

Mittal Sections Limited

**13th
Annual Report**

2021 - 2022

Auditors

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

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

Notice

Notice is hereby given that the **Thirteenth Annual General Meeting** of the Members of the Company will be held on Monday, **1st day of August, 2022** at 1:30 P.M at the Registered Office of the Company situated at 1, Sona Roopa Apartment, Opp. Lal Bungalow, C. G. Road, Navrangpura, Ahmedabad - 380009, Gujarat, to transact following business:

Ordinary business

1. To receive, consider and adopt the Audited financial statements of the company for the financial year ended **March 31, 2022**, which includes the Balance Sheet, the Statement of Profit & Loss, Cash Flow Statement as at the date, the Auditor's Report and Board's Report thereon.
2. To appoint a director in place of Mr. Ajaykumar Balwantrai Mittal (DIN : 01760444) who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.
3. To appoint a director in place of Mr. Atul Balwantrai Mittal (DIN : 02282605) who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.

Special Business:

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

RESOLVED THAT pursuant to provisions of section 148 (3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit & Auditors) Rules, 2014, the remuneration as decided by the Board of Directors based on the recommendation of the Audit Committee of Rs. 50,000 (Rupees Fifty Thousand Only) p.a. plus out of pocket expense to M/s. Devang Patel & Associates, Cost Accountants [Firm Reg. No.: 101976], Ahmedabad to conduct the audit of cost records of the Company for the financial year 2022-23, be and is hereby ratified.

Notes :

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. A person can act as the proxy on behalf of members not exceeding fifty and in aggregate not more than 10% of the total Share Capital of the Company.
2. Explanatory Statement pursuant to Section 102 of Companies Act, 2013 is annexed thereto.
3. A Route Map showing the Directions to reach the venue of the 13th Annual General Meeting is attached along with the notice as per the requirement of Secretarial Standards – 2 on General Meeting.
4. Under the present scenario, members are requested to comply the social distancing and other norms declared by Government / Corporation while attending the meeting.

Notice**Registered Office**

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

Ahmedabad
August 17, 2022

By order of the Board
Mittal Sections Limited

Atul Balwantrai Mittal
Managing Director
DIN: 02282605

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**For Item No. : 4**

The Board on the recommendation of the Audit Committee has approved the appointment and payment of remuneration to the Cost Auditors to conduct the audit of the Cost records of the Company for the financial year ending on 31st March, 2023. In accordance with the provisions of Section 148 of the Companies Act, 2013 and The Companies (Cost Records and Audit) Rules 2014, the remuneration payable to the Cost Auditors is required to be ratified by the Shareholders of the Company at the General Meeting. Accordingly consent of the shareholder is sought by passing an Ordinary resolution for ratification of the remuneration payable to the Cost Auditors for the year ending on 31st March, 2023. The Board recommends to pass the proposed resolution.

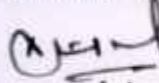
None of the Director, Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the proposed resolution.

Registered Office

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

Ahmedabad
August 17, 2022

By order of the Board
Mittal Sections Limited



Atul Balwantrao Mittal
Managing Director
DIN: 02282605

Directors' Report

To,

**The Members of
Mittal Sections Limited**

The Board of Directors are pleased to present the report of the business and operations of the Company along with the audited financial statements, for the financial year ended **March 31, 2022**.

1. About the Company

Your company was incorporated on April 2, 2009 under part – IX of the Companies Act, 1956 vide Corporate Identification No. U07109GJ2009PLC054527 issued by the Registrar of Companies, Gujarat, Ahmedabad. Your company is in to the business of manufacture of structural products like MS Angles, MS Channels, MS Sections and MS Rebars etc.

2. Results from Operations

Particulars	(Rs. In Lakhs)	
	Standalone 2021 - 2022	2020 - 2021
Revenue from Operations	14,906.18	8,860.79
Profit/(Loss) before depreciation, amortization, finance cost & tax	302.70	175.30
Less : Depreciation & Amortization Expenses	83.26	85.85
Finance Cost	139.57	171.31
Profit/(Loss) before tax	79.87	-81.84
Less : Current Tax Expenses (MAT)	12.65	-
MAT Credit Entitlement	(12.46)	-
Deferred Tax	19.59	(21.02)
Earlier year	-	-
Net Profit/(Loss) after Tax	60.09	(60.84)
Add : Balance brought forward from previous year	-	-
Balance carried to the Balance Sheet	60.09	-60.84

3. Business

During the year under review, the Company has achieved gross revenue of ` 14906.18 lacs as compared to ` 8860.79 lacs during the previous year.

The Company has made post tax profit of ` 60.09 lacs as against post tax loss of ` 60.84 lacs during previous financial year.

The novel Corona virus [COVID-19] pandemic is spreading around the globe rapidly. The virus has taken its toll not just on human life, but business and financial markets to the extent of which is currently indeterminate. In view of the lockdown across the country due to the outbreak of COVID-19 pandemic, operations of the Company's are also affected. The Company has been critically evaluating various financial parameters affecting the operations of the Company. However, it would be difficult to ascertain the actual impact in monetary terms due to COVID-19 pandemic. The management has taken proper measures for reducing the impact of COVID-19.

4. Dividend

In order to conserve resources, your directors do not recommend any dividend for the year ended on **March 31, 2022**. Further the Company has not transferred any amount to reserves during the year.

5. Directors and Key Managerial Personnel

Pursuant to the provisions of Section 152 and other applicable provisions if any, of the Companies Act, 2013 and the Rules made there under Mr. Ajaykumar Balwantrao Mittal (DIN : 01760444), and Mr. Atul Balwantrao Mittal (DIN : 02282605), Managing Directors of the Company will retire by rotation at the ensuing Annual General Meeting and they being eligible offers themselves for re-appointment in accordance with the provisions of Companies Act, 2013. Your Directors recommend their re-appointment.

During the year under the review:

There were no change in Composition of Board Directors

6. Deposits

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

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

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

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

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

9. Number of board meetings conducted during the year

The Company had conducted 6 (Six) board meetings during the financial year under review.

Name of Director of the Company	14.06.2021	01.09.2021	12.10.2021	31.10.2021	30.11.2021	25.03.2022	Total Meetings Attended
Mr. Ajay Balwantrao Mittal	✓	✓	✓	✓	✓	✓	7/7
Mr. Atul Balwantrao Mittal	✓	✓	✓	✓	✓	✓	7/7
Mrs. Sushiladevi Balwantrao Mittal	✓	✓	✓	✓	✓	✓	7/7
Mr. Pranav Patel	✓	✓	✓	✓	✓	✓	7/7
Mr. Parthik Shah	✓	✓	✓	✓	✓	✓	7/7

The Company had conducted 3 (Three) Audit Committee meeting during the financial year under review.

Name of Director of the Company	14.06.2021	01.09.2021	31.10.2021	Total Meetings Attended
Mr. Atul Mittal	✓	✓	✓	3/3
Mr. Pranav Patel	✓	✓	✓	3/3
Mr. Parthik Shah	✓	✓	✓	3/3

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

Name of Director of the Company	31.10.2021	Total no. of meetings attended
Mrs. Sushiladevi Balwantrao Mittal	✓	1/1
Mr. Pranav Patel	✓	1/1
Mr. Parthik Shah	✓	1/1

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

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

11. Risk Management Policy

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

12. Insurance

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

13. Maintenance of Cost records

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

Directors' Report**14. Prevention of Sexual Harassment at Workplace**

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

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

15. Secretarial Standards

The Board of Directors of the company confirms to the best of their knowledge and belief that the Company has complied with the applicable provisions of the Secretarial Standards issued by the Institute of Company Secretaries of India as amended from time to time and made applicable by the Ministry of Corporate Affairs during the financial year under review.

16. Internal Financial Control System and its adequacy

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

17. Annual Return

Annual Return Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2022 is available on the Company's website on www.mittalsections.com.

18. Declaration by Independent Directors

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

19. Particulars of contracts or arrangements made with related parties

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

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

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

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

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

22. Particulars of Employees

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

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

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

Directors' Report**24. Disclosure of Composition of Audit Committee**

The Audit Committee of the Company as on **March 31, 2022** consists of following Directors as its members:

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

25. Disclosure of Composition of Nomination and Remuneration Committee

The Nomination And Remuneration Committee of the Company as on **March 31, 2022** consists of following Directors as its members :

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

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

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

27. Directors' Responsibility Statement

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

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

28. Statutory Auditors

M/s. Nirav D. Shah & Co., Proprietary Firm, Chartered Accountants (Firm Reg. No. 119332W), were appointed as statutory auditors for a term of five years to hold office till the conclusion of the Annual general Meeting to be held for the financial year ending on 31st March, 2024. In view of the amended section 139 by the companies (Amendment) Act, 2017, the appointment of Auditors is not required to be ratified every year at the AGM by the members of the company and hence present Statutory Auditors of the company will continue to act as statutory auditors till the expiry of their present term.

