

2023

ANNUAL AUDIT REPORT

VG METPRO PRIVATE LIMITED

CIN : U37200GJ2020PTC114996

INDEPENDENT AUDITOR'S REPORT

To,
The Members
VG Metpro Pvt Ltd
Rajkot

Report on the Audit of the Standalone Financial Statements:

Opinion:

We have audited the standalone financial statements of **VG Metpro Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2023, 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 standalone financial statements give the information required by the Companies Act, 2013 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 31st March 2023, its profit and its cash flows for the year ended on that date.

Basis for Opinion:

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence, we have obtained, is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon:

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Annual Report, for example, Corporate Overview, Key Highlights, Board's Report, Report on Corporate Governance, Management Discussion & Analysis Report, Business Responsibility Report, etc., but does not include the consolidated financial statements, 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.



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In connection with our audit of the standalone financial statement, 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 during the course of our 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.

Responsibilities of Management 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 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors 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 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 SAs 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 SAs, 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

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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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has an 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. 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.

Report on Other Legal and Regulatory Requirements :

1. The Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable

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2. As required by Section 143(3) of the Act, we report that;
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) According to information and explanations given to us together with our audit examination, reporting with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls are given in separate **Annexure-B**
 - (g) With respect to the other matters to be included in the Auditor's Report under section 197(16) of the Act, In our opinion and to the best of our information and according to the explanations given to us, provisions of section 197 are not applicable on the company
 - (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 has disclosed the impact of pending litigations on its financial position in its standalone financial
 - ii. The Company has made a provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. The company is not required to transfer any amounts 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



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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;

(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. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013
- vi. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the limit prescribed by section 197 for maximum permissible managerial remuneration is not applicable to a private limited company

Date : 30.08.2023

Place : Rajkot

For, K P M D & Associates
Chartered Accountants
FRN : 134800W



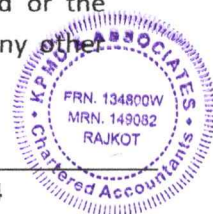
Nirav Dhaduk

(CA Nirav Dhaduk)
Partner
MRN : 149082

Annexure 'A' to the Independent Auditor's Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of VG Metpro Pvt Ltd of even date)

- 1 a. In respect to the Company's Property, Plant and Equipment and Intangible Assets;
 - i. The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
 - ii. The company is maintaining proper records showing full particulars of intangible assets.
 - b. As explained to us, all the Property, Plant & Equipment have been physically verified by the management at reasonable intervals.
 - c. The title deeds of immovable properties shown in the financial statements are held in the name of the company
 - d. The company has not revalued its Property, Plant & Equipment, or Intangible assets or both during the year.
 - e. As explained to us, no proceedings have been initiated against the company for holding benami property under The Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, and the details have been appropriately disclosed in the financial statements.
- 2 a. Physical verification of inventory has been conducted at reasonable intervals by management. In our opinion, the coverage and procedure by the management is appropriate. The aggregate of discrepancies of 10% or more in each class of inventory noticed have been properly dealt with in the books of account.
 - b. The quarterly statements filed by the company with banks agree with the books of the company
- 3 i According to the information and explanations given to us, during the year, the Company has not made investments in, provided any guarantee or security granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, LLPs, or any other parties. Accordingly, the provisions of clause 3 (i) (a) to (f) of the Order are not applicable to the Company.
- 4 The company has not given any loans or guarantees/made any investments within the meaning of sections 185 & 186 of The Companies Act, 2013.
- 5 The company has not accepted any deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013. According to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or The Reserve Bank of India or any Court or any other Tribunal.



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- 6 The company is not required to maintain cost records as prescribed by the Central Government under Section 148(1) of the Act.
- 7 a As per information and explanations given to us, the company is regular in depositing Undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, goods and services tax, cess and others as applicable have generally been regularly deposited with the appropriate authorities except delay in few cases. There are no undisputed amounts payable in respect of aforesaid dues outstanding as at 31 March 2023 for a period of more than six months from the date they became payable.
- b According to the information and explanation given to us, there are no dues of Goods and Service Tax, sales tax, income tax, custom duty, wealth tax, service tax, excise duty and cess 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.
- 9 i Based on our audit procedures and as per the information and explanations given by the management, the company has not defaulted in repayment of loans or borrowings or in the payment of interest thereon from any lender.
- ii The Company has not been declared wilful defaulter by any bank or financial institution or other lender.
- iii The Company has applied term loan for the purpose for which the loans were obtained.
- iv The funds raised on a short-term basis have not been utilised for long term purposes.
- v According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary and joint venture.
- vi According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the company has not raised loans during the year on the pledge of securities held in its subsidiary and joint venture.
- 10 a The company has not raised money by way of initial public offer or further public offer (Including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- b According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.



