

# **A – ONE STEEL AND ALLOYS PRIVATE LIMITED**

Financial Statements & Audit Reports

31<sup>st</sup> March 2022

CIN : U28999KA2012PTC063439

Address :A One House No.326, CQAL Layout, Ward No. 08  
Sahakar Nagar,Bengaluru-560092

**INDEPENDENT AUDITOR'S REPORT**

TO  
**THE MEMBERS**  
**A-ONE STEEL AND ALLOYS PRIVATE LIMITED**  
**BANGALORE**

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

**Opinion**

We have audited the accompanying standalone financial statements of **A-ONE STEEL AND ALLOYS PRIVATE LIMITED** ("the company"), which comprises the Balance Sheet as at 31<sup>st</sup> March 2022, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Statement of Cash Flows and the Statement of Changes in Equity, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act 2013 as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at 31<sup>st</sup> March 2022 and its profits including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing 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 Standalone 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 (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made 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 audit opinion on the standalone financial statements.

**Information Other than the Standalone Financial Statements and Auditor's Report thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained 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.

#### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of 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 including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (IND AS) specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015 as amended. 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, 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 Responsibility for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. 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 standalone 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 standalone 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 financial controls 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 expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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

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

#### **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 including the Statement of Other Comprehensive Income, the Statement of Cash Flows and the Statement of



Changes in Equity 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 Indian Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended.
- e. On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls with reference to the Standalone Financial Statements and the operating effectiveness of such controls, refer to our separate report in "Annexure B" of this report.
- 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, as amended 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 statements – Refer Note 44 to the Standalone financial statements.
  - ii. The Company did not have long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv. a) The management has represented to us that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall
    - 1. 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
    - 2. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - b) The management has represented to us that, to the best of its knowledge and belief, no funds have been received by the company from any person(s) or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall
    - 1. 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
    - 2. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has to come our notice that has



# Singhi & Co.

Chartered Accountants

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caused us to believe that the representations under the sub clause (iv) (1) & (2) contain any material misstatement.

- v. No dividend has been declared or paid by the company.
- h. With respect to the matter to be included in the Auditors' Report under section 197(16): In our opinion and according to the information and explanations given to us, the Company is incorporated as a private company and thus the provision of section 197(16) of the Act are not applicable to the Company.

For Singhi & Co.,  
Chartered Accountants,  
(Firm Registration No. 302049E)

  
CA Vijay Jain  
Partner  
(Membership No. 077508)  
UDIN: 22077508BDYMNA7989  
Date: 27<sup>th</sup> September 2022  
Place: Bangalore



**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 **A-ONE STEEL AND ALLOYS PRIVATE LIMITED** of even date)

- i. In respect of the Company's property, plant & equipment:
  - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant & equipment and intangible assets;
  - b. The property, plant and equipment of the Company were physically verified in full by the management at reasonable intervals during the year. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
  - c. The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.
  - d. The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2022.
  - e. According to the information and explanation given to us and on the basis of our examination of the records of the company, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- ii. In respect of the company's inventory,
  - a. The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies in excess of 10% were noticed on such physical verification for each class of inventory. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate.
  - b. The Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from banks and/or financial institutions during the year on the basis of security of current assets of the Company. The deviations noted between the books of accounts and the quarterly returns/statements filed with such banks and financial institutions have been disclosed in Note no 58 of the standalone financial statements.
- iii.
  - a. During the year the Company has provided loans, advances in the nature of loans, provided guarantee and security to companies as follows:

A) In respect of subsidiaries, joint ventures & associates –

Particulars	Amount (Rs. in Lakhs)
Aggregate amount granted/ provided during the year	
- In nature of loans (non-current & current)	4,067.70
- In nature of corporate guarantees	10,850.00
Balance outstanding as at the Balance Sheet date	
- In nature of loans (non-current & current) (including interest)	4,196.83
- In nature of corporate guarantee	16,450.00



B) In respect of companies other than subsidiaries, joint ventures & associates –

Particulars	Amount (Rs. in Lakhs)
Aggregate amount granted/ provided during the year - In nature of loans (non-current & current) - In nature of corporate guarantees	0.00 0.00
Balance outstanding as at the Balance Sheet date - In nature of loans (non-current & current) - In nature of corporate guarantee	0.00 2,873.90

b. During the year the investments made and the terms and conditions of the grant of all loans to companies are not prejudicial to the Company's interest.

c. Based on the explanation and information given to us and based on the examination of available records in respect of the same, the schedule of repayment of principal and interest have not been stipulated in the loan agreements. However, the repayment of principal and interest has been regular as per the terms of the agreement during the period.

d. There are no amounts of loans granted to companies which are overdue for more than ninety days.

e. There were no loans which had fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties

f. The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.

iv. According to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2022 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.

vi. The Central Government of India has prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for the activities carried on by the company. In our opinion and as per the information and explanation provided to us, all the accounts and records as specified have been maintained properly.

vii. According to the information and explanations given to us, in respect of statutory dues:

a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income-tax, goods and



service tax and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.

According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

b. According to the information and explanations given to us and the records of the company examined by us, the statutory dues which have not been deposited with the appropriate authorities on account of dispute are as follows –

Name of the statute	Nature of the dues	Amount (Rs. in Lakhs)	Period to which the amount relates	Forum where the dispute is pending
Goods and Services Tax Act, 2017	Goods & Services Tax	4.19	FY2019-20	Deputy Commissioner of Commercial Taxes
Goods and Services Tax Act, 2017	Goods & Services Tax	14.04	FY2017-18 to FY2019-20	Assistant Commissioner of Commercial Taxes
The Income-Tax Act, 1961	Income Tax	5,047.09	AY2014-15 to AY2020-21	Deputy Commissioner of Income Tax

viii. The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

ix. In respect of loans taken by the company,

- In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to any lender.
- The company has not been declared wilful defaulter by any bank or financial institution or any lender
- The term loans obtained by the company have been applied for the purpose for which it had been obtained.
- On an overall examination of the standalone financial statements of the Company, no funds raised for short term basis have been utilized for long-term purposes.
- On an overall examination of the standalone 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 subsidiaries, associates or joint ventures.
- The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.

x. A. According to the information and explanations given to us and based on the examination of records of the Company, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and hence reporting under clause 3 (x)(a) of the Order is not applicable to the Company.

B. According to the information and explanations given to us and based on the examination of records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures during the year, and hence reporting under clause 3 (x)(b) of the Order is not applicable to the Company.



- xi. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year. Hence, reporting under clause 3 (xi)(a)(b)(c) of the Order is not applicable to the Company.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii)(a)(b)(c) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. The Company has an internal audit system commensurate with the size and nature of its business. The internal audit reports of the Company issued till the date of the audit report, for the period under audit have been considered by us.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence requirement to report on Clause 3(xv) are not applicable to the Company.
- xvi. In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. As such, reporting under Clause 3 (xvi) is not applicable for the company.
- xvii. The company has not incurred cash losses in the current year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- xix. On the basis of the financial ratios, ageing, business profitability and other information accompanying the standalone financial statements, 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 that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act.



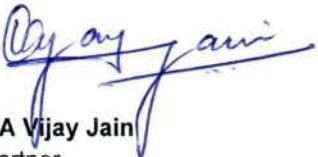
# Singhi & Co.

Chartered Accountants

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b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act.

For Singhi & Co.,  
Chartered Accountants,  
(Firm's Registration No. 302049E)

  
CA Vijay Jain  
Partner

(Membership No. 077508)

UDIN: 22077508BDYMNA7989

Date: 27<sup>th</sup> September 2022

Place: Bangalore



#### ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

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

We have audited the internal financial controls over financial reporting of **A-ONE STEEL AND ALLOYS PRIVATE LIMITED** ("the Company") as of 31<sup>st</sup> March 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

##### **MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

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

##### **AUDITOR'S RESPONSIBILITY**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

##### **MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

A company's internal financial control over financial reporting with reference to these standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone 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 standalone 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 unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

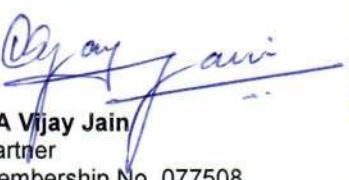
#### **INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

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

#### **OPINION**

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

**For SINGHI & CO.,**  
Chartered Accountants  
Firm Registration No. 302049E

  
CA Vijay Jain  
Partner  
Membership No. 077508  
UDIN: 22077508BDYMNA7989



Place: **Bangalore**  
Date: 27<sup>th</sup> September 2022

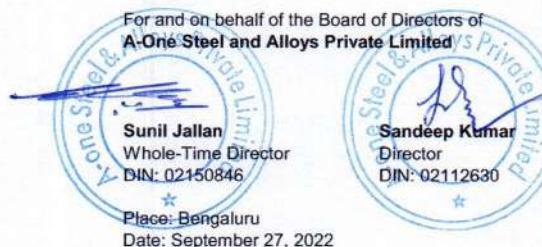
	Note	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant & equipment	3	9,975.85	9,864.85	10,574.13
Intangible assets	4	47.13	-	-
Right-of-use assets	5	9,960.70	10,404.98	7,651.29
Capital work-in-progress	6	328.75	369.71	25.81
Investments in subsidiaries, associates and joint ventures	7	860.64	860.08	850.08
Financial assets				
Investments	8	1,201.94	4.79	4.30
Loans	9	1,000.00	-	-
Other financial assets	10	2,262.92	2,261.66	2,262.67
Non-current tax assets (net)	11	56.71	56.71	56.71
Other non-current assets	12	716.95	128.27	144.67
		<b>26,411.59</b>	<b>23,951.05</b>	<b>21,569.66</b>
<b>Current assets</b>				
Inventories	13	18,805.74	13,682.24	8,047.42
Financial assets				
Trade receivables	14	18,771.68	12,240.03	13,884.43
Cash and cash equivalents	15	1,808.04	1,551.43	33.30
Bank balances other than cash and cash equivalents	16	1,680.36	1,018.60	879.85
Loans	17	3,226.47	27.02	17.25
Other financial assets	18	382.62	227.21	147.39
Other current assets	19	7,691.93	3,072.27	2,457.21
		<b>52,366.84</b>	<b>31,818.80</b>	<b>25,466.85</b>
<b>Total Assets</b>		<b>78,778.44</b>	<b>55,769.85</b>	<b>47,036.52</b>
<b>Equity and Liabilities</b>				
<b>Equity</b>				
Equity share capital	20	1,300.00	1,300.00	900.00
Other equity	21	17,045.20	9,875.03	3,891.63
		<b>18,345.20</b>	<b>11,175.03</b>	<b>4,791.63</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Financial liabilities				
Borrowings	22	5,120.35	6,397.25	6,312.58
Lease liabilities	23	10,538.74	10,604.14	7,233.23
Other financial liabilities	24	1,949.87	-	-
Provisions	25	101.33	99.83	76.18
Deferred tax liabilities (net)	26	205.59	410.93	482.41
Other non-current liabilities	27	1,346.15	471.25	2,880.34
		<b>19,262.03</b>	<b>17,983.40</b>	<b>16,984.74</b>
<b>Current liabilities</b>				
Financial liabilities				
Borrowings	28	24,322.51	11,136.60	11,426.06
Lease liabilities	29	126.72	371.60	399.87
Trade payables	30	10,926.98	9,833.08	9,224.13
Other financial liabilities	31	648.49	472.02	372.45
Other current liabilities	32	3,511.59	4,336.92	3,745.83
Provisions	33	15.78	11.60	12.40
Current tax liabilities (net)	34	1,619.14	449.60	79.41
		<b>41,171.21</b>	<b>26,611.42</b>	<b>25,260.15</b>
<b>Total Equity and Liabilities</b>		<b>78,778.44</b>	<b>55,769.85</b>	<b>47,036.52</b>

Summary of significant accounting policies  
 The accompanying notes 3 to 75 form an integral part of these financial statements.

For Singh & Co.  
 Chartered Accountants  
 ICAI FRN: 302049E

  
 Vijay Jain  
 Partner  
 Membership No: 077508

Place: Bengaluru  
 Date: September 27, 2022



**A-One Steel and Alloys Private Limited**  
(CIN: U28999KA2012PTC063439)  
**Standalone Statement of profit and loss for the year ended March 31, 2022**  
(All amount are in ₹ Lacs, unless otherwise stated)

	Note	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Income</b>			
Revenue from operations	35	235,146.05	148,607.08
Other income	36	424.88	648.99
<b>Total Income</b>		<b>235,570.93</b>	<b>149,256.07</b>
<b>Expenses</b>			
Cost of materials consumed	37	211,409.46	131,003.94
Changes in inventories of stock-in-trade, finished goods and work-in-progress	38	(5,201.18)	(802.83)
Employee benefit expense	39	1,704.93	953.69
Finance costs	40	2,878.82	2,857.12
Depreciation and amortisation expense	41	1,613.85	1,614.00
Other expenses	42	13,613.63	8,758.66
<b>Total Expenses</b>		<b>226,019.51</b>	<b>144,384.58</b>
<b>Profit/(Loss) before exceptional items and tax</b>		<b>9,551.42</b>	<b>4,871.49</b>
<b>Less: Exceptional items</b>			
<b>Profit/(Loss) before tax</b>		<b>9,551.42</b>	<b>4,871.49</b>
<b>Tax expenses</b>			
Current tax	55	2,631.32	1,333.97
Income tax for earlier years	55	0.31	-
Deferred tax charge/(benefit)	55	(216.68)	(81.09)
		<b>2,414.95</b>	<b>1,252.88</b>
<b>Profit/(Loss) after tax</b>		<b>7,136.47</b>	<b>3,618.61</b>
<b>Other comprehensive income/(loss)</b>			
<b>Items that will not be reclassified to profit or loss</b>			
- Remeasurement of equity instruments			
- Remeasurement of defined benefit plans	48	45.04	17.09
- Income tax relating to these items	55	(11.34)	(4.30)
		<b>33.70</b>	<b>12.79</b>
<b>Total comprehensive income/(loss)</b>		<b>7,170.17</b>	<b>3,631.40</b>
<b>Earnings/(Loss) per equity share (in ₹):</b>			
-Basic and diluted earnings/(loss) per share	43	548.96	399.88

Summary of significant accounting policies

The accompanying notes 3 to 75 form an integral part of these financial statements.

**For Singhi & Co.**

Chartered Accountants  
ICAI FRN: 302049E

  
Vijay Jain  
Partner  
Membership No.: 077508



For and on behalf of the Board of Directors of  
**A-One Steel and Alloys Private Limited**

  
Sunil Jallan  
Whole-Time  
Director  
DIN: 02150846

  
Sandeep Kumar  
Director  
DIN: 02112630



  
Pooja Sara Nagaraja  
Company Secretary  
M. No.: A52496

Place: Bengaluru  
Date: September 27, 2022

Place: Bengaluru  
Date: September 27, 2022

**A-One Steel and Alloys Private Limited**  
(CIN: U28999KA2012PTC063439)  
**Standalone Statement of cash flows for the year ended March 31, 2022**  
(All amount are in ₹ Lacs, unless otherwise stated)

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
<b>Cash flow from operating activities</b>		
Profit before tax	9,551.42	4,871.49
<b>Adjustments to reconcile profit before tax to cash generated from operating activities</b>		
Provision for employee benefits	47.24	40.97
Depreciation and amortisation expense	1,613.85	1,614.00
Impairment of trade receivables	159.67	114.75
(Profit) on sale of property, plant and equipment	(0.48)	-
Interest income	(415.10)	(636.03)
Liabilities no longer required written back	2,878.82	2,857.12
Finance costs	45.04	17.09
Other comprehensive income/(loss)		
<b>Operating profit before working capital changes</b>	<b>13,880.46</b>	<b>8,879.39</b>
<b>Adjustments for (increase)/decrease in operating assets</b>		
Bank balances other than cash and cash equivalents	(661.76)	(138.75)
Inventories	(5,123.51)	(5,634.81)
Trade receivables	(6,691.32)	1,529.65
Loans	(131.75)	(9.77)
Other financial assets	(156.67)	(78.81)
Other non-financial assets	(5,208.35)	(598.66)
<b>Adjustments for increase/(decrease) in operating liabilities</b>		
Trade payables	1,093.90	608.95
Other financial liabilities	2,126.34	99.57
Provisions	(41.56)	(18.12)
Other non-financial liabilities	49.57	(1,818.00)
<b>Cash generated from/(used in) operations</b>	<b>(864.64)</b>	<b>2,820.64</b>
<b>Less: Income tax paid (net of refunds)</b>	<b>(1,462.09)</b>	<b>(958.46)</b>
<b>Net cash flow generated from/(used in) operating activities (A)</b>	<b>(2,326.73)</b>	<b>1,862.18</b>
<b>Cash flows from investing activities</b>		
Proceeds from/(payments for) PPE, intangible assets and CWIP	(1,286.26)	(758.61)
(Increase)/decrease in investments	(1,197.71)	(10.49)
Loans given	(4,067.70)	-
Interest income	415.10	636.03
<b>Net cash flow from investing activities (B)</b>	<b>(6,136.57)</b>	<b>(133.07)</b>
<b>Cash flows from financing activities</b>		
Proceeds from/(payments for) borrowings	11,909.01	(204.79)
Payment of lease liabilities	(1,238.64)	(734.77)
Issue of equity shares	-	2,752.00
Finance costs	(1,950.47)	(2,023.40)
<b>Net cash inflow from/(used in) financing activities (C)</b>	<b>8,719.90</b>	<b>(210.96)</b>
<b>Net increase (decrease) in cash and cash equivalents (A+B+C)</b>	<b>256.60</b>	<b>1,518.14</b>
Cash and cash equivalents at the beginning of the year	1,551.43	33.30
<b>Cash and cash equivalents at the end of the year</b>	<b>1,808.03</b>	<b>1,551.44</b>

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**A-One Steel and Alloys Private Limited**  
**(CIN: U28999KA2012PTC063439)**  
**Standalone Statement of cash flows for the year ended March 31, 2022**  
**(All amount are in ₹ Lacs, unless otherwise stated)**

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**Notes to Statement of cash flows:**

**(i) Components of cash and bank balances (refer note 15 and 16)**

	As at March 31, 2022	As at March 31, 2021
Cash and cash equivalents	1,808.04	1,551.43
Other bank balances	1,680.36	1,018.60
<b>Cash and bank balances at end of the year</b>	<b>3,488.40</b>	<b>2,570.03</b>

**(ii) Reconciliation between the opening and closing balances in the balance sheet for liabilities arising from financing activities:**

Particulars	Non-current borrowings*	Current borrowings
<b>For the year ended March 31, 2022</b>		
<b>Balance as at April 1, 2021</b>	7,387.01	10,146.85
Loan drawls (in cash)/interest accrued during the year	2,119.62	12,606.01
Adjustment for processing fee	7.33	-
Loan repayment/interest payment during the year	(2,714.62)	-
Other non-cash changes	(109.33)	-
<b>Balance as at March 31, 2022</b>	<b>6,690.00</b>	<b>22,752.86</b>
<b>For the year ended March 31, 2021</b>		
<b>Balance as at April 1, 2020</b>	6,989.71	10,748.93
Loan drawls (in cash)/interest accrued during the year	4,195.94	-
Adjustment for processing fee	(0.68)	-
Loan repayment/interest payment during the year	(3,797.97)	(602.08)
Other non-cash changes	-	-
<b>Balance as at March 31, 2021</b>	<b>7,387.01</b>	<b>10,146.85</b>

There are no non-cash changes on account of effect of changes in foreign exchange rates and fair values.

\* including current maturities

**(iii)** The above Cash Flow Statement has been prepared in accordance with the "Indirect Method" as set out in the Ind AS - 7 on "Cash Flow Statements" specified under Section 133 of the Companies Act, 2013.

**(iv)** The above statement of cash flows should be read in conjunction with the accompanying notes 3 to 75.

For **Singhi & Co.**  
Chartered Accountants  
ICAI FRN: 302049E

Vijay Jain  
Partner  
Membership No.: 077508



For and on behalf of the Board of Directors of  
**A-One Steel and Alloys Private Limited**

Sunil Jallan  
Whole-Time Director  
DIN: 02150846

Sandeep Kumar  
Director \*  
DIN: 02112630

Pooja Sara Nagaraja  
Company Secretary  
M. No.: A52496

Place: Bengaluru  
Date: September 27, 2022

Place: Bengaluru  
Date: September 27, 2022

**A-One Steel and Alloys Private Limited**

(CIN: U28999KA2012PTC063439)

Standalone Statement of changes in equity for the year ended March 31, 2022

(All amount are in ₹ Lacs, unless otherwise stated)

**A. Equity share capital**

<b>Balance as at April 1, 2020</b>	<b>900.00</b>
Change in equity share capital during 2020-21	400.00
<b>Balance as at March 31, 2021</b>	<b>1,300.00</b>
Change in equity share capital during 2021-22	-
<b>Balance as at March 31, 2022</b>	<b>1,300.00</b>

**B. Other equity**

Particulars	Retained earnings	Securities premium	Items of other comprehensive income		Total
			Remeasurement of equity instruments	Remeasurement of defined benefit obligation	
<b>Balance as at April 1, 2020</b>	3,947.02	-	-	-	<b>3,947.02</b>
Impact due to Ind AS adjustments (Refer Note 57)	(55.39)	-	-	-	(55.39)
<b>Restated balance at the beginning of the reporting year</b>	<b>3,891.63</b>	-	-	-	<b>3,891.63</b>
Profit for the year	3,618.61	-	-	-	3,618.61
Additions during the year	-	2,352.00	-	-	2,352.00
Other comprehensive income	-	-	-	17.09	17.09
Tax impact on above	-	-	-	(4.30)	(4.30)
<b>Balance as at March 31, 2021</b>	<b>7,510.24</b>	<b>2,352.00</b>	-	<b>12.79</b>	<b>9,875.03</b>
Profit for the year	7,136.47	-	-	-	7,136.47
Other comprehensive income	-	-	-	45.04	45.04
Tax impact on above	-	-	-	(11.34)	(11.34)
<b>Balance as at March 31, 2022</b>	<b>14,646.71</b>	<b>2,352.00</b>	-	<b>46.49</b>	<b>17,045.20</b>

The above statement of changes in equity should be read in conjunction with the accompanying notes 3 to 75.

