



RK Singhania & Associates

Chartered Accountants

205, 1st Floor, Samta Colony, Raipur - 492 001 India Ph 91 - 771 - 2255744-45, 4036066
Office : Raigarh, Bhilai Email : rkscaryp@yahoo.co.in rkscaryp@gmail.com website : www.rksca.in

Independent Auditor's Report

To the Members of

Abhishek Steel Industries Limited

Report on the Standalone Financial Statements

1. We have audited the accompanying standalone financial statements of **Abhishek Steel Industries Limited** ("the Company"), which comprise the balance sheet as at 31st March, 2017 the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information for the year ended on that date.

Management's Responsibility for the Standalone Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 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.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
5. 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.

Basis for Qualified Opinion

Attention drawn to the Note.29(D) of the Financial statement, whereof provision for gratuity are not as per Accounting Standard 15(Employee Benefits)(R), as the provision of gratuity amount is not determined and its effect on Statement of profit and loss can not be ascertained with reasonable accuracy, which constitutes a departure from the Accounting Standards referred to in section 133 of the Companies Act '2013.



6. **Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis for qualified opinion paragraph above, the aforesaid standalone financial statements give the information required by 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 March 2017 and its loss and its cash flows for the year ended on that date.

Emphasis of matters

We draw attention to the following matters in the notes to the financial statements;

(i) During the year the assets due to merger has been added to the fixed assets block after adjusting arrears of depreciation (Note-10) but the same assets had considered as a addition (WDV as on 01.04.2016 after ignoring earlier year depreciation) in earlier year for Income Tax purpose. For which there is distinct in addition of assets for the year. In the absence of reasonable management opinion, we are unable to comment on this at this juncture.

(ii) Due to amalgamation (Note-03), the company has adjusted arrears of depreciation, Written off of Obsolete assets and loss of amalgamated company with accumulated Profit and loss account instead of routing through Statement of Profit and Loss account for the year. In the absence of reasonable management opinion, we are unable to comment on this matter.

Our opinion is not modified in respect of these matters.

7. **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 Act, we give in the Annexure-"A" a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.

8. **As required by Section 143 (3) of the Act, we report that:**

- (a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) the balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;
- (d) Except to the paragraph mentioned above, in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- (e) on the basis of the written representations received from the directors as on 31 March 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164 (2) of the Act; and
- (f) With respect to the adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in Annexure-"B" and
- (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the impact of pending litigations (Note No. 27) 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 and
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. the Company has provided requisite disclosures in its standalone financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8 November, 2016 to 30 December, 2016 and these are in accordance with the books of accounts maintained by the Company. Refer Note 30 to the standalone financial statements.

Date: 23rd May 2017
Place: Raipur

For, **R.K.Singhania & Associates**

Chartered Accountants

Firm Registration No. 004435C



Ramkishan Kumar Singhania
Partner

Membership No. - 041880

Annexure "A" to the Independent Auditor's Report

The Annexure referred to in paragraph "7" of our Independent Auditors' Report of even date to the members of the Company on the standalone financial statements for the year ended 31st March, 2017 we report that:

- (i) According to the information and explanations given to us the Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (a) As explained to us the Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanation given to us and on the basis of our examination of the records of the company, except as mentioned in (Note-10) of the fixed assets schedule, the title deeds of other immovable properties are held in the name of the company.
- (ii) (a) According to the information and explanations given to us the company has been physically verified the inventory (except stock lying with third parties) at reasonable intervals during the year. In respect of inventories lying with third parties, these have substantially been confirmed by them.
(b) According to the information and explanations given to us the procedures of physical verification of inventory followed by the management is reasonable and adequate in relation to the size of the company and the nature of the business. Further the discrepancies noticed in our physical verification of inventory as compared to books of accounts were not material.
- (iii) 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 during the year.
- (iv) The company has not granted any loans, investments, securities and guarantees under the provision of section 185 and 186 of the Act during the year.
- (v) According to the explanation and information given to us, the Company has not accepted any deposits within the meaning of section 73 to 76 of the Act and the rules framed there under to the extent notified during the year.
- (vi) The Central Govt. has prescribed maintenance of cost records under section 148(1) of the Companies Act 2013 in respect of manufacturing activities of the company. We have broadly reviewed the accounts and records of the company in this connection and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
- (vii) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company is regular in depositing the undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. And there is no arrear of outstanding statutory dues at the last day of the financial year concerned for a period of more than six months from the date they became payable.