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- 11 a 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, noticed or reported during the year, nor have we been informed of any such case by the Management.
- b No report under sub-section (12) of section 143 of the Companies Act has been filed by the Auditors 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 As represented to us by the management, there are no whistle blower complaints received by the company during the year.
- 12 In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- 13 The Company has entered into transactions with related parties in compliance with Sections 177 and 188 of Act. The details of such related party transactions have been disclosed in the standalone Ind AS financial statements as required under Accounting Standard (AS) 24, Related Party Disclosures specified under Section 133 of the Act.
- 14 a As explained to us and in our opinion, the Company has adequate internal audit system commensurate with the size and the nature of its business.
- b We have considered the internal audit reports of the Company issued till date for the period under audit.
- 15 Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the company.
- 16 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 sub-clause(b),(c) and (d) of clause 3(xvi) of the Order are not applicable.
- 17 The Company has incurred cash losses of Rs. 1436.28 thousand during the financial year covered by our audit. However, During the immediately preceding financial year, the Company has not incurred cash losses.
- 18 There has been no resignation of the statutory auditors of the Company during the year.
- 19 On the basis of the financial ratios, ageing and expected dates of realisation of financial assets



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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.

- 20 Reporting under clause 3(xx) of the Order is not applicable to the Company.
- 21 The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

Date : 30.08.2023

Place : Rajkot



For, K P M D & Associates
Chartered Accountants
FRN : 134800W

Nirav Dhaduk

(CA Nirav Dhaduk)
Partner
MRN : 149082

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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 authorisations 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.

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

Date : 30.08.2023
Place : Rajkot

For, K P M D & Associates
Chartered Accountants
FRN : 134800W



(CA Nirav Dhaduk)
Partner
MRN : 149082



VG METPRO PRIVATE LIMITED**F.Y. 2022 - 23**

Balance Sheet As on 31st March, 2023

(Rs. in '000)

Particulars	Notes	As at	
		31st March, 2023	31st March, 2022
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	4	100.00	100.00
Reserves and Surplus	5	-1,109.06	65.05
Money received against share warrants		0.00	0.00
Share application money pending allotment		0.00	0.00
		-1,009.06	165.05
Non-Current Liabilities			
Long Term Borrowings	6	13,601.54	351.00
Deferred Tax Liabilities (Net)	7	-386.51	1.73
Other Long Term Liabilities		0.00	0.00
Long Term Provisions		0.00	0.00
		13,215.03	352.73
Current Liabilities			
Short Term Borrowings	8	2,701.17	4,484.72
Trade Payables	9	40,449.05	19,103.91
Other Current Liabilities	10	547.01	155.12
Short Term Provisions	11	20.00	28.35
		43,717.22	23,772.10
		55,923.19	24,289.87
Total Equity And Liabilities			
ASSETS			
Non-current assets			
Property, Plant & Equipment	12	2,558.25	212.99
Non-current investments		0.00	0.00
Long term loans and advances		0.00	0.00
Other non-current assets	13	17.80	26.70
		2,576.05	239.69
Current assets			
Current investments		0.00	0.00
Inventories	14	22,086.13	9,910.59
Trade receivables	15	20,824.00	9,267.70
Cash and cash equivalents	16	2,034.94	1,327.50
Short-term loans and advances	17	8,402.07	3,544.40
Other current assets		0.00	0.00
		53,347.14	24,050.19
		55,923.19	24,289.87
		Total Assets	Total Assets

The accompanying Notes to Accounts are an integral part of the financial Statements

As per our report of even date

For and on behalf of the Board

For, K P M D & Associates
Chartered Accountants
FRN : 134800W



(Nirav R Dhaduk)
Partner
MRN : 149082



Date : 30.08.2023
Place : Rajkot



(Akash B Parekh)
Director
DIN : 07565115



(Pankil C Padhariya)
Director
DIN : 07565411

VG METPRO PRIVATE LIMITED**F.Y. 2022 - 23**

Profit and Loss Accounts for the period ended on 31st March, 2023

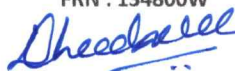
(Rs. in '000)

PARTICULARS	Notes	As at 31st March, 2023	As at 31st March, 2022
INCOME			
Revenue from operations	18	284,959.07	124,734.32
Other Income	19	6,116.51	80.19
Total Income		291,075.58	124,814.51
EXPENSES			
Cost of Material Consumed		0.00	0.00
Purchase of Finished Goods	20	288,101.30	128,908.38
Changes in Inventories of Finished Goods	21	-12,175.54	-7,210.60
Employee Benefits Expense	22	2,389.74	1,807.01
Finance Costs	23	790.98	110.79
Depreciation / Amortisation of Expense	12	126.07	13.51
Other Expenses	24	13,405.38	1,147.05
Total Expenses		292,637.92	124,776.13
Profit Before exceptional and extraordinary item and Tax		-1,562.34	38.37
Exceptional Items			
Profit Before extraordinary item and Tax		-1,562.34	38.37
Extraordinary Items			
Profit Before Tax		-1,562.34	38.37
Tax Expenses			
Current Tax		0.00	8.35
Mat Credit Entitlement		0.00	0.00
Deferred Tax		-388.24	1.37
Profit (Loss) for the period		-1,174.11	28.66
Earnings per Equity Share :			
Basic		0.00	0.00
Diluted		0.00	0.00

The accompanying Notes to Accounts are an integral part of the financial Statements

As per our report of even date

For and on behalf of the Board

For, K P M D & Associates
Chartered Accountants
FRN : 134800W

(Nirav R Dhaduk)