For Singh & Co.  
Chartered Accountants  
ICAI FRN: 302049E

Vijay Jain  
Partner  
Membership No. 077508

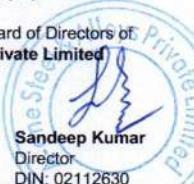
Place: Bengaluru  
Date: September 27, 2022



For and on behalf of the Board of Directors of  
A-One Steel and Alloys Private Limited

Sunil Jallan  
Whole-Time Director  
DIN: 02150846

Place: Bengaluru  
Date: September 27, 2022



Sandeep Kumar  
Director  
DIN: 02112630



Pooja Sara Nagaraja  
Company Secretary  
M. No.: A52496

A-One Steel and Alloys Private Limited  
(CIN: U28999KA2012PTC063439)

Notes to the standalone financial statements for the year ended March 31, 2022  
(All amount are in ₹ Lacs, unless otherwise stated)

3 Property, plant and equipment

Current year	Gross block (at cost)				Accumulated depreciation				Net block As at March 31, 2022
	As at April 1, 2021	Additions during the year	Disposal/ Adjustment	As at March 31, 2022	As at April 1, 2021	Additions during the year	Disposal/ Adjustment	As at March 31, 2022	
Freehold land	60.22	48.90	-	109.12	-	-	-	-	109.12
Factory sheds and building	614.31	32.18	-	646.49	20.49	22.10	-	42.59	603.90
Plant and equipment	9,921.90	984.39	5.30	10,900.99	1,050.06	1,054.75	0.10	2,104.71	8,796.28
Electrical installation	107.92	107.67	-	215.59	17.72	28.95	-	46.67	168.92
Furniture and fixtures	82.23	11.90	-	94.13	4.09	8.53	-	12.62	81.51
Office equipments	31.68	6.14	-	37.82	5.90	7.99	-	13.89	23.93
Computers	43.58	18.76	-	62.34	9.26	16.08	-	25.34	37.00
Motor car	127.00	70.13	-	197.13	16.47	25.47	-	41.94	155.19
	<b>10,988.84</b>	<b>1,280.07</b>	<b>5.30</b>	<b>12,263.61</b>	<b>1,123.99</b>	<b>1,163.87</b>	<b>0.10</b>	<b>2,287.76</b>	<b>9,975.85</b>
Previous year	Gross block (at cost)				Accumulated depreciation				Net block As at March 31, 2021
	As at April 1, 2020	Additions during the year	Disposal/ Adjustment	As at March 31, 2021	As at April 1, 2020	Additions during the year	Disposal/ Adjustment	As at March 31, 2021	As at March 31, 2021
Freehold land	-	60.22	-	60.22	-	-	-	-	60.22
Factory sheds and building	581.00	33.31	-	614.31	-	20.49	-	20.49	593.82
Plant and equipment	9,775.68	146.22	-	9,921.90	-	1,050.06	-	1,050.06	8,871.84
Electrical installation	81.30	26.62	-	107.92	-	17.72	-	17.72	90.20
Furniture and fixtures	16.41	65.82	-	82.23	-	4.09	-	4.09	78.14
Office equipments	15.83	15.85	-	31.68	-	5.90	-	5.90	25.78
Computers	13.84	29.74	-	43.58	-	9.26	-	9.26	34.32
Motor car	90.07	36.93	-	127.00	-	16.47	-	16.47	110.53
	<b>10,574</b>	<b>415</b>	<b>-</b>	<b>10,988.84</b>	<b>-</b>	<b>1,123.99</b>	<b>-</b>	<b>1,123.99</b>	<b>9,864.85</b>

Footnotes:

- (i) The Company has elected Ind AS 101 exemption and will continue with the carrying value for all of its property, plant and equipment as its deemed cost at the date of transition (refer note 57).
- (ii) The Company has not carried out any revaluation of property, plant and equipment for the year ended March 31, 2022 and March 31, 2021.
- (iii) Please refer note 44 for capital commitments.
- (iv) There are no impairment losses recognised for the year ended March 31, 2022 and March 31, 2021.
- (v) There are no exchange differences adjusted in Property, plant & equipment.
- (vi) All property, plant and equipment, are subject to charge against secured borrowings of the Company referred in notes as secured term loans from banks, vehicle loans from banks and financial institutions, working capital demand loans from banks and cash credit limit from banks. (refer note 22 and 28).



A-One Steel and Alloys Private Limited  
(CIN: U28999KA2012PTC063439)

Notes to the standalone financial statements for the year ended March 31, 2022

(All amount are in ₹ Lacs, unless otherwise stated)

#### 4 Intangible assets

	Current year				Accumulated amortisation				Net block	
	As at April 1, 2021	Additions during the year	Disposal/ Adjustment	As at March 31, 2022	As at April 1, 2021	Additions during the year	Disposal/ Adjustment	As at March 31, 2022	As at March 31, 2022	
Software	-	52.83	-	52.83	-	5.70	-	5.70	47.13	
	-	<b>52.83</b>	-	<b>52.83</b>	-	<b>5.70</b>	-	<b>5.70</b>	<b>47.13</b>	
Previous year										
	Gross block (at cost)	Accumulated amortisation	Net block							
	As at April 1, 2020	Additions during the year	Disposal/ Adjustment	As at March 31, 2021	As at April 1, 2020	Additions during the year	Disposal/ Adjustment	As at March 31, 2021	As at March 31, 2021	
Software	-	-	-	-	-	-	-	-	-	

##### Footnotes:

- (i) The Company has elected Ind AS 101 exemption and will continue with the carrying value for all of its intangible assets as its deemed cost at the date of transition (refer note 57).
- (ii) There are no internally generated intangible assets.
- (iii) The Company has not carried out any revaluation of intangible assets for the year ended March 31, 2022 and March 31, 2021.
- (iv) There are no other restriction on title of intangible assets.
- (v) There are no exchange differences adjusted in intangible assets.
- (vi) The Company has not acquired intangible assets free of charge, or for nominal consideration, by way of a government grant.

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A-One Steel and Alloys Private Limited  
(CIN: U28999KA2012PTC063439)

Notes to the standalone financial statements for the year ended March 31, 2022  
(All amount are in ₹ Lacs, unless otherwise stated)

##### 5 Right-of-use assets

Particulars	Land	Land and Building	Plant and Machinery	Total
Balance as at April 1, 2020	114.51	1,094.79	6,441.99	7,651.29
Additions on account of new lease contracts entered into during the year	-	181.91	-	181.91
Depreciation charged for the year	-	(66.91)	(423.10)	(490.01)
Modifications in right-of-use assets due to change in lease term	-	191.36	2,870.43	3,061.79
Balance as at March 31, 2021	114.51	1,401.15	8,889.32	10,404.98
Balance as at April 1, 2021	114.51	1,401.15	8,889.32	10,404.98
Additions on account of new lease contracts entered into during the year	-	-	-	-
Depreciation charged for the year	-	(69.98)	(374.30)	(444.28)
Other adjustments - Termination, Remeasurements, Modification etc.	-	-	-	-
Balance as at March 31, 2022	114.51	1,331.17	8,515.02	9,960.70

##### Footnote:

Please refer note 50 for details of assets given on operating lease.

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**A-One Steel and Alloys Private Limited**  
(CIN: U28999KA2012PTC063439)  
Notes to the standalone financial statements for the year ended March 31, 2022  
(All amount are in ₹ Lacs, unless otherwise stated)

**6 Capital work-in-progress**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Balance at the beginning	369.71	25.81	25.81
Addition during the year:	287.95	343.90	-
	<b>657.66</b>	<b>369.71</b>	<b>25.81</b>
<b>Capitalised during the year:</b>			
Plant and machinery	328.91	-	-
Balance at the end	<b>328.75</b>	<b>369.71</b>	<b>25.81</b>

**Footnote:**

**Capital work-in-progress ageing**

Particulars	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Projects in progress</b>			
Less than 1 year	287.95	343.90	16.27
1-2 years	15.00	16.27	9.54
2-3 years	16.27	9.54	-
More than 3 years	9.54	-	-
	<b>328.76</b>	<b>369.71</b>	<b>25.81</b>

**7 Investments in subsidiaries, associates and joint ventures**

**Equity instruments in subsidiary companies - at cost/deemed cost**

**Unquoted:**

Vanya Steels Private Limited	850.08	850.08	850.08
A-One Gold Singapore Pte. Ltd	0.56	-	-
A-One Gold Pipes And Tubes Private Limited	5.00	5.00	-
A-One Gold Steels India Private Limited	5.00	5.00	-
	<b>860.64</b>	<b>860.08</b>	<b>850.08</b>

**Footnotes:**

(i) Carrying value and market value of quoted and unquoted investments are as below:

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Book value of quoted investments			
Market value of quoted investments	-	-	-
Book value of unquoted investments	860.64	860.08	850.08

**8 Investments (non-current)**

**Investment in equity instruments carried at fair value through other comprehensive income:**

**Unquoted**

Vyshali Energy Private Limited	3.25	4.79	4.30
Atria Wind Power Private Limited	1.11	-	-
Radiance Ka Sunshine Five Private Limited	0.35	-	-
Alpur Solar Private Limited	804.87	-	-
FP Suraj Private Limited	392.36	-	-
	<b>1,201.94</b>	<b>4.79</b>	<b>4.30</b>

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**A-One Steel and Alloys Private Limited**  
**(CIN: U28999KA2012PTC063439)**  
**Notes to the standalone financial statements for the year ended March 31, 2022**  
*(All amount are in ₹ Lacs, unless otherwise stated)*

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**Footnotes:**

(i) Carrying value and market value of quoted and unquoted investments are as below:

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Book value of quoted investments	-	-	-
Market value of quoted investments	-	-	-
Book value of unquoted investments	1,201.94	4.79	4.30

(ii) For explanation on the Company's credit risk management process, refer note 53.  
 (iii) There are no significant restrictions on the right of ownership, realisability of investments or the remittance of income and proceeds of disposal.  
 (iv) The Company had invested in equity shares of Vyshali Energy Private Limited, Atria Wind Power Private Limited, Radiance Ka Sunshine Five Private Limited, Alpur Solar Private Limited and FP Suraj Private Limited for procurement of power towards captive consumption in Bellary and Gauribidanur units. The management anticipates that the termination of contract in future (if any) would be at cost i.e. the amount invested. The investment has been made only for procuring the power and not for any financial benefit. The Company has classified investments at fair value through other comprehensive income. However, considering the above facts, cost of investment has been considered as its fair value.

**9 Loans (non-current)**

**Unsecured, considered good - at amortised cost**  
 Loans to related parties

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
	1,000.00	-	-
	1,000.00	-	-

**Footnotes:**

(i) For explanation on the Company's credit risk management process, refer note 53.  
 (ii) For information required under Section 186(4) of the Companies Act, 2013 refer note 46.

**10 Other financial assets (non-current)**

**Unsecured, considered good - at amortised cost**  
 Security deposits  
 Advances made for investments

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
	454.02	130.66	131.67
	1,808.89	2,131.00	2,131.00
	2,262.92	2,261.66	2,262.67

**Footnote:**

For explanation on the Company's credit risk management process, refer note 53.

**11 Non-current tax assets (net)**

Income tax refundable

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
	56.71	56.71	56.71
	56.71	56.71	56.71

**12 Other non-current assets**

**Unsecured, considered good**  
 Prepaid lease rent  
 Prepaid royalty  
 Prepaid expenses  
 Capital advances

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
	100.52	34.48	19.27
	-	1.30	-
	72.29	-	-
	544.14	92.49	125.40
	716.95	128.27	144.67

**13 Inventories**

**Valued at lower of cost and net realisable value**

Raw materials	6,560.26	6,465.77	1,840.22
Stores and spares	1,270.29	1,442.46	1,236.01
Finished goods	9,334.83	4,881.37	4,365.98
Stock-in-trade	1,260.91	892.64	605.20

**Valued at estimated realisable value**

By-product	379.46	-	-
	18,805.74	13,682.24	8,047.42

**Footnotes:**

Inventories are hypothecated as securities for borrowings taken from banks (refer note 49).



**A-One Steel and Alloys Private Limited**

(CIN: U28999KA2012PTC063439)

**Notes to the standalone financial statements for the year ended March 31, 2022**

(All amount are in ₹ Lacs, unless otherwise stated)

**14 Trade receivables**

**Unsecured - at amortised cost**

- (i) Undisputed trade receivables — considered good
- (ii) Undisputed trade receivables — which have significant increase in credit risk

**Less: Impairment loss allowance**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
18,912.78	12,284.40	13,773.54	
285.76	222.81	264.60	
(426.86)	(267.18)	(153.71)	
<b>18,771.68</b>	<b>12,240.03</b>	<b>13,884.43</b>	

**Footnotes:**

- (i) The Company has measured expected credit loss of trade receivable as per Ind AS 109 'Financial Instruments' (refer note 53).
- (ii) Trade receivables are hypothecated as securities for borrowings taken from banks (refer note 49).
- (iii) For explanation on the Company's credit risk management process, refer note 53.
- (iv) Trade receivables are non-interest bearing and are normally received in the Company's operating cycle.
- (v) For trade receivables due from director or other officer of the Company and firms or private companies in which any director is a partner, a director or a member either jointly or severally with other persons, refer outstanding balances mentioned in note 51.
- (vi) **Trade receivables ageing**

Particulars	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Unsecured - at amortised cost</b>			
<b>Undisputed trade receivables — considered good</b>			
0-6 months	17,371.13	11,977.30	12,528.29
6-12 months	300.32	158.32	1,168.13
1-2 years	1,151.56	148.77	77.12
2-3 years	70.08	-	-
More than 3 years	19.69	-	-
<b>Undisputed trade receivables — which have significant increase in credit risk</b>			
6-12 months	-	-	119.67
1-2 years	41.45	102.24	55.09
2-3 years	93.03	31.24	-
More than 3 years	151.28	89.33	89.83
<b>Less: Impairment loss allowance</b>	<b>(426.86)</b>	<b>(267.18)</b>	<b>(153.71)</b>
	<b>18,771.68</b>	<b>12,240.03</b>	<b>13,884.42</b>

**15 Cash and cash equivalents**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Balances with banks			
- in current accounts			
Cheque on hand	1,751.23	1,526.67	19.74
Cash on hand	56.81	24.76	13.56
	<b>1,808.04</b>	<b>1,551.43</b>	<b>33.30</b>

**16 Bank balances other than cash and cash equivalents**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Deposits with maturity more than three months but less than twelve months	1,679.87	1,018.60	879.85
LC margin money	0.49	-	-
	<b>1,680.36</b>	<b>1,018.60</b>	<b>879.85</b>

**Footnote:**

Above balances are held with bank as security in relation to repayment of borrowings (refer note 22 and 28).

**17 Loans (current)**

**Unsecured, considered good - at amortised cost**

Loans to

- Employees
- Related parties

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
29.64	27.02	17.25	
3,196.83	-	-	
<b>3,226.47</b>	<b>27.02</b>	<b>17.25</b>	

**Footnotes:**

- (i) For explanation on the Company's credit risk management process, refer note 53.
- (ii) For information required under Section 186(4) of the Companies Act, 2013 refer note 46.



**A-One Steel and Alloys Private Limited**  
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**Notes to the standalone financial statements for the year ended March 31, 2022**  
(All amount are in ₹ Lacs, unless otherwise stated)

**18 Other financial assets (current)**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Unsecured, considered good</b>			
Security deposits	150.14	45.48	18.69
Earnest money deposits	220.85	105.00	-
Accrued interest on fixed deposits	11.63	5.48	6.02
<b>Unsecured, doubtful</b>			
Processing fees recoverable	-	-	47.43
Excess interest recoverable	-	71.25	75.25
	<b>382.62</b>	<b>227.21</b>	<b>147.39</b>

**Footnote:**

For explanation on the Company's credit risk management process, refer note 53.

**19 Other current assets**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Unsecured, considered good</b>			
Advance to suppliers	7,259.58	2,270.37	1,908.72
Prepaid lease rent	6.02	1.22	2.34
Prepaid royalty	1.30	1.69	-
Prepaid expenses	283.30	174.30	34.95
Balance with government authorities	141.73	624.69	511.20
	<b>7,691.93</b>	<b>3,072.27</b>	<b>2,457.21</b>

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**20 Equity share capital**

(i). The Company has only one class of share capital having a par value of ₹ 100 per share, referred to herein as equity shares.

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Authorised shares</b>			
15,00,000 (March 31, 2021 15,00,000; March 31 2020 10,00,000) shares of ₹ 100 each	1,500.00	1,500.00	1,000.00
	<b>1,500.00</b>	<b>1,500.00</b>	<b>1,000.00</b>
<b>Issued, subscribed and fully paid-up shares</b>			
13,00,000 (March 31, 2021 13,00,000; March 31 2020 9,00,000) shares of ₹ 100 each	1,300.00	1,300.00	900.00
	<b>1,300.00</b>	<b>1,300.00</b>	<b>900.00</b>

(ii). Reconciliation of the shares outstanding at the beginning and end of the year

	As at March 31, 2022		As at March 31, 2021	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year			1,300,000	1,300.00
Shares issued during the year			-	400,000
<b>Shares outstanding at the end of the year</b>	<b>1,300,000</b>	<b>1,300.00</b>	<b>1,300,000</b>	<b>1,300.00</b>

(iii). Terms/rights attached to equity shares

**Voting**

Each shareholder is entitled to one vote per share held.

**Dividends**

The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to approval of the shareholders in ensuing Annual General Meeting except in the case where interim dividend is distributed. The Company has not distributed any dividend in the current and previous year.

**Liquidation**

In the event of liquidation of the Company, the shareholders shall be entitled to receive all of the remaining assets of the Company after distribution of all preferential amounts, if any. Such distribution amounts will be in proportion to the number of equity shares held by the shareholders.

(iv). The Company has no holding company.

(v). Detail of shareholders holding more than 5% of equity share of the Company

Name of shareholders	As at March 31, 2022		As at March 31, 2021		As at April 1, 2020	
	Number	Percentage	Number	Percentage	Number	Percentage
Mona Jallan	-	0.00%	177,600	13.66%	177,600	19.73%
Krishna Kumar Jallan	379,770	29.21%	379,770	29.21%	336,670	37.41%
Sandeep Kumar	477,850	36.76%	300,250	23.10%	100,250	11.14%
Sunil Jallan	442,380	34.03%	442,380	34.03%	242,380	26.93%

(vi). No class of shares have been allotted as fully paid up pursuant to contract(s) without payment being received in cash, allotted as fully paid up by way of bonus shares or bought back during the period of 5 years immediately preceding the Balance Sheet date.

(vii). Details of equity shares held by Promoters at the end of year

Name of promoters	As at March 31, 2022		% change	As at March 31, 2021	
	Number	Percentage		Number	Percentage
Mona Jallan	-	0.00%	-100.00%	177,600	13.66%
Krishna Kumar Jallan	379,770	29.21%	0.00%	379,770	29.21%
Sandeep Kumar	477,850	36.76%	59.15%	300,250	23.10%
Sunil Jallan	442,380	34.03%	0.00%	442,380	34.03%
	<b>1,300,000</b>	<b>100%</b>		<b>1,300,000</b>	<b>100%</b>

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**Name of promoters**

	As at March 31, 2021		% change	As at April 1, 2020	
	Number	Percentage		Number	Percentage
Mona Jallan	177,600	13.66%	0.00%	177,600	19.73%
Krishna Kumar Jallan	379,770	29.21%	12.80%	336,670	37.41%
Krishna Kumar Jallan (as Karta of HUF)	-	0.00%	-100.00%	43,100	4.79%
Sandeep Kumar	300,250	23.10%	199.50%	100,250	11.14%
Sunil Jallan	442,380	34.03%	82.52%	242,380	26.93%
	1,300,000	100.00%		900,000	100.00%

(viii). No shares are reserved to be issued under options and contracts/ commitments for the sale of shares/ disinvestment.

**21 Other equity**

**(i). Retained earnings**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Opening balance	7,510.24	3,891.63	3,947.02
Add/Less: Impact due to Ind AS adjustments			-55.39
Add: Profit/(Loss) for the year	7,136.47	3,618.61	-
<b>Closing balance</b>	<b>14,646.71</b>	<b>7,510.24</b>	<b>3,891.63</b>

**(ii). Securities premium**

Opening balance	2,352.00	-	-
Add: Additions during the year		2,352.00	-
<b>Closing balance</b>	<b>2,352.00</b>	<b>2,352.00</b>	<b>-</b>

**(iii). Items of other comprehensive income**

Opening balance	12.79	-	-
Add: Other comprehensive income/(loss) for the year	33.70	12.79	-
<b>Closing balance</b>	<b>46.49</b>	<b>12.79</b>	<b>-</b>

**Nature and purpose of other equity:**

**(i). Retained earnings**

Retained earnings represents the surplus/ (deficit) in profit and loss account and appropriations.

**(ii). Securities premium**

The amount received in excess of face value of the equity shares is recognised in Securities Premium. It can only be utilised for limited purposes in accordance with the provisions of the Companies Act, 2013.

**(iii). Items of other comprehensive income**

**Remeasurement of equity instruments**

The Company has elected to recognise changes in the fair value of certain investments in equity securities in other comprehensive income. These changes are accumulated in the FVOCI equity investments reserve. The Company transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised or sold. Any impairment loss on such instruments is reclassified to the Statement of Profit and Loss.

**Remeasurement of defined benefit obligation**

The Company recognises change on account of remeasurement of the net defined benefit liability as part of other comprehensive income with separate disclosure, which comprises of:

- actuarial gains and losses;
- return on plan assets, excluding amounts included in net interest on the net defined benefit liability; and
- any change in the effect of the asset ceiling excluding amounts included in net interest on the net defined benefit liability.



**A-One Steel and Alloys Private Limited**  
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Notes to the standalone financial statements for the year ended March 31, 2022  
(All amount are in ₹ Lacs, unless otherwise stated)

**22 Borrowings (non-current)**

**Secured - at amortised cost**

Term loans:

- from banks (refer note 49)

**Less:** Current maturities

As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
-------------------------	-------------------------	------------------------

5,062.19	6,002.36	4,046.66
(1,548.54)	(972.84)	(660.21)

Vehicle and equipment loans:

- from banks (refer note 49)

- from financial institutions (refer note 49)

**Less:** Current maturities

62.40	29.10	40.64
-	-	2.02
(21.11)	(16.91)	(16.92)

**Unsecured - at amortised cost**

From related parties (refer note 51 and note 49)

1,565.41	1,355.54	1,998.85
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From others (refer note 49)

-	-	901.54
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<b>5,120.35</b>	<b>6,397.25</b>	<b>6,312.58</b>
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**Footnote:**

For explanation on the Company's liquidity risk management process, refer note 53.

**23 Lease liabilities (non-current)**

As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
-------------------------	-------------------------	------------------------

Lease liabilities (refer note 50 and 51)

10,538.74	10,604.14	7,233.23
<b>10,538.74</b>	<b>10,604.14</b>	<b>7,233.23</b>

**Footnote:**

For explanation on the Company's liquidity risk management process, refer note 53.

**24 Other financial liabilities (non-current)**

As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
-------------------------	-------------------------	------------------------

Deposits from agents

1,949.87	-	-
<b>1,949.87</b>	<b>-</b>	<b>-</b>

**Footnote:**

For explanation on the Company's liquidity risk management process, refer note 53.