- (b) According to the information and explanations given to us, the disputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues aggregating to Rs.4864.58 lakhs, that have not been deposited on account of matters pending before the appropriate authorities are as under:

Sl. No	Name of the Statute	Nature of the duties	Amount in Lakhs	Period to which the amount relates	Forum where dispute is pending
1	Service Tax Act 1994	Service Tax	2.51	2010-11	Commissioner of Central Excise(A),
2	Central Excise Act.1944	Excise duty	2,425.46	2010-11	Commissioner of Central Excise(A),
3	Central Excise Act.1944 (Case of Raipur Ferro Alloys Ltd.)	Excise duty	18.91	1997-98	CG High Court
4	Income Tax Act, 1961	TDS	2.76	2009-10	Commissioner of Income Tax (A),
5	Income Tax Act, 1961	TDS	2.33	2010-11	Commissioner of Income Tax (A),
6	Income Tax Act, 1961	TDS	15.64	2011-12	Income Tax Appellate Tribunal
7	Income Tax Act, 1961	Income Tax	590.17	2006-07	Income Tax Appellate Tribunal
8	Income Tax Act, 1961	Income Tax	96.00	2008-09	Income Tax Appellate Tribunal
9	Income Tax Act, 1961	Income Tax	317.13	2009-10	Income Tax Appellate Tribunal
10	Income Tax Act, 1961	Income Tax	500.43	2010-11	Income Tax Appellate Tribunal
11	Income Tax Act, 1961	Income Tax	492.21	2011-12	Income Tax Appellate Tribunal
12	Income Tax Act, 1961	Income Tax	401.04	2012-13	Income Tax Appellate Tribunal
	Total		4,864.58		

- (viii) According to the records of the company examined by us and the information and explanation given to us, the company has not defaulted in repayment of loans or borrowings to any banks, financial institutions or govt. Further, the company does not have any debentures issued/ outstanding any time during the year.
- (ix) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. The company has obtained fresh term loan during the year and the same has been mainly applied for the purpose for which these are obtained.
- (x) According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us and based on our examination of the records of the company, 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.
- (xii) In our opinion and according to the information and explanation given to us, the company is not a nidhi company. Accordingly, paragraph 3 (xii) of the Order is not applicable during the year.
- (xiii) According to the information and explanation given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of the Act wherever applicable and details of such transactions have been disclosed in (Note -28) to the financial statement as required by the applicable accounting standard.
- (xiv) According to the information and explanation given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanation given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with them as prescribed under section 192 of the Act. Accordingly, paragraph 3 (xv) of the Order is not applicable during the year.
- (xvi) The company is not required to be registered under section 45-1A of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi) of the order is not applicable during the year.

Date: 23rd May 2017

Place: Raipur

For, R.K.Singhania & Associates

Chartered Accountants
Firm Registration No. 004435C
Ramesh Kumar Singhania
Partner
Membership No. -041880

**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS
OF Abhishek Steel Industries Limited**

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 Abhishek Steel Industries Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the 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 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 (the "Guidance note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act, 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 respect.

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 of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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 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 and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal controls 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.