Partner

MRN : 149082



Date : 30.08.2023

Place : Rajkot


(Akash B Parekh)
Director

DIN : 07565115


(Pankil C Padhariya)
Director

DIN : 07565411

VG METPRO PRIVATE LIMITED**F.Y. 2022 - 23**

Cash Flow Statement for the period Ended on 31st March, 2023

(Rs. in '000)

PARTICULARS	As at	As at
	31st March, 2023	31st March, 2022
[A] Cash Flow From Operating Activities		
Net Profit / (Loss) Before taxes	-1,562.34	38.37
Adjustments for : - Depreciation	126.07	13.51
Interest Paid	790.98	110.79
Operating Profit Before Working Capital Change	-645.30	162.68
(Increase)/Decrease in Current Asset	-28,589.51	-15,482.37
Increase/(Decrease) in Current Liabilities	21,737.03	11,482.99
(Increase)/Decrease in other Non Current Asset	8.90	8.90
Cash Generated From Operations	-7,488.89	-3,827.81
Taxes Paid	-8.35	-12.46
Net Cash From Operating Activities	-7,497.23	-3,840.27
[B] Cash Flow From Investing Activities		
Purchase of Fixed Assets	-2,471.33	-179.44
Net Cash Flow From Investing Activities	-2,471.33	-179.44
[C] Cash Flow From Financing Activities		
Increase/(Decrease) in Long Term Borrowings	13,250.54	275.00
Increase/(Decrease) in Short Term Borrowings	-1,783.56	4,484.72
Increase/(Decrease) in Share Capital	0.00	0.00
Interest Paid	-790.98	-110.79
Net Cash Flow From Financing Activities	10,676.01	4,648.93
Total [A + B + C]	707.44	629.22
(Increase)/Decrease in Cash and Cash Equivalents	-707.44	-629.22
Cash and Cash Equivalent at the beginning of the year	1,327.50	698.27
Cash and Cash Equivalent at the end of the year	2,034.94	1,327.50

As per our report of even date

For and on behalf of the Board

For, K P M D & Associates
Chartered Accountants

FRN : 134800W

Date : 30.08.2023

Place : Pipaliya

(Nirav R Dhaduk)

Partner

MRN : 149082



(Akash B Parekh)

Director

DIN : 07565115

(Pankil C Padhariya)

Director

DIN : 07565411

NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS**1. Company Information**

VG Metpro Pvt Ltd was incorporated on 28th August, 2020. Hence, this is the First Audited Financial Statement. The company is engaged in the business of Purchase of Various Scrap Material and Sale of Sorted Scrap Material.

2. Significant Accounting Policies :

The Company has considered its operating cycle as 12 months for the purpose of Current or Non-Current classification of Assets and Liabilities.

3. Basis of Preparations

The financial statements are prepared in accordance with India Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values. GAAP comprises mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2016, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing standard requires a change in the accounting policy hitherto in use.

3.1. Basis of Accounting:

The financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India and the provisions of the Companies Act, 2013.

3.2. Use of Estimates :

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and results of operations during the reporting period. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future result could differ from those estimates. The effects of change in accounting estimates are reflected in the financial statement in the period in which the results are known and if material, are disclosed in the financial statements.

3.3. Valuation of Inventories:

Inventories are stated at lower of cost or net realizable value on weighted average basis. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

3.4. Cash Flow Statements

Cash Flows are presented using indirect method, whereby profit/loss before extra-ordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flow from operating, investing and financing activities of the company is segregated based on the available information.



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

Cash comprise of cash on hand and demand deposits with banks for a period of less than 12 months. Cash equivalents are short term balances, highly liquid investment with maturity of 12 months or less that are readily convertible into cash.

3.5. Net profit or loss for the period, prior period items and changes in Accounting policies:

Prior period debits included in profit & Loss account Nil

Prior period credits included in profit & Loss account Nil

There are no changes in accounting policies.

3.6. Revenue Recognition:

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The Company collects GST on behalf of the government and therefore, there are not economic benefits followings to the company. Hence, they are excluded from revenue.

Interest Income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

Revenue in respect of other income is recognized when no significant uncertainty as to its determination or realization exist.

3.7. Property Plant and Equipment:

Tangible Fixed Assets are stated at cost less accumulated depreciation / amortization and impairment loss, if any except Lease hold land which is carried at cost. The cost of tangible Fixed Assets comprises its purchases price, borrowing cost and any cost directly attributable to the bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustment arising from exchange rate variations attributable to the assets. Subsequent expenditures related to an item of fixed Assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Projects under which assets are not ready for their intended use are disclosed under Capital Work In Progress, comprising direct cost, related incidental expenses and attributable interest.

All other expenses on fixed assets, including repair and maintenance expenditure and replacement expenditure of parts are charged to Statement of Profit and Loss for the period during which such expenses are incurred.

Gains or losses that arise on disposal or retirement of an asset are measured as the difference between net disposal proceeds and the carrying value of an asset and are recognized in the Statement of profit and loss when the asset is derecognized.

Depreciation of Fixed Assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013.

There are no intangible assets.