29. Cost Auditors

The Company had appointed Devang Patel & Associates, Cost Accountants, as the Cost Auditor of the Company for the year ended **March 31, 2022**. The Audit report of the cost accounts of the Company for the year ended **March 31, 2022**, for Steel Products will be filed within the stipulated period under Companies Act, 2013.

The Board of Directors have, based on the recommendation of the Audit Committee, appointed Devang Patel & Associates, Cost Accountants to audit the cost accounts of the Company for the year **2022 - 2023**. In terms of Section 148(3) of the Companies Act, 2013 and Rule 14 of the Companies (Audit & Auditors) Rules, 2014, necessary resolution seeking member's ratification for the remuneration payable to said Cost Auditors is included in the agenda of the Notice convening the Annual General Meeting.

30. Industrial Relations

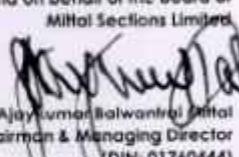
The Company has maintained cordial relations with the employees of the Company throughout the year. The Directors wishes to place on record sincere appreciation for the services rendered by the employees of the Company during the year.

Directors' Report**31. Acknowledgement**

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

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

For and on behalf of the board of
Mittal Sections Limited


Ajay Kumar Balwantrai Mittal
Chairman & Managing Director
(DIN: 01240444)


Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
August 17, 2022.

Annexures to the Directors' Report

Annexure - I

FORM NO. AOC -2

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

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

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

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

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

Name of Related Party (As mentioned in AS -18)	Nature of relationship	Nature of Contract / agreement / transactions	Duration of contracts / agreements / transactions	Salient terms of contracts or agreements or transactions including the value, if any	Date of approval by the Board, if any	Amount paid as advances, if any (in Lakh)
Aroo Industries	Associate Enterprise	Purchase of Goods	1st April, 2021 to 31st March, 2022	3721.85	N.A.	NIL
AM Steel	Associate Enterprise	Purchase of Goods	1st April, 2021 to 31st March, 2022	4111.95	N.A.	NIL
Mittal Steel	Associate Enterprise	Purchase of Goods	1st April, 2021 to 31st March, 2022	4918.71	N.A.	NIL
Aroo Industries	Associate Enterprise	Sale of Goods	1st April, 2021 to 31st March, 2022	34.29	N.A.	NIL
AM Steel	Associate Enterprise	Sale of Goods	1st April, 2021 to 31st March, 2022	65.53	N.A.	NIL
Mittal Steel	Associate Enterprise	Sale of Goods	1st April, 2021 to 31st March, 2022	119.47	N.A.	NIL

For and on behalf of Board of
Mittal Sections Limited



Ajay Kumar Balwantrai Mittal
Chairman & Managing Director
(DIN: 01740444)



Atul Balwantrai Mittal
Managing Director
(DIN: 02282605)

Ahmedabad
August 17, 2022

Annexure - II**Details of Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo****A. Conservation of Energy**

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

B. Technology Absorption

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

Annexure - II**Details of Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo****C. Foreign Exchange Earnings and Outgo**

Particulars	2021-22	2020-21 in lacs
A. Foreign Exchange Earnings (FOB Basis)	Nil	Nil
B. Foreign Exchange Outgo	Nil	Nil

For and on behalf of the board of
Mittal Sections Limited



Atul Kumar Balwantrai Mittal
Chairman & Managing Director
(DIN : 01760444)

Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
August 17, 2022

Annexures to the Directors' Report

Annexure - III

Policy on Directors Appointment and Remuneration

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

I. The following matters of provisions of the Companies Act, 2013 have been included and considered while formulating the Remuneration Policy for the Company

- a. Criteria determining the qualifications, positive attributes and independence of a Director.
- b. Appointment and removal of Directors, Key Managerial Personnel, Senior Management.
- c. Remuneration for the Directors, Key Managerial Personnel, Senior Management and other employees.
- d. Evaluation of performance of the Directors of the Company.
- e. Scope and Role of the Nomination and Remuneration Committee.
- f. Disclosures in the Directors' Report.

II. Objectives

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

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

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

Sitting Fees

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

Policy on Directors Appointment and Remuneration

IV. Components of Remuneration to Whole-Time/Executive Directors /Managing Directors/Key Managerial Personnel and Senior Management Employees

Fixed Pay

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

Minimum Remuneration

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

Annexures to the Directors' Report

Annexure - III

Provision for Excess Remuneration

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

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

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

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

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

Appointment Criteria and Qualification :

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

Policy on Directors Appointment and Remuneration

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

Appointment Criteria and Qualification

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

Terms and Tenure

1. Managing Director/Whole-time Director

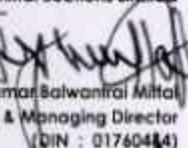
The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

2. Independent Director

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

For and on behalf of the board of
Mittal Sections Limited


Ajay Kumar Balwantral Mittal
Chairman & Managing Director
(DIN : 01760444)


Atul Balwantral Mittal
Managing Director
(DIN : 02282605)

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, 2022**; the Statement of Profit and Loss and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2022**, its profits, 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.



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 :

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143 (3) (j) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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, 2016 ("Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure - A**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that :
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by 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 Statement of Cash Flows 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, 2021;
 - e) On the basis of written representations received from the directors as on **March 31, 2022**, and taken on record by the Board of Directors, none of the directors is disqualified as on **March 31, 2022**, from being appointed as a director in terms of Section 164(2) of the Act;
 - f) With respect to the adequacy of the Internal Financial Control with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure - B**" ;
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended.



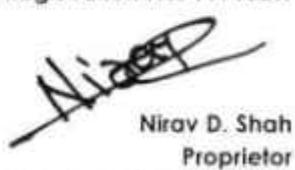
Independent Auditors' Report**Report on Other Legal and Regulatory Requirements**

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, 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.

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, 2021.

Re : Mittal Sections Limited

1. Fixed 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 does not own 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. Inventories

- (a) The physical verification of inventory has been conducted at reasonable intervals by the Management during the year, and in our opinion, the coverage and procedure of such verification by the Management is appropriate. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory.
- (b) The Company has been sanctioned working capital limits in excess of five crore rupees during the year, in aggregate, from banks or financial institutions on the basis of security of current assets. The quarterly returns or statements filed by the Company with bank are in agreement with the books of account of the Company.

3. (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	₹ in Lacs Advances in nature of loans
Aggregate amount during the year				
Subsidiaries	-	-	-	-
Joint Ventures	-	-	-	-
Associates	-	-	176.70	-
Others	-	-	30.00	-
Balance outstanding as at balance sheet date				
Subsidiaries	-	-	-	-
Joint Ventures	-	-	-	-
Associates	-	-	184.68	-
Others	-	-	83.95	-

- (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	₹ in Lacs Total
Aggregate of loans/advances in nature of loan				
Repayable on demand - (A)	83.95	-	184.68	268.63
Agreement does not specify any terms or period of repayment -	-	-	-	-
Total (A+B) :	83.95	-	184.68	268.63
Percentage of loans/advances in nature of loan to the total loans	31.25%	-	68.75%	100.00%



Annexure - A to the Independent Auditors' Report

4. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
5. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act, 2013 and the rules made thereunder, to the extent applicable. Hence, reporting under clause 3(v)(e) of the Order is not applicable.
6. We have broadly reviewed the cost records maintained by the Company pursuant to rules made by the Central Government. We are of the opinion that *prima facie* the prescribed accounts and records have been maintained and being made. We have not however, made a detailed examination of these records with a view to determine whether they are accurate or complete.
7. (a) (i) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
(ii) There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at **March 31, 2022** for a period of more than six months from the date they became payable.
(b) 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. 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 (43 of 1961).
9. (a) The Company has not defaulted in repayment of loans and other borrowings or in the payment of interest thereon to any lender.
(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
(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.
(e) The Company is neither a holding Company nor having a subsidiary Company. The Company has not taken any funds from any entity or person on account of or to meet the obligations of associate or joint ventures. Hence, reporting under clause 3 (ix) (e) of the Order is not applicable.
(f) The Company is neither a holding Company nor having a subsidiary Company. The Company has not raised any loans during the year on the pledge of securities held in its associate or joint ventures. Hence, reporting under clause 3 (ix) (f) of the Order is not applicable.



