



INDEPENDENT AUDITOR'S REPORT	
TO THE MEMBERS OF GUJARAT VICTORY FORGINGS PRIVATE LIMITED	
I. Report on the Audit of the Financial Statements	
1.	Opinion
A.	We have audited the accompanying Financial Statements of GUJARAT VICTORY FORGINGS PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").
B.	In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the Profit & Loss and its Cash Flows for the year ended on that date.
2.	Basis for Opinion
	We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.





3.	Key Audit Matters (KAM) (IF DESIRED)
	<p>Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the NIL</p>
4.	<u>Other Information - Board of Directors' Report</u>
A.	<p>The Company's Board of Directors is responsible for the preparation and presentation of its report (herein after called as "Board Report") which comprises various information required under section 134(3) of the Companies Act 2013 but does not include the financial statements and our auditor's report thereon.</p> <p>Our opinion on the financial statements does not cover the Board Report and we do not express any form of assurance conclusion thereon.</p>
B.	<p>In connection with our audit of the financial statements, our responsibility is to read the Board Report and in doing so, consider whether the Board Report is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.</p> <p>If, based on the work we have performed, we conclude that there is a material misstatement in this Board Report, we are required to report that fact. We have nothing to report in this regard.</p>
5.	<u>Management's Responsibility for the Financial Statements</u>
A.	<p>The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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</p>





		<p>maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.</p>
	B.	<p>In preparing the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.</p> <p>The Board of Directors are responsible for overseeing the Company's financial reporting process.</p>
6.	<u>Auditor's Responsibilities for the Audit of the Financial Statements</u>	
	A.	<p>Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.</p>
	B.	<p>As part of an audit in accordance with SA's, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:</p>
		<p>i) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.</p>





	<p>ii) 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 with reference to financial statements in place and the operating effectiveness of such controls</p>
	<p>iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management</p>
	<p>iv) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.</p>
	<p>v) Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation</p>
C.	<p>Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 Financial Statements.</p>
D.	<p>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.</p>
E.	<p>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.</p>





II. Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

1. As required by Section 143(3) of the Act, based on our audit we report that:

A. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit

B. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

C. The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

D. In our opinion, the aforesaid financial statements comply with the AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014

E. On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

F. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.

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 Financial Statements.





	ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
	iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
2.	As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

Place: Vadodara
Date: 31.01.2022

For, R.K.Raman & Co.,
Chartered Accountants
ERN No. 118472W



Monesa Faridkhan Pathan
Chartered Accountant
Membership No. 167437
UDIN No. 22167437AGCZNA2049

GUJARAT VICTORY FORGINGS PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH 2021

in Rs.

Particulars	Note	Current Year 31.03.2021	Current Year 31.03.2020
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share capital	2.1	17,25,000.00	17,25,000.00
(b) Reserves and surplus	2.2	33,62,27,040.73	26,43,05,085.11
(c) Money Received against Share Warrants		-	-
(2) Share application money pending allotment			
(3) Non-current liabilities			
(a) Long-term borrowings	2.3	7,67,23,422.41	7,97,23,422.37
(b) Deferred tax liabilities (Net)	2.11	21,78,770.08	31,07,961.08
(c) Other Long term liabilities	2.4	-	-
(d) Long-term provisions		-	-
(4) Current liabilities			
(a) Short-term borrowings	2.5	78,52,252.00	1,00,03,860.00
(b) Trade payables	2.6	61,99,54,536.83	41,57,82,440.72
(c) Other current liabilities	2.7	2,82,88,408.80	2,23,05,851.59
(d) Short-term provisions	2.8	41,500.00	41,500.00
TOTAL		1,07,29,90,930.85	79,69,95,120.87
ASSETS			
Non-current assets			
(1) (a) Fixed assets			
(i) Tangible assets	2.9	9,65,58,486.77	10,47,26,195.03
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		69,14,293.00	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	2.10	31,94,51,595.69	19,01,09,470.69
(c) Deferred tax assets (Net)	2.11	-	-
(d) Long-term loans and advances	2.12	6,19,20,878.60	2,79,37,564.90
(e) Other non-current assets		-	-
(2) Current assets			
(a) Current investment		-	-
(b) Inventories	2.13	30,90,69,712.00	14,44,93,908.00
(c) Trade receivables	2.14	20,18,46,659.83	20,23,80,870.56
(d) Cash and Bank Balances	2.15	1,17,92,136.50	25,32,662.50
(e) Short-term loans and advances	2.16	6,54,37,168.46	12,48,14,449.19
(f) Other current assets		-	-
TOTAL		1,07,29,90,930.85	79,69,95,120.87
Significant Accounting Policies & Notes on Financial Statements			
1&2			