The management of the company believes that the useful lives as given below best represent the useful lives of these assets based on internal assessment and supported by technical advice where necessary which may be different from the useful lives as prescribed Part C of Schedule II of The Companies Act 2013



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

Sr. No.	Assets Category	Useful Life in Years
1	Office Equipment, RO Plant, Air Conditioner, Weighing Scale, CCTV, Tea Machine, Refrigerator, Mobile	5
2	Furniture	10
3	Electrification	10

3.8. Impairment of Assets:

An asset is impaired when the carrying cost of assets exceeds its recoverable value. An Impairment loss is charges to statement of profit and loss in the year which an asset is identified as impaired. The Impairment Loss recognized in prior accounting period is reversed there has been change in the estimate of recoverable amount. The management periodically assess, using internal and external sources to identify impairment of assets.

3.9. Accounting for Foreign Currency Transactions:

3.9.1. Transactions dominated in foreign currencies are recorded at the exchange rate prevailing on the date of transaction or that approximates the actual rate at the date of the transaction.

3.9.2. Monetary items denominated in foreign currencies at the year-end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year-end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contracts is recognized over the life of the contracts.

3.9.3. In respect of branches, which are integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual rate at the date of transactions. Branch monetary assets and liabilities are restated at the year-end rates.

3.9.4. Any income or expenses on account of exchange difference either on settlement or on translation is recognized in the profit or loss account.

3.10. Government Grants:

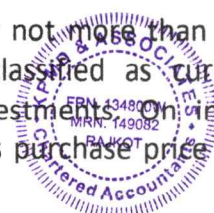
3.10.1. Revenue related grants are recognized on accrual basis wherever there is reasonable certainty and are disclosed under other income. Receivables of such grants are shown under Other Current Assets, if any.

3.10.2. Export benefits are accounted in the year of exports based on eligibility and when there is no uncertainty in receiving the same. Receivables of such export benefits are shown under Other Current Assets.

3.10.3. Capital grants are accounted as Capital Subsidy and adjusted against the cost of Fixed Assets in the year of receipt, if any.

3.11. Accounting of Investment:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made are classified as current investments. All other investments are classified as long-term investments. On initial recognition, all investments are measured at cost. The cost comprises purchase price and



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

directly attributable acquisition charges such as brokerage, feel and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another assets, the acquisition is determined by reference to the fair value of the assets given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current Investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term Investments are carried at cost. However, provision for diminution in the value is made to recognize a decline other than temporary in the value of investments.

On disposal on investments, the difference between its carrying amount and net disposal proceeds is charged or credited to statement of profit and loss.

3.12. Employee Benefit:**3.12.1. Provident fund:**

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has not obligation to contribute to the provident fund. The company

3.12.2. Gratuity:

The Company has not obligation to pay Gratuity during the year under consideration.

3.13. Borrowing Cost:

Borrowing Costs includes interest and ancillary costs incurred in connection with the arrangement of borrowing and foreign exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest costs.

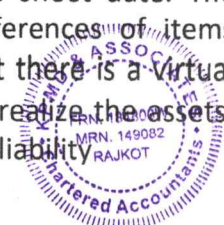
Borrowing Costs directly attributable to the Construction of an asset that necessarily take a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All of these borrowing costs are expensed in the period they are incurred.

3.14. Segment Reporting:

The Company is engaged in manufacturing of forging items which is the primary business segment based on the nature of products manufactured/traded and sold. Thus, the Company has only one reportable business which is manufacturing of forging items and only one reportable geographical segment. Accordingly, the segment information as required by AS 17 on "segment Reporting" is not required to be disclosed.

3.15. Accounting for Taxes on Income:

Provision for tax comprises of current and deferred tax. Provision is made on the basis of relief and deductions available under Income Tax Act. Deferred tax resulting from "timing differences" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantially enacted as on the balance sheet date. The Deferred Tax asset is recognized and carried forward for timing differences of items unabsorbed depreciation and accumulated losses only to the extent that there is a virtual certainty that there will be sufficient future taxable income available to realize the assets. Deferred tax assets are reviewed as at each balance sheet date for their reliability.



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS**3.16. Provisions, Contingent liabilities and Contingent Assets:**

Provision is recognized in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities is not recognized but are disclosed when there is a possible obligation or present obligation that may, but probably will not, require an outflow of resources.

Contingent assets are a possible asset that arise from past events the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

3.17. Other Disclosures :**3.17.1. Sales:**

Sales are accounted excluding GST.

3.17.2. Purchase:

Purchase is accounted excluding GST.

3.17.3. GST :

The GST collected on sales and services is accounted separately under GST Payable Account which is eligible for set-off against GST paid on inputs. The Balance in GST Account after set-off is shown under the head "Other Current Assets" forming part of Balance Sheet.



