

ANEKANT STEEL INDIA PRIVATE LIMITED
COMPUTATION OF INCOME FOR THE ASSESSMENT YEAR 2020-21

| | Amount | Amount |
|--|-----------|------------|
| <u>Income from Business or Profession</u> | | |
| Net Profit as per Statement of Profit & Loss | | 22,12,691 |
| Add : | | |
| Depreciation as per Companies Act | 26,72,685 | |
| Penalty | 24,137 | |
| Donation | 73,000 | |
| | | 27,69,822 |
| | | 49,82,513 |
| Less: | | |
| Depreciation as per Income Tax Act | 44,01,715 | |
| Interest Income | 13,94,772 | |
| | | 57,96,487 |
| Income as per PGBP | | (8,13,974) |
| OTHER SOURCES | | |
| Interest Income | 13,94,772 | 13,94,772 |
| GTI | | 5,80,798 |
| Less: Unabsorbed Depreciation | | (5,80,798) |
| | | - |
| Less: Deduction U/S 80G | | - |
| Total Income | | 5,80,798 |
| <u>Tax on Total Income U/S 115JB</u> | | |
| Book Profit | | 22,12,691 |
| Tax @15% | | 3,31,904 |
| Cess @4% | | 13,276 |
| Total Tax Liability | | 3,45,180 |
| | | |
| TDS Receivable | 7,55,652 | |
| | | 7,55,652 |
| Payable/(refundable) | | (4,10,472) |
| | | |
| Add: Interest u/s 234B | | - |
| Add: Interest u/s 234C | | - |
| | | - |

ANEKANT STEEL INDIA PVT. LTD.

Ashut Jain
Director

ANEKANT STEEL INDIA PVT. LTD.
Rajendra Jain
Director

ANEKANT STEEL INDIA PRIVATE LIMITED

CIN: U27109WB1996PTC076642

BALANCE SHEET AS AT MARCH 31, 2020

(Amount in Rs.)

| Sl. No. | PARTICULARS | NOTE NO. | 31/03/2020 | 31/03/2019 |
|-----------|--|----------|---------------------|---------------------|
| I | <u>EQUITY AND LIABILITIES</u> | | | |
| | <u>1) SHAREHOLDERS' FUNDS</u> | | | |
| | (a) Share Capital | 2 | 3,89,92,870 | 3,89,92,870 |
| | (b) Reserves and Surplus | 3 | 4,65,58,189 | 4,48,81,708 |
| | | | 8,55,51,059 | 8,38,74,578 |
| | <u>2) NON CURRENT LIABILITIES</u> | | | |
| | (a) Long-Term Borrowings | 4 | 64,74,608 | 13,52,405 |
| | (b) Deferred Tax Liability (net) | 5 | 13,92,690 | 8,56,479 |
| | | | 78,67,298 | 22,08,884 |
| | <u>3) CURRENT LIABILITIES</u> | | | |
| | (a) Short-Term Borrowings | 6 | 2,48,04,261 | 3,20,11,186 |
| | (b) Trade Payables | 7 | | |
| | - Due to Micro, Small and Medium Enterprises | | | |
| | - Due to Others | | 55,64,872 | 1,22,02,551 |
| | (d) Other Current Liabilities | 8 | 1,21,86,772 | 91,51,813 |
| | | | 4,25,55,905 | 5,33,65,550 |
| | TOTAL | | 13,59,74,262 | 13,94,49,012 |
| II | <u>ASSETS</u> | | | |
| | <u>1) NON-CURRENT ASSETS</u> | | | |
| | (a) Property, Plant and Equipment | | | |
| | (i) Tangible Assets | 9 | 5,11,32,860 | 5,36,88,331 |
| | (ii) Intangible Assets | 9 | 64,691 | 42,494 |
| | (iii) Capital work-in-progress | | 1,04,56,882 | - |
| | (c) Non-Current Investments | 10 | 1,28,39,514 | 1,20,15,388 |
| | (d) Long-Term Loans And Advances | 11 | 1,72,29,388 | 2,15,56,828 |
| | | | 9,17,23,335 | 8,73,03,041 |
| | <u>2) CURRENT ASSETS</u> | | | |
| | (a) Inventories | 12 | 1,44,00,711 | 2,60,32,598 |
| | (b) Trade Receivables | 13 | 40,75,962 | 23,41,510 |
| | (c) Cash And Cash Equivalent | 14 | 5,21,612 | 8,79,304 |
| | (d) Short-Term Loans And Advances | 15 | 2,27,79,665 | 2,04,04,622 |
| | (e) Other Current Assets | 16 | 24,72,977 | 24,87,937 |
| | | | 4,42,50,927 | 5,21,45,971 |
| | | | 13,59,74,262 | 13,94,49,012 |
| | SIGNIFICANT ACCOUNTING POLICIES | 1 | | |
| | Accompanying notes form an integral part of the financial statements | | | |

As per our report of even date attached

For S. Jaykishan

Chartered Accountants

FRN: 309005E

B. K. Newatia

CA B K NEWATIA

Partner

Membership No: 050251

Place: Kolkata

Date: 3rd October, 2020



For and on behalf of the Board
ANEKANT STEEL INDIA PVT. LTD

Akshat Jain
Director

AKSHAT JAIN

DIRECTOR (DIN: 07932938)

ANEKANT STEEL INDIA PVT. LTD.