Notes to accounts referred to above form an integral part of the Financial Statements
As per our report of even date

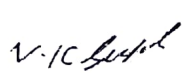
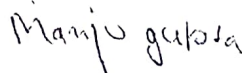
For R.K.RAMAN & CO.,
Chartered Accountants
FRN No. 118472W



Monesa Faridkhan Pathan
Chartered Accountant
Membership No.: 167437
UDIN No. 22167437AGCZNA2049
Place : Vadodara
Date : 31st January 2022



For and on behalf of the Board of Directors of
Gujarat Victory Forgings Private Limited


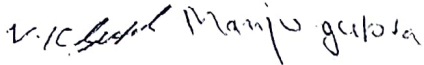

 

Director

Director

GUJARAT VICTORY FORGINGS PRIVATE LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2021

in Rs.

Particulars	Note	Current Year 31.03.2021	Current Year 31.03.2020
I. Revenue From Operations	2.17		
Sales of Product		1,70,88,01,698.12	1,42,57,39,181.93
Less: Excise Duty		-	-
Net Revenue From Operations		1,70,88,01,698.12	1,42,57,39,181.93
II. Other income	2.18	1,42,80,708.00	88,76,320.04
III. Total Revenue (I + II)		1,72,30,82,406.12	1,43,46,15,501.97
IV. Expenses:			
Cost of materials consumed	2.19	1,55,36,68,398.79	1,27,80,26,430.61
Purchases of Stock-in-Trade	2.20	-	-
Changes in Inventories	2.21	-	-
Employee benefits expense	2.22	2,40,66,308.00	2,21,01,452.00
Finance costs	2.23	35,67,866.79	36,66,519.44
Depreciation and amortization expense	2.9	82,14,708.26	50,11,381.55
Other expenses	2.24	3,60,02,737.66	4,68,34,571.93
Total expenses		1,62,55,20,019.50	1,35,56,40,355.53
V. Profit before exceptional and extraordinary items and tax (III - IV)		9,75,62,386.62	7,89,75,146.44
VI. Exceptional items	2.25	-	-
VII. Profit before extraordinary items and tax (V + VI)		9,75,62,386.62	7,89,75,146.44
VIII. Extraordinary Items		-	-
IX. Profit before prior period item and tax (VII + VIII)		9,75,62,386.62	7,89,75,146.44
X. Prior Period (Income)/Expense		-	-
XI. Profit before tax (IX + X)		9,75,62,386.62	7,89,75,146.44
XII. Tax expense			
(1) Current tax		2,65,69,622.00	2,21,13,041.00
(2) Deferred tax		(9,29,191.00)	22,58,734.00
(3) Income tax Arrears		-	-
XIII. Profit/(Loss) for the period from continuing operations (XI - XII)		7,19,21,955.62	5,46,03,371.44
XIV. Profit/(loss) from discontinuing operations		-	-
XV. Tax Expense of discontinuing operations		-	-
XVI. Profit/(loss) from discontinuing operations (after tax) (XIV - XV)		-	-
XVII. Profit (Loss) for the period (XIII + XVI)		7,19,21,955.62	5,46,03,371.44
Earnings per equity share:	2.26		
(1) Basic		4,169.39	3,165.41
(2) Diluted		4,169.39	3,165.41
Significant Accounting Policies & Notes on Accounts	1&2		
Notes to accounts referred to above form an integral part of the Financial Statements			
As per our report of even date			
For R.K.RAMAN & CO., Chartered Accountants FRN No. 118472W		For and on behalf of the Board of Directors of Gujarat Victory Forgings Private Limited	
			
			
Monesa Faridkhan Pathan Chartered Accountant Membership No.: 167437 UDIN No. 22167437AGCZNA2049 Place : Vadodara Date : 31st January 2022		Director	
		Director	

GUJARAT VICTORY FORGINGS PRIVATE LIMITED

NOTES TO ACCOUNTS

Note 2.1: SHARE CAPITAL

in Rs.

