

SUPER IRON FOUNDRY PRIVATE LIMITED

FINANCIAL STATEMENTS

FOR

2020-21

U S AGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS
42/1, B B GANGULY STREET
KOLKATA – 700012

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INDEPENDENT AUDITOR'S REPORT

To,
The Members of Super Iron Foundry Private Limited.
Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Super Iron Foundry Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2021, and the Statement of Profit and Loss, and Statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. 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 Auditor of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act 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 on the Financial Statements.

Emphasis of Matter

We draw attention to Note no. 31 to the accompanying financial statements, which describes the effect of uncertainties relating to Covid – 19 pandemic outbreaks on the Company's operations and Management's evaluation of its impact on the accompanying financial statements as at 31st March, 2021, the impact of which is dependent on future developments. Our opinion is not modified on this matter.

Responsibility of Management for Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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



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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report:

Key Audit Matter	How our audit addressed the key audit matter
<p>Modified Audit Procedures carried out in light of COVID-19 outbreak:</p> <p>Due to COVID-19 pandemic, Nation-wide lockdown and travel restrictions imposed by Central / State Government / Local Authorities during the period of our audit, the audit could not be conducted by visiting the registered office.</p> <p>As we could not gather audit evidence in person/ physically/ through discussions and personal interactions with the officials at the registered office, we have identified such modified audit procedures as a Key Audit Matter.</p> <p>Accordingly, our audit procedures were modified to carry out the audit remotely.</p>	<p>Due to the outbreak of COVID-19 pandemic that caused nationwide lockdown and other travel restrictions imposed by the Central and State Governments/local administration during the period of our audit, we could not travel to the Registered Office and carry out the audit processes physically at that office.</p> <p>Wherever physical access was not possible, necessary records/ reports/ documents/ certificates were made available to us by the company through digital medium, emails and remote access to their back-office software. To this extent, the audit process was carried out on the basis of such documents, reports and records made available to us which were relied upon as audit evidence for conducting the audit and reporting for the current period.</p> <p>Accordingly, we modified our audit procedures as follows:</p> <ol style="list-style-type: none"> a. Conducted verification of necessary records/ documents electronically through remote access/emails wherever physical access was not possible. b. Carried out verification of scanned copies of the documents, deeds, certificates and the related records made available to us through emails and remote access over secure network of the company. c. Making enquiries and gathering necessary audit evidence through discussions over phone calls/conference calls, emails and similar communication channels. d. Resolution of our audit observations telephonically/through email instead of a face-to-face interaction with the designated officials.



Report on Other Legal and Regulatory Requirements

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

As required by Section 143(3) of the Act, based on our audit 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 Statement of cash flows dealt with by this Report are in agreement with the relevant books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Amendments Rules, 2018.
- (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
- (g) 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. As informed to us 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 for which there were 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.

42/1 B B Ganguly Street
Kolkata - 700012
Date: 27.07.2021



For U S AGARWAL & ASSOCIATES

Chartered Accountants
FRN: - 314213E


CA U S Agarwal (051895)
Partner

UDIN: 21051895AAAAES9285

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 10(f) of the Independent Auditors Report of even date to the members of Super Iron Foundry Private Limited on the financial statements for the year ended 31.03.2021.

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

- 1) In conjunction with our audit of the financial statements of the Company as of and for the year ended 31.03.2021, we have audited the internal financial controls over financial reporting of Super Iron Foundry Private Limited.

Management's Responsibility for Internal Financial Controls

- 2) The Company's management is responsible for establishing and maintaining internal financial controls based on "internal controls over financial reporting criteria established by the Company considering the essential components of internal controls 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 Act.

Auditors' Responsibility

- 3) 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"), issued by ICAI and the Standards on Auditing 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.
- 4) Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
- 5) 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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting


- 7) 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

- 8) 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 31.03.2021 based on internal controls over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

42/1 B B Ganguly Street
Kolkata - 700012
Date: 27.07.2021



For U S AGARWAL & ASSOCIATES
Chartered Accountants
FRN: - 314213E

CA U S Agarwal (051895)
Partner
UDIN: 21051895AAAAES9285

ANNEXURE B- Report under the Companies (Auditor's Report) Order, 2016
Super Iron Foundry Private Limited

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of Super Iron Foundry Private Limited on the financial statements for the year ended March 31, 2021.

