loan - Unsecured	3,523.60	3,191.26
Interest on Vehicle Loans	89.63	81.87
	16,094.35	16,021.56
Less : Late Payment Interest Received	-	165.05
Interest Income on Bank Deposits	13.76	19.03
Interest Income from other Loans and Advances	2,153.68	1,880.71
Interest Received on UGVCL	140.79	-
<b>Total :</b>	<b>13,786.12</b>	<b>13,956.77</b>

Note - 23

Depreciation & Amortizations

Particulars	2022 - 2023	2021 - 2022
Depreciation	8,976.01	8,325.80
<b>Total :</b>	<b>8,976.01</b>	<b>8,325.80</b>



## Notes on Standalone Financial Statements

## Note - 24

## Other Expenses

Particulars	2022 - 2023	₹ in '000 2021 - 2022
<b>Manufacturing Expenses</b>		
Opening Stock of Consumables	931.92	566.94
Add : Purchase of consumables (Net of returns)	55,745.41	45,701.85
	<b>56,677.33</b>	<b>46,268.79</b>
Less : Shortage and Quality Claim	105.05	125.12
Purchase Return	-	486.36
Closing stock of consumables	729.12	931.92
Consumption of Consumables	<b>55,843.16</b>	<b>44,725.39</b>
Cast Iron Casting Expenses	-	838.08
Factory Expenses	126.91	91.33
Insurance on Stock & Building	160.44	177.21
Laboratory Expenses	41.95	31.78
Labour for Straightening	1,430.00	1,620.00
Machinery Repairing Expenses	2,099.16	2,035.98
Power & Fuel	23,737.25	21,353.05
Production Labour Charges	27,153.24	24,262.57
Repairs to Building	149.61	244.45
Security Expenses	999.88	964.57
Technical Consultancy Services	2,960.00	2,603.00
Inward Freight	1,318.60	843.96
Weigh Bridge Charges	38.00	38.00
	<b>Total (A) :</b>	<b>116,058.20</b>
		<b>99,829.37</b>
<b>Other Expenses</b>		
General Administrative Expense	4,483.31	2,184.68
Sales & Marketing Expenses	1,032.16	1,731.06
Balances Writeen off	-	306.46
	<b>Total (B) :</b>	<b>5,515.47</b>
		<b>4,222.20</b>
	<b>Total (A+B) :</b>	<b>121,573.67</b>
		<b>104,051.57</b>



## Notes on Standalone Financial Statements

## Note - 25

## Earnings Per Share

Particulars	2022 - 2023	2021 - 2022
Profit after tax & exceptional/non-recurring item as per the Statement of Profit and Loss (₹ in '000)	5,585.62	6,008.70
Profit/ (Loss) after tax available for Equity Shareholders (₹ in '000)	5,585.62	6,008.70
Weighted Average No. of Equity Shares (in Nos.)	2,622,500	2,622,500
<b>Basic and Diluted Earnings Per Share (in ₹) :</b>	<b>2.13</b>	<b>2.29</b>



Notes on Standalone Financial Statements

Note - 26

Trade Payables Ageing Schedule

Sr. No.	Particulars	As at March 31, 2023						₹ in '000	
		Outstanding for following periods from due date of payment							
		Not due for payment	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total		
(i)	MSME	-	60,850.96	-	-	-	-	60,850.96	
(ii)	Others	-	3,518.44	-	-	-	-	3,518.44	
(iii)	Disputed dues MSME	-	-	-	-	-	-	-	
(iv)	Disputed dues Others	-	-	-	-	-	-	-	
<b>Total :</b>		-	<b>64,369.40</b>	-	-	-	-	<b>64,369.40</b>	