**25 Provisions (non-current)**

As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
-------------------------	-------------------------	------------------------

**Provision for employee benefits**

Provision for gratuity (refer note 48)

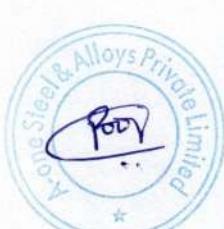
101.33	99.83	76.18
<b>101.33</b>	<b>99.83</b>	<b>76.18</b>

**26 Deferred tax liabilities (net)**

As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
-------------------------	-------------------------	------------------------

Deferred tax liabilities (net) (refer note 55)

205.59	410.93	482.41
<b>205.59</b>	<b>410.93</b>	<b>482.41</b>



27 Other non-current liabilities

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Advance from customer	-	-	1,882.23
Deferred fair value gain on account of deposits from agents	915.13	-	-
Deferred fair value gain on account of unsecured loans	431.02	471.25	998.11
	<b>1,346.15</b>	<b>471.25</b>	<b>2,880.34</b>

28 Borrowings (current)

Secured - at amortised cost

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Working capital loan from banks	13,573.00	-	-
Cash credits from banks	5,060.26	7,453.74	8,052.25
Bills discounted under LC	2,689.08	2,693.11	2,696.68
Current maturities of non-current borrowings (refer note 22)	1,569.65	989.75	677.13
	<b>1,430.52</b>	<b>24,322.51</b>	<b>11,136.60</b>
			<b>11,426.06</b>

Footnote:

(i) For terms & conditions, repayment and nature of security given, refer note 49.  
 (ii) For explanation on the Company's liquidity risk management process, refer note 53.

29 Lease liabilities (current)

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Lease liabilities (refer note 50 and 51)	126.72	371.60	399.87
	<b>126.72</b>	<b>371.60</b>	<b>399.87</b>

Footnote:

For explanation on the Company's liquidity risk management process, refer note 53.

30 Trade payables

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Trade payables due:			
- to micro and small enterprises	472.24	593.84	58.62
- to others	10,454.74	9,239.24	9,165.51
	<b>10,926.98</b>	<b>9,833.08</b>	<b>9,224.13</b>

Footnotes:

(i) For disclosures relating to suppliers registered under Micro, Small and Medium Enterprise Development Act, 2006 refer note 47.  
 (ii) For explanation on the Company's liquidity risk management process, refer note 53.  
 (iii) Trade payables ageing

Particulars	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Dues to micro enterprises and small enterprises</b>			
Less than 1 year	463.92	593.80	58.62
1-2 years	8.33	0.05	-
<b>Dues to others</b>			
Less than 1 year	10,252.82	9,006.52	9,088.15
1-2 years	184.91	137.14	66.03
2-3 years	16.52	95.59	11.33
More than 3 years	0.49	-	-
	<b>10,926.99</b>	<b>9,833.10</b>	<b>9,224.13</b>



**31 Other financial liabilities (current)**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Payable for capital goods	10.19	35.30	53.89
Payable for investments	402.44	-	-
Employees related payable	112.01	107.99	70.89
Audit fees payable	6.50	6.00	4.05
Expenses payable	117.35	322.73	243.62
	<b>648.49</b>	<b>472.02</b>	<b>372.45</b>

**Footnote:**

For explanation on the Company's liquidity risk management process, refer note 53.

**32 Other current liabilities**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Advance from customers	2,588.40	3,477.89	3,701.09
Statutory dues payable	847.23	852.45	44.74
Deferred revenue	59.22	-	-
Contract liability as per Ind AS 115	16.74	6.58	-
	<b>3,511.59</b>	<b>4,336.92</b>	<b>3,745.83</b>

**33 Provisions (current)**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Provision for employee benefits			
Provision for gratuity (refer note 48)	1.17	0.48	0.25
Provision for bonus	14.61	11.12	12.15
	<b>15.78</b>	<b>11.60</b>	<b>12.40</b>

**34 Current tax liabilities (net)**

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Current tax liabilities (net)	1,619.14	449.60	79.41
	<b>1,619.14</b>	<b>449.60</b>	<b>79.41</b>



**A-One Steel and Alloys Private Limited**

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Notes to the standalone financial statements for the year ended March 31, 2022

(All amount are in ₹ Lacs, unless otherwise stated)

**35 Revenue from operations**

**Sale of products**

Manufacturing goods  
Trading goods

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
--	--	--

174,064.50	97,590.84
60,146.08	50,911.94

**Sale of services**

Job work charges

683.05	66.20
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**Other operating revenues**

Export incentives

252.42	38.10
<b>235,146.05</b>	<b>148,607.08</b>

**Information required as per Ind AS 115:**

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
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**Disaggregated revenue information as per geographical markets**

Revenue from customers based in India	220,005.30	145,583.71
Revenue from customers based outside India	15,140.75	3,023.37

**Timing of revenue recognition**

Transferred at a point in time	235,146.05	148,607.08
Transferred over time	-	-

**Trade receivables and contract assets/(liabilities)**

Trade receivables	18,771.68	12,240.03
Contract liability	(16.74)	(6.58)

**Changes in contract liability are as follows:**

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
--	--	--

Balance at the beginning of the year

6.58	-
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Recognised and deducted from revenue during the year

16.74	6.58
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Utilised and adjusted from actual expense during the year

6.58	-
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**Balance at the end of the year**

<b>16.74</b>	<b>6.58</b>
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**Performance obligation and remaining performance obligation**

There are no remaining performance obligations for the year ended March 31, 2022, as the same is satisfied upon delivery of goods/services.

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**A-One Steel and Alloys Private Limited**

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Notes to the standalone financial statements for the year ended March 31, 2022

(All amount are in ₹ Lacs, unless otherwise stated)

**36 Other income**

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
Rental income (refer note 50 and 51)	9.30	2.71
Interest income		
- on loans given to related parties (refer note 51)	143.48	-
- on fixed deposits	59.73	56.00
- on security deposits	4.94	6.90
- on security deposits using EIR method	8.75	1.10
- on late payment from customers	20.71	45.17
- on deferred fair value gain of unsecured loans	149.56	526.86
- on others	27.93	-
Commission income	-	1.00
Profit on sale of property, plant and equipment	0.48	-
Foreign exchange fluctuation gain	-	9.25
	<b>424.88</b>	<b>648.99</b>

**37 Cost of materials consumed**

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
Opening stock of raw material	7,908.23	3,076.24
<b>Add: Purchases</b>	<b>199,288.70</b>	128,125.75
<b>Add: Freight, transportation and loading charges</b>	<b>7,744.66</b>	3,855.76
<b>Add: Import expenses and high sea purchase expenses</b>	<b>469.98</b>	924.76
<b>Add: Storage charges</b>	<b>67.69</b>	190.09
<b>Add: Royalty expenses</b>	<b>1,039.55</b>	483.10
<b>Add: Handling charges</b>	<b>1,456.60</b>	1,214.22
<b>Add: Compensation cess</b>	<b>1,059.33</b>	782.92
<b>Add: Custom duty</b>	<b>205.27</b>	259.33
<b>Less: Closing stock of raw material</b>	<b>(7,830.55)</b>	<b>(7,908.23)</b>
	<b>211,409.46</b>	<b>131,003.94</b>

**38 Changes in inventories of stock-in-trade, finished goods and work-in-progress**

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
Opening stock	5,774.01	4,971.18
Closing stock	<b>(10,975.19)</b>	<b>(5,774.01)</b>
	<b>(5,201.18)</b>	<b>(802.83)</b>

**39 Employee benefit expenses**

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
Salary, wages, bonus and allowances	1,536.37	861.93
Employers' contribution to provident and other funds (Refer note 48)	30.16	17.32
Expenses related to post employment defined benefit plans (Refer note 48)	47.24	40.97
Staff and labour welfare expenses	91.16	33.47
	<b>1,704.93</b>	<b>953.69</b>



**A-One Steel and Alloys Private Limited**

(CIN: U28999KA2012PTC063439)

Notes to the standalone financial statements for the year ended March 31, 2022

(All amount are in ₹ Lacs, unless otherwise stated)

**40 Finance costs**

	For the year ended March 31, 2022	For the year ended March 31, 2021
Interest expenses		
- on borrowings	1,584.69	1,216.48
- on unsecured borrowings as per EIR method	142.60	509.46
- on lease liabilities (refer note 50)	928.35	833.72
- on late payment of statutory dues	44.09	72.93
- on late payment to suppliers	26.96	143.77
Other borrowing costs	152.13	80.76
	<b>2,878.82</b>	<b>2,857.12</b>

**41 Depreciation and amortisation expense**

	For the year ended March 31, 2022	For the year ended March 31, 2021
Depreciation on property, plant and equipment (refer note 3)	1,163.87	1,123.99
Amortisation of intangible assets (refer note 4)	5.70	-
Depreciation on right-of-use assets (refer note 5)	444.28	490.01
	<b>1,613.85</b>	<b>1,614.00</b>

**42 Other expenses**

	For the year ended March 31, 2022	For the year ended March 31, 2021
Outside labour charges	880.32	559.37
Power expenses	8,768.19	6,251.52
Export expenses	169.94	38.52
Packing, freight, forwarding and handling charges (outward)	910.67	369.04
Royalty expenses	312.69	66.39
Commission expenses	76.58	50.63
Security charges	80.63	58.92
Rent and hire charges	383.91	114.65
Insurance	36.82	34.18
Rates and taxes	29.79	65.60
Travelling and conveyance	58.73	11.85
Advertisement and business promotion expenses	777.16	357.14
Discount	85.44	-
Legal and professional expenses	205.06	105.23
Remuneration to auditors (refer footnote)	7.25	6.50
Charity and donations	23.32	15.82
CSR expenses (refer note 45)	106.10	45.68
Repairs and maintenance expenses	206.22	243.01
Impairment of trade receivables (refer note 53)	159.67	114.75
Foreign exchange fluctuation loss	30.89	-
Sundry balances written off	87.60	136.29
Miscellaneous expenses	216.65	113.57
	<b>13,613.63</b>	<b>8,758.66</b>



**A-One Steel and Alloys Private Limited**

(CIN: U28999KA2012PTC063439)

Notes to the standalone financial statements for the year ended March 31, 2022

(All amount are in ₹ Lacs, unless otherwise stated)

**Footnote:**

**Payment of remuneration to auditors (excluding GST)**

	<b>For the year ended March 31, 2022</b>	<b>For the year ended March 31, 2021</b>
- as auditor		
• for statutory audit	6.00	5.50
• for tax audit	1.25	1.00
	<b>7.25</b>	<b>6.50</b>
<b>43 Earning per share</b>		
<b>(a). Basic and diluted earnings per share</b>		
From continuing operations attributable to the equity holders of the Company	548.96	399.88
<b>(b). Reconciliations of earnings used in calculating earnings per share</b>		
<b>Basic earnings per share</b>		
Profit from continuing operation attributable to the equity share holders	<b>7,136</b>	3,619
<b>Profit attributable to the equity holders of the company used in calculating basic and diluted earnings per share</b>	<b>7,136</b>	<b>3,619</b>
<b>(c). Weighted average number of shares used as the denominator</b>		
Weighted average number of equity shares used as the denominator in calculating basic and diluted earnings per share	1,300,000	904,932

The Company has not issued any instrument that is potentially dilutive in the future. Hence, the weighted average number of shares outstanding at the end of the year for calculation of basic as well as diluted EPS is the same.

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## 44 Contingent liabilities and commitments

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Litigations</b>			
GST matters (refer footnote i & viii)	18.23	-	429.14
Income tax matters (refer footnote ii)	5,047.09	-	-
IndusInd Bank Limited (refer footnote viii)	-	-	47.43
<b>Guarantees</b>			
Vanya Steels Private Limited (refer footnote iii)	10,600.00	5,600.00	2,500.00
A One Steels India Private Limited (refer footnote iv)	2,873.90	2,873.90	-
A-One Gold Pipes & Tubes Private Limited (refer footnote v)	5,850.00	-	-
Karnataka Renewal Energy Development Limited (refer footnote vi)	95.00	95.00	95.00
<b>Capital commitments</b>			
Estimated amount of contracts remaining to be executed on capital account not provided for (net of capital advances of ₹ 544.14 Lacs (March 31, 2021: ₹ 92.49 Lacs and April 1, 2020 ₹ 125.40 Lacs).	52.38	-	-

## Footnotes:

- (i) The company has received a demand for Interest Liability recovery under GST Act, 2017, on delayed payment of GST amounting to ₹ 451.71 Lacs against which the Company has self computed interest on unpaid amount of ₹ 22.57 Lacs. The company has filed a writ petition before the Hon'ble Karnataka High Court requesting to not to initiate coercive action against the Company towards recovery. The Company expects to sustain its position.
- (ii) Contingent liability with respect to Income Tax matters is for search action conducted under Section 132 of the Income Tax Act, 1961.
- (iii) The company has issued various corporate guarantees to various Banks and Financial Institutions for borrowings obtained by its wholly owned subsidiary Vanya Steels Private Limited aggregating to ₹ 106.00 Lacs.
- (iv) The company has issued various corporate guarantees to various Banks and Financial Institutions for borrowings obtained by A One Steels India Private Limited aggregating to ₹ 2,873.90 Lacs.
- (v) The company has issued various corporate guarantees to various Banks and Financial Institutions for borrowings obtained by its wholly owned subsidiary A-One Gold Pipes & Tubes Private Limited aggregating to ₹ 5,850.00 Lacs.
- (vi) The company has issued bank guarantees to Karnataka Renewal Energy Development Limited aggregating to ₹ 95.00 Lacs.
- (vii) IndusInd Bank has recovered ₹ 47.43 Lacs as preclosure charges without renewal of the credit limits. The Company has taken up the matter with Bank to refund this money. Further Company also filed a suit in the Hon'ble State Consumer Disputes Redressal Commission, Bangalore for recovery of this money. The Company is confident of recovering this money from bank. However, Company has written off this amount in financial year 2020-21.
- (viii) Contingent liability with respect to GST matters is for demand order under GST Act.

## 45 Expenditure on CSR activities

As per Section 135 of the Companies Act, 2013, the Company is required to spend, in every financial year, at least two per cent of average net profits of the Company made during the three immediately preceding financial years in accordance with its CSR Policy in respect of activities specified in Schedule VII of the Companies Act, 2013. The details of CSR expenses for the year are as under:

	For the year ended March 31, 2022	For the year ended March 31, 2021
Amount required to be spent during the year	62.71	33.71
Shortfall/ (excess) amount of previous year	(11.97)	
<b>Total</b>	<b>50.74</b>	<b>33.71</b>
Amount spent during the year on <ul style="list-style-type: none"> <li>- construction/acquisition of any property, plant and equipment</li> <li>- purposes other than above</li> </ul>		
Total	106.10	45.68
<b>Shortfall/ (excess) amount carried forward to next year</b>	<b>106.10</b>	<b>45.68</b>
	(55.36)	(11.97)

## Footnote:

## Nature of CSR activities

The amount has been spent on various activities mentioned in Schedule VII of the Companies Act, 2013.



46 Information required under Section 186(4) of the Companies Act, 2013

(i) **Guarantees**

The company has issued various corporate guarantees to various Banks and Financial Institutions for borrowings obtained by its wholly owned subsidiaries Vanya Steels Private Limited and A-One Gold Pipes & Tubes Private Limited and other group company A One Steels India Private Limited aggregating to ₹ 19,323.90 Lacs. The beneficiary companies have used amount of borrowings for their principal business activities.

(ii) **Loans**

The Company has given long-term loan and short-term loan to its wholly owned subsidiary A-One Gold Pipes & Tubes Private Limited aggregating to ₹ 4,067.70. The subsidiary has used this fund for its principal business activities.

47 In terms of Section 22 of Chapter V of Micro, Small and Medium Enterprise Development Act, 2006 (MSMED Act, 2006), the disclosures of payments due to any supplier are as follows:

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
The principal amount and the interest due thereon remaining unpaid to any MSME supplier as at the end of each accounting year included in:			
- Trade payables	472.24	593.84	58.62
- Interest due on above	-	-	-
	<b>472.24</b>	<b>593.84</b>	<b>58.62</b>

The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.

The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting period.

The amount of interest due and payable for the year of delay in making payment (which have been paid but beyond the appointment day during the year) but without adding the Interest specified under the MSMED Act, 2006.

The amount of interest accrued and remaining unpaid at the end of each accounting year.

The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible under section 23 of the MSMED Act, 2006.

48 Employee benefits

I. **Defined contribution plans:**

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards provident fund and labour welfare fund which are defined contribution plans. The Company has no obligations other than to make the specified contributions. The contributions are charged to the statement of profit and loss as they accrue.

The Company has recognised, in the Statement of Profit and loss for the year ended March 31, 2022 an amount of ₹ 22.04 Lacs, March 31, 2021: ₹ 11.17 Lacs under defined contribution plans.

Expense under defined contribution plans include:

	For the year ended March 31, 2022	For the year ended March 31, 2021
Employer's contribution to provident fund	22.04	11.17
	<b>22.04</b>	<b>11.17</b>

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**II. Defined benefit plans:**

**Gratuity**

The Company operates a post-employment defined benefit plan for Gratuity. This plan entitles an employee to receive half month's salary for each year of completed service at the time of retirement/exit.

The present value of obligation is determined based on actuarial valuation using the projected unit credit method, which recognise each period of service as giving rise to additional employee benefit entitlement and measures each unit separately to build up the final obligation.

The most recent actuarial valuation of plan assets and the present value of the defined benefit obligation for gratuity were carried out as at March 31, 2022 and March 31, 2021. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the projected unit credit method.

**A. Net defined benefit liability/(asset)**

Present value of obligations	102.50	100.31	76.43
Fair value of plan assets	-	-	-
<b>Total employee benefit liabilities/(assets)</b>	<b>102.50</b>	<b>100.31</b>	<b>76.43</b>

Non-current	101.33	99.83	76.18
Current	1.17	0.48	0.25

**B. Reconciliation of the net defined benefit liability**

	As at March 31, 2022		
	Defined benefit obligation	Fair value of plan assets	Net defined benefit (asset)/ liability
Balance at the beginning of the year	100.31	-	100.31
<b>Included in profit or loss</b>			
Current service cost	40.37	-	40.37
Past service cost	-	-	-
Interest cost/(income)	6.87	-	6.87
Expected return on plan assets	-	-	-
	<b>47.24</b>	-	<b>47.24</b>

**Included in OCI**

Remeasurements loss (gain)			
- Actuarial loss (gain) arising from:			
- financial assumptions	(5.89)	-	(5.89)
- demographic assumptions	-	-	-
- experience adjustment	(39.15)	-	(39.15)
Return on plan assets excluding interest income	-	-	-
	<b>(45.04)</b>	-	<b>(45.04)</b>

**Other**

Contributions paid by the employer	-	-	-
Benefits paid	-	-	-
	-	-	-

**Balance at the end of the year**

<b>102.50</b>	-	<b>102.50</b>
---------------	---	---------------

	As at March 31, 2021		
	Defined benefit obligation	Fair value of plan assets	Net defined benefit (asset)/ liability
Balance at the beginning of the year	76.43	-	76.43
<b>Included in profit or loss</b>			
Current service cost	35.74	-	35.74
Past service cost	-	-	-
Interest cost/(income)	5.23	-	5.23
Expected return on plan assets	-	-	-
	<b>40.97</b>	-	<b>40.97</b>



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**Included in OCI**

Remeasurements loss (gain)

– Actuarial loss (gain) arising from:

- financial assumptions	2.68	2.68
- demographic assumptions	0.39	0.39
- experience adjustment	(20.17)	(20.17)

Return on plan assets excluding interest income

**(17.09)**

**(17.09)**

**Other**

Contributions paid by the employer

Benefits paid

**Balance at the end of the year**

**100.31**

**100.31**

**Expenses recognised in the Statement of Profit and Loss**

**For the year ended  
March 31, 2022**

**For the year ended  
March 31, 2021**

Current service cost	40.37	35.74
Past service cost	-	-
Net interest cost	6.87	5.23
Expected return on plan assets	-	-

**C. Plan assets**

The plan assets of the Company are managed by the Life Insurance Corporation of India through a trust managed by the Company in terms of an insurance policy taken to fund obligations of the Company with respect to its gratuity plan.

**Plan assets comprises of the following:**

	<b>March 31, 2022</b>	<b>March 31, 2021</b>	<b>April 1, 2020</b>
Total plan assets	-	-	-
Funds managed by insurer	-	-	-
% of Plan assets	0%	0%	0%

An asset-liability matching study is done by the Company on an annual basis, whereby the Company contributes the net increase in the actuarial liability to the plan manager in order to manage the liability risk.

**D. Actuarial assumptions**

The principal assumptions are the discount rate and salary growth rate. The discount rate is based upon the market yields available on government bonds at the accounting date with a term that matches that of liabilities. Salary increase rate takes into account of inflation, seniority, promotion and other relevant factors on long term basis. Valuation assumptions are as follows which have been selected by the Company.

	<b>March 31, 2022</b>	<b>March 31, 2021</b>	<b>April 1, 2020</b>
Discount rate	7.30%	6.85%	6.85%
Expected rate of future salary increase	10% for the first three years and 7% thereafter 1% - 3%	10% for the first three years and 7% thereafter 1% - 3%	10% for the first three years and 7% thereafter 1% - 3%
Expected rate of attrition	-	-	-
Mortality	IALM 2012-14	IALM 2012-14	IALM 2012-14

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**E. Sensitivity analysis**

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

	March 31, 2022		March 31, 2021	
	Increase	Decrease	Increase	Decrease
Discount rate (1.00% movement)	(16.59)	21.05	(17.07)	21.78
Future salary growth (1.00% movement)	20.60	(16.71)	21.43	(17.12)
Attrition rate (50.00% movement)	(0.77)	0.70	(1.91)	1.97
Mortality Rate (10.00% movement)	0.03	(0.03)	(0.01)	0.01

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

Sensitivities due to mortality is not material and hence impact of change is not calculated.

Sensitivities as to rate of inflation, rate of increase of pensions in payment, rate of increase of pensions before retirement and life expectancy are not applicable being a lump sum benefit on retirement.

**Description of Risk Exposures:**

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such the Company is exposed to various risks as follows:

a). **Salary increase:** Actual salary increases will increase plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

b). **Investment risk:** If plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.

c). **Discount rate:** Reduction in discount rate in subsequent valuations can increase the plan's liability.

d). **Mortality & disability:** Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

e). **Withdrawals:** Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact the plan's liability.

**F. Expected maturity analysis of the defined benefit plans in future years**

**Duration of defined benefit obligation**

	As at March 31, 2022	As at March 31, 2021
Less than 1 year	1.17	0.48
Between 2-5 years	10.84	8.57
Between 6-10 years	26.72	23.85
Over 10 years	472.01	440.18
<b>Total</b>	<b>510.74</b>	<b>473.07</b>

The weighted average duration of the defined benefit plan obligation at March 31, 2022 is 19 years (March 31, 2021: 20 years).