1. a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
b) As explained to us, all the assets have been physically verified by the management during the year but there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
c) The title deeds of immoveable properties are held in the name of the company.
2. As explained to us, the inventory has been physically verified at reasonable intervals during the year by the management. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on such verification between the physical stocks and the book records were not material.
3. As explained to us, the company has not granted any loans, secured or unsecured, to any companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act.
4. In respect of loans, investments guarantee, and security the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
5. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
6. Pursuant to the rules made by the Central Government of India, the Company maintains cost records as specified under Section 148(1) of the Act in respect of its products.
7. a. According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, income tax, sales tax, wealth tax, goods & service tax, custom duty, excise duty, Cess and other material statutory dues applicable to it.
b. According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax, sales tax and goods & service-tax, which have not been deposited on account of any dispute as on 31st March, 2021.
8. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion, that the company has not defaulted in repayment of dues to a financial institution, bank, Government or dues to debenture holders.
9. The company has not raised moneys by way of initial public offer or further public offer (including debt instrument). However, the moneys were raised by way of term loans which were applied for the purposes for which the loans were obtained.



10. During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported.
11. The provisions of section 197 read with Schedule V to the Companies Act, 2013 is not applicable to the Company.
12. The company is not a Nidhi Company hence this clause is not applicable.
13. Based upon the audit procedures performed and according to the information and explanations given to us, all transactions with related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements etc. as required by the applicable accounting standards.
14. The company has made preferential allotment of shares.
15. The company has not entered into any non-cash transactions with directors or persons connected with him.
16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

42/1 B B Ganguly Street
Kolkata - 700012
Date: 27.07.2021



For U S AGARWAL & ASSOCIATES
Chartered Accountants
FRN: - 314213E

CA U S Agarwal (051895)
Partner

UDIN: 21051895AAAAES9285

SUPER IRON FOUNDRY PRIVATE LIMITED

BALANCE SHEET AS ON 31st MARCH, 2021

<u>Particulars</u>	<u>Note No</u>	<u>As at 31.03.2021</u> <u>Rs.</u>	<u>As at 31.03.2020</u> <u>Rs.</u>
I. EQUITY AND LIABILITIES			
1) Shareholders' Fund			
a) Share Capital	3	164,465,460.00	162,943,050.00
b) Reserve and Surplus	4	334,081,769.29	308,166,659.22
2) Non- Current Liabilities			
a) Long Term Borrowings	5	313,040,582.11	71,692,975.79
b) Long Term Creditors	6	3,832,421.51	14,971,396.40
c) Creditors for capital Goods	7	7,006,346.10	12,813,593.00
d) Deferred Tax Liabilities		2,036,609.00	2,424,417.00
3) Current Liabilities			
a) Short-Term borrowings	8	400,347,048.20	352,658,873.93
b) Trade Payables	9	74,579,859.94	61,187,532.60
c) Other Current liabilities	10	153,187,634.97	22,406,286.15
d) Short - Term Provision	11	5,330,252.00	2,603,811.00
		1,457,907,983.12	1,011,868,595.09
II. ASSETS			
1) Non-Current assets			
Property, Plant & Equipment	12		
i) Tangible Assets		327,960,890.37	287,178,282.43
ii) Intangible Assets		544,719.09	564,605.13
iii) Capital Work in Progress		216,189,015.92	166,436,876.40
2) Current Assets			
a) Inventories	13	280,794,913.91	198,948,366.90
b) Trade Receivables	14	381,139,929.75	202,159,053.56
c) Cash and Cash Equivalents	15	21,147,633.22	22,385,448.66
d) Short Term Loans and Advances	16	114,216,921.93	54,060,795.88
e) Other Current Assets	17	115,913,958.93	80,135,166.13
Total		1,457,907,983.12	1,011,868,595.09

See accompanying notes (1 to 31) to the financial statements.

On Behalf of Board of Directors

As per our report of even date
For **U S AGARWAL & ASSOCIATES**

Chartered Accountants
Firm Regn No. 314213E

CA U S AGARWAL
Partner
Membership No. 051895

Kolkata
Dated : 27.07.2021



Abhishek Saklecha
Director
DIN- 00532595

Akhilesh Saklecha
Director
DIN- 00532572

Malti Jainwal
MALTI JAISWAL
Secretary
A-53918

SUPER IRON FOUNDRY PVT. LTD.