Annexure - A to the Independent Auditors' Report

10. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year. 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). Hence, reporting under clause 3 (x) (b) of the Order is not applicable.
11. (a) 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 Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
(c) The Company does not require to have a vigil mechanism under the provisions of section 177(9) of the Companies Act, 2013. Hence, reporting under clause 3 (xi) (c) of the Order is not applicable.
12. The Company is not a Nidhi Company. Hence, reporting under clause 3 (xii) (a), (b) and (c) of the Order is not applicable.
13. According to the information and explanations given to us, provisions contained in section 177 of the Companies Act, 2013 are not applicable to the Company. 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. The Company does not require internal audit system. Hence, reporting under clause (xiv) (a) and (b) of the Order is not applicable.
15. 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.
16. (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), (b) and (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. The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
18. There has been no resignation of the statutory auditors of the Company during the year.



Annexure - A to the Independent Auditors' Report

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

Ahmedabad
June 27, 2022



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


Nirav D. Shah
Proprietor
Membership No. 106627

UDIN: 22106627AMBGT2012

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 2022 in conjunction with our audit of the Financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the Auditors' judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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



Annexure – B to the Independent Auditor's Report**Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

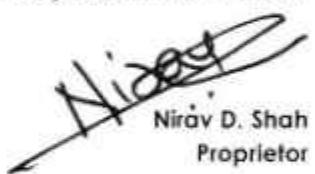
Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For Nirav D. Shah & Co.

Chartered Accountants

Firm Registration No. 119132W


Nirav D. Shah
Proprietor

Ahmedabad

June 27, 2022

Membership No. 106627

UDIN: 22106627AMBGTK2012

Balance Sheet as at March 31, 2022

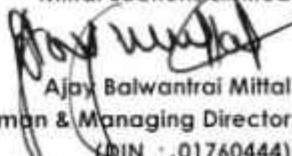
₹ In Lacs

Particulars	Note No.	As at March 31, 2022	As at March 31, 2021
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	1	262.25	262.25
(b) Reserves and surplus	2	165.63	105.54
Non-current liabilities			
(a) Long-term Borrowings	3	603.35	719.63
(b) Deferred Tax Liabilities (Net)	4	0.77	-
(c) Long-term Provisions	5	14.75	13.73
Current liabilities			
(a) Short-term Borrowings	6	750.91	1,070.15
(b) Trade Payables	7	1,340.62	491.62
(c) Other Current Liabilities	8	79.06	38.23
(d) Short-Term Provisions	9	2.83	0.27
Total :		3,220.18	2,701.42
ASSETS			
Non-current assets			
(a) Property, Plant and Equipments	10	828.73	831.01
(b) Non-Current Investments	11	4.11	4.11
(c) Deferred Tax Assets (Net)	12	-	18.82
(d) Long Term Loans and Advances	13	52.21	52.21
Current assets			
(a) Inventories	14	1,248.60	854.77
(b) Trade receivables	15	682.29	593.43
(c) Cash and cash equivalents	16	5.66	6.41
(d) Short-term loans and advances	17	398.59	339.56
(e) Other current assets	18	-	1.11
Total :		3,220.18	2,701.42
Significant Accounting Policies			
Notes on Accounts	1-44		

The accompanying notes (note no.1 to note. No. 44) referred to above form an integral part of the Financial Statements.

As per our report of even date

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)

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

Nirav D. Shah
Proprietor
Membership No. 106627

Ahmedabad
June 27, 2022
UDIN: 22106627AMBGT2012



Ahmedabad
June 27, 2022

Statement of Profit and Loss for the year ended on March 31, 2022

₹ In Lacs

Particulars	Note No.	2021 - 2022	2020 - 2021
Revenue from Operations	19	14,906.18	8,860.79
Other Operational Income	20	8.65	16.59
		Total Income :	14,914.83
			8,877.38
Expenses			
Cost of Material	21	13,710.10	7,957.68
Changes in inventories of Finished Goods	22	(321.91)	(69.93)
Employee Benefit Expenses	23	183.43	155.22
Finance Cost	24	139.57	171.31
Depreciation and Amortization Expense	25	83.26	85.85
Other Expenses	26	1,040.52	659.10
		Total Expenses :	14,834.96
			8,959.25
Profit/(Loss) Before Tax		79.87	(81.86)
Tax Expense :			
Current Tax		12.66	-
Less : MAT Credit Entitlement		12.46	-
Net Current Tax		0.20	-
Deferred Tax		19.59	(21.02)
Profit/(Loss) After Tax		60.09	(60.84)
Earnings per share			
Basic	27	2.29	(2.32)
Diluted	27	2.29	(2.32)
Significant Accounting Policies			
Notes on Accounts	1-44		

The accompanying notes (note no.1 to note. No. 44) referred to above form an integral part of the Financial Statements

As per our report of even date

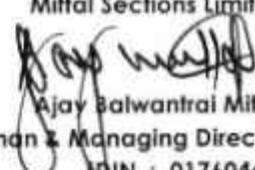
For Nirav D. Shah & Co.
Chartered Accountants
Firm Registration No. 119132W

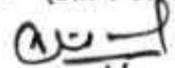
Nirav D. Shah
Proprietor

Membership No. 106627

Ahmedabad
June 27, 2022
UDIN: 22106627AMBGT2012

For and on behalf of the board of
Mittal Sections Limited


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


Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)



Ahmedabad
June 27, 2022

Statement of Cash Flows for the year ended on March 31, 2022

₹ In Lacs

	Particulars	2021 - 2022	2020 - 2021
A.	Cash Flow from Operating Activities		
	Profit/[Loss] Before Tax	79.87	(81.86)
	Adjusted For :		
	Depreciation	83.26	85.85
	Provision for Retirement Benefits	1.10	1.51
	Finance Cost	139.57	171.31
	Operating Profit before Working Capital Changes :	303.80	176.82
	Adjusted For :		
	Increase / (Decrease) in Inventories	(393.83)	(121.23)
	Increase / (Decrease) in Trade Receivables	(88.85)	13.60
	Increase / (Decrease) in Short Term Loans & Advances	(59.03)	(35.24)
	Increase / (Decrease) in Other Current Assets	1.11	0.19
	Increase / (Decrease) in Long Term Loans & Advances	-	(10.72)
	(Increase) / Decrease in Trade Payables & other Current Liabilities	889.84	(282.63)
	Direct Taxes	2.28	-
	Net Cash Flow from Operating Activities :	655.32	(259.21)
B.	Cash Flow from Investing Activities		
	Purchase of Property, Plant and Equipment	(83.54)	(40.51)
	Sale of Property,Plant and Equipment	2.56	8.63
	Net Cash Flow from Investing Activities :	(80.98)	(31.88)
C.	Cash Flow from Financing Activities		
	Increase/[Decrease] in Short Term Borrowings	(319.25)	470.18
	Increase/[Decrease] in Long Term Borrowings	(116.27)	(43.51)
	Finance Cost	(139.57)	(171.31)
	Net Cash Flow from Financing Activities :	(575.09)	255.36
	Net Increase/(Decrease) in Cash or Cash Equivalents :	(0.75)	(35.72)
	Cash & Cash Equivalents at the beginning of the year	6.41	42.13
	Cash & Cash Equivalents at the end of the year	5.66	6.41

The accompanying notes (note no.1 to note No. 44) 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
June 27, 2022
UDIN: 22106627AMBGT2012

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
June 27, 2022

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.

The accompanying notes (note no.1 to note. No. 44) referred to above form an integral part of the Financial Statements

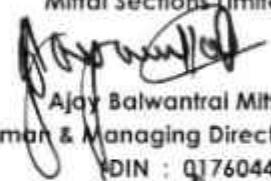
For Nirav D. Shah & Co.
Chartered Accountants
Firm Registration No. 119132W

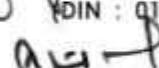

Nirav D. Shah
Proprietor
Membership No. 106627

Ahmedabad
June 27, 2022



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
June 27, 2022

Notes on Financial Statements

Note - 1

Equity Share Capital

Particulars	As at March 31, 2022		As at March 31, 2021	
	Number	₹ In Lacs	Number	₹ In Lacs
Authorised				
Equity Shares of ₹ 10/-	3,000,000	300.00	3,000,000	300.00
Issued				
Equity Shares of ₹ 10/-	2,622,500	262.25	2,622,500	262.25
Subscribed & Paid-up				
Equity Shares of ₹ 10/-	2,622,500	262.25	2,622,500	262.25
Total :	2,622,500	262.25	2,622,500	262.25

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, 2022		As at March 31, 2021	
	Number	₹ In Lacs	Number	₹ In Lacs
Shares outstanding at the beginning of the year	2,622,500	262.25	2,622,500	262.25
Add : Shares issued during the year	-	-	-	-
Less : Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year :	2,622,500	262.25	2,622,500	262.25