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS
4.00 Share Capital

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Authorised Share Capital		
10000 Equity Shares of Rs. 10 Each	100.00	100.00
	100.00	100.00
Issued, Subscribed & Paid up Capital		
10000 Equity Shares of Rs. 10 Each	100.00	100.00
	100.00	100.00

4.01 Par value of the share 10 10

4.02 Reconciliation of the number of shares

	Number	As at 31.03.2023 (Rs. in '000)	Number	As at 31.03.2022 (Rs. in '000)
Shares outstanding at the beginning of the year	10000	100.00	0	0.00
Add : Issued during the year	0	0.00	10000	100.00
Less : Shares bought back during the year	0	0.00	0	0.00
Shares outstanding at end of the year	10000	100.00	10000	100.00

4.03 Details of more than 5% of total shares, held by each shareholder

	No of Share Held	As at 31.03.2023 % of Holding	No of Share Held	As at 31.03.2022 % of Holding
Akash B Parekh	2000	20.00%	2000	20.00%
Pankil C Padhariya	2000	20.00%	2000	20.00%
Jay R Rupapara	2000	20.00%	2000	20.00%
Vishal Malani	2000	20.00%	2000	20.00%
Ankit Savaliya	2000	20.00%	2000	20.00%

4.04 Shareholding of Promoters and Promoters Group as on 31.03.2023

Particulars	As at 31.03.2023		As at 31.03.2022		% Change During the FY 2022-23
	No. of Share	% of Holding	No. of Share	% of Holding	
Akash B Parekh	2000	20.00%	2000	20.00%	0.00%
Pankil C Padhariya	2000	20.00%	2000	20.00%	0.00%
Jay R Rupapara	2000	20.00%	2000	20.00%	0.00%
Vishal Malani	2000	20.00%	2000	20.00%	0.00%
Ankit Savaliya	2000	20.00%	2000	20.00%	0.00%



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

4.05 Shares allotted, as fully paid up pursuant to contracts without payment being received in cash/ by way of bonus shares and shares bought back during the preceding five years

	Year (Aggregate No of shares)				
	2022-23	2021-22	2020-21	2019-20	2018-19
Fully paid up pursuant to contract(s) without payment being received in cash	NIL	NIL	NIL	NIL	NIL
Fully paid up by way of bonus shares	NIL	NIL	NIL	NIL	NIL
Shares bought back	NIL	NIL	NIL	NIL	NIL

5.00 Reserve and Surplus

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Surplus in the Profit & Loss Account		
Opening Balance of Profit & Loss Account	65.05	36.40
Add : Profit for the Current Year	-1,174.11	28.66
Surplus in the Profit & Loss Account	-1,109.06	65.05

6.00 Long Term Borrowings

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Secured Loan		
From Banks	1,783.87	0.00
Unsecured Loan		
From Banks	4,445.70	0.00
From NBFC	6,558.96	0.00
From Director	813.01	351.00
	13,601.54	351.00

6.01 Details of Terms of Repayment, nature of security and Rate of Interest

Details of Loan / Nature of Security	Rate of Interest	Terms of Repayment	Outstanding As at 31st March, 2023
1. Secured Term Loan From HDFC bank Limited (Term loan is secured by Hypothecation of Vehicle Maruti Grand Vitara)	8.75 % p.a.	60 EMI of Rs. 37313	1,783.87
2. Unsecured Loan From Axis Bank Limited	16.40 % p.a.	36 EMI of Rs. 71305	1,945.70
3. Unsecured Loan From ICICI Bank Limited	16.51 % p.a.	36 EMI of Rs. 88564	2,500.00
4. Unsecured Loan From Bajaj Finance	17.10 % p.a.	36 EMI of Rs. 127064	3,558.96
5. Unsecured Loan From L&T Finance	17.00 % p.a.	36 EMI of Rs. 106610	3,000.00
6. Unsecured Loan From Director - Akash Parekh	Matually Decided	Matually Decided	802.01
7. Unsecured Loan From Director - Pankil Padharia	Matually Decided	Matually Decided	11.00



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

7.00 Deferred Tax Liability / (Asset) (Net)

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Opening Balance	1.73	0.36
Add : Deferred Tax Liability for Current Year	-388.24	1.37
Closing Balance	-386.51	1.73

8.00 Short Term Borrowings

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Working Capital Finance		
From IDFC Bank Limited	2,701.17	4,484.72
	2,701.17	4,484.72

8.01 Details of Terms of Repayment, nature of security and Rate of Interest

Details of Loan / Nature of Security	Rate of Interest	Terms of Repayment	Outstanding As at 31st March, 2023
1. Over Draft Limit From IDFC First Bank Limited (Limit Rs. 50.00 Lakh)	10.00 % p.a.	Repayable on Demand	2,701.17

(Overdraft is secured by Hypothecation of entire current assets and Moveable Fixed Assets of the company and further secured by way of Equitable mortgage on Commercial Property of Company situated Office No 703, R K Prime II, Near Twin Star, 150 Feet Ring Road, Near Balaji Hall, Rajkot Gujarat)

9.00 Trade Payable

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Micro, Small and Medium Enterprises	0.00	0.00
Others	40,449.05	19,103.91
Disputed - Micro, Small and Medium Enterprises	0.00	0.00
Disputed - Others	0.00	0.00
	40,449.05	19,103.91



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

9.01 Trade Payable Aging Schedule as on 31.03.2023

Particulars	Outstanding for following periods from the due date of payment				Total
	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Micro, Small and Medium Enterprises	0.00	0.00	0.00	0.00	0.00
Others	38,765.99	1,683.06	0.00	0.00	40,449.05
Disputed - Micro, Small and Medium Enterprises	0.00	0.00	0.00	0.00	0.00
Disputed - Others	0.00	0.00	0.00	0.00	0.00
	38,765.99	1,683.06	0.00	0.00	40,449.05