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A-One Steel and Alloys Private Limited  
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Notes to the standalone financial statements for the year ended March 31, 2022  
(All amounts are in ₹, unless otherwise stated)

49 Terms & conditions, repayment and nature of security of non-current and current borrowings

Lender Name	Loan	Amount of Loan/ Sanction Limit	Interest Rate	Tenure (in months)	EMI Start date	Amount outstanding as at							
						March 31, 2022	March 31, 2021	April 1, 2020					
<b>Non-current</b>													
<b>Secured term loans from banks (refer footnote i &amp; iv)</b>													
HDFC Bank Limited	Loan 1	1,000.00	7.50%	64	January 7, 2018	255.80	473.42	610.11					
HDFC Bank Limited	Loan 2	1,500.00	7.80%	64 (including 6 months moratorium)	May 7, 2018	537.22	883.28	1,098.99					
HDFC Bank Limited	Loan 3	2,538.78	8.10%	86	July 7, 2019	1,831.68	2,163.71	2,337.57					
HDFC Bank Limited	Loan 4	2,470.00	7.50%	60 (including 12 months moratorium)	March 7, 2022	2,437.49	2,481.95	-					
<b>Total term loans from banks</b>						<b>5,062.19</b>	<b>6,002.36</b>	<b>4,046.67</b>					
<b>Secured vehicle loans from banks (refer footnote ii &amp; iv)</b>													
Axis Bank Limited	Loan 5	10.00	9.01%	60	August 10, 2017	-	3.10	5.22					
HDFC Bank Limited	Loan 6	20.59	8.50%	60	March 7, 2018	4.48	8.99	13.13					
HDFC Bank Limited	Loan 7	18.26	9.25%	60	September 5, 2018	6.20	9.95	13.46					
HDFC Bank Limited	Loan 8	10.00	9.50%	60	July 7, 2019	5.12	7.07	8.84					
IDFC First Bank Limited	Loan 9	40.00	9.98%	60	November 2, 2021	37.37	-	-					
HDFC Bank Limited	Loan 10	10.05	7.50%	36	December 7, 2021	9.23	-	-					
<b>Total vehicle loans from banks</b>						<b>62.40</b>	<b>29.11</b>	<b>49.65</b>					
<b>Secured vehicle loans from financial institutions (refer footnote ii &amp; iv)</b>													
Toyota Financial Services	Loan 11	31.22	10.81%	60	August 20, 2015	-	-	2.02					
<b>Total vehicle loans from financial institutions</b>						<b>-</b>	<b>-</b>	<b>2.02</b>					
<b>Unsecured loans (refer footnote v)</b>													
From related parties				After 5 years	NA	1,565.41	1,355.54	1,998.85					
From others				After 1.5 years	NA	-	-	901.54					
<b>Total non-current borrowings</b>						<b>6,690.00</b>	<b>7,387.01</b>	<b>6,989.73</b>					

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A-One Steel and Alloys Private Limited  
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Notes to the standalone financial statements for the year ended March 31, 2022  
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Lender Name	Loan	Amount of Loan/ Sanction Limit	Interest Rate	Tenure (in months)	EMI Start date	Amount outstanding as at							
						March 31, 2022	March 31, 2021	April 1, 2020					
<b>Current</b>													
<b>Working capital demand loans from banks</b>													
HDFC Bank Limited	Loan 12	8,100.00	8.00%	Repayable on Demand	NA	8,073.00	-	-					
IndusInd Bank Limited	Loan 13	6,000.00	8.45%	Repayable on Demand	NA	5,500.00	-	-					
<b>Total Working capital demand loans from banks</b>						<b>13,573.00</b>	-	-					
<b>Cash credits from banks</b>													
HDFC Bank Limited	Loan 14	5,400.00	8.00%	Repayable on Demand	NA	5,060.26	7,453.74	8,052.25					
<b>Total Cash credits from banks</b>						<b>5,060.26</b>	<b>7,453.74</b>	<b>8,052.25</b>					
<b>Bills discounted under LC</b>													
HDFC Bank Limited	Loan 15	2,700.00		Repayable on Demand	NA	2,689.08	2,693.11	2,696.68					
<b>Total Bills discounted under LC</b>						<b>2,689.08</b>	<b>2,693.11</b>	<b>2,696.68</b>					
<b>Bills discounted under TReDS</b>													
RXIL	Loan 16	1,500.00		Repayable on Demand	NA	1,430.52	-	-					
<b>Total Bills discounted under TReDS</b>						<b>1,430.52</b>	-	-					
<b>Total Current Borrowings</b>						<b>22,752.86</b>	<b>10,146.85</b>	<b>10,748.93</b>					
<b>Total Borrowings</b>						<b>29,442.86</b>	<b>17,533.86</b>	<b>17,738.66</b>					

**Footnotes:**

(i) Security given for loans to HDFC Bank Limited is as follows (Loans 1, 2, 3, 4, 12, 14 & 15):

**Primary:**

- Hypothecation of inventories and trade receivables of the Company
- Fixed deposits

**Collateral:**

- Movable fixed assets of the Company
- Mortgage of various immovable properties held in the name of the Company & Guarantors

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A-One Steel and Alloys Private Limited  
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Notes to the standalone financial statements for the year ended March 31, 2022  
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**Personal Guarantee:**

- Sunil Jallan - Director
- Sandeep Kumar - Director
- Krishan Kumar Jallan
- Priya Jallan
- Mona Jallan
- Daya Jallan
- Rakesh Jallan

**(ii) Security for vehicle loans from banks and financial institutions (Loans 5, 6, 7, 8, 9, 10 & 11)**

Vehicle loans from HDFC Bank Limited, Axis Bank Limited, IDFC First Bank Limited and Toyota Financial Services are secured by way of Hypothecation of the Vehicles financed by the lender.

**(iii) Security given for working capital demand loans to IndusInd Bank Limited (Loan 13)**

**Security details:**

- 1st charge Pari Passu on current assets and moveable fixed assets of the Company along with HDFC Bank.
- 1st charge Pari Passu by way of mortgage of various immovable properties held in the name of the Company & Guarantors along with HDFC Bank
- Exclusive charge by way of lien on FD of Rs. 600.00 Lacs

**Personal Guarantee:**

- Sunil Jallan - Director
- Sandeep Kumar - Director
- Krishan Kumar Jallan
- Priya Jallan
- Mona Jallan
- Daya Jallan
- Rakesh Jallan
- Pradeep Kumar Goyal

**Corporate Guarantee:**

- A One Steels India Private Limited

**(iv) Secured term loans and vehicle loans from banks are inclusive of current maturities.**

**(v) Unsecured loans from related parties and others are initially recorded at fair value and subsequently measured at amortised cost in accordance with Ind AS 109.**

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(iv) Amount recognised in the statement of profit and loss

	For the year ended March 31, 2022	For the year ended March 31, 2021
Depreciation on right-of-use assets	444.28	490.01
Finance costs on lease liabilities	928.35	833.72
	<b>1,372.63</b>	<b>1,323.73</b>

(v) Amount recognised in statement of cash flows

Cash flow from financing activities	For the year ended March 31, 2022	For the year ended March 31, 2021
Payment of lease liabilities	1,238.64	734.77
	<b>1,238.64</b>	<b>734.77</b>

(vi) For reconciliation of carrying amount of right-of-use assets and details thereof refer note 5.

2. Exempted leases

The Company has recognised ₹ 2,23,10,333 as rent expenses during the year (previous year ₹ 40,75,515) which pertains to short term lease/ low value asset which was not recognised as part of right of use asset.

B. Leases as a lessor

1. Operating leases

(i) Amount recognised in the statement of profit and loss

	For the year ended March 31, 2022	For the year ended March 31, 2021
Rental income from assets given on operating lease (refer note 51)	9.30	2.71
	<b>9.30</b>	<b>2.71</b>

(ii) Maturity analysis of lease receivables

The details of contractual maturities of lease receivables as at year end on undiscounted basis are as follows:

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Not later than one year	9.30	9.30	-
1-2 years	9.30	9.30	-
2-3 years	9.30	9.30	-
3-4 years	6.20	9.30	-
4-5 years	-	6.20	-
	<b>34.10</b>	<b>43.40</b>	-

Footnote:

The Company has sub-leased a part of its head office building situated at A-One House, No. 326, CQAL Layout, Ward No. 8, Sahakar Nagar, Bengaluru, Karnataka - 560092 to following companies:

1. Aryan Hitech Steels India Private Limited
2. A One Steels India Private Limited
3. Vanya Steels Private Limited - Subsidiary
4. A-One Gold Steels India Private Limited - Subsidiary
5. A-One Gold Pipes and Tubes Private Limited - Subsidiary

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A-One Steel and Alloys Private Limited(CIN: U28999KA2012PTC063439)  
 Notes to the standalone financial statements for the year ended March 31, 2022  
 (All amount are in ₹ Lacs, unless otherwise stated)

#### 51 Related party disclosures

The related parties as per terms of Ind AS 24 "Related Party Disclosures", specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 are disclosed below:

##### A. List of related parties where control exists and/or with whom transactions have taken place

Subsidiaries	Name of Company	Country of Incorporation	% of Holding		
			March 31, 2022	March 31, 2021	April 1, 2020
	Vanya Steels Private Limited	India	100%	100%	100%
	A-One Gold Pipes and Tubes Private Limited	India	100%	100%	NA
	A-One Gold Steels India Private Limited	India	100%	100%	NA
	A-One Gold Singapore Pte. Ltd	Singapore	100%	NA	NA
Enterprises in which person, who exercise control over the Company, have significant influence or control or is/are KMP	A One Steels India Private Limited				
	Aaryan Hitech Steels India Private Limited				
Key Management Personnel (KMP)	Sunil Jallan	Whole Time Director			
	Sandeep Kumar	Director			
	Manoj Kumar	Director			
Relatives of KMPs	Mona Jallan	Wife of Director			
	Krishan Kumar Jallan	Father of Whole Time Director			
	Priya Jallan	Wife of Whole Time Director			

##### B. Transactions with related parties during the year are as following:-

Name of Related Party and Nature of Transactions	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Sale of goods</b>		
Vanya Steels Private Limited	13,803.50	10,758.46
A-One Gold Pipes and Tubes Private Limited	1,632.06	-
A One Steels India Private Limited	19,304.40	7,682.77
<b>Purchase of goods</b>		
Vanya Steels Private Limited	11,498.28	6,216.40
A-One Gold Pipes and Tubes Private Limited	226.33	-
A One Steels India Private Limited	16,774.68	9,317.42
<b>Investment in equity shares</b>		
A-One Gold Pipes and Tubes Private Limited	-	5.00
A-One Gold Steels India Private Limited	-	5.00
A-One Gold Singapore Pte. Ltd	0.56	-
<b>Rental income</b>		
A One Steels India Private Limited	3.00	0.88
Vanya Steels Private Limited	1.80	0.53
Aaryan Hitech Steels India Private Limited	1.50	0.44
A-One Gold Steels India Private Limited	1.50	0.44
A-One Gold Pipes and Tubes Private Limited	1.50	0.44
<b>Interest income on loan given</b>		
A-One Gold Pipes and Tubes Private Limited	143.48	-
<b>Handling charges income</b>		
Vanya Steels Private Limited	54.28	-
<b>Interest expenses on borrowings</b>		
Sunil Jallan	51.44	370.87
Sandeep Kumar	91.16	78.58
<b>Interest expenses on lease liabilities</b>		
Aaryan Hitech Steels India Private Limited	347.36	356.30
Sandeep Kumar	7.80	2.42
Mona Jallan	7.80	2.42
<b>Loans given (Current &amp; Non-Current)</b>		
A-One Gold Pipes and Tubes Private Limited	4,067.70	-
<b>Borrowings taken</b>		
Sunil Jallan	529.00	571.22
Sandeep Kumar	1,208.00	1,489.15
<b>Borrowings given</b>		
Sunil Jallan	186.72	1,583.21
Sandeep Kumar	1,373.67	1,569.93



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**Payment of lease liabilities**

<b>Aaryan Hitech Steels India Private Limited</b>	<b>457.16</b>	<b>669.15</b>
Sandeep Kumar	6.72	2.92
Mona Jallan	6.72	2.92

**Corporate guarantee taken**

<b>A One Steels India Private Limited</b>	<b>13,700.00</b>	<b>2,470.00</b>
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**Corporate guarantee given**

<b>A One Steels India Private Limited</b>	<b>-</b>	<b>2,873.90</b>
<b>A-One Gold Pipes and Tubes Private Limited</b>	<b>5,850.00</b>	<b>-</b>
<b>Vanya Steels Private Limited</b>	<b>5,000.00</b>	<b>3,100.00</b>

**C. Balance outstanding with or from related parties as at:**

Name of Related Party and Nature of Balances	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Unsecured borrowings</b>			
Sunil Jallan	927.38	642.99	1,284.10
Sandeep Kumar	638.03	712.55	714.74
<b>Lease liabilities</b>			
Aaryan Hitech Steels India Private Limited	3,937.93	4,047.72	4,360.57
Sandeep Kumar	91.53	90.46	-
Mona Jallan	91.53	90.46	-
<b>Director remuneration payable</b>			
Sunil Jallan	4.71	-	-
<b>Trade receivables</b>			
A-One Gold Pipes and Tubes Private Limited	627.63	-	-
A-One Gold Steels India Private Limited	2.29	0.54	-
A One Steels India Private Limited	1,018.12	-	-
<b>Trade payables/ Advance from customers</b>			
Vanya Steels Private Limited	430.94	372.31	304.28
A One Steels India Private Limited	-	902.30	1,514.61
<b>Non-current loans</b>			
A-One Gold Pipes and Tubes Private Limited	1,000.00	-	-
<b>Current loans</b>			
A-One Gold Pipes and Tubes Private Limited	3,196.83	-	-
<b>Corporate guarantee taken</b>			
A One Steels India Private Limited	32,680.00	18,980.00	16,510.00
<b>Corporate guarantee given</b>			
A One Steels India Private Limited	2,873.90	2,873.90	-
A-One Gold Pipes and Tubes Private Limited	5,850.00	-	-
Vanya Steels Private Limited	10,600.00	5,600.00	2,500.00

**D. Compensation of Key Managerial Personnel**

The compensation of directors and other member of Key Managerial Personnel during the year was as follows:

Name of KMP	Nature of Compensation	For the year ended March 31, 2022	For the year ended March 31, 2021
Sunil Kumar Jallan	Short term employee benefits	60.00	60.00

**E. Terms and Conditions**

- Sale and purchase of goods are done at arm's length price.
- No guarantee fees have been paid for corporate guarantee and personal guarantee taken from related companies and promoter group respectively.
- No guarantee fees have been received for corporate guarantee given to related companies.
- For terms and conditions of leases, refer note 50.



**52 Operating segments**

**A. Basis for Segmentation**

Segment information is presented in respect of the Company's key operating segments. The operating segments are based on the Company's management and internal reporting structure. The chief operating decision maker identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly. All operating segments' operating results are reviewed regularly by the Board of Directors to make decisions about resources to be allocated to the segments and assess their performance.

The 'Board of Directors' have been identified as the Chief Operating Decision Maker ('CODM'), since they are responsible for all major decision w.r.t. the preparation and execution of business plan, preparation of budget, planning, expansion, alliance, joint venture, merger and acquisition, and expansion of any facility.

The Board of Directors examines the Company's performance from business activities perspective and have identified the following reportable segments of its business:

Reportable segments	Operations
Manufacturing	Iron and steel products
Trading	Coal, Iron and steel products

**B. Information about reportable segments**

Segment assets, segment liabilities and Segment profit and loss are measured in the same way as in the financial statements.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit (before tax), as included in the internal management reports that are reviewed by the Company's Board of Directors. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing, if any, is determined on an arm's length basis.

For the year ended March 31, 2022	Reportable Segments		
	Manufacturing	Trading	Total
Segment revenue - revenue from external customers	174,999.98	60,146.07	235,146.05
Segment results	17,252.32	1,724.24	18,976.56
Segment assets	64,273.82	1,592.57	65,866.38
Segment liabilities	16,350.35	2,361.34	18,711.69

For the year ended March 31, 2021	Reportable Segments		
	Manufacturing	Trading	Total
Segment revenue - revenue from external customers	97,695.14	50,911.94	148,607.08
Segment results	11,511.07	17.62	11,528.69
Segment assets	39,876.05	9,084.39	48,960.44
Segment liabilities	14,721.24	4,993.56	19,714.80

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C. Reconciliations of information on reportable segments

(i) Revenues

Total revenue for reportable segments

	For the year ended March 31, 2022	For the year ended March 31, 2021
Manufacturing	174,999.98	97,695.14
Trading	60,146.07	50,911.94
	<b>235,146.05</b>	<b>148,607.08</b>

(ii) Total comprehensive income

Total profit before tax for reportable segments

	For the year ended March 31, 2022	For the year ended March 31, 2021
Manufacturing	17,252.32	11,511.07
Trading	1,724.24	17.62
	<b>18,976.56</b>	<b>11,528.69</b>
Other income	424.88	648.99
<b>Unallocated expenses:</b>		
Finance costs	2,878.82	2,857.12
Employee benefit expense	1,704.93	953.69
Depreciation and amortisation expense	1,613.85	1,614.00
Other expenses	3,652.43	1,881.38
	<b>9,551.41</b>	<b>4,871.49</b>
<b>Profit/(Loss) before exceptional items and tax</b>		
Less: Exceptional items	-	-
<b>Profit/(Loss) before tax</b>	<b>9,551.41</b>	<b>4,871.49</b>
Tax expenses	2,414.95	1,252.88
<b>Profit/(Loss) after tax</b>	<b>7,136.46</b>	<b>3,618.61</b>

Other comprehensive income/(loss)

Items that will not be reclassified to profit or loss

- Remeasurement of equity instruments	45.04	17.09
- Remeasurement of defined benefit plans	(11.34)	(4.30)
- Income tax relating to these items		

**Total comprehensive income**

**7,170.16**

**3,631.40**

(iii) Assets

Total assets for reportable segments

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Manufacturing	64,273.82	39,876.05	35,419.80
Trading	1,592.57	9,084.39	6,816.67
<b>Unallocated assets</b>			
Investments in subsidiaries, associates and joint ventures	860.64	860.08	850.08
Investments	1,201.94	4.79	4.30
Loans (non-current)	1,000.00	-	-
Other financial assets (non-current)	2,262.92	2,261.66	2,262.67
Non-current tax assets (net)	56.71	56.71	56.71
Cash and cash equivalents	1,808.04	1,551.43	33.30
Bank balances other than cash and cash equivalents	1,680.36	1,018.60	879.85
Loans (current)	3,226.47	27.02	17.25
Other financial assets (current)	382.62	227.21	147.39
Other current assets	432.35	801.90	548.49
<b>Total assets</b>	<b>78,778.44</b>	<b>55,769.85</b>	<b>47,036.52</b>

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(iv) Liabilities

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
<b>Total liabilities for reportable segments</b>			
Manufacturing	16,350.35	14,721.24	15,978.13
Trading	2,361.34	4,993.56	3,259.67
<b>Unallocated liabilities</b>			
Lease liabilities (non-current)	10,538.74	10,604.14	7,233.23
Other financial liabilities (non-current)	1,949.87	-	-
Provisions (non-current)	101.33	99.83	76.18
Deferred tax liabilities	205.59	410.93	482.41
Other non-current liabilities	1,346.15	471.25	2,880.34
Borrowings (current)	24,322.51	11,136.60	11,426.06
Lease liabilities (current)	126.72	371.60	399.87
Other financial liabilities (current)	648.49	472.02	372.45
Other current liabilities	847.23	852.45	44.74
Provisions (current)	15.78	11.60	12.40
Current tax liabilities (net)	1,619.14	449.60	79.41
	<b>60,433.24</b>	<b>44,594.82</b>	<b>42,244.89</b>

D. Geographic information

(i) Revenues from different geographies

	For the year ended March 31, 2022	For the year ended March 31, 2021
Within India	220,005.30	145,583.71
Outside India	15,140.75	3,023.37
	<b>235,146.05</b>	<b>148,607.08</b>

(ii) Non-current assets\*

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Within India	21,086.10	20,824.52	18,452.61
Outside India	-	-	-
	<b>21,086.10</b>	<b>20,824.52</b>	<b>18,452.61</b>

\*Non-current assets other than financial instruments, deferred tax assets, post-employment benefit assets

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A-One Steel and Alloys Private Limited

(CIN: U28999KA2012PTC063439)

Notes to the standalone financial statements for the year ended March 31, 2022

(All amount are in ₹ Lacs, unless otherwise stated)

### 53 Fair value measurement and financial instruments

#### a). Financial instruments – by category and fair values hierarchy

The following table shows the carrying amounts and fair value of financial assets and financial liabilities, including their levels in the fair value hierarchy.