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

Name of Shareholder	As at March 31, 2022		As at March 31, 2021	
	Number	₹ In Lacs	Number	₹ In Lacs
Ajay Balwantrai Mittal	1,067,500	106.75	1,067,500	106.75
Atul Balwantrai Mittal	1,067,500	106.75	1,067,500	106.75
Welpian Tradelink Pvt. Ltd.	447,500	44.75	447,500	44.75



Notes on Financial Statements

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

Name of Shareholder	As at March 31, 2022		As at March 31, 2021		% Changes
	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%	-
Total :	2,620,500	99.92%	2,620,500	99.92%	



Notes on Financial Statements**Note - 2****Reserve and Surplus**

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Securities Premium Account		
As per last Balance Sheet	151.75	151.75
Add : On issue of equity shares	-	-
	Total (A) :	151.75
Surplus		
As per last Balance Sheet	(46.21)	14.64
Add : Current year's Net Profit/(Loss)	60.09	(60.84)
	Total (B) :	13.88
	Total (A+B) :	165.63
		105.54

Note - 3**Long Term Borrowings**

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Secured Borrowings		
Term Loan from City Union Bank Limited A/c No. - 35991	209.17	236.84
Less : Interest accrued and due but not paid	1.51	1.86
Less : Current Maturities	29.77	24.98
	177.88	210.00
Term Loan from City Union Bank Limited A/c No. - 75117	223.14	267.89
Less : Interest accrued and due but not paid	1.89	2.09
Less : Current Maturities	84.69	46.13
	136.56	219.67
Term Loan from City Union Bank Limited A/c No. - 57845	141.29	167.23
Less : Interest accrued and due but not paid	1.02	1.31
Less : Current Maturities	27.94	24.21
	112.33	141.71
Term Loan from City Union Bank Limited A/c No. - 57846	58.89	78.23
Less : Interest accrued and due but not paid	0.43	0.61
Less : Current Maturities	20.93	18.51
	37.54	59.11
Term Loan from City Union Bank Limited A/c No. - 83017	132.95	-
Less : Interest accrued and due but not paid	0.95	-
	132.00	-



Notes on Financial Statements

Note - 3

Long Term Borrowings (contd...)

Particulars	As at March 31, 2022	As at March 31, 2021
Commercial Equipment Loan from HDFC Bank Limited	3.74	7.49
Less : Current Maturities	3.74	3.75
	-	3.74
Total (A) :	596.31	634.24
Unsecured Borrowings From Banks		
Unsecured Term Loan from HDFC Bank Limited	3.14	16.23
Less : Current Maturities	3.14	13.09
	-	3.14
Unsecured Term Loan from HDFC Bank Limited - V/L No - 65710	10.84	-
Less : Current Maturities	3.80	-
	7.04	-
Unsecured Loan from ICICI Bank Limited	13.63	25.21
Less : Current Maturities	13.63	11.57
	-	13.63
Unsecured Loan from IDFC First Bank limited	19.76	36.62
Less : Current Maturities	19.76	16.86
	-	19.76
Unsecured Loan from Kotak Mahindra Bank Limited	-	27.01
Less : Current Maturities	-	27.01
	-	-
Unsecured Loan from RBL Bank Limited	13.63	25.22
Less : Current Maturities	13.63	11.59
	-	13.63
Unsecured Loan from Axis Bank Limited	1.32	17.76
Less : Current Maturities	1.32	17.76
	-	-
Total (B) :	7.04	50.16
Unsecured Borrowings From Financial Institutions and Others		
Unsecured Loan from Bajaj Finance Limited	-	13.69
Less : Current Maturities	-	13.69
	-	-
Unsecured Loan from ECL Finance Limited	-	22.31
Less : Current Maturities	-	22.31
	-	-
Unsecured Loan from India Infoline Finance Limited	15.70	28.91
Less : Current Maturities	15.70	13.20
	-	15.70



Notes on Financial Statements

Note - 3

Long Term Borrowings (contd...)

Particulars		₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021	
Unsecured Loan from Shriram City Union Finance Limited	19.52	35.99	
Less : Current Maturities	19.52	16.47	
	-	19.52	
Unsecured Loan from Tata Capital Finance Limited	-	27.10	
Less : Current Maturities	-	27.10	
	-	-	
Total (C) :	-	35.23	
Total (A + B + C) :	603.35	719.63	

Maturity Profile of Long-Term Borrowings

Repayable in the Financial Year 2022 - 2023	-	248.98
Repayable in the Financial Year 2023 - 2024	196.72	175.84
Repayable in the Financial Year 2024 - 2025	176.90	124.07
Repayable in the Financial Year 2025 - 2026	120.09	73.48
Repayable in the Financial Year 2026 - 2027	80.99	58.14
Repayable in the Financial Year 2027 - 2028	28.65	39.12
Total :	603.35	719.63

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

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

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

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

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

Secured Term Loan A/c (83017) of ₹ 1,32,00,000/- from City Union Bank was availed on 30th November, 2021, carrying interest rate of EBLR i.e. 7.50% + 1.00% i.e. 8.50% p.a., is repayable after moratorium of 24 months in 36 equal monthly instalments of ₹ 3,66,667/-, commencing from November, 2023 to October, 2026. The loan has been sanctioned and availed under Emergency Credit Line Guarantee Scheme (ECLGS).



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

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

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

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

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

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

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

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

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

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

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

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

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



Notes on Financial Statements

Note - 4

Deferred Tax Liabilities (Net)

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Deferred Tax Liability		
Related to Fixed Assets	119.46	121.06
Total (A) :	119.46	121.06
Deferred Tax Asset		
Related to Carried Forward Losses & Unabsorbed Depreciation	114.77	136.24
Related to Employee benefits	3.93	3.64
Total (B) :	118.69	139.88
Net Deferred Tax Asset/(Liability) (A - B) :	0.77	(18.82)

Note - 5

Long Term Provisions

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Provision for gratuity (long-term employee benefits)	14.75	13.73
Total :	14.75	13.73

Note - 6

Short Term Borrowings

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Secured Borrowings		
Working Capital Facility from City Union Bank	469.48	732.57
Total (A) :	469.48	732.57
Unsecured Borrowings from Director		
Atul B. Mittal	14.69	22.35
Ajay B. Mittal	9.17	6.99
Total (B) :	23.86	29.34



Notes on Financial Statements

Note - 6

Short Term Borrowings

₹ In Lacs

Particulars	As at March 31, 2022	As at March 31, 2021
Current Maturities of Secured Long Term Borrowings		
Term Loan from City Union Bank Limited A/c No. - 35991	29.77	24.98
Term Loan from City Union Bank Limited A/c No. - 75117	84.69	46.13
Term Loan from City Union Bank Limited A/c No. - 57845	27.94	24.21
Term Loan from City Union Bank Limited A/c No. - 57846	20.93	18.51
Commercial Equipment Loan from HDFC Bank Limited	3.74	3.75
Total (C) :	167.07	117.58
Current Maturities of Unsecured Long Term Borrowings		
Unsecured Term Loan from HDFC Bank Limited	3.14	13.09
Unsecured Vehicle Loan from HDFC Bank Limited	3.80	-
Unsecured Loan from ICICI Bank Limited	13.63	11.57
Unsecured Loan from IDFC First Bank limited	19.76	16.86
Unsecured Loan from Kotak Mahindra Bank Limited	-	27.01
Unsecured Loan from RBL Bank Limited	13.63	11.59
Unsecured Loan from Axis Bank Limited	1.32	17.76
Unsecured Loan from Bajaj Finance Limited	-	13.69
Unsecured Loan from ECL Finance Limited	-	22.31
Unsecured Loan from India Infoline Finance Limited	15.70	13.20
Unsecured Loan from Shriram City Union Finance Limited	19.52	16.47
Unsecured Loan from Tata Capital Finance Limited	-	27.10
Total (D) :	90.50	190.66
Total (A+B+C+D) :	750.91	1,070.15

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

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

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



Notes on Financial Statements**Note - 7****Trade Payables**

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Due to Micro and small enterprises		
Trade Payable for Goods and Materials	1,186.73	304.11
Trade Payable for Consumables	93.07	32.12
Trade Payable for Services and Expenses	1.53	0.45
Trade Payable for Capital Expenditure	16.43	0.60
Total (A) :	1,297.76	337.27
Due to Others		
Trade Payable for Goods and Materials	1.58	101.12
Trade Payable for Consumables	11.78	17.08
Trade Payable for Services and Expenses	29.50	33.30
Trade Payable for Capital Expenditure	-	2.84
Total (B) :	42.86	154.34
Total (A+B) :	1,340.62	491.62