Particulars	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
Authorised Shares				
20,000 Equity Shares of Rs.100 par value	20,000	20,00,000.00	20,000	20,00,000.00
Issued, Subscribed & Fully Paid Up				
30 Equity Shares of Rs.100 each to Subscribers of the MOA	30	3,000.00	30	3,000.00
17220 Equity Shares of Rs.100 each, fully paid up	17,220	17,22,000.00	17,220	17,22,000.00
Total	17,250	17,25,000.00	17,250	17,25,000.00

The company has only one class of shares referred to as equity shares having a par value of Rs.10/-. Each holder of equity shares is entitled for dividend and one vote per share.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining asset of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders

Reconciliation of the number of Shares Outstanding

Particulars	Equity Shares	
	As at 31 March 2021	As at 31 March 2020
	Number	Number
Shares outstanding at the beginning of the year	17,250	17,250
Shares Issued during the year	-	-
Shares bought back during the year	-	-
Any other movement (please specify)	-	-
Shares outstanding at the end of the year	17,250	17,250

Disclosure relating to shareholder holding more than 5% of the equity.

Name of Shareholder	Equity Shares			
	As at 31 March 2021		As at 31 March 2020	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Manju Gupta	2,310	13.39%	2,310	13.39%
Vijendra Kumar Gupta	11,640	67.48%	11,640	67.48%
Rahul Agarwal	1,650	9.57%	1,650	9.57%
Priyanka Agarwal	1,650	9.57%	1,650	9.57%
Total	17,250	100.00%	17,250	100.00%



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.2: RESERVES & SURPLUS

	in Rs.	
Particulars	Current Year 31.03.2021	Current Year 31.03.2020
a. Securities Premium Account		
Opening Balance	-	-
Add : Securities premium credited on Share issue	-	-
Less : Premium Utilised	-	-
Closing Balance	-	-
b. Other Reserves	1,66,292.00	1,66,292.00
c. Surplus		
Opening balance	26,41,38,793.11	20,95,35,421.67
(+) Net Profit/(Net Loss) For the current year	7,19,21,955.62	5,46,03,371.44
(+) Transfer from Reserves	-	-
(-) Adjustment in Accumulated Depreciation as on 01st April'2014 pursuant to adoption of Schedule II to the Companies Act'2013	-	-
(-) Proposed Dividends	-	-
(-) Transfer to Reserves	-	-
Closing Balance	33,60,60,748.73	26,41,38,793.11
Total	33,62,27,040.73	26,43,05,085.11

Note 2.3: LONG TERM BORROWINGS

	in Rs.	
Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Secured		
Rupee Term Loan from Audi Finance for Vehicle Loan <i>Refer Note A below for nature of security and terms of repayment</i>	-	-
Rupee Term Loan from The Federal Bank Limited	2,25,00,000.07	3,25,00,000.03
Unsecured		
Loans From Related party	4,53,64,163.00	3,83,64,163.00
Loans From Directors	88,59,259.34	88,59,259.34
Total	7,67,23,422.41	7,97,23,422.37

Note 2.4: OTHER LONG TERM LIABILITIES

	in Rs.	
Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Others	-	-
Total	-	-



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.5: SHORT TERM BORROWINGS

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Secured		
Loans repayable on demand from Bank		
The Federal Bank Limited		
Cash Credit limit	(21,47,748.00)	3,860.00
O.D. Facility from Bandhan Bank	-	-
Term Loan Installments repayable within one year	1,00,00,000.00	1,00,00,000.00
Total	78,52,252.00	1,00,03,860.00

***Terms & Conditions of Secured Loans**

1. The working capital facilities from Banks are secured by first charge over entire current assets i.e. stocks of Raw Material, Finished Goods, Consumables, Semi-Finished Goods and trade receivables of the Company and second charge over the other movable assets and immovable assets of the Company.
2. The above credit facilities are also secured by personal guarantee of directors of the company & others.

Note 2.6: TRADE PAYABLES

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Trade Payables		
Due to MSME's	-	-
Due to Others	-	-
-Sundry Creditors for Material Supplies	60,72,15,792.43	40,84,77,262.72
-Sundry Creditors for Services	-	-
Advance from Customers	1,27,38,744.40	73,05,178.00
Total	61,99,54,536.83	41,57,82,440.72

Refer note no.2.36 regarding MSME disclosure.