9.02 Trade Payable Aging Schedule as on 31.03.2022

Particulars	Outstanding for following periods from the due date of payment				Total
	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
Micro, Small and Medium Enterprises	0.00	0.00	0.00	0.00	0.00
Others	19,103.91	0.00	0.00	0.00	19,103.91
Disputed - Micro, Small and Medium Enterprises	0.00	0.00	0.00	0.00	0.00
Disputed - Others	0.00	0.00	0.00	0.00	0.00
	19,103.91	0.00	0.00	0.00	19,103.91

10.00 Other Current Liability

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Other Payables		
GST Payable	209.22	29.83
TDS Payable	28.62	114.54
TCS Payable	42.60	10.75
Advance from Customers	266.57	0.00
	547.01	155.12

11.00 Short Term Provisions

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Other Provisions		
Audit Fees	20.00	20.00
Income Tax	0.00	8.35
	20.00	28.35



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS
12.00 Property, Plant & Equipment

(Rs. in '000)

Particulars	GROSS BLOCK			
	Gross Block as on 01.04.2022	Addition	Deduction / Sold	Gross Block as on 31.03.2023
Plant & Machinery	40.00	0.00	0.00	40.00
Furniture & Fixture	115.71	106.82	0.00	222.53
Office Equipment	46.09	180.19	0.00	226.29
Computers	0.00	18.50	0.00	18.50
Factory Building	0.00	206.37	0.00	206.37
Vehicle	0.00	1,943.77	0.00	1,943.77
Electrification	25.68	15.68	0.00	41.36
	227.48	2,471.33	0.00	2,698.81
Capital Work - in - Progress	0.00	0.00	0.00	0.00
Total Assets	227.48	2,471.33	0.00	2,698.81

12.01 Property, Plant & Equipment

Particulars	ACCUMULATED DEPRECIATION			
	Depreciation Reserve as on 01.04.2022	Depreciation for the Year	Deduction	Depreciation Reserve as on 31.03.2023
Plant & Machinery	2.28	2.53	0.00	4.82
Furniture & Fixture	1.17	19.21	0.00	20.38
Office Equipment	7.75	38.01	0.00	45.76
Computers	0.00	4.51	0.00	4.51
Factory Building	0.00	9.56	0.00	9.56
Vehicle	0.00	48.68	0.00	48.68
Electrification	3.29	3.57	0.00	6.86
	14.49	126.07	0.00	140.56

Particulars	NET BLOCK	
	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Plant & Machinery	35.18	37.72
Furniture & Fixture	202.15	114.55
Office Equipment	180.53	38.34
Computers	13.99	0.00
Factory Building	196.82	0.00
Vehicle	1,895.09	0.00
Electrification	34.49	22.38
	2,558.25	212.99
Capital Work - in - Progress	0.00	0.00
Total Assets	2,558.25	212.99

13.00 Other Non Current Assets

Particulars	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Priliminary Expenses	17.80	26.70
	17.80	26.70

14.00 Inventories

Particulars	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Various Scrap	22,086.13	9,910.59
	22,086.13	9,910.59



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

15.00 Trade Receivable

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Undisputed Trade Receivable		
Considered Good	20,824.00	9,267.70
Which have Significant Increase in Credit Risk	0.00	0.00
Credit Impaired	0.00	0.00
Disputed Trade Receivable		
Considered Good	0.00	0.00
Which have Significant Increase in Credit Risk	0.00	0.00
Credit Impaired	0.00	0.00
	20,824.00	9,267.70

15.01 Trade Receivable Aging as on 31.03.2023

Particulars	Outstanding for Following Periods from Due Date of Payment				
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More Than 3 Years
Undisputed Trade Receivable					
Considered Good	20,824.00	0.00	0.00	0.00	0.00
Which have Significant Increase in Credit Risk	0.00	0.00	0.00	0.00	0.00
Credit Impaired	0.00	0.00	0.00	0.00	0.00
Disputed Trade Receivable					
Considered Good	0.00	0.00	0.00	0.00	0.00
Which have Significant Increase in Credit Risk	0.00	0.00	0.00	0.00	0.00
Credit Impaired	0.00	0.00	0.00	0.00	0.00
	20,824.00	0.00	0.00	0.00	0.00

15.02 Trade Receivable Aging as on 31.03.2022

Particulars	Outstanding for Following Periods from Due Date of Payment				
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More Than 3 Years
Undisputed Trade Receivable					
Considered Good	9,267.70	0.00	0.00	0.00	0.00
Which have Significant Increase in Credit Risk	0.00	0.00	0.00	0.00	0.00
Credit Impaired	0.00	0.00	0.00	0.00	0.00
Disputed Trade Receivable					
Considered Good	0.00	0.00	0.00	0.00	0.00
Which have Significant Increase in Credit Risk	0.00	0.00	0.00	0.00	0.00
Credit Impaired	0.00	0.00	0.00	0.00	0.00
	9,267.70	0.00	0.00	0.00	0.00



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

16.00 Cash and Cash Equivalents

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Balances with banks	0.82	185.28
Cash on hand	2,034.12	1,142.22
	2,034.94	1,327.50