Sr. No.	Particulars	As at March 31, 2022						₹ in '000	
		Outstanding for following periods from due date of payment							
		Not due for payment	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total		
(i)	MSME	-	129,776.23	-	-	-	-	129,776.23	
(ii)	Others	-	4,285.84	-	-	-	-	4,285.84	
(iii)	Disputed dues MSME	-	-	-	-	-	-	-	
(iv)	Disputed dues Others	-	-	-	-	-	-	-	
<b>Total :</b>		-	<b>134,062.06</b>	-	-	-	-	<b>134,062.06</b>	

Note - 27

Trade Receivables Ageing Schedule

Sr. No.	Particulars	As at March 31, 2023								₹ in '000	
		Outstanding for following periods from due date of payment									
		Not due for payment	Unbilled	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total		
(i)	Undisputed Trade Receivable considered good	-	-	64,859.59	11,321.22	-	-	-	76,180.81		
(ii)	Undisputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-		
(iii)	Disputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-		



## Notes on Standalone Financial Statements

## Note - 27

## Trade Receivables Ageing Schedule (Contd...)

₹ in '000

Sr. No.	Particulars	As at March 31, 2023							
		Outstanding for following periods from due date of payment							
		Not due for payment	Unbilled	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(iv)	Disputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
	<b>Total :</b>	-	-	<b>64,859.59</b>	<b>11,321.22</b>	-	-	-	<b>76,180.81</b>

₹ In '000

Sr. No.	Particulars	As at March 31, 2022							
		Outstanding for following periods from due date of payment							
		Not due for payment	Unbilled	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i)	Undisputed Trade Receivable considered good	-	-	59,493.69	8,735.00	-	-	-	<b>68,228.69</b>
(ii)	Undisputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
(iii)	Disputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
(iv)	Disputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
	<b>Total :</b>	-	-	<b>59,493.69</b>	<b>8,735.00</b>	-	-	-	<b>68,228.69</b>

## Note - 28

The figures have been presented in thousand rupees.

## 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.



**Notes on Standalone Financial Statements**

**Note - 31**

The details of dues to micro enterprises and small enterprises (MSME) as defined under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMEDAct') and disclosures pursuant to the MSMED Act are as follows:

Particulars	₹ in '000 As at March 31, 2023	As at March 31, 2022
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	60,850.96	129,776.23
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	-	-
Interest accrued and remaining unpaid at the end of each accounting year	-	-
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act	-	-

**Note - 32**

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 - 33**

**Auditors' Remuneration**

Particulars	₹ in '000 2022 - 2023	2021 - 2022
For Statutory Audit	100.00	90.00
For Others	15.40	-
<b>Total :</b>	<b>115.40</b>	<b>90.00</b>



**Notes on Standalone Financial Statements****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.

**Gratuity**

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

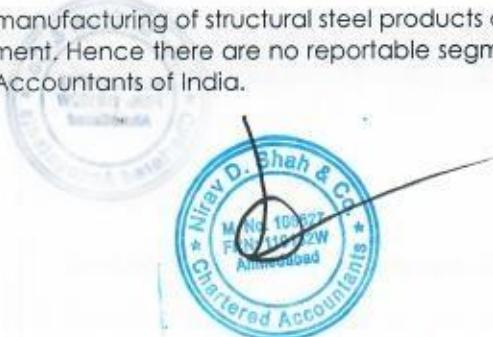
Particulars	2022 2023	₹ in '000 2021 - 2022
Provision for gratuity at the beginning of the year	1,510.00	1,399.88
Gratuity Provided/(Written back) during the year	126.93	110.12
Provision for gratuity at the end of the year	<b>1,636.92</b>	<b>1,510.00</b>
Short Term Provision for gratuity at the end of the year	37.77	34.87
Long Term Provision for gratuity at the end of the year	1,599.16	1,475.13
Total Provision for gratuity at the end of the year	<b>1,636.92</b>	<b>1,510.00</b>

**Actuarial Assumptions for Provision of Gratuity**

Sr. No.	Assumptions	2022 - 2023	2021 - 2022
(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	7.50%	7.33%
(f)	Mortality Table	India Assured Live Mortality (2006-08)	India Assured Live Mortality (2006-08)