Rajani Devi Jain
Director

RAJANI DEVI JAIN

DIRECTOR (DIN: 00706233)

ANEKANT STEEL INDIA PRIVATE LIMITED

CIN: U27109WB1996PTC076642

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2020

| | | | | | (Amount in Rs.) | |
|---------|--|----------|--------------------|--------------------|-----------------|--|
| Sl. No. | PARTICULARS | NOTE NO. | 31/03/2020 | 31/03/2019 | | |
| | INCOME | | | | | |
| I | Revenue From Operations | 17 | 3,51,25,289 | 7,01,16,347 | | |
| II | Other Income | 18 | 13,94,807 | 20,96,024 | | |
| III | Total Revenue (I + II) | | 3,65,20,096 | 7,22,12,371 | | |
| | EXPENSES | | | | | |
| IV | Purchase of Stock In Trade | 19 | 87,69,947 | 7,23,84,839 | | |
| | Changes In Inventories of Stock-in-Trade | 20 | 1,16,31,887 | (1,44,28,090) | | |
| | Employee Benefits Expense | 21 | 28,22,552 | 29,34,616 | | |
| | Finance Costs | 22 | 33,34,612 | 36,92,837 | | |
| | Depreciation and Amortization Expense | 9 | 26,72,685 | 26,35,495 | | |
| | Other Expenses | 23 | 50,75,722 | 41,96,922 | | |
| | Total Expenses | | 3,43,07,405 | 7,14,16,619 | | |
| V | PROFIT/(LOSS) BEFORE TAX (III - IV) | | 22,12,691 | 7,95,752 | | |
| VI | Provision For Tax | | | | | |
| | Current Tax | | 3,45,180 | 1,53,103 | | |
| | Mat Credit Entitlement | | (3,45,180) | (1,53,103) | | |
| | Deferred Tax | | 5,36,211 | 2,77,862 | | |
| | Earlier Years' Tax | | - | 47,363 | | |
| VII | PROFIT / (LOSS) FOR THE YEAR (V-VI) | | 16,76,481 | 4,70,527 | | |
| VIII | Earnings Per Equity Share [Nominal Value Of Share - Rs. 10] | | | | | |
| | Basic | 24 | 0.43 | 0.12 | | |
| | Diluted | 24 | 0.43 | 0.12 | | |
| | SIGNIFICANT ACCOUNTING POLICIES | 1 | | | | |
| | Accompanying notes form an integral part of the financial statements | | | | | |

As per our report of even date attached

For S. Jaykishan

Chartered Accountants

FRN: 309005E

B K Newatia

CA B K NEWATIA

Partner

Membership No: 050251

Place: Kolkata

Date: 3rd October, 2020



For and on behalf of the Board

ANEKANT STEEL INDIA PVT. LTD.

Akshat Jain

Director

AKSHAT JAIN

DIRECTOR (DIN: 07932938)

ANEKANT STEEL INDIA PVT. LTD.

Rajani Devi Jain

Director

RAJANI DEVI JAIN

DIRECTOR (DIN: 00706233)

ANEKANT STEEL INDIA PRIVATE LIMITED
CIN: U27109WB1996PTC076642
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31,2020

| | (Amount in Rs.) | | (Amount in Rs.) | |
|--|--------------------------------|---------------------|--------------------------------|--------------------|
| | Year Ended 31st March, 2020 | | Year Ended 31st March, 2019 | |
| A. CASH FLOW FROM OPERATING ACTIVITIES | | | | |
| Net Profit Before Tax & Extra-Ordinary Items | | 22,12,691 | | 7,95,752 |
| Adjustments for : | | | | |
| Depreciation | 26,72,685 | | 26,35,495 | |
| Interest Income | (13,94,772) | | (8,97,141) | |
| Finance Costs | 33,34,612 | | 36,92,837 | |
| | | 46,12,525 | | 54,31,191 |
| Operating Profit before Working Capital Changes | | 68,25,216 | | 62,26,943 |
| Adjustments for : | | | | |
| (Increase)/Decrease in Inventories | 1,16,31,887 | | (1,46,25,251) | |
| (Increase)/Decrease in Trade Receivables | (17,34,452) | | 57,82,741 | |
| (Increase)/Decrease in Loans and Advances | 23,62,869 | | (46,72,343) | |
| (Increase)/Decrease in Other Current Assets | 14,960 | | (2,03,720) | |
| Increase/(Decrease) in Trade Payables | (66,37,679) | | 1,06,54,120 | |
| Increase/(Decrease) in Other Liabilities | 14,41,748 | | 11,90,067 | |
| | | 70,79,333 | | (18,74,386) |
| Cash generated from operations | | 1,39,04,549 | | 43,52,557 |
| Direct Tax Paid | | (4,10,472) | | (4,36,481) |
| Net Cash from Operating Activities | | 1,34,94,077 | | 39,16,076 |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | | | |
| Purchase of Fixed Assets | (1,39,408) | | (6,51,374) | |
| Purchase of Plant & Equipment held as CWIP | (1,04,56,883) | | - | |
| Interest received | 13,94,772 | | 8,97,141 | |
| Purchase of Land held as Investment | (8,24,126) | | (20,000) | |
| | | -1,00,25,645 | | 2,25,767 |
| Net Cash used in Investing Activities | | -1,00,25,645 | | 2,25,767 |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | | | |
| Increase/ (Decrease) in Short Term Borrowings | (72,06,925) | | (11,37,678) | |
| Increase/ (Decrease) in Long Term Borrowings | 67,15,414 | | (3,80,437) | |
| Finance Costs | (33,34,612) | | (36,92,837) | |
| Net Cash from Financing Activities | | -38,26,123 | | (52,10,952) |
| Net Increase/(Decrease) in Cash & Cash Equivalents | | -3,57,691 | | (10,69,109) |
| Cash & Cash Equivalents at the beginning of the year (Refer Note No.14 to the Accounts) | | 8,79,304 | | 19,48,410 |
| Cash & Cash Equivalents at the end of the year (Refer Note No.14 to the Accounts) | | 5,21,612 | | 8,79,304 |

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard- 3 on 'Cash Flow Statement' notified by the Companies (Accounting Standards) Rules, 2006.
- Cash and Cash Equivalents include cash and bank balances on current accounts [Refer Note No.14 to the Accounts].
- Figures in brackets indicate cash outflows.