Note - 8**Other Current Liabilities**

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Interest Due and Accrued but Not Paid	5.80	5.87
Advance From Customers	7.02	10.91
Other Payables	66.24	21.45
Total :	79.06	38.23

Note - 9**Short Term Provisions**

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Provision for Gratuity	0.35	0.27
Provision for Income Tax	2.48	-
Total :	2.83	0.27



Notes on Financial Statements

Note - 10

Property, Plant and Equipment

Fixed Assets	Useful Life (in years)	Gross Block				Balance as at March 31, 2022	Accumulated Depreciation			Net Block	
		Balance as at April 1, 2021	Additions	Disposals	Balance as at April 1, 2021		Depreciation charge for the year	Adjustment in depreciation	Balance as at March 31, 2022	Balance as at March 31, 2022	Balance as at March 31, 2021
Land	-	38.23	-	-	38.23	-	-	-	-	38.23	38.23
Buildings	30	94.58	-	-	94.58	29.86	3.26	-	33.12	61.46	64.72
Plant and Machineries	20	1,051.56	16.73	-	1,068.29	411.54	50.04	-	461.58	606.70	640.02
Plant and Machineries - Rolls	3				194.35				101.07	93.27	70.95
Vehicles (Four Wheelers)	8	51.19	-	51.19	-	48.63	-	48.63	-	-	2.56
Vehicles (Two Wheelers)	10	1.94	-	-	1.94	0.96	0.18	-	1.14	0.80	0.99
Office equipment	5	11.28	1.19	-	12.47	9.10	0.67	-	9.78	2.59	2.17
Furniture & Fixtures	10	1.09	2.11	-	3.20	0.23	0.28	-	0.51	2.68	0.86
Water Tank	20	0.11	-	-	0.11	0.01	0.01	-	0.01	0.10	0.10
Hydraulic Crane	20	11.04	13.19	-	24.22	0.63	0.80	-	1.43	22.79	10.41
Total :		1,405.03	83.54	51.19	1,437.38	574.02	83.26	48.63	608.65	828.73	831.01
Previous Year :		1,400.27	40.51	35.76	1,405.03	515.29	85.85	27.12	574.02	831.01	884.98

Note - 11

Non - Current Investments

Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Equity Shares		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amounts in ₹		Whether stated at Cost Yes / No	If Answer to Column (9) is 'No' - Basis of Valuation
		As at March 31, 31, 2022	As at March 31, 31, 2021			As at March 31, 31, 2022	As at March 31, 31, 2021	As at March 31, 31, 2022	As at March 31, 31, 2021		
Bodal Chemicals Limited	Others	700	700	Quoted	Fully Paid	-	-	0.96	0.96	Yes	N.A.
Suzlon Energy Limited	Others	4,000	4,000	Quoted	Fully Paid	-	-	0.52	0.52	Yes	N.A.
RMG Alloys Steel Limited	Others	5,000	5,000	Quoted	Fully Paid	-	-	1.20	1.20	Yes	N.A.
Aban Offshore Limited	Others	1,000	1,000	Quoted	Fully Paid	-	-	1.42	1.42	Yes	N.A.
Total :		10,700	10,700					4.11	4.11		



Notes on Financial Statements

Note - 12

Deferred Tax Assets (Net)

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Deferred Tax Liability		
Related to Fixed Assets	119.46	121.06
Total (A) :	119.46	121.06
Deferred Tax Asset		
Related to Carried Forward Losses & Unabsorbed Depreciation	114.80	136.24
Related to Employee benefits	3.93	3.64
Total (B) :	118.72	139.88
Net Deferred Tax Asset/(Liability) (B - A) :	(0.74)	18.82

Note - 13

Long Term Loans and Advances

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Security Deposits (Unsecured, considered good)		
Changodar Industrial Estate Association	36.48	36.48
Deposit with GPL for Broadband	0.01	0.01
Deposit with Uttar Gujarat Vij Company Limited	15.72	15.72
Total :	52.21	52.21

Note - 14

Inventories

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Raw Materials	268.65	200.38
Consumables	9.32	5.67
Finished Goods	970.63	648.72
Total :	1,248.60	854.77



Notes on Financial Statements

Note - 15

Trade Receivables
(Unsecured, considered good)

₹ In Lacs

Particulars	As at March 31, 2022	As at March 31, 2021
More than six months	87.35	110.55
Others	594.94	482.88
Total :	682.29	593.43

Note - 16

Cash and Cash Equivalents

₹ In Lacs

Particulars	As at March 31, 2022	As at March 31, 2021
Cash on hand	2.08	3.02
Bank Deposits with maturity for more than 12 months (lien with bank for margin and bank guarantee)	3.58	3.39
Total :	5.66	6.41

Note - 17

Short Term Loans and Advances
(Unsecured, considered good)

₹ In Lacs

Particulars	As at March 31, 2022	As at March 31, 2021
Advance to Vendors	34.63	145.10
Loans and Advances to staff	2.90	1.85
Balances with Revenue Authority	14.30	28.26
Loans and Advances to Others	268.63	98.68
MAT Credit Entitlement	78.13	65.67
Total :	398.59	339.56



Notes on Financial Statements

Note - 18

Other Current Assets

Particulars	₹ In Lacs	
	As at March 31, 2022	As at March 31, 2021
Cheque Book Charges Receivable	-	0.08
Loan Review and other Charges Receivable from Bank	-	0.29
Period Based Charges Receivable from Bank	-	0.75
Total :	-	1.11

Note - 19

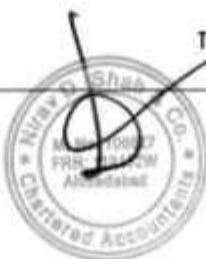
Revenue From Operations

Particulars	2021 - 2022	2020 - 2021
Sale of Goods	17,590.07	10,455.61
Add : Rate Difference	(0.19)	0.05
Add : Interior Quality	-	0.06
Less : Sales Return	0.46	-
	17,589.42	10,455.72
Less : Goods and Services Tax	2,683.23	1,594.92
	Total :	14,906.18
Sale of goods comprising of -		
Manufacturing - Mild Steel Structural Steel Products	14,906.18	8,860.79

Note - 20

Other Income

Particulars	2021 - 2022	2020 - 2021
Commission	-	3.50
Dividend Received	0.01	0.00
VAT Refund received	-	0.42
Profit on Sale of Asset	7.82	12.55
Kasar & Vatav	0.10	0.12
Interest on Income Tax Refund	0.72	-
	Total :	8.65
		16.59



Notes on Financial Statements

Note - 21

Cost of Materials

Particulars	₹ In Lacs	
	2021 - 2022	2020 - 2021
Raw Materials		
Opening Stock	200.38	149.19
Add : Purchase of Materials during the year	13,778.37	8,034.18
	13,978.74	8,183.37
Less : Quality Discount	-	25.31
Closing Stock	268.65	200.38
	Total :	13,710.10
		7,957.68
Materials Consumed comprises of :		
Primary Mild Steel	13,710.10	7,957.68

Note - 22

Changes in Inventories of Finished Goods

Particulars	₹ In Lacs	
	2021 - 2022	2020 - 2021
Opening Stock of Finished Goods	648.72	578.80
Less : Closing Stock of Finished Goods	970.63	648.72
	Total :	(321.91)
Inventories of Finished Goods comprises of :		(69.93)
Mild Steel Structural Steel Products	970.63	648.72
	Total :	970.63
		648.72



Notes on Financial Statements

Note - 23

Employee Benefit Expenses

₹ In Lacs

Particulars	2021 - 2022	2020 - 2021
Remuneration to Directors	96.00	96.00
Insurance - Workers	0.05	0.06
Provident Fund - Administrative Charges	0.14	0.08
Provident Fund - Employer's Contribution	2.41	2.15
ESIC- Employer's Contribution	0.57	0.50
Labour Welfare Expense	0.02	-
Provision for Gratuity	1.10	1.51
Salary	80.17	52.48
Staff Welfare	2.97	2.46
Total :	183.43	155.22

Note - 24

Finance Cost

₹ In Lacs

Particulars	2021 - 2022	2020 - 2021
Interest on Working Capital Loan Interest	59.69	61.85
Bank Guarantee Charges	-	1.31
Interest on Term Loan - Unsecured	67.80	62.51
Interest on Unsecured Loans	31.91	61.22
Interest on Vehicle Loans	0.82	0.82
	160.22	187.71
Less : Late Payment Interest Received:		
Interest Income on Bank Deposits	1.65	0.06
Interest Income from other Loans and Advances	0.19	0.43
MSME Interest Received	18.81	14.90
	-	1.00
Total :	139.57	171.31