As at March 31, 2022	Fair value measurement using					
	FVTOCI	Amortised cost	Total	Level 1	Level 2	Level 3
<b>Financial assets</b>						
<b>Non-current</b>						
Investments	1,201.94	-	1,201.94	-	-	1,201.94
Loans	-	1,000.00	1,000.00	-	-	-
Other financial assets	-	2,262.92	2,262.92	-	-	-
<b>Current</b>						
Trade receivables	-	18,771.68	18,771.68	-	-	-
Cash and cash equivalents	-	1,808.04	1,808.04	-	-	-
Other bank balances	-	1,680.36	1,680.36	-	-	-
Loans	-	3,226.47	3,226.47	-	-	-
Other financial assets	-	382.62	382.62	-	-	-
<b>Total</b>	<b>1,201.94</b>	<b>29,132.09</b>	<b>30,334.02</b>	<b>-</b>	<b>-</b>	<b>1,201.94</b>
<b>Financial liabilities</b>						
<b>Non-current</b>						
Borrowings	-	5,120.35	5,120.35	-	-	-
Lease liabilities	-	10,538.74	10,538.74	-	-	-
Other financial liabilities	-	1,949.87	1,949.87	-	-	-
<b>Current</b>						
Borrowings	-	24,322.51	24,322.51	-	-	-
Lease liabilities	-	126.72	126.72	-	-	-
Trade payables	-	10,926.98	10,926.98	-	-	-
Other financial liabilities	-	648.49	648.49	-	-	-
<b>Total</b>	<b>-</b>	<b>53,633.66</b>	<b>53,633.66</b>	<b>-</b>	<b>-</b>	<b>-</b>

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**A-One Steel and Alloys Private Limited**

(CIN: U28999KA2012PTC063439)

**Notes to the standalone financial statements for the year ended March 31, 2022**

(All amount are in ₹ Lacs, unless otherwise stated)

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As at March 31, 2021	FVTOCI	Amortised cost	Total	Fair value measurement using					
				Level 1	Level 2	Level 3			
<b>Financial assets</b>									
<b>Non-current</b>									
Investments	4.79	-	4.79	-	-	4.79			
Loans	-	-	-	-	-	-			
Other financial assets	-	2,261.66	2,261.66	-	-	-			
<b>Current</b>									
Trade receivables	-	12,240.03	12,240.03	-	-	-			
Cash and cash equivalents	-	1,551.43	1,551.43	-	-	-			
Other bank balances	-	1,018.60	1,018.60	-	-	-			
Loans	-	27.02	27.02	-	-	-			
Other financial assets	-	227.21	227.21	-	-	-			
<b>Total</b>	<b>4.79</b>	<b>17,325.95</b>	<b>17,330.74</b>	-	-	<b>4.79</b>			
<b>Financial liabilities</b>									
<b>Non-current</b>									
Borrowings	-	6,397.25	6,397.25	-	-	-			
Lease liabilities	-	10,604.14	10,604.14	-	-	-			
Other financial liabilities	-	-	-	-	-	-			
<b>Current</b>									
Borrowings	-	11,136.60	11,136.60	-	-	-			
Lease liabilities	-	371.60	371.60	-	-	-			
Trade payables	-	9,833.08	9,833.08	-	-	-			
Other financial liabilities	-	472.02	472.02	-	-	-			
<b>Total</b>	<b>-</b>	<b>38,814.69</b>	<b>38,814.69</b>	-	-	-			

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A-One Steel and Alloys Private Limited

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Notes to the standalone financial statements for the year ended March 31, 2022

(All amount are in ₹ Lacs, unless otherwise stated)

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As at April 1, 2020	FVTOCI	Amortised cost	Total	Fair value measurement using					
				Level 1	Level 2	Level 3			
<b>Financial assets</b>									
<b>Non-current</b>									
Investments	4.30	-	4.30	-	-	4.30			
Loans	-	-	-	-	-	-			
Other financial assets	-	2,262.67	2,262.67	-	-	-			
<b>Current</b>									
Trade receivables	-	13,884.43	13,884.43	-	-	-			
Cash and cash equivalents	-	33.30	33.30	-	-	-			
Other bank balances	-	879.85	879.85	-	-	-			
Loans	-	17.25	17.25	-	-	-			
Other financial assets	-	147.39	147.39	-	-	-			
<b>Total</b>	<b>4.30</b>	<b>17,224.89</b>	<b>17,229.19</b>	-	-	<b>4.30</b>			
<b>Financial liabilities</b>									
<b>Non-current</b>									
Borrowings	-	6,312.58	6,312.58	-	-	-			
Lease liabilities	-	7,233.23	7,233.23	-	-	-			
Other financial liabilities	-	-	-	-	-	-			
<b>Current</b>									
Borrowings	-	11,426.06	11,426.06	-	-	-			
Lease liabilities	-	399.87	399.87	-	-	-			
Trade payables	-	9,224.13	9,224.13	-	-	-			
Other financial liabilities	-	372.45	372.45	-	-	-			
<b>Total</b>	<b>-</b>	<b>34,968.32</b>	<b>34,968.32</b>	-	-	-			

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**Fair value hierarchy**

**Level 1:** It includes financial instruments measured using quoted prices.

**Level 2:** The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. The fair value of financial assets and liabilities included in Level 3 is determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions and dealer quotes of similar instruments.

The carrying amounts of trade receivables, cash and cash equivalents and other financial assets and liabilities, approximates the fair values, due to their short-term nature. Fair value of financial assets and financial liabilities is similar to the carrying value as there is no significant differences between carrying value and fair value.

**Valuation processes**

The Management performs the valuations of financial assets and liabilities required for financial reporting purposes on a periodic basis, including level 3 fair values.

**b). Financial risk management**

The Company has exposure to the following risks arising from financial instruments:

- Credit risk
- Liquidity risk
- Market risk

**(i). Credit risk**

The maximum exposure to credit risks is represented by the total carrying amount of these financial assets in the Balance Sheet:

Particulars	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Investments	1,201.94	4.79	4.30
Trade receivables	18,771.68	12,240.03	13,884.43
Cash and cash equivalents	1,808.04	1,551.43	33.30
Bank balances other than cash and cash equivalents	1,680.36	1,018.60	879.85
Loans	4,226.47	27.02	17.25
Other financial assets	2,645.54	2,488.87	2,410.06

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

The Company's credit risk is primarily to the amount due from customers and loans. The Company maintains a defined credit policy and monitors the exposures to these credit risks on an ongoing basis. Credit risk on cash and cash equivalents is limited as the Company generally invests in deposits with scheduled commercial banks with high credit ratings assigned by domestic credit rating agencies.

The maximum exposure to the credit risk at the reporting date is primarily from trade receivables. Trade receivables are unsecured and are derived from revenue earned from customers primarily located in India. The Company does monitor the economic environment in which it operates and the Company manages its Credit risk through credit approvals, establishing credit limits and continuously monitoring credit worthiness of customers to which the Company grants credit terms in the normal course of business.

On adoption of Ind AS 109, the Company uses expected credit loss model to assess the impairment loss or gain. The Company establishes an allowance for impairment that represents its expected credit losses in respect of trade receivable. The management uses a simplified approach (i.e. based on lifetime ECL) for the purpose of impairment loss allowance, the Company estimates amounts based on the business environment in which the Company operates, and management considers that the trade receivables are in default (credit impaired) when counter party fails to make payments as per terms of sale/service agreements. However the Company based upon historical experience determine an impairment allowance for loss on receivables.

When a trade receivable is credit impaired, it is written off against trade receivables and the amount of the loss is recognised in the income statement. Subsequent recoveries of amounts previously written off are credited to the income statement.

The gross carrying amount of trade receivables is ₹ 19,198.54 Lacs (March 31, 2021: ₹ 12,507.21 Lacs and April 1, 2020: ₹ 14,038.14 Lacs). Trade receivables are generally realised within the credit period.

The Company believes that the unimpaired amounts that are past due by more than 30 days are still collectible in full, based on historical payment behaviour.

The Company's exposure to credit risk for trade receivables are as follows:

Particulars	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Not due	-	-	-
0-180 days past due	17,371.13	11,977.30	12,528.29
180-365 days	300.32	158.32	1,287.80
365-730 days	1,193.01	251.01	132.21
More than 730 days	334.08	120.58	89.84
<b>Total</b>	<b>19,198.54</b>	<b>12,507.21</b>	<b>14,038.14</b>

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Movement in the allowance for impairment in respect of trade receivables:

	For the year ended March 31, 2022	For the year ended March 31, 2021
Balance at the beginning	267.18	153.71
Impairment loss recognised	159.67	114.75
Impairment loss utilised	-	(1.28)
<b>Balance at the end</b>	<b>426.85</b>	<b>267.18</b>

(ii). Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are fallen due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company believes that its liquidity position of ₹ 1,808.04 Lacs as at March 31, 2022 (March 31, 2021: ₹ 1,551.43 Lacs and April 1, 2020: ₹ 33.30 Lacs) and the anticipated future internally generated funds from operations will enable it to meet its future known obligations in the ordinary course of business.

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of credit facilities to meet obligations when due. The Company's policy is to regularly monitor its liquidity requirements to ensure that it maintains sufficient reserves of cash and funding from Company companies to meet its liquidity requirements in the short and long term.

The Company's liquidity management process as monitored by management, includes the following:

- Day to Day funding, managed by monitoring future cash flows to ensure that requirements can be met.
- Maintaining rolling forecasts of the Company's liquidity position on the basis of expected cash flows.

Exposure to liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date:

As at March 31, 2022	Carrying amount	Contractual cash flows			
		Less than one year	Between one to five years	More than five years	Total
Borrowings	29,442.86	24,322.51	5,120.35	-	29,442.86
Lease liabilities	10,665.46	126.72	459.34	10,079.39	10,665.45
Trade payables	10,926.98	10,926.98	-	-	10,926.98
Other financial liabilities	2,598.36	648.49	1,949.87	-	2,598.36
<b>Total</b>	<b>53,633.66</b>	<b>36,024.70</b>	<b>7,529.56</b>	<b>10,079.39</b>	<b>53,633.65</b>

As at March 31, 2021	Carrying amount	Contractual cash flows			
		Less than one year	Between one to five years	More than five years	Total
Borrowings	17,533.85	11,136.60	-18,983,424.15	18,989,821.40	17,533.85
Lease liabilities	10,975.74	371.60	380.57	10,223.57	10,975.74
Trade payables	9,833.08	9,833.08	-	-	9,833.08
Other financial liabilities	472.02	472.02	-	-	472.02
<b>Total</b>	<b>38,814.69</b>	<b>21,813.30</b>	<b>-18,983,043.58</b>	<b>19,000,044.97</b>	<b>38,814.69</b>

As at April 1, 2020	Carrying amount	Contractual cash flows			
		Less than one year	Between one to five years	More than five years	Total
Borrowings	17,738.64	11,426.06	-58,482,750.72	58,489,063.30	17,738.64
Lease liabilities	7,633.10	399.87	1,791.75	5,441.48	7,633.10
Trade payables	9,224.13	9,224.13	-	-	9,224.13
Other financial liabilities	372.45	372.45	-	-	372.45
<b>Total</b>	<b>34,968.32</b>	<b>21,422.51</b>	<b>-58,480,958.97</b>	<b>58,494,504.78</b>	<b>34,968.32</b>

(iii). Market risk

Market risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, the Company mainly has exposure to two type of market risk namely: currency risk and interest rate risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

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a. Interest rate risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk.

Exposure to interest rate risk

The Company's interest rate risk arises majorly from the term loans from banks carrying floating rate of interest. These obligations exposes the Company to cash flow interest rate risk. The exposure of the Company's borrowing to interest rate changes as reported to the management at the end of the reporting period are as follows:

Variable-rate instruments

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Term loans from banks	5,062.19	6,002.36	4,046.67
Working capital demand loans from banks	13,573.00	-	-
Cash credits from banks	5,060.26	7,453.74	8,052.25
Bills discounted under LC	2,689.08	2,693.11	2,696.68
Bills discounted under TReDS	1,430.52	-	-
<b>Total</b>	<b>27,815.05</b>	<b>16,149.21</b>	<b>14,795.60</b>

Cash flow sensitivity analysis for variable-rate instruments

The sensitivity analyses below have been determined based on the exposure to interest rates at the end of the reporting period.

For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

Term loans from banks

	Profit or loss 50 bps increase	Profit or loss 50 bps decrease	Equity, net of tax 50 bps increase	Equity, net of tax 50 bps decrease
For the year ended March 31, 2022	(25.3)	25.3	(18.9)	18.9
For the year ended March 31, 2021	(30.0)	30.0	(22.5)	22.5

Working capital demand loans from banks

	Profit or loss 50 bps increase	Profit or loss 50 bps decrease	Equity, net of tax 50 bps increase	Equity, net of tax 50 bps decrease
For the year ended March 31, 2022	(67.9)	67.9	(50.8)	50.8
For the year ended March 31, 2021	-	-	-	-

Cash credits from banks

	Profit or loss 50 bps increase	Profit or loss 50 bps decrease	Equity, net of tax 50 bps increase	Equity, net of tax 50 bps decrease
For the year ended March 31, 2022	(25.3)	25.3	(18.9)	18.9
For the year ended March 31, 2021	(37.3)	37.3	(27.9)	27.9

Bills discounted under LC

	Profit or loss 50 bps increase	Profit or loss 50 bps decrease	Equity, net of tax 50 bps increase	Equity, net of tax 50 bps decrease
For the year ended March 31, 2022	(13.4)	13.4	(10.1)	10.1
For the year ended March 31, 2021	(13.5)	13.5	(10.1)	10.1

Bills discounted under TReDS

	Profit or loss 50 bps increase	Profit or loss 50 bps decrease	Equity, net of tax 50 bps increase	Equity, net of tax 50 bps decrease
For the year ended March 31, 2022	(7.2)	7.2	(5.4)	5.4
For the year ended March 31, 2021	-	-	-	-

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A-One Steel and Alloys Private Limited  
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Notes to the standalone financial statements for the year ended March 31, 2022  
(All amount are in ₹ Lacs, unless otherwise stated)

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**b. Currency risk**

Currency risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company is exposed to the effects of fluctuation in the prevailing foreign currency exchange rates on its financial position and cash flows to the extent of earnings and expenses in foreign currencies. Exposure arises primarily due to exchange rate fluctuations between the functional currency and other currencies from the Company's operating, investing and financing activities.

**Exposure to foreign currency risk**

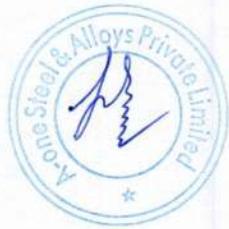
The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Particulars	Denomination	As at March 31, 2022		As at March 31, 2021		As at April 1, 2020	
		Foreign currency	Equivalent ₹	Foreign currency	Equivalent ₹	Foreign currency	Equivalent ₹
<b>Receivables</b>							
Trade receivables		10.28	779.34	-	-	-	-
<b>Unhedged receivables</b>			779.34		-		-
<b>Payables</b>							
Trade payables	USD	2.46	186.84	-	-	-	-
<b>Unhedged payables</b>			186.84		-		-
<b>Net unhedged foreign currency exposure</b>			592.50		-		-

**Foreign currency sensitivity analysis**

The following table details the Company's sensitivity to a 0.5% increase and decrease in the INR (₹) against USD and EUR. 0.5% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 0.5% change in foreign currency rates. In case of net foreign currency outflow, a positive number below indicates an increase in profit or equity where the ₹ strengthens 0.5% against the relevant currency. For a 0.5% weakening of the ₹ against the relevant currency, there would be a comparable impact on the profit or equity, and the balances below would be negative. In case of net foreign currency inflow, a positive number below indicates an increase in profit or equity where the ₹ weakens 0.5% against the relevant currency. For a 0.5% strengthening of the ₹ against the relevant currency, there would be a comparable impact on the profit or equity, and the balances below would be negative.

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(All amounts are in ₹ Lacs, unless otherwise stated)

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USD	Profit or loss		Equity, net of tax	
	50 bps increase	50 bps decrease	50 bps increase	50 bps decrease
For the year ended March 31, 2022	2.96	-	2.96	2.22
For the year ended March 31, 2021	-	-	-	2.22

USD: United States Dollar

#### 54 Capital management

For the purpose of the Company's capital management, capital includes issued equity share capital and all other equity reserves attributable to the equity holders of the Company.

Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

To maintain or adjust the capital structure, the Company may return capital to shareholders, raise new debt or issue new shares.

The Company monitors capital on the basis of the debt to capital ratio, which is calculated as interest-bearing debts divided by total capital (equity attributable to owners of the parent plus interest-bearing debts).

	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Borrowings	29,442.86	17,533.85	17,738.64
Less: Cash and bank balances	3,488.40	2,570.03	913.15
Adjusted net debt (A)	25,954.46	14,963.82	16,825.48
Total equity (B)	18,345.20	11,175.03	4,791.63
Adjusted net debt to adjusted equity ratio (A/B)	141%	134%	351%

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55 Income taxes

A. Amounts recognised in the Statement of Profit and Loss

For the year ended  
March 31, 2022      For the year ended  
March 31, 2021

<b>Income tax expense</b>		
Current tax	2,631.32	1,333.97
Income tax for earlier years	0.31	-
<b>Deferred tax expense</b>		
Change in recognised temporary differences	(216.68)	(81.09)
	<b>2,414.95</b>	<b>1,252.88</b>

B. Amounts recognised in Other Comprehensive Income

For the year ended March 31, 2022

	Before tax	Tax (expense)/ income	Net of tax
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurement of equity instruments	45.04	11.34	33.70
Remeasurements of defined benefit obligations	<b>45.04</b>	<b>11.34</b>	<b>33.70</b>

For the year ended March 31, 2021

	Before tax	Tax (expense)/ income	Net of tax
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurement of equity instruments	17.09	4.30	12.79
Remeasurements of defined benefit obligations	<b>17.09</b>	<b>4.30</b>	<b>12.79</b>

C. Reconciliation of effective tax rate

For the year ended  
March 31, 2022      For the year ended  
March 31, 2021

	Rate	Amount	Rate	Amount
<b>Profit before tax from continuing operations</b>	25.17%	9,551.42	25.17%	4,871.49
Tax using the Company's domestic tax rate		2,403.90		1,226.06
Tax effect of:				
Finance costs on unsecured loans		35.89		128.22
Finance income on deferred fair value gain on account of unsecured loans		(37.64)		(132.60)
Expenditures disallowed under the Income Tax Act		42.18		33.83
Other adjustments		(29.38)		(2.63)
		<b>2,414.95</b>		<b>1,252.88</b>

D. Movement in deferred tax balances

As at  
March 31, 2021      Recognised  
in P&L      Recognised  
in OCI      As at  
March 31, 2022

Deferred tax assets				
Trade receivables	67.24	40.19	-	107.43
Provisions for employee benefits	28.04	12.77	(11.34)	29.48
Leases	92.79	114.59	-	207.39
Contract liability as per Ind AS 115	1.66	2.56	-	4.21
Expenditure disallowed under Income Tax Act	-	56.02	-	56.02
Security deposits	1.99	(1.69)	-	0.31
<b>Sub- Total (a)</b>	<b>191.73</b>	<b>224.44</b>	<b>(11.34)</b>	<b>404.83</b>
Deferred tax liabilities				
Property, plant & equipment	597.61	8.57	-	606.17
Intangible assets	-	1.04	-	1.04
Borrowings	5.06	(1.84)	-	3.21
<b>Sub- Total (b)</b>	<b>602.66</b>	<b>7.76</b>	<b>-</b>	<b>610.42</b>
<b>Deferred tax liabilities (net) (b) - (a)</b>	<b>410.93</b>	<b>(216.68)</b>	<b>11.34</b>	<b>205.59</b>

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**Movement in deferred tax balances**

**Deferred tax assets**

	As at April 1, 2020	Recognised in P&L	Recognised in OCI	As at March 31, 2021
Trade receivables	38.69	28.56	-	67.24
Provisions for employee benefits	22.29	10.05	(4.30)	28.04
Leases	-	92.79	-	92.79
Contract liability as per Ind AS 115	-	1.66	-	1.66
Security deposits	-	1.99	-	1.99
MAT credit	5.32	(5.32)	-	-
<b>Sub- Total (a)</b>	<b>66.30</b>	<b>135.05</b>	<b>(4.30)</b>	<b>191.73</b>

**Deferred tax liabilities**

Property, plant & equipment	543.82	53.79	-	597.61
Borrowings	4.89	0.17	-	5.06
<b>Sub- Total (b)</b>	<b>548.70</b>	<b>53.96</b>	<b>-</b>	<b>602.66</b>

**Deferred tax liabilities (net) (b) - (a)**

**482.41** **(81.09)** **4.30** **410.93**

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Notes to the standalone financial statements for the year ended March 31, 2022  
(All amount are in ₹ Lacs, unless otherwise stated)

#### 56 Key Financial Ratios

Key financial ratios along with the details of significant changes (25% or more) in FY 2021-22 compared to FY 2020-21 is as follows:

(A)	Ratios	Formulae	For the year ended		% Change	Reason for change
			March 31, 2022	March 31, 2021		
a)	Current ratio (in times)	Current assets / Current liabilities	1.27	1.20	6.38%	Less than 25%
b)	Debt equity ratio (in times)	Debt / Shareholders' equity	1.60	1.57	2.29%	Less than 25%
c)	Debt service coverage ratio (in times)	Earnings available for debt services / (Repayment of borrowings + Interest)	8.88	4.33	105.04%	Refer footnote C(i)
d)	Return on Equity Ratio (%)	Profit/(loss) after taxes / Total equity	38.90%	32.38%	20.13%	Less than 25%
e)	Return on Capital Employed Ratio (Pre tax) (%)	Earning before interest & tax / Capital employed	52.97%	43.98%	20.44%	Less than 25%
f)	Return on Investments Ratio (Post tax) (%)	Profit after tax / Total assets	9.06%	6.49%	39.62%	Refer footnote C(ii)
g)	Net profit ratio (%)	Net profit / Revenue from operations	3.03%	2.44%	24.64%	Less than 25%
h)	Inventory Turnover Ratio (in times)	Cost of Goods Sold / Average Inventory	12.69	11.98	5.93%	Less than 25%
i)	Trade Receivable Turnover Ratio (in times)	Credit sales / Average trade receivables	15.15	11.37	33.19%	Refer footnote C(iii)
j)	Trade payables turnover ratio (in times)	Credit purchases / Average trade payables	19.20	13.45	42.78%	Refer footnote C(iv)
k)	Net capital Turnover Ratio (in times)	Revenue from operations / Average working capital	28.67	54.90	-47.77%	Refer footnote C(v)



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Notes to the standalone financial statements for the year ended March 31, 2022  
(All amount are in ₹ Lacs, unless otherwise stated)

(B). Explanation on items included in numerator and denominator for computation of above ratios:

- (i). Total debt includes non-current borrowings and current borrowings.
- (ii). Earnings available for debt services: Profit/ (loss) after tax + Depreciation and amortisation expenses + Finance costs
- (iii). Cost of goods sold: Cost of material consumed + Change in inventories
- (iv). Repayment of borrowings includes interest paid during the year and current maturities of non-current borrowings.

(C). Reasons for significant changes (25% or more)

- (i). Debt service coverage ratio has been increased on account of increase in earnings available for debt services in current financial year.
- (ii). Return on investments ratio has been increased on account of increase in profit after tax in current financial year.
- (iii). Trade receivable turnover ratio has been increased on account of increase in credit sales in current financial year.
- (iv). Trade payables turnover ratio has been increased on account of increase in credit purchases in current financial year.
- (v). Net capital turnover ratio has been decreased on account of increase in average working capital in current financial year.



## 57 First time adoption of Ind AS

The Company has prepared its first Standalone Financial Statements in accordance with Ind AS for the year ended March 31, 2022. For periods up to and including the year ended March 31, 2021, the Company prepared its financial statements in accordance with Indian GAAP, including accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) ("previous GAAP"). The effective date for Company's Ind AS Opening Balance Sheet is April 1, 2020 (the date of transition to Ind AS).

The accounting policies set out in Note 2 have been applied in preparing the financial statements for the year ended March 31, 2022, the comparative information presented in these financial statements for the year ended March 31, 2021 and in the preparation of an opening Ind AS Balance Sheet at April 1, 2020 (the Company's date of transition). According to Ind AS 101, the first Ind AS Financial Statements must use recognition and measurement principles that are based on standards and interpretations that are effective at March 31, 2022, the date of first-time preparation of Financial Statements according to Ind AS. These accounting principles and measurement principles must be applied retrospectively to the date of transition to Ind AS and for all periods presented within the first Ind AS Financial Statements.

Any resulting differences between carrying amounts of assets and liabilities according to Ind AS 101 as of April 1, 2020 compared with those presented in the Indian GAAP Balance Sheet as of March 31, 2020, were recognized in equity under retained earnings (or, if appropriate, another category of equity) within the Ind AS Balance Sheet.