Asadul

Director

SUPER IRON FOUNDRY PVT. LTD.

Asadul

Director

SUPER IRON FOUNDRY PRIVATE LIMITED

STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED ON 31.03.2021

Particulars	Note No	2020-21 Rs.	2019-20 Rs.
REVENUE			
Revenue from Operations	18	1,006,371,163.03	728,988,628.85
Other Income	19	52,729,723.54	28,897,857.63
Total Revenue		1,059,100,886.57	757,886,486.48
EXPENSES			
Cost of Material Consumed	20	561,541,045.11	387,707,405.53
Change in Inventories	21	(68,583,328.77)	(85,632,956.07)
Employee Benefit Expenses	22	153,070,636.15	120,635,117.13
Financial Cost	23	32,870,254.17	27,584,423.51
Depreciation and Amortization expense	12	45,818,932.03	33,376,128.72
Other Expenses	24	318,104,517.81	259,649,775.43
Total Expenses		1,042,822,056.50	743,319,894.25
Extra Ordinary Items		-	-
Profit before Tax		16,278,830.07	14,566,592.23
Tax Expenses :			
1) Current Tax		5,010,000.00	2,484,070.00
2) Earlier Tax		204,423.00	-
3) Deferred Tax		(387,808.00)	2,838,954.00
Profit for the year		11,452,215.07	9,243,568.23
Earnings Per Share	25		
Basic		0.70	0.57
Diluted		0.70	0.58

See accompanying notes (1 to 31) to the financial statements.

On Behalf of Board of Directors

As per our report of even date
For **U S AGARWAL & ASSOCIATES**
Chartered Accountants
Firm Regn No. 314213E

Abhishek Saklecha
Director
DIN- 00532595

CA U S AGARWAL
Partner
Membership No. 051895



Akhilesh Saklecha
Director
DIN- 00532572

Kolkata
Dated : 27.07.2021

Malti Jaishwal
MALTI JAISWAL
Secretary
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SUPER IRON FOUNDRY PVT. LTD.

AS aklecha
Director

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Asaklecha
Director

SUPER IRON FOUNDRY PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDING 31ST MARCH 2021

	YEAR ENDED 31.03.2021 Rs.	YEAR ENDED 31.03.2020 Rs.
A. Cash flow from operating activities :		
Net profit before tax and extra-ordinary items	16,278,830.07	14,566,592.23
Adjustments for :		
Depreciation	45,818,932.03	33,376,128.72
Interest/Dividend	(1,084,800.51)	(1,156,832.00)
Operating profit before working Capital changes	61,012,961.59	46,785,888.95
Adjustments for :		
Trade & Other Receivables	(178,980,876.19)	128,260,826.94
Inventories	(81,846,547.01)	(81,910,535.38)
Short Term Loans & Advances	(60,156,126.05)	73,570,629.55
Other Current Assets	(36,185,802.19)	(28,928,364.86)
Trade Payables	13,392,327.34	11,124,411.96
Other Current Liabilities	130,781,348.82	(530,412.27)
Creditors for Capital Goods	(5,807,246.90)	12,813,593.00
Cash generated from operation	(157,789,960.59)	161,186,037.89
Direct taxes paid	2,080,972.61	275,280.09
Cash flow before extraordinary items	(159,870,933.20)	160,910,757.80
Net cash from operating activities	(159,870,933.20)	160,910,757.80
B. Cash flow from investing activities :		
Sale of Property, Plant & Equipment	-	-
Purchase of Property, Plant & Equipment	86,581,653.93	122,817,059.67
Sale of Property, Plant & Equipment	-	316,455.00
Increase in Capital WIP	49,752,139.52	166,436,876.40
Interest Received	1,084,800.51	1,156,832.00
Net cash used in investing activities	(135,248,992.94)	(287,780,649.07)
C. Cash flow from financial activities :		
Proceeds from Issuance of Equity Share Capital	15,985,305.00	44,889,045.00
Secured Loan	289,035,780.59	88,006,916.72
Unsecured Loans	-	-
Long Term Creditors	(11,138,974.89)	4,406,355.60
Net cash used in financing activities	293,882,110.70	137,302,317.32
Net increase in cash and cash equivalents	(1,237,815.44)	10,432,426.05
Opening Cash & Cash Equivalents	22,385,448.66	11,953,022.61
Closing Cash & Cash Equivalents	21,147,633.22	22,385,448.66

See accompanying notes (1 to 31) to the financial statements.