Note 2.7: OTHER CURRENT LIABILITIES

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Current maturities of long-term debt		
Other payables		
Statutory Dues	4,49,735.80	1,41,810.59
Employee Related Liabilities	11,19,051.00	1,000.00
Audit Fees Payable	1,50,000.00	50,000.00
Provision for Income Tax	2,65,69,622.00	2,21,13,041.00
Total	2,82,88,408.80	2,23,05,851.59

Note 2.8: SHORT TERM PROVISIONS

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Others		
Others Short term Provision	41,500.00	41,500.00
Total	41,500.00	41,500.00



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.9: FIXED ASSETS

in Rs.

Fixed Assets	Gross Block			Accumulated Depreciation			NET BLOCK		
	Balance as at 1st April 2020	Additions	Deletions	Balance as at 31st March 2021	Balance as at 1st April 2020	Depreciation charge for the year	Deletions	Net Block as at 31st March 2021	Net Block at 31st March 2020
Tangible Assets (Freehold)									
Land (Industrial Plot)	62,79,030.00			62,79,030.00				62,79,030.00	62,79,030.00
Factory Shed & Building	2,45,02,218.75			2,45,02,218.75	12,99,538.04	8,18,374.11		2,23,84,306.60	2,32,02,680.71
Plant & Machineries	6,68,17,891.06	47,000.00		6,68,64,891.06	43,86,231.88	67,63,738.43		5,57,14,920.75	6,24,31,659.18
Office Equipments	1,12,096.00			1,12,096.00					
Furniture	7,71,641.00			7,71,641.00	5,24,672.25	36,652.95		2,10,315.80	2,46,968.75
Vehicles	1,45,74,036.00			1,45,74,036.00	1,45,20,106.15	8,938.65		44,991.20	53,929.85
Electrical Installations	1,11,18,677.43			1,11,18,677.43	8,26,367.72	5,28,137.18		97,64,172.53	1,02,92,309.71
Lab. Equipments	3,81,960.22			3,81,960.22	20,565.61	18,143.11		3,43,251.50	3,61,394.61
Others									
Computer & Softwares	3,03,105.16			3,03,105.16	98,434.21	40,723.82		1,63,947.13	2,04,670.95
Plant & Machineried (Raj-Unit)	78,21,698.40			78,21,698.40	62,25,290.00			15,96,408.40	15,96,408.40
Mobile Phone	57,142.86			57,142.86				57,142.86	57,142.86
Total (i)	13,27,39,496.88	47,000.00	-	13,27,86,496.88	2,80,13,301.86	82,14,708.26		9,65,58,486.77	10,47,26,195.02
Previous Year (i)	17,83,06,220.64	4,53,17,439.24	9,08,84,163.00	13,27,39,496.88	2,81,90,701.30	50,11,381.55	51,88,780.99	10,47,26,195.02	15,01,15,519.34



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.10: NON CURRENT INVESTMENTS

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Other Investments		
Investments in Property		
Investment in Equity Instrument	-	-
Investment in Preference Share	-	-
Investment in Property	3,77,28,571.00	
Investments in Mutual Funds	28,17,23,024.69	19,01,09,470.69
Investment in Debenture & Bonds	-	-
Total	31,94,51,595.69	19,01,09,470.69

Note 2.11: DEFERRED TAX LIABILITY

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Deferred Tax Assets (Refer Note No. 2.37)		
Depreciation	-	-
Total	-	-

Note 2.12: LONG TERM LOANS & ADVANCES

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Unsecured, considered good		
Security Deposits with Government & Others	59,35,372.02	57,58,965.02
	59,35,372.02	57,58,965.02
Advance Payment of Tax (Net of Provision)	-	-
Tax Deducted at Source	12,14,993.72	13,28,415.23
Other Loans and Advances	5,47,70,512.86	2,08,50,184.65
Total:	6,19,20,878.60	2,79,37,564.90



GUJARAT VICTORY FORGINGS PRIVATE LIMITED**NOTE 2.13: INVENTORIES**

in Rs.

Particulars	Current Year	Current Year 31.03.2020
	31.03.2021	
a. Raw Material (Valued at Purchase Cost or Net Realizable Value whichever if lower)	30,82,48,975.00	14,36,62,841.00
b. Finished Goods (Valued at Manufacturing Cost or Net Realizable Value whichever if lower)	8,20,737.00	8,20,737.00
c. Stores & Spares (Valued at Purchase Cost or Net Realizable Value whichever if lower)	-	10,330.00
Total	30,90,69,712.00	14,44,93,908.00

NOTE 2.14: TRADE RECEIVABLES

in Rs.