An explanation of how the transition from previous GAAP to Ind AS has affected the company's financial position, financial performance and cash flows is set out in the following tables and notes:

### A. Exceptions and exemptions availed

In the Ind AS Opening Balance Sheet as at April 1, 2020, the carrying amounts of assets and liabilities from the Indian GAAP as at 31 March 2020 are generally recognized and measured according to Ind AS in effect as on March 31, 2022. For certain individual cases, however, Ind AS 101 provides for mandatory exceptions and optional exemptions to the general principles of retrospective application of Ind AS. The Company has used the following exceptions and exemptions in preparing its Ind AS Opening Balance Sheet:

#### A.1 Ind AS mandatory exceptions

##### (i) Estimates

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at April 1, 2020 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for Impairment of financial assets based on expected credit loss model in accordance with Ind AS at the date of transition as these were not required under previous GAAP.

##### (ii) Classification and measurement of financial assets

Ind AS 101 requires the company to assess classification of financial assets on the basis of facts and circumstances existing as at the date of transition. Further, the standard permits measurement of financial assets accounted on amortised cost basis on fact and circumstances existing as at the date of transition, if retrospective application is impracticable.

Accordingly, the Company has determined the classification of financial assets on the basis of facts and circumstances existing as at the date of transition. Measurement of financial assets has been done retrospectively except where the same is impracticable.

##### (iii) Derecognition of financial assets and liabilities

As per Ind AS 101 an entity should apply derecognition requirements in Ind AS 109 prospectively for transaction occurring on or after the date of transition to Ind AS.

##### (iv) Impairment of financial assets

The Company has applied exception related to impairment of financial assets given in Ind AS 101. It has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial assets were initially recognised and compared that to the credit risk at April 1, 2020.

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#### A.2 Ind AS optional exemptions

##### (i) Deemed cost

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets and investment property covered by Ind AS 40 Investment Properties.

Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at their previous GAAP carrying value.

##### (ii) Leases

Para 9 of Ind AS 116 requires an entity to assess whether a contract or arrangement contains a lease at the inception of the contract or arrangement. A first-time adopter may assess whether a contract existing at the date of transition to Ind ASs contains a lease by applying Ind AS 116 to those contracts on the basis of facts and circumstances existing at that date.

##### (iv) Investments in subsidiaries, joint ventures and associates

Ind AS 101 permits a first-time adopter to measure investments in subsidiaries, joint ventures and associates at either cost determined in accordance with Ind AS 27 or deemed cost in its Standalone opening Ind AS Balance Sheet. The deemed cost of such an investment shall be its fair value at the entity's date of transition to Ind ASs in its standalone financial statements or previous GAAP carrying amount at that date.

Accordingly, the Company has elected to measure all of its investments in subsidiaries at their previous GAAP carrying value.

Ind AS 101 requires an entity to reconcile equity, total comprehensive income for prior periods. The following tables represent the reconciliation from previous GAAP to Ind AS:

#### B. Reconciliations between previous GAAP and Ind AS

	Notes to first time adoption	Amount as per previous GAAP*	As at April 1, 2020	Effect of transition to Ind AS	Amount as per Ind AS
<b>Assets</b>					
<b>Non-current assets</b>					
Property, plant & equipment		10,574.13	-		10,574.13
Right-of-use assets	(a)	114.51	7,536.78		7,651.29
Capital work-in-progress		25.81	-		25.81
Investments in subsidiaries, associates and joint ventures		850.08	-		850.08
Financial assets					
Investments		4.30	-		4.30
Other financial assets	(b)	2,284.27	(21.60)		2,262.67
Non-current tax assets (net)		56.71	-		56.71
Other non-current assets	(b)	125.40	19.27		144.67
		<b>14,035.22</b>	<b>7,534.45</b>		<b>21,569.66</b>
<b>Current assets</b>					
Inventories		8,047.42	-		8,047.42
Financial assets					
Trade receivables	(c)	14,011.68	(127.25)		13,884.43
Cash and cash equivalents		33.30	-		33.30
Bank balances other than cash and cash equivalents		879.85	-		879.85
Loans		17.25	-		17.25
Other financial assets		147.39	-		147.39
Other current assets	(b)	2,454.87	2.34		2,457.21
		<b>25,591.76</b>	<b>(124.91)</b>		<b>25,466.85</b>
		<b>39,626.98</b>	<b>7,409.53</b>		<b>47,036.52</b>

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**A-One Steel and Alloys Private Limited**  
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Notes to the standalone financial statements for the year ended March 31, 2022  
(All amount are in ₹ Lacs, unless otherwise stated)

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**Equity and Liabilities**

**Equity**

Equity share capital	(k)	900.00	-	900.00
Other equity		3,947.02	(55.39)	3,891.63
		<b>4,847.02</b>	<b>(55.39)</b>	<b>4,791.63</b>

**Liabilities**

**Non-current liabilities**

Financial liabilities	(d) & (e)	6,814.41	(501.83)	6,312.58
Borrowings	(a)	-	7,233.23	7,233.23
Lease liabilities	(b)	-	-	-
Other financial liabilities		76.18	-	76.18
Provisions		498.48	(16.07)	482.41
Deferred tax liabilities (net)	(i)	1,882.23	998.11	2,880.34
Other non-current liabilities	(e)	<b>9,271.30</b>	<b>7,713.44</b>	<b>16,984.74</b>

**Current liabilities**

Financial liabilities		11,941.76	(515.70)	11,426.06
Borrowings	(a)	96.32	303.55	399.87
Lease liabilities		9,224.13	-	9,224.13
Trade payables	(g)	351.51	20.94	372.45
Other financial liabilities	(a)	3,803.13	(57.30)	3,745.83
Other current liabilities		12.40	-	12.40
Provisions		79.41	-	79.41
Current tax liabilities (net)		<b>25,508.66</b>	<b>(248.51)</b>	<b>25,260.15</b>
		<b>39,626.98</b>	<b>7,409.54</b>	<b>47,036.52</b>

\* The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.

**B. Reconciliations between previous GAAP and Ind AS**

	Notes to first time adoption	As at March 31, 2021		
		Amount as per previous GAAP*	Effect of transition to Ind AS	Amount as per Ind AS
<b>Assets</b>				
<b>Non-current assets</b>				
Property, plant & equipment		9,864.85	-	9,864.85
Intangible assets		-	-	-
Right-of-use assets	(a)	114.51	10,290.47	10,404.98
Capital work-in-progress		369.71	-	369.71
Investments in subsidiaries, associates and joint ventures		860.08	-	860.08
Financial assets				
Investments		4.79	-	4.79
Loans		-	-	-
Other financial assets	(b)	2,308.27	(46.61)	2,261.66
Non-current tax assets (net)		56.71	-	56.71
Other non-current assets	(b)	92.49	35.78	128.27
		<b>13,671.41</b>	<b>10,279.64</b>	<b>23,951.05</b>

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## A-One Steel and Alloys Private Limited

Notes to the Financial Statements for the year ended March 31, 2022

### Reporting Entity

A-One Steel and Alloys Private Limited (the Company) is a private limited company domiciled in India, with its registered office situated at A One House No. 326, Front Portion, First Floor, CQAL Layout, Ward No. 08, Sahakar Nagar, Bangalore – 560092. The Company was incorporated on April 9, 2012. The Company is engaged in the business of manufacturing and trading of Iron & Steel products. The Company also undertakes machining and job works for its customers.

### 1. Basis of preparation

#### (i) Statement of compliance with Indian Accounting Standards:

These Ind AS financial statements ("the Financial Statements") have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as notified by Ministry of Corporate Affairs ('MCA') under Section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act.

The Company's financial statements up to and including the year ended March 31, 2021 were prepared in accordance with Indian GAAP, including accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) ("previous GAAP").

As these are Company's first financial statements prepared in accordance with Indian Accounting Standards (Ind AS), Ind AS 101, First Time Adoption of Indian Accounting Standards has been applied. An explanation of how the transition to Ind AS has affected the previously reported financial position, financial performance and cash flows of the Company is provided in Note 57.

The financial statements for the year ended March 31, 2022 were authorised and approved for issue by the Board of Directors on September 27, 2022.

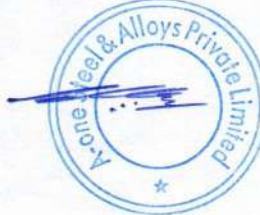
The significant accounting policies adopted for preparation and presentation of these financial statements are included in Note 2. These policies have been applied consistently by the Company for all the periods presented in these financial statements.

#### (ii) Current and non-current classification

All assets and liabilities have been classified and presented as current or non-current in accordance with the Company's normal operating cycle other criteria set out in the Schedule III to the Act.

#### (iii) Functional and presentation currency

These financial statements are presented in Indian Rupees (₹), which is also the Company's functional currency. All amounts have been rounded-off to the nearest lacs, unless otherwise indicated.



#### (iv) Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following items:

Items	Basis of measurement
Certain financial assets and liabilities	Fair value
Net defined benefit liability/asset	Present value of defined benefit obligation less fair value of plan asset

#### (v) Use of estimates and judgements

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the related disclosures. Actual results may differ from these estimates.

##### Significant management judgements:

- **Recognition of deferred tax assets** – The extent to which deferred tax assets can be recognised is based on an assessment of the probability of the future taxable income against which the deferred tax assets can be utilised.
- **Business model assessment** – The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and accordingly prospective change to the classification of those assets are made.
- **Evaluation of indicators for impairment of assets** – The evaluation of applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.
- **Classification of leases** – Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to the Company's operations taking into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances. After considering current and future economic conditions, the Company has concluded that no changes are required to lease period relating to the existing lease contract.
- **Expected credit loss (ECL)** – The measurement of expected credit loss allowance for financial assets measured at amortised cost requires use of complex models and significant assumptions about future economic conditions and credit behaviour (e.g., likelihood of customers defaulting and resulting losses). The Company makes significant judgements regarding the following while assessing expected credit loss:
  - Determining criteria for significant increase in credit risk



- Establishing the number and relative weightings of forward-looking scenarios for each type of product/market and the associated ECL
- Establishing groups of similar financial assets for the purposes of measuring ECL.
- **Provisions** – At each Balance Sheet date, based on the management judgment, changes in facts and legal aspects, the Company assesses the requirement of provisions against the outstanding contingent liabilities. However, the actual future outcome may be different from this judgement.

**Significant estimates:**

- **Useful lives of depreciable/amortisable assets** – Management reviews its estimate of useful lives, residual values, and method of depreciation of depreciable/amortisable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.
- **Defined benefit obligation (DBO)** – Management's estimate of the DBO is based on several underlying assumptions such as standard rates of inflation, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.
- **Fair value measurements** – Management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available). This involves developing estimates and assumptions consistent with how market participants would price the instrument.

## 2 Summary of significant accounting policies

### (i) Revenue

The Company has applied Ind AS 115 which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognized. The Standard requires apportioning revenue earned from contracts to individual promises, or performance obligations, on a relative stand-alone selling price basis, using a five-step model.

#### *Revenue from sale of goods*

Revenue is recognised upon transfer of control of promised product or services to customer in an amount that reflect the consideration which the Company expects to receive in exchange for those product or services at the fair value of the consideration received or receivable, which is generally the transaction price, net of any taxes/duties and discounts.

The Company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

- a. The customer simultaneously receives and consumes the benefits provided by the Company's performance as the Company performs; or
- b. The Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
- c. The Company's performance does not create an asset with an alternative use to the Company and an entity has an enforceable right to payment for performance completed to date.

For performance obligations where one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.

Revenue from sale of products is recognised at a time on which the performance obligation is satisfied.



Recognition in case of local sales is generally recognised on the dispatch of goods. Revenue from export sales is generally recognised on the basis of the dates of 'On Board Bill of Lading'. The Company recognises provision for sales return, based on the historical results, measured on net basis of the margin of the sale.

#### *Other operating income*

Export benefits are recognised in the year of export when right to receive the benefit is established and conditions attached to the benefits are satisfied.

#### **(ii) Other income**

##### *Interest income*

Interest income on time deposits and inter corporate loans is recognised using the effective interest method.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to the gross carrying amount of the financial asset.

##### *Commission income*

Commission income are recognised in Statement of Profit or Loss only when the relevant services have been rendered.

#### **(iii) Employee Benefits**

##### Short term employee benefits:

Short term employee benefit obligations are measured on an undiscounted basis and are expenses off as the related services are provided. Benefits such as salaries, wages, and bonus etc. are recognised in the statement of profit and loss in the year in which the employee renders the related service. The liabilities are presented as current employee benefit obligation in the balance sheet.

##### Long term employee benefits:

##### *Defined contribution plan: Provident fund*

All employees of the Company are entitled to receive benefits under the Provident Fund, which is a defined contribution plan. Both the employee and the employer make monthly contributions to the plan at a predetermined rate as per the provisions of The Employees Provident Fund and Miscellaneous Provisions Act, 1952. These contributions are made to the fund administered and managed by the Government of India. The Company has no further obligations under the plan beyond its monthly contributions. Obligation for contribution to defined contribution plan are recognised as an employee benefit expense in statement of profit and loss in the period during which the related services are rendered by the employees.

##### *Defined Benefit Plan: Gratuity*

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan.

The Company provides for retirement benefits in the form of Gratuity, which provides for lump sum payments to vested employees on retirement, death while in service or on termination of employment in an amount equivalent to 15 days basic salary for each completed year of service. Vesting occurs upon completion of five years of service. Benefits payable to eligible employees of the Company with respect to gratuity is accounted for on the basis of an actuarial valuation as at the balance sheet date.



The present value of such obligation is determined by the projected unit credit method and adjusted for past service cost and fair value of plan assets as at the balance sheet date through which the obligations are to be settled. The resultant actuarial gain or loss on change in present value of the defined benefit obligation or change in return of the plan assets is recognised as an income or expense in the other comprehensive income. The Company's obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The Company determines the net interest expense/(income) on the net defined benefit liability/(asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability/(asset), taking into account any changes in the net defined benefit liability/(asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in the statement of profit and loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service ('past service cost' or 'past service gain') or the gain or loss on curtailment is recognised immediately in the statement of profit and loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.



(iv) Foreign exchange transactions and translations

Initial recognition:

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

Conversion:

Foreign currency monetary assets and liabilities outstanding as at balance sheet date are restated/translated using the exchange rate prevailing at the reporting date. Non-monetary assets and liabilities which are measured in terms of historical cost denomination in foreign currency, are reported using the exchange rate at the date of transaction except for non-monetary item measured at fair value which are translated using the exchange rates at the date when fair value is determined.

Exchange difference arising on the settlement of monetary items or on restatement of the Company's monetary items at rates different from those at which they initially recorded during the year or reported in previous financials statement (other than those relating to fixed assets and other long term monetary assets) are recognised as income or expenses in the year in which they arise.

(v) Tax expense

Income tax comprises current and deferred tax. It is recognised in the statement of profit and loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

*Current tax*

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

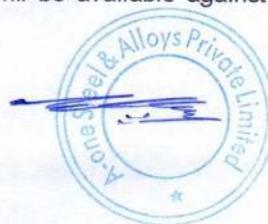
Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

*Deferred tax*

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for:

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction;
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognises a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be



realised. Deferred tax assets – unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

**(vi) Inventories**

Raw materials, stores and spares, work-in-progress, manufactured finished goods and traded goods are valued at lower of cost or net realisable value. The comparison of cost and net realisable value is made on an item by item basis. Cost comprises of all cost of purchase, cost of conversion and other cost incurred in bringing them to their respective present location and condition. Cost is determined using first in, first out method of inventory valuation.

Loose tools and scrap are valued at estimated realisable value.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

Provision of obsolescence on inventories is considered on the basis of management's estimate based on demand and market of the inventories.

**(vii) Cash and cash equivalents**

Cash and cash equivalents consist of cash, bank balances in current accounts and short term highly liquid investments that are readily convertible to cash with original maturities of three months or less at the time of purchase and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current financial liabilities in the balance sheet.

**(viii) Provisions, contingent liabilities, and contingent assets**

**Provisions**

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources, and a reliable estimate can be made of the amount of obligation.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

**Contingent liability**

Contingent liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the probability of outflow of economic benefits is remote.

**Contingent assets**

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

**(ix) Property, plant and equipment (including Capital work-in-progress)**



## Recognition and measurement

All items of property, plant and equipment are stated at historical cost less depreciation. Freehold land is carried at cost. All other items of property, plant and equipment are stated at cost net of recoverable taxes (wherever applicable), which includes capitalised borrowing costs less depreciation and impairment, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, if any, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Any gain or loss on disposal of an item of property, plant and equipment is recognised in the statement of profit and loss.

On transition to Ind AS, the Company had elected to continue with carrying value of all its property, plant and equipment recognised as at 1 April 2020 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

## Subsequent expenditure

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced.

All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

## Depreciation methods, estimated useful lives and residual values

Depreciation is calculated on cost of items of property, plant and equipment less their estimated residual value over their useful life using straight line method and is recognised in the statement of profit and loss.

The estimated useful lives of items of property, plant and equipment for the current and comparative periods are as under and the same are equal to lives specified as per schedule II of the Act.

The useful lives of the assets are as under:

Particulars	Useful lives (in years)
<b>Tangible assets:</b>	
Land	Not depreciable asset
Factory sheds and building	30 & 60 years
Plant and equipment	15 & 25 years
Furniture and fixtures	10 years
Office equipments	3 & 5 years
Vehicles	8 & 10 years
<b>Intangible assets:</b>	
Software	3 Years

Based on technical evaluation and consequent advice, the management believes that its estimates of useful lives as given above best represent the period over which management expects to use these assets. Depreciation on addition to property, plant and equipment is provided on pro-rata basis from the date the



assets are ready for intended use. Depreciation on sale/discard from property, plant and equipment is provided for up to the date of sale, deduction or discard of property, plant and equipment as the case may be.

Depreciation method, useful lives and residual values are reviewed at each financial year-end, and changes, if any, are accounted for prospectively.

**(x) Investment in subsidiary companies**

An investor, regardless of the nature of its involvement with an entity (the investee), shall determine whether it is a parent by assessing whether it controls the investee. An investor controls an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Thus, an investor controls an investee if and only if the investor has all the following:

- a) power over the investee;
- b) exposure, or rights, to variable returns from its involvement with the investee; and
- c) the ability to use its power over the investee to affect the amount of the investor's returns.

The Company has elected to recognise its investments in subsidiary companies at cost in accordance with the option available in Ind AS 27, 'Separate Financial Statements'.

Investment carried at cost is tested for impairment as per Ind-AS 36.

**(xi) Leases**

*As lessor*

Leases for which the Company is a lessor classified as finance or operating lease. Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

*As lessee*

The Company's lease asset classes primarily consist of leases for land & buildings and plant & machinery. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of 12 months or less (short-term leases) and low value leases. For these short-term and low-value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct



costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. ROU assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e., the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related ROU asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

Lease liability and ROU assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

#### **(xii) Impairment of non-financial assets**

The Company's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's or CGU's recoverable amount is estimated.

For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs.

The recoverable amount of a CGU (or an individual asset) is the higher of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the CGU (or the asset).

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss. Impairment loss recognised in respect of a CGU is allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets of the CGU (or group of CGUs) on a pro rata basis.

After impairment, depreciation/amortisation is provided on the revised carrying amount of the asset over its remaining useful life.

#### **(xiii) Borrowing costs**

Borrowing costs are interest and other costs incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalised as part of the cost of that asset. Other borrowing costs are recognised as an expense in the period in which they are incurred.

#### **(xiv) Financial instruments**

##### *Initial recognition and measurement*



Trade receivables and debt securities issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

A financial asset or financial liability is initially measured at fair value plus, transaction costs that are directly attributable to its acquisition or issue, except for an item recognised at fair value through profit and loss. Transaction cost of financial assets carried at fair value through profit and loss is expensed in the statement of profit and loss.

#### *Classification and subsequent measurement*

##### Financial assets

On initial recognition, a financial asset is classified as measured at:

- amortised cost,
- Fair value through other comprehensive income (FVOCI), or
- Fair value through profit and loss (FVTPL)

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in OCI (designated as FVOCI – equity investment). This election is made on an investment by investment basis.

All financial assets not classified to be measured at amortised cost or FVOCI as described above are measured at FVTPL. This includes all derivative financial assets. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI or at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

##### Financial assets: Business model assessment

The Company makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether management's strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;



- how the performance of the portfolio is evaluated and reported to the Company's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how managers of the business are compensated – e.g., whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Company's continuing recognition of the assets

Financial assets that are held for trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

Financial assets: Assessment whether contractual cash flows are solely payments of principal and interest  
For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g., liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable interest rate features; prepayment and extension features; and
- terms that limit the Company's claim to cash flows from specified assets (e.g., non-recourse features).

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable additional compensation for early termination of the contract. Additionally, for a financial asset acquired at a significant discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable additional compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

#### Financial assets: Subsequent measurement and gains and losses

Financial assets at amortised cost: These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses, if any. Interest income and impairment are recognised in the statement of profit and loss. Any gain or loss on derecognition is recognised in statement of profit and loss.

Financial assets at FVTPL: These assets are subsequently measured at fair value. Net gains and losses, including any interest income, are recognised in the statement of profit and loss.

Debt investments at FVOCI: These assets are subsequently measured at fair value. Interest income under the effective interest method, foreign exchange gains and losses and impairment are recognised in profit or loss. Other net gains and losses are recognised in OCI. On Derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.



**Equity investments at FVOCI:** These assets are subsequently measured at fair value. Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are not reclassified to profit or loss.

#### **Financial liabilities: classification, subsequent measurement & gain and loss**

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in the statement of profit and loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in the statement of profit and loss. Any gain or loss on derecognition is also recognised in the statement of profit and loss.

#### ***Offsetting***

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the assets and settle the liabilities simultaneously.

#### ***Derecognition***

##### **Financial assets**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

##### **Financial liabilities**

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

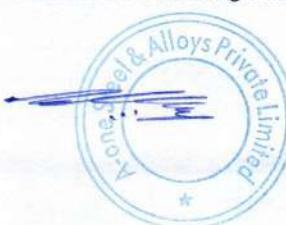
The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in the statement of profit and loss.

#### ***Impairment of financial instruments***

The Company recognises loss allowances for expected credit losses on:-

- Financial assets measured at amortised cost; and
- Financial assets measured at FVOCI- debt investments

At each reporting date, the Company assesses whether financial assets carried at amortised cost and debt securities at FVOCI are credit impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Evidence that a financial asset is credit - impaired includes the following observable data:



- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being past due for agreed credit period;
- the restructuring of a loan or advance by the Company on terms that the Company would not consider otherwise;
- it is probable that the borrower will enter bankruptcy or other financial reorganisation; or
- the disappearance of an active market for a security because of financial difficulties.