For **U S AGARWAL & ASSOCIATES**

Chartered Accountants

Firm Regn No. 314213E

CA U S AGARWAL

Partner

Membership No. 051895

Kolkata

Dated : 27.07.2021



On Behalf of Board of Directors

Abhishek Saklecha

Director

DIN- 00532595

Akhilesh Saklecha

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SUPER IRON FOUNDRY PVT. LTD.

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SUPER IRON FOUNDRY PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

1 CORPORATE INFORMATION

Super Iron Foundry Private Limited (the Company) is a Private Limited Company incorporated in India under the provisions of the Companies Act, 1956. The Company is engaged in Manufacturing of Ductile and Casts Iron Products.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basics of Accounting :

The financial Statements of the Company have been prepared in accordance with Generally Accepted Accounting Principles in India under historical cost convention on accrual basis. Pursuant to section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Amendment Rules, 2018, till the standards of accounting or any addendum thereto are prescribed by the Central Government in consultation and recommendation of the National Financial Reporting Authority, existing Accounting Standards notified under the Companies Act, shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the Accounting Standards notified under Section 211(3C) of Companies Act, 1956 (Companies (Accounting Standards) Rules, 2006, (as amended) and other relevant provision of the Companies Act, 2013.

2.2 Revenue Recognition :

The Company follows Mercantile System of Accounting and recognises its Income & Expenditure on accrual basis.

2.3 Property, Plant & Equipments

Property, Plant & Equipments are stated at cost of acquisition or construction, less accumulated depreciation/ amortization. Costs include all expenses incurred to bring the asset to its present location and condition.

2.4 Depreciation and Amortisation

In respect of Property, Plant & Equipments (other than freehold land and capital work in progress), depreciation/ amortization is charged on written down value basis so as to write-off the cost of the assets over the useful lives.

2.5 Impairment of Assets

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 assets is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the statement of profit and loss in the year in which an asset is identified as impaired. an impairment loss recognised in prior accounting periods is reversed if there has been charged in the estimate of the recoverable amount.

2.6 Inventories

The stock of goods are valued at lower of cost or net realizable value.

2.7 Earning Per Share

Basic EPS is calculated by dividing the Net Profit for the year attributable to Equity Shareholders by the weighted number of Equity Shares outstanding during the year.

2.8 Taxation

Tax expenses for the year, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the year.

Provision for Current tax is made with reference to taxable income computed for the accounting period for which the financial statements are prepared by applying the tax rates relevant to the respective 'previous year'.

Deferred Tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred Tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet.

2.9 Use of Estimate

The preparation of Financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognised in the period in which results are known/materialised.



SUPER IRON FOUNDRY PVT. LTD.

Asakant

Director

SUPER IRON FOUNDRY PVT. LTD.

Manish

Director

NOTES FORMING PART OF FINANCIAL STATEMENTS

2.10 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for effects of transaction of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

2.10 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised, if, as a result of a past event, the Company has a present legal obligation, that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date.

A disclosure for contingent liability is made, when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

A Contingent Asset is not recognised in the Accounts.

3 SHARE CAPITAL

- a) **AUTHORISED**
1,65,00,000 (PY 1,64,50,000) Equity Shares of Rs. 10/- each
- b) **ISSUED, SUBSCRIBED & PAID UP**
1,64,46,546 (PY 1,62,94,305) Equity Shares of Rs. 10/- each
- c) Shareholder holding more than 5% Shares
ABI Trading Private Limited
Vedik Holdings Pvt Ltd
Fairplan Vincom Private Limited

<u>As at 31.03.2021</u>	<u>As at 31.03.2020</u>
<u>Rs.</u>	<u>Rs.</u>
165,000,000.00	164,500,000.00
164,465,460.00	162,943,050.00