17.00 Short Term Loans & Advances

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Receivables from Revenue Authority (Unsecured, considered good)		
Receivables from Income Tax Authority	1,321.67	777.55
Receivables from GST Authority	3,920.91	1,627.43
Other Loans & Advance		
Advance to Supplier	3,159.49	1,139.42
	8,402.07	3,544.40

18.00 Revenue From Operation

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Revenue From Operation		
Sale of Trading Goods	284,959.07	124,734.32
	284,959.07	124,734.32

19.00 Other Income

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Kasar	0.00	9.18
Commission Income	5,460.13	0.00
Interest on IT Refund	30.76	10.45
Foreign Exchange Fluctuation	625.62	60.56
	6,116.51	80.19

20.00 Purchase of Finished Goods

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Various Scrap		
Purchase (Net)	288,101.30	128,908.38
	288,101.30	128,908.38



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

21.00 Changes in inventories

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Opening Stock		
Various Scrap	9,910.59	2,699.99
	9,910.59	2,699.99
Closing Stock		
Various Scrap	22,086.13	9,910.59
	22,086.13	9,910.59
Change in Inventory	-12,175.54	-7,210.60

22.00 Employee Benefit Expense

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Factory Salary		
Worker Salary	0.00	315.60
Staff Insurance	43.29	6.41
Office Salary		
Director Remuneration	240.00	432.00
Office Salary	2,106.45	1,053.00
	2,389.74	1,807.01

23.00 Finance Cost

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Interest paid on		
Cash Credit	364.39	72.54
Car Loan Interest	13.18	0.00
Other Term Loan	71.16	0.00
Custom Duty	63.70	1.54
Late payment of TCS	0.00	0.00
Bank Charges		
Bank Charges	278.54	36.72
	790.98	110.79

24.00 Other Expenses

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Direct Expenses		
Transportation Expenses	4,368.49	155.16
Custom Duty	699.67	172.63
Clearing & Forwarding - Import	2,248.21	0.00
Power & Fuel	58.17	56.10
Labour Charges	1,634.61	20.00
Loading Unloading Expenses	632.72	252.45
	9,641.87	656.33



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

24.00 Other Expenses

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Indirect Expenses		
Accounting Fees	0.00	60.00
Agency Charges	2,597.11	0.00
Jobwork Expenses	57.31	0.00
Stamp Duty	20.10	2.52
Professional Fees	149.00	141.75
Membership & Subscription	96.00	0.00
SIMS Registration Fees	163.05	0.00
Payment to Auditor	20.00	20.00
Insurance	87.14	4.20
Godown Rent	120.00	108.00
Priliminary Expenses Written Off	8.90	8.90
Office Miscellaneous Expenses	197.84	96.92
Printing & Stationary	6.01	12.19
Travelling Expenses	219.99	0.00
Tea Refreshment	21.06	36.23
	3,763.50	490.72
	13,405.38	1,147.05

25.00 Expenditure in Foreign Exchange

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Import of Scrap	169,548.40	5,313.56
	169,548.40	5,313.56

26.00 Value of Import calculated on C.I.F. basis

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Value of Import calculated on C.I.F. basis	169,548.40	5,313.56
	169,548.40	5,313.56

27.00 Value of Export calculated on F.O.B. basis

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Value of Export calculated on F.O.B. basis	0.00	0.00
	0.00	0.00

28.00 Payment to Auditor

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Statutory Audit	10.00	10.00
Tax Audit	10.00	10.00
	20.00	20.00



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS
29.00 Earning Per Share

	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Net Profit after Tax as per Statement of Profit and Loss Attributable to Equity Shareholders	-1,174.11	28.66
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	10000	10000
BASIC EPC	-117.41	2.87
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	10000	10000
Diluted EPS	-117.41	2.87

30.00 Related Party Disclosure
30.01 Related parties where control exist

Name of related Party	Nature of Relation
Vispan Traders	Associate Concern

30.02 Related parties with whom transactions taken place during the year

Name of related Party	Nature of Relation
Akash B Parekh	Key Managerial Personal
Pankil C Padhariya	Key Managerial Personal
Jay R. Rupapara	Associate Concern
Ankit R. Savaliya	Associate Concern
Vishal A. Malani	Associate Concern
Vispan Traders	Associate Concern

30.03 Transactions during the year with related parties

Nature of Transaction	Key Managerial Personal		Associate Concern	
	31.03.2023 (Rs. in '000)	31.03.2022 (Rs. in '000)	31.03.2023 (Rs. in '000)	31.03.2022 (Rs. in '000)
Remuneration to Director	240.00	432.00	0.00	0.00
Office Salary	0.00	0.00	360.00	768.00
Sale of Goods	0.00	0.00	45,522.64	4,550.31
Purchase of Material	0.00	0.00	31,672.16	20,891.08
(Receivable) / Payable Net	833.91	783.00	25,619.25	-2,934.15