#### Expected credit loss

Loss allowances for trade receivables are always measured at an amount equal to lifetime expected credit losses.

Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial instrument.

12-month expected credit losses are the portion of expected credit losses that result from default events that are possible within 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

In all cases, the maximum period considered when estimating expected credit losses is the maximum contractual period over which the Company is exposed to credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit losses, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company assumes that the credit risk on a financial asset has increased significantly if it is more than agreed credit period.

The Company considers a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the Company in full, without recourse by the Company to actions such as realising security (if any is held); or
- the financial asset is past due and not recovered within agreed credit period.

#### Measurement of expected credit losses

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e., the difference between the cash flows due to the Company in accordance with the contract and the cash flows that the Company expects to receive).

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets disclosed in the Balance Sheet.

#### Write-off

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no realistic prospect of recovery. This is generally the case when the Company determines that the debtor does not have assets or sources of income that could generate sufficient cash flows to repay the amounts subject to the write-off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.



(xv) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events such as bonus issue, share split or consolidation of shares.

For calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares. The dilutive potential equity shares are deemed converted into equity shares as at the beginning of the period unless they have been issued at a later date.

(xvi) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

In accordance with Ind AS 108 – Operating Segments, the operating segments used to present segment information are identified on the basis of internal reports used by the Company's Management to allocate resources to the segments and assess their performance.

Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

The operating segments have been identified on the basis of the nature of products/services. Further:

1. Segment revenue includes sales and other income directly identifiable with / allocable to the segment including inter-segment revenue.
2. Expenses that are directly identifiable with / allocable to segments are considered for determining the segment result. Expenses which relate to the Company as a whole and not allocable to segments are included under unallocable expenditure.
3. Income which relates to the Company as a whole and not allocable to segments is included in unallocable income.
4. Segment assets and liabilities include those directly identifiable with the respective segments. Unallocable assets and liabilities represent the assets and liabilities that relate to the Company as a whole and not allocable to any segment.

The Board of Director(s) are collectively the Company's 'Chief Operating Decision Maker' or 'CODM' within the meaning of Ind AS 108. Refer Note 52 for segment information.

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# A-ONE STEEL AND ALLOYS PRIVATE LIMITED



**Registered Office:** A-One House  
No.326, CQAL Layout, Sahakarnagar,  
Bangalore - 560 092. Karnataka, India.  
Phone : 080 - 4564 6000  
Email : info@aonesteelgroup.com  
Web : www.aonesteelgroup.com  
CIN: U28999KA2012PTC063439

## NOTICE

**NOTICE** is hereby given that the 10<sup>th</sup> Annual General Meeting of the members of **A-ONE STEEL AND ALLOYS PRIVATE LIMITED** will be held at short notice on Friday, 30th September 2022 at 5.00 P.M at the registered office of the Company Situated at A One House, No. 326, CQAL Layout Ward No. 08, Sahakar Nagar Bengaluru - 560092 to transact the following business:

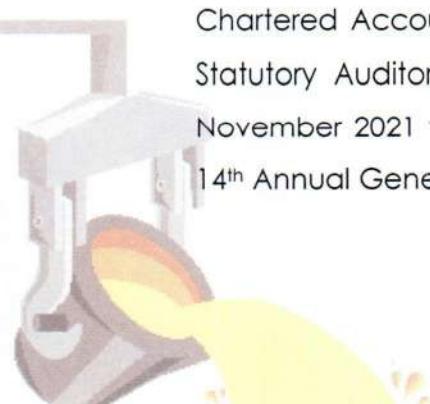
### **ORDINARY BUSINESS:**

1. To receive, consider, approve and adopt the Audited Standalone and Consolidated Balance Sheet as at 31<sup>st</sup> March, 2022 and the Profit & Loss Account for the year ended as on that date and the Report of the Auditor's and Board of Directors' attached thereon.

### **2. To fix remuneration of Statutory Auditors:**

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

**"RESOLVED THAT** pursuant to provisions of Section 139(1) and Section 142(1) and all other applicable provisions, if any, of the Companies Act, 2013 and the rules framed there under, as amended from time to time, consent of the members be and is hereby accorded to fix the remuneration of M/s. Singhi & Co. (FRN: 302049E), Chartered Accountants, as Statutory Auditors of the company were appointed as Statutory Auditors of the Company at 9<sup>th</sup> Annual General Meeting held on 30<sup>th</sup> November 2021 for the period of 5 years and to hold office until the conclusion of 14<sup>th</sup> Annual General Meeting and that the Board of Directors hereby authorized to fix



Factory : Plot No. IP 62 & IP 63, Road No. 3, KIADB Industrial Area, Gouribidanur - 561 208, Chickaballapur Dist, Karnataka, India.

Factory : Ward No. 2, Plot No. 412, Sidginamola Village, Bellary-Alur Highway, Bellary - 583 138 (Karnataka)

Factory : Sy. No 173/1, Sandur Taluk, Village Chikkantapur, Bellary, Karnataka, 583123

the remuneration for the remaining tenure of the said auditors in consultation with them ."

**SPECIAL BUSINESS:**

**3. To Ratify of the payment of Remuneration to Cost Auditors**

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

**"RESOLVED THAT** pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013 and Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration of Rs. 80,000 plus applicable taxes and out of pocket expenses payable to the Cost Auditors, M/s. Vishwanath Bhat & Co, Cost Accountants (FRN: 100509), Bangalore appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year 2022-23 be and is hereby ratified."

**"RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

**4. To appoint Mr. Uma Shankar Goyankaas Director:**

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

**"RESOLVED THAT** pursuant to provisions of Section 161 of the Companies Act, 2013 read with Companies (Appointment and Qualification of Directors) Rules, 2014, and other applicable provisions, if any, Mr. Uma Shankar Goyanka(DIN: 08146785), who was appointed as an Additional Director by the Board of Directors, with effect from 06<sup>th</sup> April 2022 and hold office up to the date of this Annual General Meeting, be and is hereby appointed as Director of the Company."

**"FURTHER RESOLVED THAT** Board of Directors be and are hereby authorized to take necessary steps to give effect to the above resolution."

By Order of the Board

For **A-ONE STEEL AND ALLOYS PRIVATE LIMITED**

  
**(SANDEEP KUMAR)**

Director

DIN: 02112630



**Address: No .J 206 Purva Venezia  
Apartment Yelahanka New Town,  
G.K.V.K Bangalore North 560065**

Date: 27.09.2022

Place: Bengaluru

**Note:**

1. A member is entitled to attend and vote at the meeting and is entitled to appoint a proxy to attend and vote instead of himself and such proxy need not be a member of the Company.
2. The Register of Directors and their shareholding, maintained u/s 170 of the Companies Act, 2013 and Register of Contracts or Arrangements in which Directors are interested maintained u/s 189 of the Companies Act, 2013 and all other documents referred to in the notice and explanatory statement, will be available for inspection by the members of the Company at Registered office of the Company during business hours 10:00 A.M. to 06:00 P.M. (except Saturday and Sunday) up to the date of Annual General Meeting and will also be available during the Annual General Meeting.

3. Members attending the AGM through "VC/OAVM" shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
4. The meeting is convened at short notice with the consent of all the shareholders of the Company.
5. Explanatory statement pursuant to Section 102 of the Companies Act, 2013 in respect of the items mentioned under special business of the notice is as follows:

**ITEM NO. 03:**

The Board has approved the appointment and payment of remuneration to M/s. Vishwanath Bhat & Co, Cost Accountants (FRN: 100509), Bangalore, as the Cost Auditor to conduct the audit of the cost records of the company for the financial year ending March 31, 2023.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 3 of the Notice for ratification of the remuneration payable to the Cost Auditors for the Financial Year ending March 31, 2023.

None of the Directors of the company/their relatives are, in any way, concerned or interested financially or otherwise, in the resolution set out at Item No. 3 of the Notice.

**ITEM NO. 04:**

Mr. Uma Shankar Goyanka (DIN: 08146785) was appointed as an Additional Director of the Company with effect from 06<sup>th</sup> April 2022. As per provisions of Section 161(1) of the Companies Act, 2013 he shall hold office up to the date of ensuing Annual General meeting. In view of the above, Board propose to induct him as Director of the Company at the ensuing Annual General meeting.

In view of the above, approval of members is sought for appointment of Mr. Uma Shankar Goyanka as Director on the Board of the Company and requested to approve the resolution set out in Item No. 04 as an **Ordinary Resolution**.

The brief profile of the appointee director as per Secretarial Standard II is attached herewith as Annexure.

Nature of concern or interest, financial or otherwise, if any, in respect of the above item, as required under the provisions of Section 102 of the Companies Act, 2013, is given below:

SI No.	Interested Person	Nature of Interest or Concern
01	Director & Manager	Mr. Uma Shankar Goyanka, Additional Director
02	Key Managerial Personnel, under the Act	NIL
03	Relatives of the Persons mentioned in (1) and (2) above	NIL

By Order of the Board  
For **A-ONE STEEL AND ALLOYS PRIVATE LIMITED**



(Sandeep Kumar)

Director

DIN: 02112630

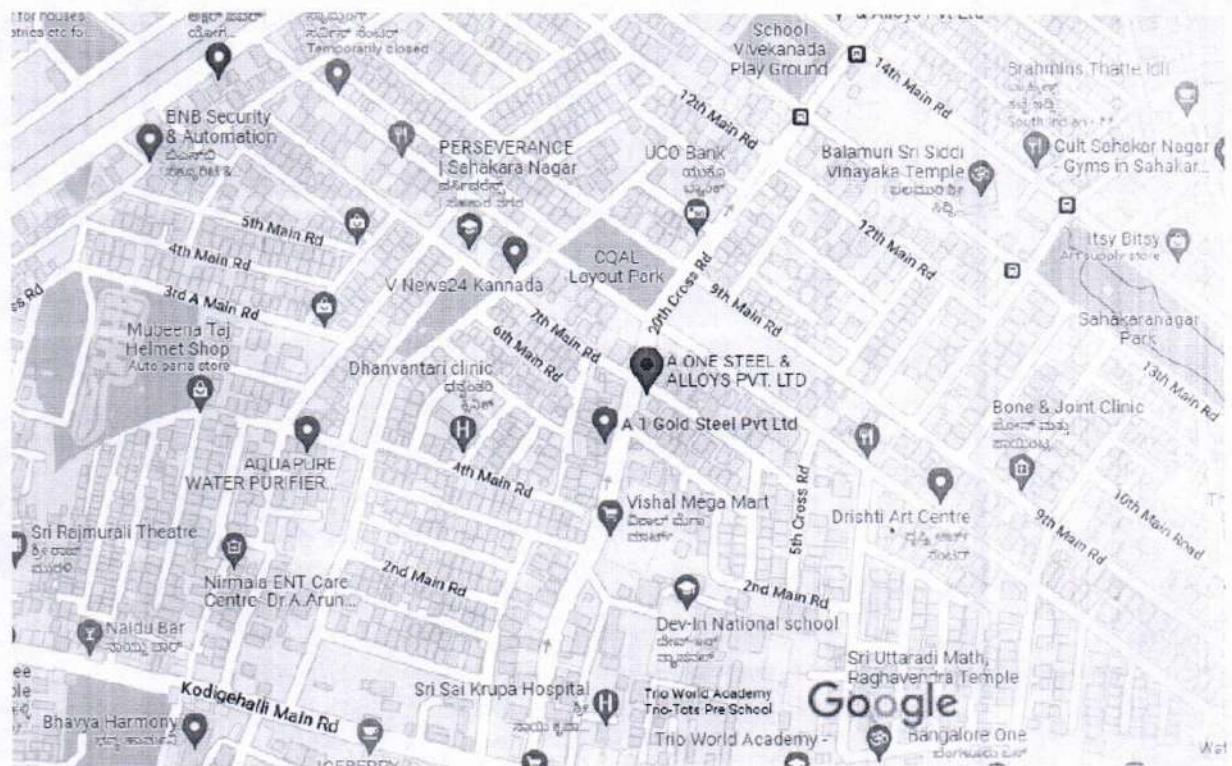
Address: No .J 206 Purva Venezia  
Apartment Yelahanka New Town,  
G.K.V.K Bangalore North 560065



Date:27.09.2022

Place: Bangalore

## Route Map to A-ONE STEEL AND ALLOYS PRIVATE LIMITED:



THE COMPANIES ACT, 2013  
**Consent by Shareholder for shorter Notice**  
[Pursuant to section 101(1)]

To, Date: 27.09.2022  
The Board of Directors,  
**A-ONE STEEL AND ALLOYS PRIVATE LIMITED**  
A One House, No. 326, CQAL Layout Ward No. 08,  
Sahakar Nagar Bengaluru - 560092

**Re: Consent for holding 10<sup>th</sup> Annual General Meeting at short notice.**

I, **Sunil Jalan**, residing at No 1601-1602, 16th Floor, B Wing Cedar Tower Vi Godrej Woodsman Estate, Hebbal Bangalore North -560024, holding 4,42,380 Equity shares of Rs. 100/- each in **A-ONE STEEL AND ALLOYS PRIVATE LIMITED**, hereby give my consent, pursuant to Section 101(1) of the Companies Act, 2013, to hold the 10th Annual General Meeting of the Company on **Friday, 30th September 2022 at 5.00 P.M** at shorter notice.

  
Signature:  
**(Sunil Jalan)**

THE COMPANIES ACT, 2013  
**Consent by Shareholder for shorter Notice**  
[Pursuant to section 101(1)]

To, Date: 27.09.2022  
The Board of Directors,  
**A-ONE STEEL AND ALLOYS PRIVATE LIMITED**  
A One House, No. 326, CQAL Layout Ward No. 08,  
Sahakar Nagar Bengaluru - 560092

**Re: Consent for holding 10<sup>th</sup> Annual General Meeting at short notice.**

I, **Sandeep Kumar**, residing at No.J 206 Purva Venezia Apartment Yelahanka New Town, G.K.V.K Bangalore North -560065, holding 4,77,850 Equity shares of Rs. 100/- each in **A-ONE STEEL AND ALLOYS PRIVATE LIMITED**, hereby give my consent, pursuant to Section 101(1) of the Companies Act, 2013, to hold the Extra-Ordinary General Meeting of the Company on **Friday, 30th September 2022 at 5.00 P.M** at shorter notice.



Signature:  
**(Sandeep Kumar)**

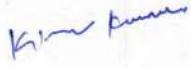
THE COMPANIES ACT, 2013  
**Consent by Shareholder for shorter Notice**  
[Pursuant to section 101(1)]

To,  
The Board of Directors,  
**A-ONE STEEL AND ALLOYS PRIVATE LIMITED**  
A One House, No. 326, CQAL Layout Ward No. 08,  
Sahakar Nagar Bengaluru - 560092

Date: 27.09.2022

**Re: Consent for holding 10<sup>th</sup> Annual General Meeting at short notice.**

I, **Krishan Kumar Jalan**, residing at No .J 206 Purva Venezia Apartment Yelahanka New Town, G.K.V.K Bangalore North -560065, holding 3,79,770 Equity shares of Rs. 100/- each in **A-ONE STEEL AND ALLOYS PRIVATE LIMITED**, hereby give my consent, pursuant to Section 101(1) of the Companies Act, 2013, to hold the 10th Annual General Meeting of the Company on **Friday, 30th September 2022 at 5.00 P.M** at shorter notice.

  
Signature:  
(Krishan Kumar Jalan)



# A-ONE STEEL AND ALLOYS PRIVATE LIMITED



Registered Office: A-One House  
No.326, CQAL Layout, Sahakarnagar,  
Bangalore - 560 092. Karnataka, India.  
Phone : 080 -4564 6000  
Email : info@aonesteelgroup.com  
Web : www.aonesteelgroup.com  
CIN: U28999KA2012PTC063439

## BOARD'S REPORT

To,

Dear Shareholders,

Your directors have pleasure in presenting their 10<sup>th</sup> Annual Report on working of your Company together with audited statement of Accounts of the company for the year ended 31<sup>st</sup> March, 2022.

### 1. FINANCIAL HIGHLIGHTS/STATE OF COMPANY'S AFFAIRS:

Financial performance of your Company on a standalone basis for the financial year 2021-22 are summarized below:

(Amount in Lakhs)

Particulars	From 01 <sup>st</sup> April, 2021 to 31 <sup>st</sup> March, 2022	From 01 <sup>st</sup> April, 2020 to 31 <sup>st</sup> March, 2021
Net Revenue from operations	2,35,146.05	1,48,607.08
Other Income	424.88	648.99
<b>Total Revenue</b>	<b>235570.93</b>	<b>149256.07</b>
Total Expenditure	226019.51	144384.58
<b>Profit/(Loss) before tax</b>	<b>9551.42</b>	<b>4871.49</b>
Tax Expenses, MAT Credit & Deferred tax	2414.95	1252.88
<b>Profit / (Loss) after tax</b>	<b>7136.47</b>	<b>3618.61</b>

Factory : Plot No. IP 62 & IP 63, Road No. 3, KIADB Industrial Area, Gouribidanur - 561 208, Chickaballapur Dist, Karnataka, India.

Factory : Ward No. 2, Plot No. 412, Sidigiriamola Village, Bellary-Alur Highway, Bellary - 583 138 (Karnataka)

Factory : Sy. No 173/1, Sandur Taluk, Village Chikkantapur, Bellary, Karnataka, 583123.

Works: Basement, 1/79, Kota Enclave, Sri Sai Nagar, Near M R O Office, Muthukur, Sri Potti Sriramulu Nellore, Andhra Pradesh - 524 344.

## **2. PERFORMANCE REVIEW:**

### **Standalone Operations:**

During the year under review, your Company has registered revenue from operations of Rs. 2,35,146.05 Lakhs as compared to previous year revenue of Rs. 1,48,607.08 Lakhs by registering a growth rate of 58.23%. Your Company has recorded Profit before tax of Rs. 9551.42 Lakhs as compared to the previous year profit of Rs. 1793.15 Lakhs and Profit after tax of Rs. 4871.49 Lakhs during the FY 2020-21.

Your Directors expect that the performance of the Company during the current financial year would improve as estimated.

### **Consolidated Operations:**

During the year under review, your Company has registered revenue from operations of Rs. 2,63,685.87 Lakhs as compared to previous year revenue of Rs. 1,65,635.55 Lakhs by registering a growth rate of 59.20%. Your Company has recorded Profit before tax of Rs. 11921.34 Lakhs as compared to the previous year profit of Rs. 6369.10 Lakhs. Profit after tax of Rs. 8907.52 Lakhs during the FY 2021-22.

Your Directors expect that the performance of the Company on consolidated basis during the current financial year would improve as estimated.

## **3. CHANGE IN THE NATURE OF BUSINESS, IF ANY:**

There is no change in the nature of business carried out by the Company during the financial year 2021-22.

## **4. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION BETWEEN END OF FINANCIAL YEAR AND DATE OF REPORT:**

There are no material changes and commitments affecting the financial position between end of financial year and date of report.

However, the Company has filed an application with the Hon'ble National Company Law Tribunal, Bengaluru Bench for merger and amalgamation of A One Steels India

Private Limited (**the Transferor Company-I**) and Aryan Hitech Steels India Private Limited (**the Transferor Company-II**) with the Company.

**First Time adoption of Ind AS:**

the company has prepared its Financial Statements in accordance with Ind AS for the year ended March 31,2022. For year ended March 31,2021, the company prepared its financial statements in accordance with Indian GAAP, including accounting standards notified under the Companies(Accounting Standards) Rules, 2006 (as amended) ("previous GAAP").

**5. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:**

There are no such orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

However, the Office of the Registrar of Companies, Karnataka have issued adjudication order u/s. 454 of Companies Act, 2013 read with Rule 3 of the Companies (Adjudication of Penalties) Rules 2014 for violation of Provisions of Section 12 of the Companies Act, 2013 and impose the nominal penalty to the directors and the Company. The applicants have paid requisite penalty accordingly and conclude the same by adjudicating the non-compliance. Whereas, this will not be impact to going concern status of the Company.

**6. PERFORMANCE AND FINANCIAL POSITION EACH OF ITS SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES:**

The Company does not have Joint Venture Companies. Hence the disclosure is not required to be made. However, company is having Subsidiary companies and Associates. The Board of Directors have reviewed the affairs of the subsidiary companies and Associates on regular basis. The Details of the subsidiary companies and associates are disclosed under '**Annexure-I**'.

**Review of the affairs of the Subsidiaries:**

During the year, Board of Directors reviewed the affairs of the subsidiaries in accordance with Section 129(3) of the Companies Act, 2013, The Company has prepared a consolidated Financial Statement, which forms part of this Annual Report.

**7. DIVIDEND:**

Your Board of Directors have not recommended any dividend for the year ending 31<sup>st</sup> March, 2022.

**8. TRANSFER TO RESERVES:**

The Company has not transferred any amount to General Reserve or any other reserves for the year under review.

**9. SHARE CAPITAL:**

The Board provides following disclosure pertaining to Companies (Share Capital and Debentures) Rule, 2014:

Sl. No.	Particulars	Disclosure
1.	Issue of Equity shares with differential rights	Nil
2.	Issue of Sweat Equity shares	Nil
3.	Issue of employee stock option	Nil
4.	Provision of money by company for purchase of its own shares by trustees for the benefit of employees	Nil

The Authorized Share Capital as on 31<sup>st</sup> March, 2022 was Rs. 15,00,00,000/- consisting of 15,00,000 equity shares of Rs. 100/- each and paid up share capital of the company was Rs. 13,00,00,000/- consisting of 13,00,000 Equity Shares of Rs. 100/- each.

During the year there is no change in the capital structure, the Company has not issued any shares or convertible instruments.

**10. DEPOSITS:**

Your Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules,

2014. However, there is an o/s. loan availed by the Company from the directors as on 31<sup>st</sup> March, 2022. The same has been disclosed in the notes to financial statement

**11. EXTRACT OF ANNUAL RETURN:**

As per Section 92 (3) of the Companies Act, 2013 the Company shall place a copy of the annual return on the website of the company, if any and the web-link of such annual return shall be disclosed in the Board's report.

The Annual Return of the Company is available on the Company's website i.e [www.aonesteelgroup.com](http://www.aonesteelgroup.com).

**12. RELATED PARTY TRANSACTIONS:**

All contracts, arrangements, transactions entered into by the company during the financial year under review with the related parties were in the ordinary course of business and on the arm's length basis. Details as required by Section 134(3) of the Companies Act, 2013 are given in Form AOC-2 as "**Annexure-II**".

**13. CORPORATE SOCIAL RESPONSIBILITY (CSR):**

In terms of Section 135 and Schedule VII of the Companies Act, 2013 the Board of Directors have constituted as Corporate Social Responsibility (CSR) Committee and adopted a CSR policy. CSR policy available on the website of the company i.e [www.aonesteelgroup.com](http://www.aonesteelgroup.com).

The Annual Report on CSR activities for the financial year 2021-22 as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 has been appended as Annexure III and forms integral part of this Report.