Particulars	Current Year	Current Year 31.03.2020
	31.03.2021	
Trade Receivables Unsecured, considered good unless stated otherwise		
Outstanding for a period exceeding six months	-	-
Other Receivables outstanding for a period less than six months (Considered Good)	20,18,46,659.83	20,23,80,870.56
Less: Provision for doubtful debts	-	-
Total	20,18,46,659.83	20,23,80,870.56

Periodically the company evaluates all customer dues to the company for collectibility. The need for provision is assessed based on various factors including collectibility of specific dues, risk perception of the industry in which the customer operates, general economic factors which could affect the customers ability to settle.



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.15: CASH & BANK BALANCES

Particulars	in Rs.	
	Current Year 31.03.2021	Current Year 31.03.2020
a. Cash and cash equivalents		
Cash in hand	61,21,255.16	15,69,096.37
Balances with banks in Current Accounts	1,14,772.34	4,34,039.13
Deposits with Original Maturity of less than three months		-
	62,36,027.50	20,03,135.50
a. Other Bank Balances		
Deposits with Original Maturity of more than three but less than twelve months	55,56,109.00	5,29,527.00
	55,56,109.00	5,29,527.00
Total	1,17,92,136.50	25,32,662.50

Note 2.16: SHORT TERM LOANS & ADVANCES

Particulars	in Rs.	
	Current Year 31.03.2021	Current Year 31.03.2020
Others		
Unsecured, considered good		
Advance to Suppliers	2,18,15,255.62	8,19,03,707.62
Advance against Salary	-	-
Advance against Salary to Directors	-	-
Prepaid Expenses	-	-
Balance With Revenue authority	1,76,21,912.84	1,85,10,741.57
Advance Income Tax / Refund Due	2,60,00,000.00	2,44,00,000.00
	6,54,37,168.46	12,48,14,449.19
Less: Provision for doubtful loans and advances	-	-
Total	6,54,37,168.46	12,48,14,449.19



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.17: REVENUE FROM OPERATIONS

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Sales of Product:		
Sale of Finished Goods		
Finish Product	1,69,88,42,898.22	1,40,93,25,095.33
Others-Job Work Incomes	20,65,739.90	1,11,85,311.60
	1,70,09,08,638.12	1,42,05,10,406.93
Sale of Traded Goods		
Barium Sulphate Powder	28,39,060.00	-
Thiourea Special Grade	50,54,000.00	52,28,775.00
M.S.Pipes/Machinery	-	-
Total Sales	1,70,88,01,698.12	1,42,57,39,181.93
Less: Excise Duty/GST	-	-
Total	1,70,88,01,698.12	1,42,57,39,181.93

Note 2.18: OTHER INCOME

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Interest Income		
Interest on FDR with Bank	1,23,151.00	4,296.00
Interest on Others	2,80,807.00	1,28,135.02
Other Incomes		
Foreign Currency Fluctuations	-	-
Focus Market Benefits Availed	55,20,166.00	43,42,166.00
Rebate and Discount Received	-	-
Income Tax Excess Provision Written Back	-	-
Sundry Balances Written Off	-	1,723.02
Rent Incomes	-	44,00,000.00
Incomes from Mutual Funds	-	-
Dividend Received	83,56,584.00	-
"Depreciation written back" due to implementation of Comp. Act 2013	-	-
Total	1,42,80,708.00	88,76,320.04

Note 2.19: COST OF MATERIAL CONSUMED*

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Opening Stock of All types of Scrap including Consumables	14,36,73,171.00	2,94,19,153.23
Add: Purchase during the year	1,71,82,44,202.79	1,39,22,80,448.38
Less: Closing Stock of All Type of Scrap including consumbles	30,82,48,975.00	14,36,73,171.00
Net Consumption	1,55,36,68,398.79	1,27,80,26,430.61

* The company's main raw material is industrial scrap (Copper Scrap, Arsenic Metal etc.)