**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.



**Notes on Standalone Financial Statements**

**Note - 36**

**Related Party Disclosure (AS - 18)**

**(A) List of related parties**

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

**(B) Particulars of Transactions with related parties**

Sr. No.	Particulars of Transactions	Key Managerial Personal		Associate Enterprise	
		2022 - 2023	2021 - 2022	2022 - 2023	2021 - 2022
1	Sales	-	-	12,667.44	21,928.99
2	Purchase	-	-	1,229,296.04	1,275,251.46
3	Remuneration to Directors	102.00	96.00	-	-
5	Unsecured Loans	Opening Balance	4.92	29.34	-
		Received	205.00	1.93	-
		Paid	45.00	26.34	-
		Closing Balance	164.92	4.92	-
		Interest Received	-	-	16.15
					8.87

**Note - 37**

**Minimum Alternative Tax (MAT) Credit Availment and Carried Forward**

Particulars	₹ in '000			
	2019 - 2020	2020 - 2021	2021 - 2022	2022 - 2023
Opening Balance of MAT Credit available	6,567.05	6,567.05	6,567.05	7,813.07
Add : MAT Credit Available/To be available during the year	-		1,246.02	1,190.59
Total :	<b>6,567.05</b>	<b>6,567.05</b>	<b>7,813.07</b>	<b>9,003.66</b>
Less : MAT Credit Utilized/Availed :	-	-	-	-
MAT Credit Carried Forward :	<b>6,567.05</b>	<b>6,567.05</b>	<b>7,813.07</b>	<b>9,003.66</b>

**Note - 38**

Particulars	₹ in '000		
		2022 - 2023	2021 - 2022
Capital Commitment	NIL	NIL	
Contingent Liability			
Bank guarantee issued to Uttar Gujarat Vij Company Limited by City Union Bank Limited			1,621.00



## **Notes on Standalone Financial Statements**

Note - 39

### **Outstanding Liability with Bank/Financial Institution**

Credit Facility	Financial Institution/Bank	Outstanding as on		Fund Based/Non-Fund Based
		31/03/2023	31/03/2022	
Working Capital Facility	City Union Bank	-	46,947.86	Fund Based
Working Capital Facility	Axis Bank Limited	27,784.93	-	Fund Based
Dropline Credit Facility	Axis Bank Limited	38,296.60	-	Fund Based
Term Loan - 35991	City Union Bank	-	20,916.69	Fund Based
Term Loan - 75117 - Covid	City Union Bank	-	22,314.08	Fund Based
Term Loan - 57845	City Union Bank	-	14,128.58	Fund Based
Term Loan - 57846	City Union Bank	-	5,889.02	Fund Based
Term Loan - 83017	City Union Bank	-	13,295.29	Fund Based
Term Loan - 33387	Axis Bank Limited	17,248.61	-	Fund Based
Term Loan - 33390	Axis Bank Limited	10,829.30	-	Fund Based
Term Loan - 33400	Axis Bank Limited	3,459.53	-	Fund Based
Term Loan - 33413	Axis Bank Limited	13,390.27	-	Fund Based
Term Loan - 33426	Axis Bank Limited	13,200.00	-	Fund Based
Unsecured Term Loan	Axis Bank Limited	4,522.36	-	Fund Based
Unsecured Term Loan	HDFC Bank	-	313.63	Fund Based
Unsecured Term Loan	HDFC Bank	2,350.33	-	Fund Based
Unsecured Term Loan	ICICI Bank	-	1,363.41	Fund Based
Unsecured Term Loan	ICICI Bank	4,672.94	-	Fund Based
Unsecured Term Loan	IDFC Bank	-	1,976.18	Fund Based
Unsecured Term Loan	IDFC Bank	6,470.71	-	Fund Based
Unsecured Term Loan	Kotak Bank	-	2,700.88	Fund Based
Unsecured Term Loan	Kotak Bank	4,450.24	-	Fund Based
Unsecured Term Loan	RBL Bank	-	1,363.16	Fund Based
Unsecured Term Loan	Axis Bank	-	131.53	Fund Based
Unsecured Term Loan	Unity Small Finance	4,766.59	-	Fund Based
Unsecured Term Loan	Bajaj Finance	4,266.68	-	Fund Based
Unsecured Term Loan	Fullerton India Credit	4,665.81	-	Fund Based
Unsecured Term Loan	Shriram City Union Financ	-	1,952.27	Fund Based
Unsecured Term Loan	Kisetsu Saison Finance	3,333.14	-	Fund Based
Unsecured Term Loan	TATA Capital	5,598.97	-	Fund Based
Unsecured Term Loan	L & T Finance Limited	4,770.70	-	Fund Based
Unsecured Term Loan	Moneywise Financial	4,737.27	-	Fund Based
Unsecured Term Loan	Poonawalla Finacrop	2,337.60	-	Fund Based
Unsecured Term Loan	Ugro Capital	4,668.26	-	Fund Based
Unsecured Term Loan	IIFL	-	1,570.49	Fund Based
Commercial Equipment Loan	HDFC Bank	-	373.87	Fund Based
Vehicle Loan	HDFC Bank	704.02	1,083.64	Fund Based
<b>Total (A) :</b>		<b>186,524.85</b>	<b>136,320.58</b>	
Bank Guarantee	City Union Bank	-	16.21	Non-Fund Based
<b>Total (B) :</b>		<b>-</b>	<b>16.21</b>	
<b>Total (A+B) :</b>		<b>186,524.85</b>	<b>136,336.79</b>	