As per our report of even date attached

For S. Jaykishan
Chartered Accountants
FRN: 309005E

Bhnewati

CA B K NEWATIA
Partner
Membership No: 050251

Place: Kolkata

Date: 3rd October, 2020



For and on behalf of the Board
ANEKANT STEEL INDIA PVT. LTD.

Akshat Jain

Director
AKSHAT JAIN

DIRECTOR (DIN: 07932938)

ANEKANT STEEL INDIA PVT. LTD.

Rajani Devi Jain

Director

RAJANI DEVI JAIN

DIRECTOR (DIN: 00706233)

ANEKANT STEEL INDIA PRIVATE LIMITED

CIN: U27109WB1996PTC076642

NOTES TO FINANCIAL STATEMENTS AS AT MARCH 31, 2020

NOTE 1 - SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

- a) Anekant Steel India Private Limited ('the Company') (formerly known as 'MDA Steel India Private Limited') is a Company domiciled in India incorporated under the Companies Act, 1956.
- b) These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles (Indian GAAP) under the historical cost convention on accrual basis, on principles of going concern and the relevant provisions of the Companies Act, 2013. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013.
- c) The financial statements are prepared in accordance with the accounting standards notified by the Central Government, in terms of section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.
- d) The preparation of the Financial Statements required the Management to exercise judgements and to make estimates and assumptions. The Management has considered the possible effects, if any, that may result from the pandemic relating to COVID-19 on the carrying amounts of its assets. In developing the assumptions and estimates relating to the uncertainties as at the Balance Sheet date in relation to the recoverable amounts of these assets, the Management has considered the global economic conditions prevailing as at the date of approval of these financial statements and has used internal and external sources of information to the extent determined by it. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.

1.2 Revenue Recognition

- a) Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- b) Sales are recognised when the significant risks and rewards of ownership of the goods have passed to the buyer which generally coincides with the time of dispatch. Sales are net of trade discounts and GST.
- c) Purchases are net of Returns, GST Credit, Discounts and Claims.
- d) Income from services are recognised as they are rendered based on agreements/arrangements with the concerned parties and recognised net of taxes
- e) Revenue in respect of a portion of rental income in the form of minimum gurantee fee, is recognised on an accrual basis, in accordance with the terms of the respective contract as and when the company satisfies performance obligations by delivering the services as per contractual agreed terms except in cases where the ultimate collection is not reasonably ascertained.
- f) Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

1.3 Property, plant and equipment

- a) Fixed Assets are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price (net of CENVAT / duty credits availed or available thereon) and any attributable cost of bringing the asset to its working condition for the intended use.
- b) Depreciation is provided using the "Straight Line Method" over the useful life of the assets at the rates and in the manner prescribed under schedule II of the Companies Act, 2013.
- c) The carrying amounts of assets are reviewed at each balance sheet date, if there is any indication of impairment based on internal/external factors. An impairment loss is recognised wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the higher of the asset's net selling price and value in use, which is determined by the present value of the estimated future cash flows.

1.4 Inventories

Inventories are valued at lower of cost and Net Realizable Value. Cost of inventories is determined on FIFO basis.

1.5 Investments

Investments classified as non-current investments are stated at cost. Provision is made to recognize any diminution other than temporary in the value of such investments. Current investments are carried at lower of cost and fair value.



ANEKANT STEEL INDIA PVT. LTD

Ashat Jain
Director

ANEKANT STEEL INDIA PVT. LTD

Rajan Sheel Jain
Director

1.6 Foreign Currency Transactions

(a) Initial Recognition

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

(b) Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in foreign currency are reported using the exchange rate at the date of the transaction.

(c) Exchange Differences

Exchange differences arising on the settlement of monetary items are recognised as income or as expense in the year in which they arise.

The forward exchange contracts taken to hedge existing assets or liabilities are translated at the closing exchange rates and resultant exchange differences are ascertained in the same manner as those on the underlying foreign currency asset or liability. Keeping in view the principle of prudence as enunciated in Accounting Standard (AS) 1, Disclosure of Accounting Policies, the Company provides for losses in respect of all outstanding forward contracts at the balance sheet date by marking them to market.

1.7 Borrowing Costs

- a) Borrowing costs that are directly attributable to the acquisition of qualifying assets are capitalised for the period until the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use.
- b) Other Borrowing costs are recognised as expense in the period in which they are incurred.

1.8 Taxes on Income

Tax expense comprises of current tax and deferred tax.

- a) Current income tax is measured at the amount expected to be paid to the tax authorities, computed in accordance with the applicable tax rates and tax laws.
- b) Deferred Tax arising on account of "timing differences" and which are capable of reversal in one or more subsequent periods is recognised, using the tax rates and tax laws that are enacted or substantively enacted. Deferred tax asset is recognised only to the extent there is reasonable certainty with respect to reversal of the same in future years as a matter of prudence.

1.9 Prior Period Items

Significant items of Income & Expenditure which relate to prior accounting periods, other than those occasioned by events occurring during or after the close of the year and which are treated as relating to the current year, are accounted in the Statement of Profit & loss as prior periods items.

1.1 Earnings per Share (EPS)

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

1.11 EMPLOYEE BENEFITS

a. Defined Contribution Plan

Contribution to Provident & Other funds is charged to the Statement of Profit & Loss on accrual basis.

1.12 Provisions & Contingent Liabilities

- a) A provision is recognised when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made.
- b) Contingent Liabilities are not provided for in the accounts and are shown separately in the Notes on Accounts.



ANEKANT STEEL INDIA PVT. LTD

Asmit Jain
Director

ANEKANT STEEL INDIA PVT. LTD.