<u>Number & % of Shares</u>			
11157200	67.839%	11035314	67.725%
1546682	9.404%	1516327	9.306%
3446764	20.957%	3446764	21.153%

d) **Reconciliation of number of shares**

	<u>2020-21</u>		<u>2019-20</u>	
	<u>Number of Shares</u>	<u>Amount Rs.</u>	<u>Number of Shares</u>	<u>Amount Rs.</u>
Opening Balance	16,294,305	162,943,050.00	15,821,789	158,217,890.00
Add : Shares issued during the year	152,241	1,522,410.00	472,516	4,725,160.00
Closing Balance	16,446,546	164,465,460.00	16,294,305	162,943,050.00

e) **Rights, Preferences and Restrictions attaching to each class of shares**

The Company has only 1 Class of Equity Shares having a par value of Rs 10/- per share. Each holder of Equity Share 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 amounts. The distribution will be in the proportion to the No. of shares held by the shareholder.

4 RESERVE & SURPLUS

- a) **Securities Premium**
Balance at the beginning of the Year
Add: Additions during the Year
Balance at the end of the Year

- b) **Profit & Loss Account**
As per last Account
Add : Profit for the year

Total (A+B)

<u>As at 31.03.2021</u>	<u>As at 31.03.2020</u>
<u>Rs.</u>	<u>Rs.</u>
269,562,942.00	229,399,057.00
14,462,895.00	40,163,885.00
284,025,837.00	269,562,942.00
38,603,717.22	29,360,148.99
11,452,215.07	9,243,568.23
50,055,932.29	38,603,717.22
334,081,769.29	308,166,659.22

5 Long Term Borrowings

Secured:

Covid Loan with UCO Bank
Against personal and corporate guarantee of promoters/guarantors/concerns group concerns.Repayable in 18 monthly installments of Rs.22,22,223/- starting from November, 2020)

Guaranteed Emergency Credit Line(GECL Loan)

(Against Second Charge with existing credit facilities,in terms of cash flows(including repayments) and security,with 2nd charge by way of hypothecation of book,debts,stock,mortgage and fixed assets of the company. in 36 monthly installments of Rs. 19,44,444/- starting from November, 2021)

FCTL Loan with UCO Bank

Against mortgage and hypothecation of fixed assets and current assets.Repayable in 22 quarterly variable installments commencing from 30.06.2021

Tata Finance Private Limited

Against Charge on entire movebale fixed assets and mortgage of land & building and 2nd charge on current assets.Repayable in 22 quarterly variable installments commencing from 15.12.2020

Less : Current maturity of Long-term Borrowing

Long Term Borrowings (Unsecured)

<u>As at 31.03.2021</u>	<u>As at 31.03.2020</u>
<u>Rs.</u>	<u>Rs.</u>
29,081,717.00	-
70,445,973.00	-
130,000,000.00	-
61,500,000.00	-
63,500,000.00	-
227,527,690.00	-
85,512,892.11	71,692,975.79
313,040,582.11	71,692,975.79



SUPER IRON FOUNDRY PVT. LTD. Director

SUPER IRON FOUNDRY PVT. LTD. Director

NOTES FORMING PART OF FINANCIAL STATEMENTS

6	<u>Long Term Creditors (unsecured)</u>	3,832,421.51	14,971,396.40
7	Sundry Creditors for Capital Goods	7,006,346.10	12,813,593.00
8	<u>Short term Borrowings</u>		
	<u>Secured Loan:</u>		
a)	Packing Credit Account with UCO Bank (Against hypothecation exclusive charge (EMTD and Mortgage) on the entire project assets including land building, plant and Machinery.)	341,508,758.00	323,115,431.19
b)	FOBP in UCO Bank Against hypothecation of 1st charge on the entire stocks of inventory, receivables, bills and other chargeable current assets of the company (both present and future) 2nd charge on EMTD and entire Property, Plant & Equipments of the company 2nd mortgage charge on entire Property, Plant & Equipments of the group entity M/S. Super Iron Foundry, comprising of factory land and building at Howrah. Corporation bank/Axis Bank is having the exclusive first charge on the said property for the credit facilities extended to the group entity.	58,370,939.20	26,685,580.74
c)	Yes Bank Car Loan (Secured by car finance by them. Repayable in 36 monthly installments of Rs. 31,167/- starting from July,2019)	467,351.00	719,497.00
d)	Daimler Finance Pvt Ltd (Secured by car finance by them. Repayable in 36 monthly installments of Rs. 70,401/- starting from March, 2018)	-	2,138,365.00
	(A)	400,347,048.20	352,658,873.93
9	<u>Trade Payables</u> Sundry Creditors	74,579,859.94	61,187,533.06
10	<u>Other Current Liabilities</u>	<u>As at</u> <u>31.03.2021</u> <u>Rs.</u>	<u>As at</u> <u>31.03.2020</u> <u>Rs.</u>
	Current maturity of Long-term Borrowing	63,500,000.00	-
	Salary & Wages Payable	10,227,255.00	2,969,549.00
	Statutory Liabilities	19,346,209.00	8,340,113.00
	Advance from customers	9,163,147.15	11,096,624.15
	Others	-	-
	Temporary Bank Overdraft	50,951,023.82	-
		153,187,634.97	22,406,286.15
11	<u>Short Term Provision</u> Provision for Income Tax	5,330,252.00	2,603,811.00