Note - 40

### **Consumption of Raw Materials and Consumables**

Particulars	2022 - 2023		2021 - 2022	
	₹ in '000	(%)	₹ in '000	(%)
<b>Raw Materials</b>				
- Imported	1,506,074	100.00%	1,371,010	100.00%
- Indigenous				
<b>Consumables</b>				
- Imported	1,506,074	100.00%	1,371,010	100.00%
- Indigenous				
Total :	55,843	100.00%	44,725	100.00%
Total :	55,843	100.00%	44,725	100.00%

Notes on Standalone Financial Statements

Note - 41 Additional Information

Note - 41 (a)

Ratios

Sr. No.	Ratios	Numerator	Denominator	As at March 31, 2023	As at March 31, 2022	Variance	Explanation for any change in the ratio by more than 25% as compared to the preceding year
(a)	Current ratio (in times)	Current assets	Current liabilities	1.21	1.07	13.05%	-None-
(b)	Debt-equity ratio (in times)	Total debt	Shareholders' equity	4.21	3.17	33.17%	Due to increase in debt during the year
(c)	Debt-service coverage ratio (in times)	Earnings available for debt service	Debt service	0.10	0.15	-33.02%	Due to increase in debt during the year
(d)	Return on Equity ratio (in percentage)	Net profit after taxes	Average shareholders' equity	11.55%	14.04%	17.77%	-None-
(e)	Inventory turnover ratio (in times)	Sales	Average inventory	13.60	14.17	-4.04%	-None-
(f)	Trade receivables turnover ratio (in times)	Net credit sales	Average trade receivables	23.17	23.37	-0.87%	-None-
(g)	Trade payables turnover ratio (in times)	Net credit purchases	Average trade payables	15.91	15.54	2.36%	-None-
(h)	Net capital turnover ratio (in times)	Net sales	Average working capital	38.93	92.18	-57.76%	Due to increase in turnover during the year but decrease in profit after tax
(i)	Net profit ratio (in percentage)	Net profit after taxes	Net sales	0.33%	0.40%	17.16%	-None-
(j)	Return on capital employed (in percentage)	Earning before interest and taxes	Capital employed	16.17%	20.96%	-22.89%	Due to decrease in profit after taxes during the year
(k)	Return on investment (in percentage)	Income from investments	Cost of investment	-	-	-	-N.A.-



**Notes on Standalone Financial Statements****Note - 41 (b)****Title deeds of Immovable Properties**

The title deeds of all the immovable properties , as disclosed in note 10 to the financial statements, are held in the name of the company.