Rajan Suresh Jain
Director

ANEKANT STEEL INDIA PRIVATE LIMITED
CIN :U27019WB1996PTC076642
NOTES TO THE FINANCIAL STATEMENTS AS AT MARCH 31, 2020

| | 31/03/2020 | 31/03/2019 |
|--|-------------|-------------|
| NOTE 2- SHARE CAPITAL | | |
| Authorised | | |
| 3,900,000 (Previous Year - 3,900,000) Equity Shares of Rs.10/- each | 3,90,00,000 | 3,90,00,000 |
| Issued, Subscribed & Paid Up | | |
| ₹3,899,287 (Previous Year - 3,899,287) Equity Shares of Rs.10/- each | 3,89,92,870 | 3,89,92,870 |

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

| | 31/03/2020 | | 31/03/2019 | |
|------------------------------|------------|-------------|------------|-------------|
| | Nos. | Amount | Nos. | Amount |
| At the beginning of the year | 38,99,287 | 3,89,92,870 | 38,99,287 | 3,89,92,870 |
| Issued during the year | - | - | - | - |
| At the end of the year | 38,99,287 | 3,89,92,870 | 38,99,287 | 3,89,92,870 |

b) Terms/Rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amount. The distribution will be in proportion to the number of equity shares held by the share holders.

c) Aggregate number of shares issued for consideration other than cash during the period of five years immediately preceding the reporting date

| | 31/03/2020 Nos. | 31/03/2019 Nos. |
|---|--------------------|--------------------|
| Equity shares allotted as fully paid-up pursuant to contracts for consideration other than cash | 16,29,287 | 16,29,287 |

d) Details of shareholders holding more than 5% shares in the Company

| | 31/03/2020 | | 31/03/2019 | |
|---|---------------|-----------|---------------|-----------|
| | No. of Shares | % holding | No. of Shares | % holding |
| Equity shares of Rs 10 each fully paid | | | | |
| Amit Reality Pvt Ltd | 16,29,387 | 41.79% | 16,29,387 | 41.79% |
| Rajani Devi Jain | 10,34,232 | 26.52% | 10,34,232 | 26.52% |
| Dharmendra Kumar Jain | 5,95,100 | 15.26% | 5,95,100 | 15.26% |
| Madan Mohan Choraria HUF | 3,81,000 | 9.77% | 3,81,000 | 9.77% |

| | 31/03/2020 | 31/03/2019 |
|--|-------------|-------------|
| NOTE 3- RESERVES AND SURPLUS | | |
| Securities Premium Account | | |
| At the beginning of the year | 3,20,97,141 | 3,20,97,141 |
| Additions during the year | - | - |
| At the end of the year | 3,20,97,141 | 3,20,97,141 |
| Surplus - Balance in the Statement of Profit and Loss | | |
| At the beginning of the year | 1,27,84,567 | 1,23,14,040 |
| Profit for the year | 16,76,481 | 4,70,527 |
| At the end of the year | 1,44,61,048 | 1,27,84,567 |
| | 4,65,58,189 | 4,48,81,708 |



ANEKANT STEEL INDIA PVT. LTD

Ashat Jain
Director

ANEKANT STEEL INDIA PVT. LTD.

Rajani Devi Jain
Director

ANEKANT STEEL INDIA PRIVATE LIMITED
CIN :U27019WB1996PTC076642
NOTES TO THE FINANCIAL STATEMENTS AS AT MARCH 31, 2020

| NOTE 4- LONG-TERM BORROWINGS (Secured) | 31/03/2020 | | 31/03/2019 | |
|---|------------------|------------------|------------------|-----------------|
| | Non-Current | Current | Non-Current | Current |
| Term Loan | | | | |
| - State Bank Of India | 55,35,851 | 15,60,000 | - | - |
| Loan against vehicle | | | | |
| -From Banks | 9,38,757 | 4,13,648 | 13,52,405 | 3,80,437 |
| | 64,74,608 | 19,73,648 | 13,52,405 | 3,80,437 |
| * Less: Current maturities of Long Term Debt (Refer Note 8) | - | (19,73,648) | - | (3,80,437) |
| | 64,74,608 | - | 13,52,405 | - |

a) **Details of security**

(i) Term Loan facility availed from Bank is:

- Primarily secured by way of hypothecation of entire Stocks as well as fixed assets purchased out of bank's finance.
- Collaterally secured by Extension of equitable mortgage over immovable property situated at Mouza-Dumarjore, Chas Bokaro having a total area of 354.5 decimal held by following persons in the manner stated below:-

| Name | Area (in Decimal) |
|-------------------------------|-------------------|
| Sri Dharmendra Kumar Jain | 231.75 |
| MDA Ispat Pvt. Ltd. | 11.00 |
| Sri Subhash Kumar Choraria | 46.00 |
| Anekant Steel India Pvt. Ltd. | 65.75 |

(ii) Loan taken for purchase of vehicles is secured by way of hypothecation of the underlying asset financed.

b) **Terms of Repayment**

- (i) Term Loan is repayable over the period of 5 years & 5 months including a moratorium period of 5 months starting from 17.10.2019. Further, Term Loan facilities carry an interest rate @9.65% on limit of Rs. 75 Lacs
- (ii) Vehicle Loan is repayable by way of equated monthly installments of Rs. 42,628 each over the period of 5 years starting from 15th April, 2018. Such loan carry interest @ 8.40% p.a.