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.20: PURCHASE OF STOCK IN TRADE

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Trading Purchase	-	-
Total	-	-

Note 2.21: CHANGES IN INVENTORIES

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Inventory at the beginning of the year		
Finished Goods		
Finished Goods	8,20,737.00	8,20,737.00
	8,20,737.00	8,20,737.00
Semi- Finished Goods	-	-
	8,20,737.00	8,20,737.00
Inventory at the end of the year		
Finished Goods		
Finished Goods	8,20,737.00	8,20,737.00
	8,20,737.00	8,20,737.00
Semi- Finished Goods	-	-
	8,20,737.00	8,20,737.00
Increase/(Decrease) In Inventory	-	-



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.22: EMPLOYEE BENEFIT EXPENSES

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Salaries and incentives:		
Bonus	-	-
Salary & Wages	1,67,22,888.00	1,48,52,179.00
Director Remuneration	72,00,000.00	72,00,000.00
Contribution to Provident Fund & ESIC		
Staff Welfare Expenses	1,43,420.00	49,273.00
Total	2,40,66,308.00	2,21,01,452.00

Note 2.23: FINANCE COSTS

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Interest expense:		
Interest on Unsecured Loan	-	-
Interest on Cash Credit Facilities	76,662.50	47,164.00
Interest on Term Loan facilities	33,04,176.00	32,91,535.00
Interest to Others	-	-
Interest on Delay payment of Indirect Taxes	-	-
Interest to Delay Payment of TDS	-	-
Bank Charges	1,87,028.29	3,27,820.44
Total	35,67,866.79	36,66,519.44

Note 2.24: OTHER EXPENSES

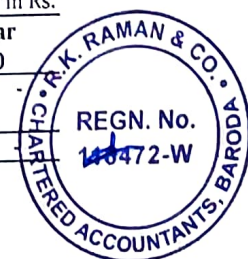
in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Power & Fuel	1,15,52,608.65	1,10,74,867.06
Travelling Expenses	3,13,600.00	5,10,602.00
Vehicle Running and Maintenance	2,07,613.00	2,99,713.00
Processing Labour Charges	45,38,281.80	6,40,800.00
Printing and Stationery	34,690.00	56,114.00
Postage, Telegram and Telephone Expenses	46,865.73	53,822.00
Office Expenses	80,368.00	44,649.00
Insurance	1,65,200.00	1,18,464.00
Repairs and Maintenance	10,26,864.77	9,09,373.35
Legal and Professional Charges	2,50,000.00	6,51,800.00
Rates & Taxes	6,15,325.00	4,39,900.00
Commission and Brokerage Expenses	-	26,235.00
Packing, Freight an Forwarding	78,77,754.13	27,69,831.00
Miscellaneous Expenses	8,12,738.22	9,79,596.54
Input Tax Credit Disallowed	-	2,20,492.00
Service Tax Expenses	-	1,04,60,770.97
Foreign Currency Fluctuations	58,03,342.36	-
Excise Duty/Service Tax Expenses	-	1,56,95,382.01
Loss on Sale of Assets	-	18,32,160.00
CSR Expenses	25,27,486.00	-
Auditor's Remuneration		
Statutory Audit Fees	1,50,000.00	50,000.00
Total	3,60,02,737.66	4,68,34,571.93

Note 2.25: EXCEPTIONAL ITEMS

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Profit/(Loss) on sale of Vehicles	-	-
Total	-	-



GUJARAT VICTORY FORGINGS PRIVATE LIMITED

Note 2.26: PRIOR PERIOD EXPENSES

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Expenses:		
Other Expenses	-	-
Total	-	-

Note 2.27: EARNINGS PER SHARE

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Net Profit/(Loss) as per Profit & Loss Account available for Equity Shareholders	7,19,21,955.62	5,46,03,371.44
Weighted Average number of equity shares for Earnings per Share computation		
1. For Basic Earnings per Share of Rs. 10 each	17,250.00	17,250.00
2. For Diluted Earnings per Share of Rs 10 each	17,250.00	17,250.00
Earnings per Share		
Basic	4,169.39	3,165.41
Diluted	4,169.39	3,165.41

Note 2.28: CONTINGENT LIABILITIES & COMMITMENTS

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
(i) Contingent Liabilities		
(a) Excise Duty	-	-
(b) Letter of Credit	-	-
Total	-	-

Note 2.29: VALUE OF IMPORTS ON CIF BASIS

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Raw Materials	3,94,63,949.00	3,41,71,475.78
Total	3,94,63,949.00	3,41,71,475.78

Note 2.30: EARNINGS IN FOREIGN EXCHANGE

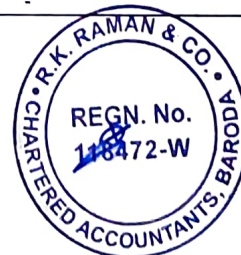
in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Sales	13,67,49,262.42	33,31,04,416.00
Total	13,67,49,262.42	33,31,04,416.00

Note 2.31: EXPENDITURE IN FOREIGN CURRENCY

in Rs.