SUPER IRON FOUNDRY PVT. LTD.

Vasava

Director

SUPER IRON FOUNDRY PVT. LTD.

Pranav

Director

SUPER IRON FOUNDRY PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note 12- Property, Plant & Equipment

PARTICULARS	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	AS ON 01.04.2020	ADDITIONS DURING THE YEAR	DELETIONS DURING THE YEAR	AS ON 31.03.2021	AS ON 01.04.2020	FOR THE YEAR	DELETIONS DURING THE YEAR	AS ON 31.03.2021	AS AT 31.03.2020
a) Tangible Assets									
Land (Freehold)	19,005,835.00	33,451,928.00	-	52,457,763.00	-	-	-	52,457,763.00	19,005,835.00
Shed & Building	144,036,672.22	21,303,457.00	-	165,340,129.22	39,874,586.22	10,030,633.05	-	115,434,909.95	104,162,086.00
Plant & Machinery	258,732,871.86	25,428,322.13	-	284,161,193.99	115,765,562.53	28,834,564.74	-	139,561,066.72	142,967,309.33
C C Camera	765,139.00	-	-	765,139.00	298,793.48	84,619.97	-	383,413.45	466,345.52
Dice & Pattern	551,703.41	-	-	551,703.41	346,203.07	38,093.05	-	167,407.29	205,500.34
Air Condition Machine	1,037,964.85	84,606.89	-	1,122,571.74	527,123.70	139,021.02	-	456,427.02	510,841.15
Computer	2,468,061.83	467,437.91	-	2,935,499.74	1,670,058.54	623,459.41	-	641,981.79	798,003.29
Motor Cycle	97,845.33	-	-	97,845.33	66,140.93	8,234.73	-	23,469.67	31,704.40
Motor Car	11,700,821.00	763,877.00	-	12,464,698.00	5,711,268.11	1,903,375.87	-	7,614,643.98	4,850,054.02
Office Equipment	82,396.00	3,282,178.00	-	3,364,574.00	28,694.48	380,536.65	-	409,231.13	2,955,342.87
Furniture & Fixture	6,269,538.83	-	-	6,269,538.83	88,052.09	1,601,054.63	-	1,689,106.72	4,580,432.11
Electric Installation	8,614,385.32	1,778,347.00	-	10,392,732.32	1,808,469.07	2,133,952.87	-	3,942,421.94	6,450,310.38
TOTAL (a)	453,363,234.65	86,560,153.93	-	539,923,388.58	166,184,952.22	45,777,545.99	-	211,962,498.21	287,178,282.43
b) Intangible Assets									
Computer Software	1,046,844.00	21,500.00	-	1,068,344.00	482,238.87	41,386.04	-	523,624.91	544,719.09
TOTAL (b)	1,046,844.00	21,500.00	-	1,068,344.00	482,238.87	41,386.04	-	523,624.91	544,719.09
TOTAL	454,410,078.65	86,581,653.93	-	540,991,732.58	166,667,191.09	45,818,932.03	-	212,486,123.12	328,505,609.46
Previous Year	332,878,151.98	122,817,059.67	1,285,133.00	454,410,078.65	134,291,531.58	33,376,128.72	1,000,469.21	166,667,191.09	287,742,887.56

SUPER IRON FOUNDRY PVT. LTD.