NOTE 5- DEFERRED TAX LIABILITY/ (ASSET)

| | 31/03/2020 | 31/03/2019 |
|---|------------------|-----------------|
| Related to Fixed Assets | 15,80,224 | 12,01,220 |
| Related to Unabsorbed business loss/ depreciation | (1,87,534) | (3,44,741) |
| | 13,92,690 | 8,56,479 |

NOTE 6- SHORT-TERM BORROWINGS

Secured

| | 31/03/2020 | 31/03/2019 |
|---|-------------|-------------|
| Cash Credit Account from Bank (CC) | 1,04,92,270 | 3,20,11,187 |
| Stand by Line of Credit Account from Bank (SLC) | 14,72,057 | - |

Unsecured Loan

| | | |
|----------------------|--------------------|--------------------|
| From a Director | 33,29,740 | - |
| From Related Parties | 58,48,370 | - |
| From Body Corporates | 36,61,824 | - |
| | 2,48,04,261 | 3,20,11,187 |

a) **Details of security**

Cash Credit facility availed from Bank is secured by :

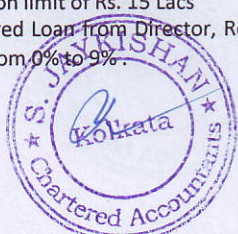
- (i) Primarily secured by way of hypothecation of entire Stocks as well as fixed assets purchased out of bank's finance.
- (ii) Collaterally secured by extension of equitable mortgage over immovable property situated at Mouza-Dumarjore, Chas Bokaro having a total area of 354.5 decimal held by following persons:

| Name | Area (in Decimal) |
|----------------------------|-------------------|
| Sri Dharmendra Kumar Jain | 231.75 |
| MDA Ispat Pvt. Ltd. | 11.00 |
| Sri Subhash Kumar Choraria | 46.00 |
| MDA Steel India Pvt. Ltd. | 65.75 |

iii) Further, CC & SLC are secured by STDR and personally guaranteed by Sri Dharmendra Kumar Jain, Sri Akshat Jain, Sri Anekant Jain, Smt. Rajni Devi Jain and Sri Subhash Kumar Choraria.

b) **Terms of Repayment**

- i) Cash credit facility carries an interest rate @9.65% on limit of Rs. 1.05 Crores, whereas Stand by line of Credit facilities carry an interest rate @10.65% on limit of Rs. 15 Lacs
- ii) Unsecured Loan from Director, Related Parties and Body Corporates have been taken without any stipulation for repayment at interest rate varying from 0% to 9%.



ANEKANT STEEL INDIA PVT. LTD.

Akshat Jain

Director

ANEKANT STEEL INDIA PVT. LTD.

Rajni Devi Jain

Director

ANEKANT STEEL INDIA PRIVATE LIMITED
CIN :U27019WB1996PTC076642
NOTES TO THE FINANCIAL STATEMENTS AS AT MARCH 31, 2020

NOTE 7- TRADE PAYABLES

Due to Micro Small & Medium Enterprises (refer note below)
 Due to others

| 31/03/2020 | 31/03/2019 |
|------------------|--------------------|
| - | - |
| 55,64,871 | 1,22,02,551 |
| 55,64,871 | 1,22,02,551 |

There is no Micro, Small and Medium Enterprises to whom the Company owes dues, which is outstanding for more than 45 days as at 31st March 2020. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.

NOTE 8- OTHER CURRENT LIABILITIES

Current maturities of long-term borrowing (Refer Note no. 4)
 Advance/ excess receipts from :-
 -Related Parties
 -Others
 Security Deposit
Other Payables
 - Capital Goods
 - Statutory Dues
 - Accrued Expenses

| 31/03/2020 | 31/03/2019 |
|--------------------|------------------|
| 19,73,648 | 3,80,437 |
| 15,19,591 | 40,19,591 |
| 6,76,790 | 10,34,882 |
| 13,46,723 | 14,28,360 |
| 25,53,899 | 1,54,508 |
| 6,64,831 | 97,090 |
| 34,51,290 | 20,36,945 |
| 1,21,86,772 | 91,51,813 |

NOTE 10 - NON-CURRENT INVESTMENTS

Land at Wari

| 31/03/2020 | 31/03/2019 |
|--------------------|--------------------|
| 1,28,39,514 | 1,20,15,388 |
| 1,28,39,514 | 1,20,15,388 |

NOTE 11- LONG-TERM LOANS & ADVANCES

(Unsecured, considered good)

Capital Advances

Advance against Land
 To Related parties
 To Others
 Advance against Flat to a Related party
 Security Deposits
 Deposit with VAT Authorities (under appeal)

| 31/03/2020 | 31/03/2019 |
|--------------------|--------------------|
| 4,76,305 | 49,35,205 |
| 69,75,000 | 62,30,000 |
| 29,48,630 | 34,88,630 |
| 64,76,060 | 64,76,060 |
| 3,53,393 | 4,26,933 |
| 1,72,29,388 | 2,15,56,828 |

NOTE 12- INVENTORIES

(As taken, valued and certified by the management)

Traded Goods
 Topsia Project expenses

| 31/03/2020 | 31/03/2019 |
|--------------------|--------------------|
| 1,38,95,319 | 2,55,27,206 |
| 5,05,392 | 5,05,392 |
| 1,44,00,711 | 2,60,32,598 |

The Company has entered into development agreement with the land owners of the premises at Topsia for construction of building thereon. All the expenses incurred pursuant thereto are carried as Topsia project expenses.