Particulars	Current Year 31.03.2021	Current Year 31.03.2020
Others	-	-
Total	-	-





**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of
GUJARAT VICTORY FORGINGS PRIVATE LIMITED**

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

We have Audited the Internal Financial Controls over Financial reporting of Gujarat Victory Forgings Private Limited as on March 31, 2021 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 Internal Control over financial reporting criteria established by the company considering the essential components of internal controls stated in the Guidance note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial Controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and timely preparation of reliable financial information, as required under the Act.

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 and the Standards on Auditing, issued by Institute of Chartered Accountants of India 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 Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate 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 control 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 controls based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error.

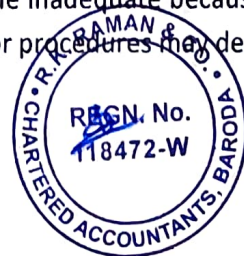
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our audit opinion on the Company's Internal financial Control System over Financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial controls over financial reporting is process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements of external purposes in accordance with generally accepted accounting principles. A Company's Internal Financial Controls over Financial Reporting includes those policies and procedures that (1) pertain to maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditure 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 financial statements.

Inherent Limitations of Internal Financial Controls Over Financial reporting

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





Opinion

In our opinion, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on Internal Control over financial reporting criteria established by the company considering the essential components of internal controls stated in the Guidance note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Vadodara
Date: 31.01.2022

For, R.K.Raman & Co.,
Chartered Accountants
FRN No. 118472W



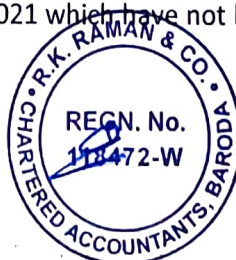
Monesa Faridkhan Pathan
Chartered Accountant
Membership No. 167437
UDIN No. 22167437AGCZNA2049



Annexure B' to the Independent Auditor's Report of GUJARAT VICTORY FORGINGS PRIVATE LIMITED

The Annexure referred to in Independent Auditor's Report to the members of the Company on the Financial Statements for the year ended March 31, 2021, we report that :

- 1) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner designed to cover all the items over the period of three years, which in our opinion is reasonable having regard to size of the company and nature of its business. ovided to us by the management no portion of the fixed asset has been physically verified by the management during the year 2020-21.
- c) According to the information and explanations given to us on the basis of our examination of records of the Company, the title deeds of the immovable properties are held in the name of the Company.
- 2) As per information and explanation provided to us the management has conducted the physical verification of inventory at reasonable intervals. The discrepancies noticed on physical verification of the inventory as compared to book records which has been properly dealt with in the books of account were not material.
- 3) The Company has not granted any loans to body corporate, Firms or other parties covered in register maintained under Section 189 of the Companies Act, 2013.
- 4) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act. with respect to the loans and investments made.
- 5) The Company has not accepted any deposit from the public during the year and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) The company is not liable to maintain cost records as specified by Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of accounts, and records, the company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Goods and Service Tax and, Cess and any other statutory dues with the appropriate authorities.
- (b) According to the information and explanation given to us, and the records of the company's examined by us the particular dues of Income tax, central excise and Gujarat commercial tax (VAT) as at 31 st March, 2021 which have not been deposited on account of dispute are as under.





Name of the Statute	Nature of duty	Amount(Rs.)	Period for which amount related	Status of the Dispute
	NIL			

- 8) In our opinion and according to the information and explanations given by Management, the company had generally not defaulted in repayment of dues of banks, financial institutions or from the government and had not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised money by way of further public offer including debt instruments and term loans. Accordingly the provisions of clause 3 (ix) of the order is not applicable to the company and hence not commented upon.
- 10) Based upon the audit procedure performed and the information explanations given to us, we report that no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the course of our Audit.
- 11) According to the information and explanations give to us, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act
- 12) The Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the Audit Procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order is not applicable to the Company and hence not commented upon.





- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with it. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) The company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place: Vadodara
Date: 31.01.2022

For, R.K.Raman & Co.,
Chartered Accountants
FRN No. 118472W



Monesa Faridkhan Pathan
Chartered Accountant
Membership No. 167437
UDIN No. 22167437AGCZNA2049