VAE anant
Director



SUPER IRON FOUNDRY PVT. LTD.

Manish
Director

NOTES FORMING PART OF FINANCIAL STATEMENTS

	<u>As at</u> <u>31.03.2021</u> Rs.	<u>As at</u> <u>31.03.2020</u> Rs.
13 Inventories		
Raw Materials	38,879,495.81	14,592,632.38
Stores & Packing Materials	52,589,063.31	63,612,708.50
Finished Goods/Semi Finished Goods	189,326,354.79	120,743,026.02
	280,794,913.91	198,948,366.90
14 Trade Receivables		
Unsecured, Considered Good:		
Outstanding for more than six months	108,045,960.70	116,541,599.00
Others	273,093,969.05	85,617,454.56
	381,139,929.75	202,159,053.56
15 Cash & Cash Equivalents		
Cash on hand (as certified by management)	325,237.82	1,180,320.98
Balances with Banks	865,844.40	2,254,696.19
Bank deposit with maturity less than 12 Months (under lien with Bank)	19,956,551.00	18,950,431.49
	21,147,633.22	22,385,448.66
16 Short Term Loans & Advances		
Advance to Staff	169,610.00	663,793.00
Advance to Parties	114,047,311.93	53,397,002.88
	114,216,921.93	54,060,795.88
17 Other Current Assets		
Advance Tax & TDS Receivable	1,393,214.31	1,800,223.70
Balance with State Commercial Tax Authority	3,272,910.05	3,272,910.05
Balance in GST Department	40,489,987.00	72,330,445.38
Duty Drawback Receivable	1,444,547.00	1,041,920.00
Cyber fraud recoverable	-	1,444,117.00
MEIS Receivable	19,097,588.00	-
Security Deposits	345,550.00	245,550.00
GST Receivable	49,572,206.57	-
Other Current Assets	297,956.00	-
	115,913,958.93	80,135,166.13



SUPER IRON FOUNDRY PVT. LTD.

Asakur

Director

SUPER IRON FOUNDRY PVT. LTD.

Manu

Director

NOTES FORMING PART OF FINANCIAL STATEMENTS

	2020-21	2019-20
	Rs.	Rs.
18 <u>Operating Income</u>		
Sales-Net of GST	1,006,371,163.03	728,988,628.85
	1,006,371,163.03	728,988,628.85
19 <u>Other Income</u>		
Interest	1,084,800.51	1,156,832.00
Duty Draw Back received	13,256,353.00	12,602,492.00
Pattern Cost Received	3,614,888.38	7,133,000.02
Others	172,356.00	31,791.21
MEIS Receivable	19,097,588.00	-
Exchange Fluctuations	4,938,696.85	7,973,742.40
Liabilities no longer required written back	10,565,040.80	-
	52,729,723.54	28,897,857.63
20 <u>Cost of Material Consumed</u>		
Opening Stock	14,592,632.38	80,980,126.78
Add: Purchase during the year	585,307,482.54	320,334,621.13
Add: Transportation Charges	520,426.00	985,290.00
Less: Closing Stock	38,879,495.81	14,592,632.38
	561,541,045.11	387,707,405.53
21 <u>Change in Inventories</u>		
Opening Stock	120,743,026.02	35,110,069.95
Less: Closing Stock	189,326,354.79	120,743,026.02
	(68,583,328.77)	(85,632,956.07)
22 <u>Employee Benefit Expenses</u>		
Payment to Employees	144,629,831.84	111,616,678.00
Contribution to Provident & other Funds	1,479,293.00	1,935,260.00
Labour & Staff welfare Expenses	6,961,511.31	7,083,179.13
	153,070,636.15	120,635,117.13
23 <u>Financial Cost</u>		
Interest to Bank	23,770,081.21	23,383,941.14
Interest to Others	5,171,579.00	205,839.82
Bank Charges	3,928,593.96	3,994,642.55
	32,870,254.17	27,584,423.51
24 <u>Other Expenses</u>		
Power & Fuel Consumed	143,797,239.00	80,351,197.00
Stores & Spares Consumed	53,666,399.75	46,622,112.13
Packing Material Consumed	19,136,358.50	21,486,267.32
Export Expenses	24,837,068.33	25,569,804.13
Filling Fees	57,843.00	127,299.00
Auditor's Remuneration:		
Audit Fees	80,000.00	80,000.00
Tax Audit	20,000.00	20,000.00
Other Services	68,000.00	64,500.00
Travelling & Conveyance	545,734.00	6,137,876.44
Professional Charges	6,771,796.00	7,010,877.00
Insurance Charges	403,608.50	441,019.59
Rate & Taxes	121,592.80	569,568.00
Telephone Charges	199,476.33	395,379.08
Printing & Stationery	185,213.62	274,688.91
Repairs to : Building	4,705,122.00	12,222,163.00
Plant & Machinery	13,982,838.69	9,904,527.99
Others	7,382,888.47	9,169,847.74
Sundry balances Written Off	11,205.06	717,015.26
Bad Debtors Written Off	13,855,200.00	-
Loss due to Cyber fraud	-	555,883.00
Miscellaneous Expenses	28,276,933.76	37,929,749.84
	318,104,517.81	259,649,775.43