Note - 25

Depreciation & Amortizations

₹ In Lacs

Particulars	2021 - 2022	2020 - 2021
Depreciation	83.26	85.85
Total :	83.26	85.85



Notes on Financial Statements

Note - 26

Other Expenses

₹ In Lacs

Particulars	2021 - 2022	2020 - 2021
Manufacturing Expenses		
Opening Stock of Consumables	5.67	5.56
Add : Purchase of consumables (Net of returns)	457.02	180.52
	462.69	186.08
Less : Shortage and Quality Claim	1.25	0.76
Purchase Return	4.86	-
Closing stock of consumables	9.32	5.67
Consumption of Consumables	447.25	179.66
Cast Iron Casting Expenses	8.38	6.40
Commission Charges	-	0.11
Electric Installation	-	1.33
Factory Expenses	0.91	0.71
GPCB Charges	-	1.43
Insurance on Stock & Building	1.77	1.33
Laboratory Expenses	0.32	0.30
Labour for Straightening	16.20	13.70
Machinery Repairing Expenses	20.36	13.02
Power & Fuel	213.53	170.86
Production Labour Charges	242.63	183.94
Repairs to Building	2.44	2.34
Security Expenses	9.65	9.32
Technical Consultancy Services	26.03	20.94
Inward Freight	8.44	20.77
Weigh Bridge Charges	0.38	0.37
Total (A) :	998.29	626.52
Other Expenses		
General Administrative Expense	21.85	18.43
Sales & Marketing Expenses	17.31	13.50
Balances Written off	3.06	0.65
Total (B) :	42.22	32.58
Total (A+B) :	1,040.52	659.10



Notes on Financial Statements

Note - 27

Earnings Per Share

₹ In Lacs

Particulars	2021 - 2022	2020 - 2021
Profit/ (Loss) after tax & exceptional/non-recurring item as per the Statement of Profit and Loss (₹ in Lacs)	60.09	(60.84)
Profit/ (Loss) after tax available for Equity Shareholders (₹ in Lacs)	60.09	(60.84)
Weighted Average No. of Equity Shares (in Nos.)	2,622,500	2,622,500
Basic and Diluted Earnings Per Share (in ₹) :	2.29	(2.32)



Notes on Financial Statements

Note - 28

Trade Payables Ageing Schedule

₹ In Lacs

Sr. No.	Particulars	As at March 31, 2022						
		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		
(i)	MSME	-	1,297.76	-	-	-	1,297.76	
(ii)	Others	-	42.86	-	-	-	42.86	
(iii)	Disputed dues MSME	-	-	-	-	-	-	
(iv)	Disputed dues Others	-	-	-	-	-	-	
Total :		-	1,340.62				1,340.62	

₹ In Lacs

Sr. No.	Particulars	As at March 31, 2021						
		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		
(i)	MSME	-	337.27	-	-	-	337.27	
(ii)	Others	-	154.34	-	-	-	154.34	
(iii)	Disputed dues MSME	-	-	-	-	-	-	
(iv)	Disputed dues Others	-	-	-	-	-	-	
Total :		-	491.62				491.62	



Notes on Financial Statements

Note - 29

Trade Receivables Ageing Schedule

₹ In Lacs

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	-	-	594.94	87.35	-	-	-	682.29
(ii)	Undisputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
(iii)	Disputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
(iv)	Disputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
Total :		-	-	594.94	87.35	-	-	-	682.29

₹ In Lacs

Sr. No.	Particulars	As at March 31, 2021							
		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	-	-	482.88	110.55	-	-	-	593.43
(ii)	Undisputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
(iii)	Disputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
(iv)	Disputed Trade Receivable considered doubtful	-	-	-	-	-	-	-	-
Total :		-	-	482.88	110.55	-	-	-	593.43



Notes on Financial Statements**Note - 30**

Figures have been rounded off to the nearest lacs.

Note - 31

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

Note - 32

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

Note - 33

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	As at March 31, 2022	As at March 31, 2021
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	1,297.76	337.27
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	-	-



Notes on Financial Statements**Note - 34**

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 - 35**Auditors' Remuneration**

Particulars	₹ In Lacs	
	2021 - 2022	2020 - 2021
For Statutory Audit	0.90	0.80
Total :	0.90	0.80

Note - 36**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	₹ In Lacs	
	2021 - 2022	2020 - 2021
Provision for gratuity at the beginning of the year	14.00	12.49
Gratuity Provided/(Written back) during the year	1.10	1.51
Provision for gratuity at the end of the year	15.10	14.00

Actuarial Assumptions for Provision of Gratuity

Sr. No.	Assumptions	2021 - 2022	2020 - 2021
(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	7.33%	6.95%
(f)	Mortality Table	India Assured Live Mortality (2012-14) Urban	India Assured Live Mortality (2006-08)



Notes on Financial Statements**Note - 37****Segment Reporting (AS - 17)**

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

Note - 38**Related Party Disclosure (AS - 18)****(A) List of related parties**

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

(B) Particulars of Transactions with related parties

Sr. No.	Particulars of Transactions	₹ in lacs			
		Key Mana. Perso. 2021 - 2022	2020 - 2021	Associate Enterprise 2021 - 2022	2020 - 2021
1.	Sales	-	-	219.29	135.26
2.	Purchase	-	-	12,752.51	7,836.38
3.	Remuneration to Directors	96.00	96.00	-	-
5.	Unsecured Loans	Opening Balance	29.34	1.13	-
		Received	102.88	101.58	-
		Paid	108.36	73.37	-
		Closing Balance	23.86	29.34	-
6.	Loans and Advances	Opening Balance	-	-	-
		Given	-	-	184.68
		Repaid	-	-	-
		Closing Balance	-	-	184.68



Notes on Financial Statements

Note - 39

Minimum Alternative Tax (MAT) Credit Availment and Carried Forward

Particulars	₹ In Lacs			
	2018 - 2019	2019 - 2020	2020 - 2021	2021 - 2022
Opening Balance of MAT Credit available	50.25	65.67	65.67	65.67
Add : MAT Credit Available/To be available during the year	15.42	-	-	12.46
Total :	65.67	65.67	65.67	78.13
Less : MAT Credit Utilized/Availed :	-	-	-	-
MAT Credit Carried Forward :	65.67	65.67	65.67	78.13

Note - 40

Particulars	₹ In Lacs	
	2021 - 2022	2020 - 2021
Capital Commitment	NIL	NIL
Contingent Liability		
Bank guarantee issued to Uttar Gujarat Vij Company Limited by City Union Bank Limited	16.21	16.21

Note - 41

Outstanding Liability with Bank/Financial Institution

Credit Facility	Financial Institution/Bank	Outstanding as on		Fund Based/Non-Fund Based
		31/03/2022	31/03/2021	
Working Capital Facility	City Union Bank	469.48	732.57	Fund Based
Term Loan - 35991	City Union Bank	209.17	236.84	Fund Based
Term Loan - 75117 - Covid	City Union Bank	223.14	267.89	Fund Based
Term Loan - 57845	City Union Bank	141.29	167.23	Fund Based
Term Loan - 57846	City Union Bank	58.89	78.23	Fund Based
Term Loan - 83017	City Union Bank	132.95	-	Fund Based
Unsecured Term Loan	HDFC Bank	3.14	16.23	Fund Based
Unsecured Term Loan	ICICI Bank	13.63	25.21	Fund Based
Unsecured Term Loan	IDFC Bank	19.76	36.62	Fund Based
Unsecured Term Loan	Kotak Bank	-	27.01	Fund Based
Unsecured Term Loan	RBL Bank	13.63	25.22	Fund Based
Unsecured Term Loan	Axis Bank	1.32	17.76	Fund Based
Unsecured Term Loan	Bajaj Finance	-	13.69	Fund Based
Unsecured Term Loan	ECL	-	22.31	Fund Based
Unsecured Term Loan	Shriram	19.52	35.99	Fund Based
Unsecured Term Loan	TATA Capital	-	27.10	Fund Based
Unsecured Term Loan	IIFL	15.70	28.91	Fund Based
Commercial Equipment Loan	HDFC Bank	3.74	7.49	Fund Based
Vehicle Loan	HDFC Bank	10.84	-	Fund Based
Total (A) :		1,336.20	1,766.31	
Bank Guarantee	City Union Bank	16.21	16.21	Non-Fund Based
Total (B) :		16.21	16.21	
Total (A+B) :		1,352.41	1,782.52	



Notes on Financial Statements

Note - 42

Consumption of Raw Materials and Consumables

Particulars	₹ In Lacs					
	2021 - 2022	2020 - 2021	In ₹	(%)	In ₹	(%)
Raw Materials						
- Imported	13,710.10	100.00%	7,957.68	100.00%		
- Indigenous						
Total :	13,710.10	100.00%	7,957.68	100.00%		
Consumables						
- Imported	447.25	100.00%	179.66	100.00%		
- Indigenous						
Total :	447.25	100.00%	179.66	100.00%		

Note - 43

Impact assessment of the global health pandemic - COVID - 19 and related estimation uncertainty

The impact of Covid - 19 pandemic has been felt across the economy and business segments. Consequent to significant opening up of the economic activity in the country, the demand for the company's products has improved compared to that during the initial phases of Covid - 19 including the lock down period. All the business segments of the Company have substantially recovered as at year end. In preparation of these financial statements, the Company has taken into account both the current situation and likely future developments.