30.04 Disclosure in Respect of Major Related Party Transactions during the year

Nature of Transaction (Excluding Reimbursements)	Relationship	As at 31.03.2023 (Rs. in '000)	As at 31.03.2022 (Rs. in '000)
Purchase of Material			
Vispan Traders	Associate Concern	45,522.64	4,550.31
Sale of Goods			
Vispan Traders	Associate Concern	31,672.16	20,891.08
Remuneration to Director			
Akash B Parekh	Key Managerial Personal	120.00	96.00
Pankil C Padhariya	Key Managerial Personal	120.00	336.00
Office Salary			
Jay R. Rupapara	Associate Concern	120.00	336.00
Ankit R. Savaliya	Associate Concern	120.00	96.00
Vishal A. Malani	Associate Concern	120.00	336.00



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

30.04 Disclosure in Respect of Major Related Party Transactions during the year

Nature of Transaction (Excluding Reimbursements)	Relationship	As at	As at
		31.03.2023 (Rs. in '000)	31.03.2022 (Rs. in '000)
(Receivable) / Payable Net			
Akash B Parekh	Key Managerial Personal	816.51	436.00
Pankil C Padhariya	Key Managerial Personal	17.40	347.00
Jay R. Rupapara	Associate Concern	0.00	336.00
Ankit R. Savaliya	Associate Concern	71.00	96.00
Vishal A. Malani	Associate Concern	156.00	336.00
Vispan Traders	Associate Concern	25,392.25	-3,702.15

31.00 CONTINGENT LIABILITIES AND COMMITMENTS

	As at	As at
	31.03.2023 (Rs. in '000)	31.03.2022 (Rs. in '000)
Contingent Liability	NIL	NIL
Commitment	NIL	NIL

32.00 Additional Regulatory Information

- 32.01 The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property
- 32.02 The title deeds of all the immovable properties are in the name of Company, Further the Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year
- 32.03 The company does not have granted any loans or advance to promoters, Directors, KMPs and the related parties that are repayable on demand and/or without specifying any terms or period of repayment.
- 32.04 Quarterly returns or statements of current assets filed by the company with banks or financial institutions are in agreement with the books of accounts
- 32.05 The company is not declared as wilful defaulter by any Banks or financial institution or other lender.
- 32.06 The Company has not any transaction with companies struck off under section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.
- 32.07 The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond statutory dues
- 32.08 The Company has not advanced or loaned or invested funds from any person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Company shall

(a) 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

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

- 32.09** The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) 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
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- 32.10** The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 32.11** The Company has complied with the number of layers prescribed under the Companies Act, 2013.
- 32.12** The Company does not have any transactions which are not recorded in the books of accounts that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)
- 33.00** The following are the analytical ratios for the year ended March 31,2022 and March 31,2021

	Ratio 2021-22	Ratio 2020-21	% Variance
Current Ratio (in times) [Current Assets / Current Liability]	1.22	1.01	20.62%
Debt Equity Ratio (in times) (Total borrowings / total Equity) [Decrease due to Excess Borrow of Fresh Term Loan and Negative Capital]	-16.16	29.30	-155.14%
Debt service coverage ratio (in times) [Profit before tax, Exceptional items, Depreciation, Finance Cost / (Finance cost + Scheduled principal repayment)] [Variance due to Interest Cost on Borrowed Working Capital and Initial Borrowing Cost of Freshly Borrowed Term Loan]	-0.82	1.47	-155.56%
Return on Equity [ROE] (in %) [Net Profit after Tax / Average Equity] [Decrease due to Current Year Losses]	-1174.11%	28.66%	-4197.35%
Inventory turnover ratio (in times) [Cost of Material Consumed + Purchase of Finished Goods + Change in inventory / average inventories]	17.25	24.56	-29.77%
Debtors turnover ratio (in times) [Revenue from operations / average account receivable] [Variance due to Higher Credit Sales]	18.94	26.92	-29.64%
Trade Payable turnover ratio (in times) [Purchase / average account Payable] [Variance due to Higher Credit Purchase]	9,675.47	13,495.50	-28.31%
Net Capital Turnover Ratio (in times) [Net Sales / Working Capital] [Variance due to change in working capital cycle]	29.59	448.54	-93.40%
Net Profit Ratio (in %) [Net Profit after Tax / Net Sales] [Variance due to Current Year Loss]	-0.41%	0.02%	-1893.52%
Return on Capital Employed [ROCE] (in%) [Net Profit before interest and Tax / Capital Employed]	-6.13%	28.91%	-121.19%



NOTES FORMING PARTS OF AUDITED FINANCIAL STATEMENTS

Return on Investment [Income Generated from Investment / Average Investment]	NA	NA	NA
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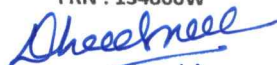
34.00 The previous year's figures have been regrouped/ reclassified, wherever necessary to conform to the current year presentation

35.00 The Management confirms that the current assets and loans & advances are approximately of the value stated, if realized in the

36.00 Outstanding Balances of Trade Payables and Trade Receivables are subject to confirmation
As per our report of even date

For, K P M D & Associates
Chartered Accountants

FRN : 134800W



(Nirav R Dhaduk)

Partner

MRN : 149082



For and on behalf of the Board


(Akash B Parekh)

Director

DIN : 07565115


(Pankil C Padhariya)

Director

DIN : 07565411

Date : 30.08.2023

Place : Rajkot