SUPER IRON FOUNDRY PVT. LTD.

Asakant

Director

SUPER IRON FOUNDRY PVT. LTD.

Amman

Director

NOTES FORMING PART OF FINANCIAL STATEMENTS

25 Earning per Share :

Net Profit available for equity shareholders
Number of Shares
Weighted Average Number equity shares
Earning per Share (face value Rs.10/-)
Basic
Diluted

	2020-21	2019-20
	11,452,215.07	9,243,568.23
	16,446,546	16294305
	16,330,151	15857635
	0.70	0.57
	0.70	0.58

26 Dues to Micro, Small and Medium Enterprise:

The Company has not received any information from any suppliers as defined under the "Micro, Small and Medium Enterprises Act, 2006". Hence, the amount outstanding to these units as on 31.03.2021 is not ascertainable.

27 Earnings & Expenses in Foreign Currency:

FOB Value of Export
Expenses in Foreign Currency

	2020-21	2019-20
	982,178,320.00	664,763,721.00
	-	1,869,129.30

28 Related Party and relationship for which disclosure is required under AS - 18

a) Key Management Personnel & Relatives :

Abhishek Saklecha Director
Akhilesh Saklecha Director
Neha Saklecha Relative of Director
Priyanka Saklecha Relative of Director

b) Holding Company:

ABI Trading Private Limited

c) Associate :

Super Iron Foundry
Fairplan Vincom Private Limited
Vedik Holding Private Limited

Salary Paid
Debit Balance at the beginning of the year
Sales during the Year
Purchase During The Year
Credit balance at the end of the year

	2020-21	2019-20
	10,800,000.00	9,600,000.00
	37,639,704.71	(950,739.91)
	4,465,244.60	25,991,777.40
	7,939,054.00	25,817,101.00
	85,520,515.11	37,639,704.71

29 Deferred Tax Liability:

The Deferred Tax Liability has arisen principally on account of the timing difference between the depreciation admissible under Income Tax and depreciation as per the account. Hence, an amount of Rs. 387,808/- (Previous Year Rs 2838954/-) being Deferred Tax Liability/Asset adjusted during the year.

30 Previous Year figures have been regrouped/ rearranged wherever necessary.

31 In March, 2020, the World Health Organization declared Covid -19 a global pandemic. Consequent to this the, Government of India declared a nation-wide lock-down from March 24th 2020, which has impacted the normal business operation of the Company. The Company has assessed the impact of this pandemic on its business operations and has considered all relevant internal and external information available upto the date of the approval of these financial statements, to determine the impact on the Company's revenue from operations from forceable future and the recoverability and carrying value of certain assets. The impact of Covid – 19 pandemics on the overall economic environment being uncertain may affect the underlying assumptions and estimates used to prepare Company's financial statements, which may differ from that considered as at the date of the approval of these financial statements. The Company has resumed its business activities in line with the guidelines issued by the Government Authorities. However, the Company does not expect any challenges in its ability to continue as going concern or meeting its financial obligations. As the situation is unprecedented, while the lock-down is being lifted gradually, the company is closely monitoring the situation as it is evolving.



SUPER IRON FOUNDRY PVT. LTD.

[Signature]

Director

SUPER IRON FOUNDRY PVT. LTD.

[Signature]

Director