Note - 44 Additional Information

Note - 44 (a)

Ratios

Sr. No.	Ratios	Numerator	Denominator	As at March 31, 2022	As at March 31, 2021	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	1.07	1.12	-4.23%	-None-
(b)	Debt-equity ratio (in times)	Total debt	Shareholders' equity	3.17	4.87	-34.96%	Due to reduction in debt and increase in profit
(c)	Debt-service coverage ratio (in times)	Earnings available for debt service	Debt service	0.15	0.05	222.06%	Due to reduction in debt and increase in profit
(d)	Return on Equity ratio (in percentage)	Net profit after taxes	Average shareholders' equity	14.04%	-16.54%	184.89%	Due to profit during the year in comparison to loss in preceding year



Notes on Financial Statements

Note - 44 (a)

Ratios

Sr. No.	Ratios	Numerator	Denominator	As at March 31, 2022	As at March 31, 2021	Variance	Explanation for any change in the ratio by more than 25% as compared to the preceding year
(e)	Inventory turnover ratio (in times)	Sales	Average inventory	14.17	11.16	27.03%	Due to increase in turnover during the year in comparison to preceding year by 68.23%
(f)	Trade receivables turnover ratio (in times)	Net credit sales	Average trade receivables	23.37	14.76	58.30%	Due to increase in turnover during the year and slow down of receivable cycle
(g)	Trade payables turnover ratio (in times)	Net credit purchases	Average trade payables	15.54	15.81	-1.72%	-None-
(h)	Net capital turnover ratio (in times)	Net sales	Average working capital	92.18	45.44	102.87%	Due to increase in turnover during the year in comparison to preceding year by 68.23%
(i)	Net profit ratio (in percentage)	Net profit after taxes	Net sales	0.40%	-0.69%	158.70%	Due to profit during the year as compared to loss in preceding year
(j)	Return on capital employed (in percentage)	Earning before interest and taxes	Capital employed	20.96%	8.12%	158.07%	Due to profit during the year in comparison to loss in preceding year
(k)	Return on investment (in percentage)	Income from investments	Cost of investment	-	-	-	-N.A.-



Notes on Financial Statements**Note - 44 (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 - 44 (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 - 44 (d)**Details of benami property held**

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

Note - 44 (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 - 44 (f)**Wilful Defaulter**

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

Note - 44 (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 - 44 (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 - 44 (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 Financial Statements**Note - 44 (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 - 44 (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 ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend 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 lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Note - 44 (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 - 44 (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 - 44 (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.

The accompanying notes (note no.1 to note. No. 44) 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
June 27, 2022

For and on behalf of the board of
Mittal Sections Limited

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

Atul Balwantra Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
June 27, 2022

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

Notice

Notice is hereby given that the **Thirteenth Annual General Meeting** of the Members of the Company will be held on Monday, **1st day of August, 2022** at 1:30 P.M at the Registered Office of the Company situated at 1, Sona Roopa Apartment, Opp. Lal Bungalow, C. G. Road, Navrangpura, Ahmedabad - 380009, Gujarat, to transact following business:

Ordinary business

1. To receive, consider and adopt the Audited financial statements of the company for the financial year ended **March 31, 2022**, which includes the Balance Sheet, the Statement of Profit & Loss, Cash Flow Statement as at the date, the Auditor's Report and Board's Report thereon.
2. To appoint a director in place of Mr. Ajaykumar Balwantrai Mittal (DIN : 01760444) who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.
3. To appoint a director in place of Mr. Atul Balwantrai Mittal (DIN : 02282605) who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for reappointment.

Special Business:

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

RESOLVED THAT pursuant to provisions of section 148 (3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit & Auditors) Rules, 2014, the remuneration as decided by the Board of Directors based on the recommendation of the Audit Committee of Rs. 50,000 (Rupees Fifty Thousand Only) p.a. plus out of pocket expense to M/s. Devang Patel & Associates, Cost Accountants (Firm Reg. No.: 101976), Ahmedabad to conduct the audit of cost records of the Company for the Financial year 2022-23, be and is hereby ratified.

Notes :

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. A person can act as the proxy on behalf of members not exceeding fifty and in aggregate not more than 10% of the total Share Capital of the Company.
2. Explanatory Statement pursuant to Section 102 of Companies Act, 2013 is annexed thereto.
3. A Route Map showing the Directions to reach the venue of the 13th Annual General Meeting is attached along with the notice as per the requirement of Secretarial Standards – 2 on General Meeting.
4. Under the present scenario, members are requested to comply the social distancing and other norms declared by Government / Corporation while attending the meeting.

Notice**Registered Office**

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

Ahmedabad
August 17, 2022

By order of the Board
Mittal Sections Limited

Atul Balwantrai Mittal
Managing Director
DIN: 02282605

Directors' Report

To,

**The Members of
Mittal Sections Limited**

The Board of Directors are pleased to present the report of the business and operations of the Company along with the audited financial statements, for the financial year ended **March 31, 2022**.

1. About the Company

Your company was incorporated on April 2, 2009 under part – IX of the Companies Act, 1956 vide Corporate Identification No. U97109GJ0009PLC056527 issued by the Registrar of Companies, Gujarat, Ahmedabad. Your company is in to the business of manufacturers of structural products like MS Angles, MS Channels, MS Sections and MS Rebars etc.

2. Results from Operations

Particulars	(Rs. In Lakhs)	
	Standalone 2021 - 2022	2020- 2021
Revenue From Operations	14,906.18	8,860.79
Profit/(Loss) before depreciation, amortization, finance cost & tax	302.70	175.30
Less : Depreciation & Amortization Expenses	83.26	85.85
Finance Cost	139.57	171.31
Profit/(Loss) before tax	79.87	-81.86
Less : Current Tax Expenses (MAT)	12.65	-
MAT Credit Entitlement	(12.46)	-
Deferred Tax	19.59	(21.02)
Earlier year	-	-
Net Profit/(Loss) after Tax	60.09	(60.84)
Add : Balance brought forward from previous year	-	-
Balance carried to the Balance Sheet	60.09	-60.84

3. Business

During the year under review, the Company has achieved gross revenue of ` 14906.18 lacs as compared to ` 8860.79 lacs during the previous year.

The Company has made post tax profit of ` 60.09 lacs as against post tax loss of ` 60.84 lacs during previous financial year.

The novel Corona virus [COVID-19] pandemic is spreading around the globe rapidly. The virus has taken its toll not just on human life, but business and financial markets to the extent of which is currently indeterminate. In view of the lockdown across the country due to the outbreak of COVID -19 pandemic, operations of the Company's are also affected. The Company has been critically evaluating various financial parameters affecting the operations of the Company. However, it would be difficult to ascertain the actual impact in monetary terms due to COVID- 19 pandemic. The management has taken proper measures for reducing the impact of COVID-19.

4. Dividend

In order to conserve resources, your directors do not recommend any dividend for the year ended on **March 31, 2022**. Further the Company has not transferred any amount to reserves during the year.

5. Directors and Key Managerial Personnel

Pursuant to the provisions of Section 152 and other applicable provisions if any, of the Companies Act, 2013 and the Rules made there under Mr. Ajaykumar Balwantrai Mittal (DIN : 01760444), and Mr. Atul Balwantrai Mittal (DIN : 02282605), Managing Directors of the Company will retire by rotation at the ensuing Annual General Meeting and they being eligible offers themselves for re-appointment in accordance with the provisions of Companies Act, 2013. Your Directors recommend their re-appointment.

During the year under the review:

There were no change in Composition of Board Directors

6. Deposits

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

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

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

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

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

9. Number of board meetings conducted during the year

The Company had conducted 6 (Six) board meetings during the financial year under review.