NOTE 13- TRADE RECEIVABLES

(Unsecured, Considered Good)

Debts outstanding for a period exceeding six months from the date they are due for payment
 Other Debts

| 31/03/2020 | 31/03/2019 |
|------------------|------------------|
| 31,99,551 | 4,13,153 |
| 8,76,411 | 19,28,357 |
| 40,75,962 | 23,41,510 |



ANEKANT STEEL INDIA PVT. LTD.
 Ashat Jain
 Director

ANEKANT STEEL INDIA PVT. LTD.
 Rajan Deepi Jain
 Director

NOTE 9 - Property, Plant and Equipment

ANEKANT STEEL INDIA PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS AS AT MARCH 31, 2020

(Amount in Rs.)

| Particulars | Tangible Assets | | | | | | | | Intangible Assets |
|-----------------------------|-----------------|---------------------|------------------|------------------------|-------------------|---------------------|-----------|-------------|-------------------|
| | Land (Freehold) | Lease Hold Property | Buildings & Shed | Furniture and fixtures | Office Equipments | Plant And Equipment | Vehicles | Total | |
| As at 31st March, 2018 | 61,80,611 | 4,32,71,786 | 71,75,669 | 2,35,942 | 7,24,539 | 79,78,696 | 84,10,735 | 7,39,77,978 | 1,33,800 |
| Additions | - | - | 1,80,236 | 40,864 | 3,08,275 | 70,300 | 51,699 | 6,51,374 | - |
| Disposals | - | - | - | - | - | - | - | - | - |
| Deletion | - | - | - | - | - | - | - | - | - |
| As at 31st March, 2019 | 61,80,611 | 4,32,71,786 | 73,55,905 | 2,76,806 | 10,32,814 | 80,48,996 | 84,62,434 | 7,46,29,352 | 1,33,800 |
| Additions | - | - | 42,000 | - | 63,008 | - | - | 1,05,008 | 34,400 |
| Disposals | - | - | - | - | - | - | - | - | - |
| Deletion | - | - | - | - | - | - | - | - | - |
| As at 31st March, 2020 | 61,80,611 | 4,32,71,786 | 73,97,905 | 2,76,806 | 10,95,822 | 80,48,996 | 84,62,434 | 7,47,34,360 | 1,68,200 |
| Depreciation / Amortisation | - | - | - | - | - | - | - | - | - |
| As on 31st March 2018 | - | 32,24,637 | 29,78,102 | 1,15,809 | 5,81,148 | 61,33,030 | 52,80,813 | 1,83,13,539 | 83,290 |
| Charge for the year | - | 17,30,871 | 1,51,618 | 12,415 | 68,282 | 1,39,842 | 5,24,451 | 26,27,479 | 8,016 |
| Deductions / Adjustments | - | - | - | - | - | - | - | - | - |
| As on 31st March 2019 | - | 49,55,508 | 31,29,720 | 1,28,224 | 6,49,430 | 62,72,872 | 58,05,264 | 2,09,41,018 | 91,306 |
| Charge for the year | - | 17,30,871 | 1,55,000 | 15,218 | 89,403 | 1,40,784 | 5,29,205 | 26,60,481 | 12,203 |
| Deductions / Adjustments | - | - | - | - | - | - | - | - | - |
| As on 31st March 2020 | - | 66,86,379 | 32,84,720 | 1,43,442 | 7,38,833 | 64,13,656 | 63,34,469 | 2,36,01,499 | 1,03,509 |
| Net Block | - | - | - | - | - | - | - | - | - |
| As on 31st March 2018 | 61,80,611 | 4,00,47,149 | 41,97,567 | 1,20,133 | 1,43,391 | 18,45,666 | 31,29,922 | 5,56,64,439 | 50,510 |
| As on 31st March 2019 | 61,80,611 | 3,83,16,278 | 42,26,185 | 1,48,582 | 3,83,384 | 17,76,121 | 26,57,170 | 5,36,88,331 | 42,494 |
| As on 31st March 2020 | 61,80,611 | 3,65,85,407 | 41,13,185 | 1,33,364 | 3,56,989 | 16,35,340 | 21,27,965 | 5,11,32,860 | 64,691 |

ANEKANT STEEL INDIA PVT. LTD.

Ashut Jain
Director

ANEKANT STEEL INDIA PVT. LTD.

Rajeev Sai Jain
Director



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NOTES TO THE FINANCIAL STATEMENTS AS AT MARCH 31, 2020

NOTE 14- CASH & CASH EQUIVALENTS

(A) Cash In Hand (as certified)
 (B) Balances With Banks
 In Current Accounts

| 31/03/2020 | 31/03/2019 |
|-----------------|-----------------|
| 5,21,002 | 8,79,304 |
| 610 | - |
| 5,21,612 | 8,79,304 |

NOTE 15- SHORT-TERM LOANS & ADVANCES

(Unsecured, considered good)
 Advances recoverable in cash or in kind or for value to be received
 Advances to related parties
 Advance against Expenses
 Mat Credit Entitlement*
 Income Tax/TDS(Net of Provision)
 Prepaid expenses
 GST Input Receivable

| 31/03/2020 | 31/03/2019 |
|--------------------|--------------------|
| 1,33,203 | 16,33,203 |
| 1,86,27,398 | 1,38,34,103 |
| 5,04,513 | 3,56,540 |
| 19,15,026 | 15,69,846 |
| 11,65,853 | 7,55,381 |
| 1,12,815 | 1,08,733 |
| 3,20,857 | 21,46,816 |
| 2,27,79,665 | 2,04,04,622 |

NOTE 16- OTHER CURRENT ASSETS

Rent Accrued

| 31/03/2020 | 31/03/2019 |
|------------------|------------------|
| 24,72,977 | 24,87,937 |
| 24,72,977 | 24,87,937 |

NOTE 17- REVENUE FROM OPERATIONS

Sale of Products - Iron and Steel Items
 Sale of Service- Rental income
 Other Operating Income :
 Cutting Charges
 Loading & Unloading

| 31/03/2020 | 31/03/2019 |
|--------------------|--------------------|
| 1,99,74,010 | 5,88,82,789 |
| 73,47,081 | 81,47,169 |
| 69,98,920 | 21,79,852 |
| 8,05,278 | 9,06,537 |
| 3,51,25,289 | 7,01,16,347 |