**Note - 41 (c)****Valution of Property, Plant & Equipment , Intangible Asset**

The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

**Note - 41 (d)****Details of benami property held**

No proceedings have been initiated on or are pending against the Compnay for holding benami property under Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

**Note - 41 (e)****Borrowing secured against current assets**

The Company has borrowings from banks on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks are in agreement with the books of accounts.

**Note - 41 (f)****Wilful Defaulter**

The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

**Note - 41 (g)****Relationship with Struck off Companies**

The Company has no transactions with the companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

**Note - 41 (h)****Registration of charges or satisfaction with Registrar of Companies (ROC)**

There are no charges or satisfaction yet to be registered with Registrar of Companies (ROC) beyond the statutory period.

**Note - 41 (i)****Compliance with number of layers of Companies**

The Company is neither a holding Company nor having a subsidiary Company. Therefore, clause(87) of section 2 of the Companies Act, 2013 is not applicable to the Company.



**Notes on Standalone Financial Statements****Note - 41 (j)****Compliance with approved Scheme(s) of Arrangements**

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

**Note - 41 (k)****Utilisation of borrowed funds and share Premium**

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity or invest in party identified by or on behalf of the Company ("Ultimate Beneficiaries"). The Company has not received any fund from any party (funding party) with the understanding that the Company shall whether, directly or indirectly provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**Note - 41 (l)****Undisclosed income**

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded previously in the books of account.

**Note - 41 (m)****Details of crypto currency or virtual currency**

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

**Note - 41 (n)****Utilisation of borrowings availed from banks and financial institutions**

The borrowings obtained by the Company from banks and financial institutions have been applied for the purposes for which such loans were taken.

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The accompanying notes (note no.1 to note No. 41) referred to above form an integral part of the Financial Statements

As per our report of even date

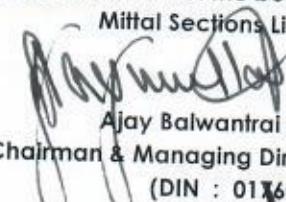
For Nirav D. Shah & Co.  
Chartered Accountants  
Firm Registration No. 119132W

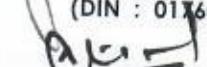
Nirav D. Shah  
Proprietor  
Membership No. 106627



Ahmedabad  
August 12, 2023

For and on behalf of the board of  
Mittal Sections Limited

  
Ajay Balwantrai Mittal  
Chairman & Managing Director  
(DIN : 01160444)

  
Atul Balwantrai Mittal  
Managing Director  
(DIN : 02282605)

Ahmedabad  
August 12, 2023

UDIN:	23106627BGWEOM2497
MRN/Name:	106627/NIRAV DHANSUKHLAL SHAH
Firm Registration No.:	119132W
Document type:	Audit and Assurance Functions
Document sub type:	Statutory Audit - Corporate
Document Date:	12-08-2023
Create Date/Time:	12-08-2023   16:31:16
<b>Financial Figures/Particulars:</b>	
Financial Year:	01-04-2022-31-03-2023
PAN of the Assessee/ Auditee:	AAFCM9771Q
Gross Turnover/Gross Receipt:	Rs. 16,72,693.96 thousands
Shareholder Fund/Owners Fund:	Rs. 48,373.64 thousands
Net Block of Property, Plant & Equipment:	Rs. 82,249.24 thousands
Document description:	Statutory Audit Report_Mittal Sections Limited