Name of Director of the Company	14.06.2021	01.09.2021	12.10.2021	31.10.2021	30.11.2021	25.03.2022	Total Meetings Attended
Mr. Ajay Balwantrai Mittal	✓	✓	✓	✓	✓	✓	7/7
Mr. Atul Balwantrai Mittal	✓	✓	✓	✓	✓	✓	7/7
Mrs. Sushiladevi Balwantrai Mittal	✓	✓	✓	✓	✓	✓	7/7
Mr. Pranav Patel	✓	✓	✓	✓	✓	✓	7/7
Mr. Parthik Shah	✓	✓	✓	✓	✓	✓	7/7

The Company had conducted 3 (Three) Audit Committee meeting during the financial year under review.

Name of Director of the Company	14.06.2021	01.09.2021	31.10.2021	Total Meetings Attended
Mr. Atul Mittal	✓	✓	✓	3/3
Mr. Pranav Patel	✓	✓	✓	3/3
Mr. Parthik Shah	✓	✓	✓	3/3

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

Name of Director of the Company	31.10.2021	Total no. of meetings attended
Mrs. Sushiladevi Balwantrai Mittal	✓	1/1
Mr. Pranav Patel	✓	1/1
Mr. Parthik Shah	✓	1/1

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

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

11. Risk Management Policy

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

12. Insurance

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

13. Maintenance of Cost records

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

Directors' Report**14. Prevention of Sexual Harassment at Workplace**

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

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

15. Secretarial Standards

The Board of Directors of the company confirms to the best of their knowledge and belief that the Company has complied with the applicable provisions of the Secretarial Standards issued by the Institute of Company Secretaries of India as amended from time to time and made applicable by the Ministry of Corporate Affairs during the financial year under review.

16. Internal Financial Control System and its adequacy

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

17. Annual Return

Annual Return Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2022 is available on the Company's website on www.mittalsections.com.

18. Declaration by Independent Directors

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

19. Particulars of contracts or arrangements made with related parties

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

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

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

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

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

22. Particulars of Employees

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

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

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

Directors' Report**24. Disclosure of Composition of Audit Committee**

The Audit Committee of the Company as on **March 31, 2022** consists of following Directors as its members:

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

25. Disclosure of Composition of Nomination and Remuneration Committee

The Nomination And Remuneration Committee of the Company as on **March 31, 2022** consists of following Directors as its members :

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

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

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

27. Directors' Responsibility Statement

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

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

28. Statutory Auditors

M/s. Nirav D. Shah & Co., Proprietorship Firm, Chartered Accountants (Firm Reg. No. 119132W), were appointed as statutory auditors for a term of five years to hold office till the conclusion of the Annual general Meeting to be held for the financial year ending on 31st March, 2024. In view of the amended section 139 by the companies (Amendment) Act, 2017, the appointment of Auditors is not required to be ratified every year at the AGM by the members of the company and hence present Statutory Auditors of the company will continue to act as statutory auditors till the expiry of their present term.

29. Cost Auditors

The Company had appointed Devang Patel & Associates, Cost Accountants, as the Cost Auditor of the Company for the year ended **March 31, 2022**. The Audit report of the cost accounts of the Company for the year ended **March 31, 2022**, for Steel Products will be filed within the stipulated period under Companies Act, 2013.

The Board of Directors have, based on the recommendation of the Audit Committee, appointed Devang Patel & Associates, Cost Accountants to audit the cost accounts of the Company for the year **2022 - 2023**. In terms of Section 148(3) of the Companies Act, 2013 and Rule 14 of the Companies (Audit & Auditors) Rules, 2014, necessary resolution seeking member's ratification for the remuneration payable to said Cost Auditors is included in the agenda of the Notice convening the Annual General Meeting.

30. Industrial Relations

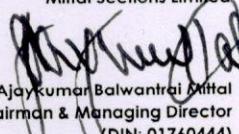
The Company has maintained cordial relations with the employees of the Company throughout the year. The Directors wishes to place on record sincere appreciation for the services rendered by the employees of the Company during the year.

Directors' Report**31. Acknowledgement**

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

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

For and on behalf of the board of
Mittal Sections Limited


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


Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
August 17, 2022

Annexures to the Directors' Report

Annexure - I

FORM NO. AOC -2

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

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

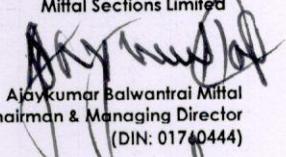
1. Details of contracts or arrangements or transactions not at Arm's length basis.

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

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

Name of Related Party (As mentioned in AS -18)	Nature of relationship	Nature of Contract / agreement / transactions	Duration of contracts / agreements / transactions	Salient terms of contracts or agreements, or transactions including the value, if any	Date of approval by the Board, if any	Amount paid as advances, if any (in Lakh)
Aroo Industries	Associate Enterprise	Purchase of Goods	1st April, 2021 to 31st March, 2022	3721.85	N.A.	NIL
AM Steel	Associate Enterprise	Purchase of Goods	1st April, 2021 to 31st March, 2022	4111.95	N.A.	NIL
Mittal Steel	Associate Enterprise	Purchase of Goods	1st April, 2021 to 31st March, 2022	4918.71	N.A.	NIL
Aroo Industries	Associate Enterprise	Sale of Goods	1st April, 2021 to 31st March, 2022	34.29	N.A.	NIL
AM Steel	Associate Enterprise	Sale of Goods	1st April, 2021 to 31st March, 2022	65.53	N.A.	NIL
Mittal Steel	Associate Enterprise	Sale of Goods	1st April, 2021 to 31st March, 2022	119.47	N.A.	NIL

For and on behalf of Board of
Mittal Sections Limited



Ajaykumar Balwantrai Mittal
Chairman & Managing Director
(DIN: 01740444)



Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
August 17, 2022

Annexure - II**Details of Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo****A. Conservation of Energy**

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

B. Technology Absorption

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

Annexure - II**Details of Conservation of Energy, Technology Absorption, Foreign Exchange Earning and Outgo****C. Foreign Exchange Earnings and Outgo**

Particulars	2021-22	2020-21	in lacs
A. Foreign Exchange Earnings (FOB Basis)	Nil	Nil	
B. Foreign Exchange Outgo	Nil	Nil	

For and on behalf of the board of
Mittal Sections Limited



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

Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

Ahmedabad
August 17, 2022

Annexures to the Directors' Report**Annexure - III****Policy on Directors Appointment and Remuneration**

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

I. The following matters of provisions of the Companies Act, 2013 have been included and considered while formulating the Remuneration Policy for the Company

- a. Criteria determining the qualifications, positive attributes and independence of a Director.
- b. Appointment and removal of Directors, Key Managerial Personnel, Senior Management.
- c. Remuneration for the Directors, Key Managerial Personnel, Senior Management and other employees.
- d. Evaluation of performance of the Directors of the Company.
- e. Scope and Role of the Nomination and Remuneration Committee.
- f. Disclosures in the Directors' Report.

II. Objectives

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

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

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

Sitting Fees

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

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

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

Minimum Remuneration

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

Annexures to the Directors' Report

Annexure - III

Provision for Excess Remuneration

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

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

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

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

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

Appointment Criteria and Qualification :

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

Policy on Directors Appointment and Remuneration

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

Appointment Criteria and Qualification

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

Terms and Tenure

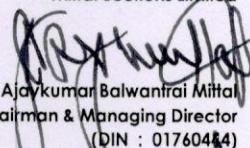
1. Managing Director/Whole-time Director

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

2. Independent Director

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

For and on behalf of the board of
Mittal Sections Limited



Ajaykumar Balwantrai Mittal
Chairman & Managing Director
(DIN : 01760484)



Atul Balwantrai Mittal
Managing Director
(DIN : 02282605)

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

For Item No. : 4

The Board on the recommendation of the Audit Committee has approved the appointment and payment of remuneration to the Cost Auditors to conduct the audit of the Cost records of the Company for the financial year ending on 31st March, 2023. In accordance with the provisions of Section 148 of the Companies Act, 2013 and The Companies (Cost Records and Audit) Rules 2014, the remuneration payable to the Cost Auditors is required to be ratified by the Shareholders of the Company at the General Meeting. Accordingly consent of the shareholders is sought by passing an Ordinary resolution for ratification of the remuneration payable to the Cost Auditors for the year ending on 31st March, 2023. The Board recommends to pass the proposed resolution.

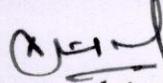
None of the Director, Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the proposed resolution.

Registered Office

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

Ahmedabad
August 17, 2022

By order of the Board
Mittal Sections Limited



Atul Balwantrao Mittal
Managing Director
DIN: 02282605