NOTE 18- OTHER INCOME

Interest Income
 - On Loan
 Liability written back
 Miscellaneous Income

| 31/03/2020 | 31/03/2019 |
|------------------|------------------|
| 13,94,772 | 8,97,141 |
| - | 11,96,000 |
| 35 | 2,883 |
| 13,94,807 | 20,96,024 |

NOTE 19- PURCHASE OF STOCK IN TRADE

Iron and Steel Products
 Add: Carriage Inward

| 31/03/2020 | 31/03/2019 |
|------------------|--------------------|
| 85,73,727 | 7,23,42,949 |
| 1,96,220 | 41,890 |
| 87,69,947 | 7,23,84,839 |

NOTE 20- CHANGES IN INVENTORIES OF STOCK IN TRADE

Opening Stock
 Less: Closing Stock

| 31/03/2020 | 31/03/2019 |
|--------------------|----------------------|
| 2,55,27,206 | 1,10,99,116 |
| 1,38,95,319 | 2,55,27,206 |
| 1,16,31,887 | (1,44,28,090) |

NOTE 21- EMPLOYEE BENEFITS EXPENSE

Salaries & Wages
 Contribution to Provident & Other Funds
 Director's Remuneration

| 31/03/2020 | 31/03/2019 |
|------------------|------------------|
| 9,79,698 | 10,97,640 |
| 42,854 | 36,976 |
| 18,00,000 | 18,00,000 |
| 28,22,552 | 29,34,616 |

ANEKANT STEEL INDIA PVT. LTD.

Ashat Jain
 Director

ANEKANT STEEL INDIA PVT. LTD.

Rajni Devi Jain



ANEKANT STEEL INDIA PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS AS AT MARCH 31, 2020

NOTE 22- FINANCE COSTS

| | 31/03/2020 | 31/03/2019 |
|---------------------------------------|------------------|------------------|
| Interest Expense to Banks on | | |
| -Cash Credit | 21,30,623 | 32,71,088 |
| -Standby Line of Credit | 64,697 | - |
| -Term Loan | 2,77,156 | - |
| -Vehicle Loan | 1,31,099 | 1,54,378 |
| * Interest Expense on Unsecured Loans | 3,64,660 | - |
| Other Borrowing Costs | 3,66,377 | 2,67,371 |
| | 33,34,612 | 36,92,837 |

NOTE 23- OTHER EXPENSES

| | 31/03/2020 | 31/03/2019 |
|--|------------------|------------------|
| Electricity Charges- Factory | 3,58,185 | 3,58,743 |
| Generator Expenses- Factory | 5,05,560 | 2,22,278 |
| Rent | 7,20,000 | 10,32,000 |
| Rates & Taxes | 41,100 | 48,364 |
| Electricity Charges- Office | 69,087 | 71,309 |
| Telephone Charges | 35,843 | 40,516 |
| Insurance | 1,40,864 | 1,59,020 |
| Business Promotion | 15,56,883 | 8,74,266 |
| Legal & Professional Charges | 52,600 | 30,100 |
| Donations | 73,000 | 91,500 |
| Membership Subscription | 42,359 | 45,000 |
| Repairs and Maintenance | | |
| - Others | 6,33,029 | 5,59,855 |
| Travelling and Conveyance | 2,96,038 | 1,88,751 |
| Auditors Remuneration (Refer Note (a) below) | 1,00,250 | 76,000 |
| Advertisement | 50,000 | - |
| Interest on TDS and KMC | 32,933 | 20,842 |
| Penalty on GST and EPFO | 24,137 | 45,568 |
| VAT/CST on Assessment | 75,681 | 2,42,379 |
| GST on Assessment | 2,35,338 | - |
| ROC filing fees | 3,000 | 1,200 |
| Miscellaneous expenses | 29,835 | 89,231 |
| | 50,75,722 | 41,96,922 |

a) **Auditors' Remuneration:**

| | | |
|------------------------|-----------------|---------------|
| i) As Auditor | 50,000 | 50,000 |
| iii) For Other Matters | 50,250 | 26,000 |
| Total | 1,00,250 | 76,000 |

NOTE 24- EARNINGS PER SHARE

| PARTICULARS | 31/03/2020 | 31/03/2019 |
|--|-------------|-------------|
| Weighted average number of equity shares outstanding during the year | 38,99,287 | 38,99,287 |
| Profit after Tax attributable to Equity Shareholders | 16,76,481 | 4,70,527 |
| Nominal Value of Ordinary Shares (Rs.) | 10 | 10 |
| Earnings Per Share (Basic) (Rs.) | 0.43 | 0.12 |
| Earnings Per Share (Diluted) (Rs.) | 0.43 | 0.12 |

NOTE 25- CONTINGENT LIABILITIES AND COMMITMENTS

(a) Contingent liabilities not provided for in respect of:

- i) Demand for Value Added Tax for Rs. 2,758,049 (net of Rs. 3,53,093 deposited) disputed in appeal before VAT authorities for the year ended 31st March 2011.