**14. STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:**

The Company being a Private company and hence provision with respect to Independent directors is not applicable.

**15. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION:**

SI. No.	PARTICULARS	DISCLOSURE
(A)	Conservation of Energy: (i) The steps taken or impact on conservation of energy  (ii) The steps taken by the company for utilizing alternate sources of energy  (iii) The capital investment on energy conservation equipments	The Energy conservation continues to receive priority attention at all levels. All efforts are made to conserve and optimize use of energy with continuous monitoring, improvement in maintenance through improved operational techniques.
(B)	Technology Absorption:  (i) The efforts made towards technology absorption;  (ii) The benefits derived like product improvement, cost reduction, product development or import substitution.  (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year).  (iv) The expenditure incurred on Research and Development.	Updation of Technology is a Continuous process; efforts are continuously made to develop new products required in the Company's activities.  NA  Nil  Nil

**16. FOREIGN EXCHANGE EARNINGS AND OUTGO: (amount in Lakhs)**

Particulars	As on 31.03.2022	As on 31.03.2021
Foreign Exchange Earning	15140.75	3023.37
Foreign Exchange Outgo	469.98	924.76

**17. BOARD OF DIRECTORS:**

The Board comprises following Directors as on 31/03/2022:

SI. No.	Name of the Director	Designation

Sl. No.	Name of the Director	Designation
01.	Sandeep Kumar	Director
02.	Sunil Jallan	Director
03.	Manoj Kumar	Director

Following changes in composition of Board of Directors during the year:

Name of the Director	Designation	Appointment/Resignation Date	Nature of change
Sunil Jallan alias Julian Jallan	Whole-Time Director	25/10/2021	Designated as Whole-time Director
Deepak Bansal	Additional Director	13/12/2021	Appointment
Deepak Bansal	Additional Director	25/02/2022	Resignation

Mr. Uma Shankar Goyanka(DIN: 08146785), who was appointed as an Additional Director with effect from 06<sup>th</sup> April 2022 and hold office up to the date of this Annual General Meeting. The Board proposed to appoint him as director of the Company at the ensuing Annual General Meeting.

#### **18. DETAILS OF REMUNERATION PAID TO DIRECTORS:**

During the year, the Company has paid remuneration to following directors

SI No	Name of the Director	Remuneration
01	Sunil Jallan	Rs. 60,00,000/-

#### **19. NUMBER OF MEETINGS OF THE BOARD:**

During the Financial year 2021-22, there were 20 Board Meetings held on following dates:

SI No	Date of meeting	Total Number of directors associated as on the date of meeting	Attendance	
			Number of	% of

			directors Attended	attendance
1	16/04/2021	3	2	67
2	19/05/2021	3	2	67
3	27/05/2021	3	2	67
4	24/06/2021	3	2	67
5	08/07/2021	3	3	100
6	27/07/2021	3	2	67
7	05/08/2021	3	2	67
8	02/09/2021	3	2	67
9	15/09/2021	3	2	67
10	25/09/2021	3	2	67
11	28/09/2021	3	2	67
12	08/10/2021	3	3	100
13	25/10/2021	3	2	67
14	13/12/2021	3	2	67
15	24/12/2021	4	2	50
16	03/01/2022	4	2	50
17	12/01/2022	4	2	50
18	25/02/2022	4	2	50
19	15/03/2022	3	2	67
20	28/03/2022	3	2	67

#### **20. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:**

The Company has given loans, the investment made and guarantee given under Section 186 of the companies Act, 2013 is disclosed in the notes the financial statement and the details as follows;

(Amount in Lakhs except disclosure made in SL.No. 10)

SI No	Name of the Company	Nature of Transactions	Number of shares be allotted	Investment Amount /Guarantee
01	Vanya Steels Private Limited –Wholly Owned subsidiary company	Investments	1,51,60,166	850.08
		Corporate Guarantee	-	5000.00

2	A-One Gold Steels India Private Limited - Wholly Owned subsidiary company	Investments	49,999	5.00
3	A-One Gold Pipes and Tubes Private Limited- Wholly Owned subsidiary company	Investments	49,999	5.00
		Corporate Guarantee	-	5850.00
		Loan given		4067.70
4	*Vyshali Energy Private Limited	Investments	32,450	3.25
5	Alpur Solar Private Limited	Investments	9949000	804.87
6	*Radiance KA Sunshine Five Private Limited	Investments	3514	0.35
7	*FP Suraj Private Limited	Investments	3923600	392.36
8	A One Steels India Private Limited	Corporate Guarantee		2873.9
9	*Atria Wind Power Private Limited	Investments	500	1.11
10	A One Gold Singapore Pte Ltd	Investments	1000	SGD 1000

\*In order to establish a captive consumption ownership structure in accordance with the provisions of Electricity Rules, 2005, company has decided to invest the amount by acquiring shares from the existing shareholders of M/s. Vyshali Energy Private Limited, Alpur Solar Private Limited, Radiance KA Sunshine Five Private Limited, FP Suraj Private Limited, Atria Wind Power Private Limited.

## **21. DIRECTORS' RESPONSIBILITY STATEMENT:**

In terms of Section 134 (5) of the Companies Act, 2013, the directors would like to state that:

- (a) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to the material departures;
- (b) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at

the end of the financial year and of the profit or loss of the Company for the year under review.

- (c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (d) The directors have prepared the annual accounts on a going concern basis.
- (e) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.
- (f) The Directors have laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and were operating effectively.

## **22. COMPLIANCE WITH SECRETARIAL STANDARDS**

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively. The Company has complied all the applicable Secretarial Standard issued by the Institute of Company Secretaries of India (ICSI).

## **23. RISK MANAGEMENT:**

The Company has been addressing various risks impacting the Company. In today's challenging and competitive environment, strategies for mitigating inherent risks in accomplishing the growth plans of the Company are imperative.

The common risks inter alia are: Regulations, competition, Business risk, Technology obsolescence, Investments, retention of talent and expansion of facilities. It also includes exchange risk as the transactions takes place among foreign countries.

Business risk, inter-alia, further includes financial risk, political risk, fidelity risk, legal risk. As a matter of policy, these risks are assessed and steps as appropriate are taken to mitigate the same.

**24. HUMAN RESOURCES:**

The management has always carried out systematic appraisal of performance and imparted training at periodic intervals. The company has always recognized talent and has judiciously followed the principle of rewarding performance.

**25. REMUNERATION POLICY:**

The Company is not covered under the provisions of Section 178(1) of the Companies Act, 2013. However, the remuneration policy as adopted by the Company envisages payment of remuneration according to qualification, experience and performance at different levels of the organization. The employees who are engaged in clerical, administrative and professional services are suitably remunerated according to the industry norms.

**26. VIGIL MECHANISM:**

The company has a Whistle Blower Policy and has established the necessary vigil mechanism for directors and employees in confirmation with Section 177 (9) of the companies act 2013 read with Rule 7(1)(b) of the Companies (Meeting of Board and its powers) Rules 2014 to report concerns about unethical behaviour.

**27. INTERNAL FINANCIAL CONTROL SYSTEM AND THEIR ADEQUACY:**

The Company has adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets.

All the transactions are properly authorized, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining books of accounts and reporting financial statements.

**28. DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company has in place a prevention of Sexual Harassment policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Complaints Committee has been set

up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

During the year 2021-22, no complaints were received by the Company related to sexual harassment.

**29. DISCLOSURE FOR MAINTENANCE OF COST RECORDS AS PER SECTION 148(1):**

The Company is maintaining the books of accounts and other related records as per rules prescribed by the Central Government under section 148(1) of the Companies Act, 2013.

**30. THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:**

There is no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2013 as on 31st March, 2022.

**31. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:**

As on 31st March 2022, the Company did not entered transaction for One Time Settlement of loan/borrowings from Bank and obtaining valuation report on the same.

**32. PARTICULARS OF EMPLOYEES:**

During the year under review, the Company had no employees who earned remuneration beyond the limits specified under Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016.

**33. AUDITORS:**

**i) STATUTORY AUDITORS:**

M/s. Singhi & Co, Chartered Accountants, Bangalore (FRN: 302049E), were appointed as Statutory Auditors of the company at the 9<sup>th</sup> Annual general Meeting

of the company held on 30.11.2021 for the period of 5 years and to hold office until the conclusion of the 14<sup>th</sup> Annual General Meeting. Accordingly, the Board proposed to fix the remuneration in consultation with the said auditors

**AUDITOR'S REPORT:** The Auditors' have issued an unqualified Report for the year ended 31<sup>st</sup> March 2022 and hence, do not call for any comments from the management under Section 134 of the Companies Act, 2013. Further, the Auditors of the Company have not reported any fraud as specified under Section 143(12) of the Act.

Following are reported in the Auditors report:

a. In point no ii (b) of the Annexure A to the Independent Auditor's Report it is reported that The deviations noted between the books of accounts and the quarterly returns/statements filed with such banks and financial institutions have been disclosed in Note no 58 of the standalone financial statements.

**Reconciliation of quarterly returns or statements of net working capital filed with banks or financial institutions**

Quarter	Aggregate working capital limits sanctioned	Balance at the end of quarter	Amount as per books of account	Amount as reported in the quarterly return/ statement	Amount of difference
June 2021	13,500.00	12,762.26	27,459.82	32,019.08	(4,559.27)
September 2021	13,500.00	10,283.51	25,361.52	25,963.29	(601.76)
December 2021	13,500.00	16,276.23	30,159.91	37,166.62	(7,006.71)
March 2022	19,500.00	18,595.65	31,343.35	31,486.47	(143.12)

**Management Representation:**

The differences are on account of statements filed with the bank prepared on the basis of provisional financial statements, exclusion of the account ledgers of inter group balances while arriving Drawing Power and reclassification of certain ledger accounts. The management is taking necessary action for the same.

b. In point No vii (b) of Annexure A to the Independent Auditor's Report following are the dues of income tax and goods and service tax which have not been deposited with the appropriate authorities on account of dispute are as follows:

Name of the statute	Nature of the dues	Amount (Rs. in Lakhs)	Period to which the amount relates	Forum where the dispute is pending
Goods and Services Tax Act 2017	Goods and Services Tax	4.19	F.Y 2019-20	Deputy Commissioner of Commercial Tax
Goods and Services Tax Act 2017	Goods and Services Tax	14.04	F.Y 2017-18 to F.Y 2019-20	Assistant Commissioner of Commercial Tax
The Income-Tax Act, 1961	Income Tax	5047.09	AY2014-15 to AY2020-21	Deputy Commissioner of Income Tax

**Management Representation:**

With respect to above said GST dues, The company is taking necessary action to make the payment of pending dues to be deposited to Goods and Services Tax department.

With respect to above said Income Tax Dues, the company has filed Appeal before the Commissioner of Income Tax (Appeals) and matter is still pending with the Commissioner of Income Tax (Appeals).

**ii) INTERNAL AUDITOR:**

Pursuant to provisions of Section 138 of the companies Act, 2013 read with Companies (Accounts) Rules, 2014 M/s. Anand Shankar & Company, Chartered

Accountants (FRN: 023455N) were appointed as Internal Auditor of the company. The Auditor's have issued an unqualified Report for the year ended 31<sup>st</sup> March 2022.

**iii) COST AUDITOR:**

The Board has approved the appointment of M/s. Vishwanath Bhat & Co, Cost Accountants (FRN: 100509) as the Cost Auditor of the Company for the Financial Year 2021-22 at a remuneration Rs. 80,000 plus applicable taxes and out of pocket expenses payable to the Cost Auditors in connection with the Cost Audit.

The Board of Directors of the company proposes the ratification of remuneration of M/s. Vishwanath Bhat & Co, Cost Accountants (FRN: 100509) for the Financial Year 2022-23 at the ensuing Annual General Meeting.

**COST AUDIT REPORT:** The Auditor's have issued an unqualified Report for the year ended 31<sup>st</sup> March 2022.

**iv) SECRETARIAL AUDITORS:**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. R. Singhal & Associates, Practicing Company Secretaries as Secretarial Auditor of the company for F.Y 2021-22 and received the report from them.

**SECRETARIAL AUDITORS REPORT:**

<b>Sl. No</b>	<b>Observation made by the secretarial auditor</b>	<b>Management Representation</b>
1	The Company has not filed Form CHG-1 with the Registrar of Companies in relation to the charge created on motor vehicle purchased by the Company. Loan of INR 40,00,000/- was availed from IDFC First Bank Limited in this regard	The management took all the actions to file Form CHG-1 and approach the IDFC First Bank (Bank) to file the charge form with the ROC to protect the interest of the lender as per provisions of the companies Act, 2013. However, the bank has contended that, filing of charge creation cannot be done since the loan amount is less than INR 50,00,000/- and vehicle is hypothecated as per the latest RTO Records. Hence, company couldn't file the Form CHG-1 within 120 days from the date of creation as per the time prescribed under the Companies act, 2013.

**34. IMPACT OF COVID-19:**

The COVID-19 pandemic had a minimal impact on the Company's operating results during the year based upon management's best knowledge of current events and actions. As the duration and extent of the COVID-19 pandemic is highly uncertain, the impact of the pandemic on the Company's results is currently difficult to predict and the management will continue to evaluate the potential impact of COVID-19 as the situation evolves.

**35. ACKNOWLEDGEMENTS:**

Your Directors take this opportunity to thank its Bankers for their support in the growth of the Company. Your Directors wish to acknowledge with gratitude the patronage extended to the Company by the large body of its customers and contribution made by the employees at all levels and look forward to their dedicated commitment in the years to come towards the Company reaching greater heights.

Finally, Directors would like to convey their deep sense of gratitude to the members and look forward to their continued support in the growth of the Company.

On Behalf of the Board  
**FOR A-ONE STEEL AND ALLOYS PRIVATE LIMITED**



(Sunil Jalan)

Whole-Time Director

DIN: 02150846

**Address: No 1601-1602, 16th Floor,  
B Wing Cedar Tower Vi Godrej Woodsman  
Estate, Hebbal Bangalore North 560024**



(Sandeep Kumar)

Director

DIN: 02112630

**Address: No .J 206 Purva Venezia  
Apartment Yelahanka New Town,  
G.K.V.K Bangalore North 560065**

Date: 27.09.2022

Place: Bangalore

**FORM NO. AOC.1**

**Statement containing salient features of the financial statement of  
Subsidiaries/associate companies/joint ventures  
(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of  
Companies (Accounts) Rules, 2014)**

**Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Lakhs)

01	<b>Name of the subsidiary</b>	Vanya Steels Private Limited	A-One Gold Steels India Private Limited	A-One Gold Pipes and Tubes Private Limited	A One Gold Singapore Pte Ltd
02	<b>Reporting period for the subsidiary concerned, if different from the holding company's reporting period</b>	2021-22	2021-22	2021-22	2021-22
03	<b>Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.</b>	INR	INR	INR	SGD Exchange Rate: Rs. 56.25/-
04	<b>Share capital</b>	1516.02	5.00	5.00	1000
05	<b>Reserves &amp; surplus</b>	3825.84	-8.49	40.90	-73
06	<b>Total assets</b>	21001.42	9.49	8944.37	927
07	<b>Total Liabilities</b>	21001.42	9.49	8944.37	927
08	<b>Investments</b>	47.77	-	-	-
09	<b>Turnover</b>	55477.88	-	-	-
10	<b>Profit before taxation</b>	2654.02	-2.14	55.91	-73
11	<b>Provision for taxation</b>	676.77	-	7.27	-
12	<b>Profit after taxation</b>	1977.25	-2.14	48.64	-73
13	<b>Proposed Dividend</b>	-	-	-	-
14	<b>% of shareholding</b>	100%	100%	100%	100%

**Notes:** The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations - NA
- Names of subsidiaries which have been liquidated or sold during the year. NA

**Part "B": Associates and Joint Ventures**

**Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures -**

Name of Associates/Joint Ventures	Name 1	Name 2	Name 3
<b>1. Latest audited Balance Sheet Date</b>			
<b>2. Shares of Associate/Joint Ventures held by the company on the year end</b>			
No.			
Amount of Investment in Associates/Joint Venture			
Extent of Holding %			
<b>3. Description of how there is significant influence</b>			
<b>4. Reason why the associate/joint venture is not consolidated</b>			
<b>5. Net worth attributable to Shareholding as per latest audited Balance Sheet</b>			
<b>6. Profit / Loss for the year</b>			
i. Considered in Consolidation			
i. Not Considered in Consolidation			

- Names of associates or joint ventures which are yet to commence operations.-NA
- Names of associates or joint ventures which have been liquidated or sold during the year-NA

**Note:** This Form is to be certified in the same manner in which the Balance Sheet is to be certified.

On Behalf of the Board  
**FOR A-ONE STEEL AND ALLOYS PRIVATE LIMITED**



(Sunil Jallan)  
 Whole-Time Director  
 DIN: 02150846

Address: No 1601-1602, 16th Floor,  
 B Wing Cedar Tower Vi Godrej Woodsman  
 Estate, Hebbal Bangalore North 560024

  
 (Sandeep Kumar)  
 Director

Address: No J 206 Purva Venezia  
 Apartment Yelahanka New Town,  
 G.K.V.K Bangalore North 560065



Date: 27.09.2022  
 Place: Bangalore

**FORM NO. AOC -2**

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

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

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

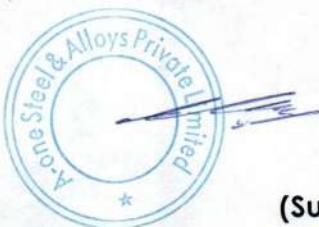
SI No	Name (s) of the related party & nature of relationship	Nature of contracts/arrangements/transaction	Duration of the contracts/arrangements/transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
.						

2. Details of contracts or arrangements or transactions at Arm's length basis.

SI No	Name (s) of the related party & nature of relationship	Nature of contracts/arrangements/transaction	Duration of the contracts/arrangements/transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
01	A One Steels India Private Limited (Directors Interested)	Purchase and Sale of Goods, Receipt of Lease Rent,	As mutually agreed	As mutually agreed	08.01.2021 and 28.09.2021	Nil

02	Aryan Hitech Steels India Private Limited (Director interested)	Lease Services and receipt of lease rent	As mutually agreed	As mutually agreed	08.01.2021 and 28.09.2021	Nil
03	Vanya Steels Private Limited (Wholly Owned Subsidiary Company)	Purchase and Sale of Goods, Receipt of lease rent, Handling charges income	As mutually agreed	As mutually agreed	08.01.2021 and 28.09.2021	Nil
04	A-one Gold Pipes and Tubes Private Limited, Wholly Owned Subsidiary Company	Purchase and Sale of Goods, receipt of lease rent	As mutually agreed	As mutually agreed	08.01.2021 and 28.09.2021	Nil
05	A-One Gold Steels India Private Limited, Wholly Owned Subsidiary Company)	Receipt of Lease Rent	As mutually agreed	As mutually agreed	08.01.2021 and 28.09.2021	Nil

On Behalf of the Board  
**FOR A-ONE STEEL AND ALLOYS PRIVATE LIMITED**



(Sunil Jallan)  
 Whole-Time Director  
 DIN: 02150846

**Address: No 1601-1602, 16th Floor,  
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 (Sandeep Kumar)  
 Director  
 DIN: 02112630

**Address: No .J 206 Purva Venezia  
 Apartment Yelahanka New Town,  
 G.K.V.K Bangalore North 560065**



Date: 27.09.2022  
 Place: Bangalore

**Annexure-III**

**CORPORATE AND SOCIAL RESPONSIBILITY POLICY:**

**1. A brief outline of the CSR policy of the Company:**

The Company has formed a Corporate Social Responsibility Committee ('CSR Committee') comprising of three members, as per the requirements of Section 135 of the Companies Act, 2013 ('the Act'). Based on the recommendation of the CSR Committee and the approval of the Board of Directors, Board approved to spend for demonstrating care for the community through its focus on education & skill development, eradicating hunger, health & wellness and environmental sustainability. Also embedded in this objective is support to the disadvantaged/marginalized cross section of the society by providing opportunities to improve their quality of life.

The projects undertaken during the financial year 2021-22 are within the broad framework of Schedule VII of the Companies Act, 2013.

**2. Composition of CSR Committee:**

During the financial year 2021-22, the CSR committee consisting of following Directors:

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
01.	Sunil Jallan	Whole-Time Director	01	01
02.	Sandeep Kumar	Director	01	01
03.	Manoj Kumar	Director	01	00

**3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:** Yes

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: Not Applicable.

(Amount in Lakhs)

a.	Average net profit of the company as per section 135(5):	Rs. 3135.73 Lakhs
b.	Two percent of average net profit of the company as per section 135(5):	Rs. 62.71 Lakhs
c.	Surplus arising out of the CSR projects or programmes or activities of the previous financial years	Nil
d.	Amount required to be set off for the financial year, if any	Rs. 11.97 Lakhs
e.	Total CSR obligation for the financial year [(b)+(c)-(d)]	Rs. 50.74 Lakhs

5. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): Rs. 106.10 Lakhs

b. Amount spent in Administrative Overheads: NIL

c. Amount spent on Impact Assessment, if applicable: N.A.

d. Total amount spent for the Financial Year (8b+8c+8d+8e): Rs.

e. CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
Rs. 106.10 Lakhs	NIL	N.A	NIL	NIL	NIL
			<b>TOTAL</b>		

f. Excess amount for set off, if any:

Sl.No.	Particular	Amount (in Rs)
(1)	(2)	(3)
(i)	Two percent on average net profit of the company as per section135(5)	Rs. 62.71 Lakhs (CSR Obligation will be Rs. 50.74 Lakhs)
(ii)	Total amount spent for the Financial Year	Rs. 106.10 Lakhs
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Rs. 55.36 Lakhs
(iv)	Surplus arising out of the CSR projects or programmes or activities of the financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Rs. 55.36 Lakhs

6. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years: NIL

1	(2)	(3)	(4)	(5)	(6)	(7)	(8)
#	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under 135(6) (in Rs.)	Balance Amount in Unspent CSR Account under 135(6)	Amount Spent in the Financial Year (in Rs)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to 135(5),if any	Amount remaining to be spent in succeeding Financial Years (in Rs)	Deficiency, if any
						Amount (in Rs)	Date of Transfer
NOT APPLICABLE							

7. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).: **YES/NO**; If Yes, enter the number of Capital assets created/ acquired:  
Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year: **Not applicable**

#	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number, if applicable	Name	Registered address

8. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): **Not Applicable**

On Behalf of the Board  
**FOR A-ONE STEEL AND ALLOYS PRIVATE LIMITED**




(Sunil Jalan)

Whole-Time Director  
 DIN: 02150846

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(Sandeep Kumar)

Director  
 DIN: 02112630

**Address: No .J 206 Purva Venezia  
 G.K.V.K Bangalore North 560065**



Date: 27.09.2022  
 Place: Bangalore