ANEKANT STEEL INDIA PVT. LTD.
Ashat Jain
 Director

ANEKANT STEEL INDIA PVT. LTD.
Rajeev Jain
 Director

ANEKANT STEEL INDIA PRIVATE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS AS AT MARCH 31, 2020

NOTE 26- RELATED PARTY DISCLOSURE

| | |
|--|---|
| i) Name of the related parties where control of the Company exists | None |
| ii) Names of the other related parties with whom transactions have taken place during the year | |
| (a) Key Managerial Personnel | Dharmendra Kumar Jain Rajani Devi Jain |
| (b) Enterprises owned or significantly influenced by the Key Managerial Personnel or their relatives | MDA Ispat Pvt. Ltd. MDA Realty Pvt. Ltd. Maharaj Commercials Pvt. Ltd. Amit Realty Pvt. Ltd. Anekant Infracom Pvt Ltd RBN Web Development Pvt Ltd Madan Mohan Choraria Renu Devi Choraria Subhash Kumar Choraria Sri Balaji Steels |

| Nature of Transactions | 31/03/2020 | 31/03/2019 |
|--|--|--|
| Advance against Flat refunded MDA Realty Pvt. Ltd. | (5,40,000) | (5,25,251) |
| Unsecured Loan taken Amit Realty Pvt. Ltd. Madan Mohan Choraria Renu Devi Choraria D.K.Jain | 50,00,000 2,12,000 4,20,000 38,80,000 | - - - - |
| Unsecured Loan refunded D.K.Jain | (5,50,260) | (3,49,656) |
| Advances Given MDA Realty Pvt. Ltd. MDA Ispat Pvt. Ltd. Anekant Infracom Pvt Ltd | 14,82,000 - 29,02,000 | - 4,50,000 37,62,695 |
| Advances Received Sri Balaji Steels | 27,00,000 | 25,00,000 |
| Advance refunded Amit Realty Pvt. Ltd. Sri Balaji Steels MDA Ispat Pvt. Ltd. | - (52,00,000) (8,46,000) | (9,853) - - |
| Advance given against land D K Jain Maharaj Commercial Pvt. Ltd. | - - | 9,28,000 10,00,205 |
| Expenses Incurred on Behalf of RBN Web Development Pvt Ltd | 9,100 | - |
| Advance against land refunded MDA Realty Pvt. Ltd. D K Jain Maharaj Commercial Pvt. Ltd. | (28,00,000) (9,28,000) (7,40,000) | - - - |
| Purchase Sri Balaji Steels | 8,61,489 | - |
| Sale (including Loading and Unloading Charges) Sri Balaji Steels | 99,68,370 | - |
| Interest Paid Amit Realty Pvt. Ltd. | 2,40,411 | - |
| Interest Received MDA Realty Pvt. Ltd. MDA Ispat Pvt. Ltd. Anekant Infracom Pvt Ltd | 52,559 - 13,42,213 | - 72,133 8,25,008 |
| Rent paid D.K.Jain Subhash Kumar Choraria | 4,80,000 2,40,000 | 4,80,000 2,40,000 |
| Directors' Remuneration Dharmendra Kumar Jain Rajani Devi Jain Akshat Jain Anekant Jain | 4,50,000 4,50,000 4,50,000 4,50,000 | 4,50,000 4,50,000 4,50,000 4,50,000 |



ANEKANT STEEL INDIA PVT. LTD.

Akshat Jain

Director

ANEKANT STEEL INDIA PVT. LTD.

Rajani Devi Jain

Director

ANEKANT STEEL INDIA PRIVATE LIMITED
CIN :U27019WB1996PTC076642
NOTES TO THE FINANCIAL STATEMENTS AS AT MARCH 31, 2020

iv) Outstanding Balances at the end of the year

| | 31/03/2020 | 31/03/2019 |
|------------------------------|-------------|-------------|
| Advances from Parties | | |
| Sri Balaji Steels | - | 25,00,000 |
| Amit Realty Pvt. Ltd. | 15,19,591 | 15,19,591 |
| Unsecured Loan taken | | |
| Madan Mohan Choraria | 2,12,000 | - |
| Renu Devi Choraria | 4,20,000 | - |
| Amit Realty Pvt. Ltd. | 52,16,370 | - |
| D.K.Jain | 33,29,740 | - |
| Advances against Land | | |
| MDA Realty Pvt. Ltd. | - | 28,00,000 |
| RBN Web Development Pvt Ltd | 2,16,100 | 2,07,000 |
| Maharaj Commercial Pvt Ltd | 2,60,205 | 10,00,205 |
| D K Jain | - | 9,28,000 |
| Advances given | | |
| MDA Realty Pvt. Ltd. | 15,29,303 | - |
| MDA Ispat Pvt. Ltd. | 1,35,713 | 9,81,713 |
| Anekant Infracom Pvt Ltd | 1,69,62,382 | 1,28,52,390 |
| Advance against Flat | | |
| MDA Realty Pvt. Ltd. | 29,48,630 | 34,88,630 |
| Trade Receivable | | |
| Sri Balaji Steels | 20,18,881 | - |

NOTE 27

In the opinion of the Board of Directors, the Current Assets, Loans & Advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the accounts. Adequate provisions have been made for all known losses and liabilities.

NOTE 28

Certain balances of Trade Payable, Trade Receivables and Advances are subject to confirmation.

NOTE 29

The Company's management has made initial assessment of likely impact from the pandemic COVID-19 on business and financial risks based on internal and external sources of information including economic forecasts, measures being under taken by Government and expected GDP growth. The management believes while the COVID-19 may adversely impact on the business in the short-term, it does not anticipate material medium to Long-Term risks to the business prospects. The Company has also considered the possible effects of COVID-19 on the carrying amounts of property plant and equipment, receivables and debt covenants using reasonably available information, estimates and judgement and has determined that none of these balances require a material adjustment to their carrying values.

NOTE 30

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification/disclosure. Accordingly amounts and other disclosures for the preceding year are included as an integral part of the current year financial Statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our report of even date attached
For S. Jaykishan
Chartered Accountants
FRN: 309005E

B. Newatia



CA B K NEWATIA
Partner
Membership No: 050251
Place: Kolkata
Date: 3rd October, 2020

For and on behalf of the Board
ANEKANT STEEL INDIA PVT. LTD.

Akshat Jain

AKSHAT JAIN

DIRECTOR (DIN: 07932938)

ANEKANT STEEL INDIA PVT. LTD.

Rajani Devi Jain

RAJANI DEVI JAIN

DIRECTOR (DIN: 00706233)