Place: Raipur
Date: 23rd May 2017



For, R.K. Singhania & Associates
Chartered Accountants
F.R.No. 004435C

(Ramesh Kumar Singhania)
Partner
M.No. 041880

ABHISHEK STEEL INDUSTRIES LIMITED

BALANCE - SHEET AS AT 31st MARCH, 2017

535-C, URLA INDUSTRIAL AREA, RAIPUR, CHHATTISGARH

Particulars		Note No.	As at 31st March, 2017 Rs.	As at 31st March, 2016 Rs.
I	EQUITY AND LIABILITIES			
(1)	Shareholder's Funds			
	(a) Share Capital	2	87,815,070	78,670,500
	(b) Reserves and Surplus	3	76,097,603	142,546,234
(2)	Share Application Money pending for allotment		-	-
(3)	Non-Current Liabilities			
	(a) Long-term borrowings	4	47,775,343	19,519,291
	(b) Deferred tax liabilities	5	-	-
(4)	Current Liabilities			
	(a) Short-term borrowings	6	180,484,218	198,460,726
	(b) Trade payables	7	164,006,262	154,565,193
	(c) Other current liabilities	8	107,311,070	153,054,771
	(d) Short-term provisions	9	20,579,048	20,609,794
	Total		684,068,615	767,426,509
II	ASSETS			
(1)	Non-current assets			
	(a) Fixed assets			
	(i) Tangible assets	10	86,526,676	87,638,236
	(ii) Capital work-in-progress		6,369,199	18,002,363
	(b) Non-current investments	11	65,628,300	70,385,300
	(c) Deferred Tax Assets	5	70,558,137	45,067,443
	(c) Long term loans and advances	12	6,676,988	38,684,922
(2)	Current assets			
	(a) Inventories	13	285,372,376	418,787,539
	(b) Trade receivables	14	60,650,560	53,945,061
	(c) Cash and Cash Equivalents	15	11,870,378	12,148,250
	(d) Short-term loans and advances	16	89,110,067	19,399,324
	(e) Other current assets	17	1,305,934	3,368,071
	CASH TRANSACTION REPORTING ON SBN	30		
	Total		684,068,615	767,426,509

See accompanying Notes 1 to 30 forming part of the Financial Statements.

In terms of our report attached

For R.K. Singhania & Associates
Chartered Accountants

F.R.No.004435C



Ramesh Kumar Singhania

Partner, M.No-041880

For and on behalf of the Board of Directors

Rajesh Agarwal, Director
DIN-00806417

Rishikesh Dixit
DIN-01006224

Preeti Gupta
Company Secretary
Place: Raipur
Date: 23/05/2017

ABHISHEK STEEL INDUSTRIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH, 2017

535-C, URLA INDUSTRIAL AREA, RAIPUR, CHHATTISGARH

Particulars		Note No.	For the year ended on 31st Mar, 2017 Rs.	For the year ended on 31st Mar, 2016 Rs.
I.	Revenue from operations	18	1,131,684,634	1,738,009,051
II.	Other Income	19	3,301,533	3,684,790
III.	Total Revenue (I + II)		1,134,986,167	1,741,693,841
IV.	Expenses:			
	Cost of materials consumed	20	927,691,296	1,397,936,772
	Changes in inventories of finished goods	21	8,959,935	(43,915,286)
	Employee benefit expense	22	7,444,697	14,523,841
	Finance costs	23	37,908,761	29,919,415
	Depreciation	10	11,929,394	11,275,055
	Other expenses	24	233,788,074	433,308,052
	Total Expenses		1,227,722,157	1,843,047,849
V.	Profit before exceptional, extraordinary items and tax		(92,735,991)	(101,354,008)
VI.	Exceptional Items	25	2,921,420	-
VII.	Profit before tax		(89,814,571)	(101,354,008)
VIII.	Tax expense:			
	(1) Current tax		-	-
	(2) Deferred tax		(25,490,694)	(31,167,609)
	(3) Excess Income Tax of Earlier Year		-	-
IX.	Profit/(Loss) for the period		(64,323,877)	(70,186,399)
X.	Earning per equity share:			
	(1) Basic	26	(8.18)	(8.92)
	(2) Diluted		(8.18)	(8.92)

See accompanying Notes 1 to 30 forming part of the Financial Statements.

In terms of our report attached

For R.K Singhania & Associates

Chartered Accountants

F.R.No.004435C

Ramesh Kumar Singhania
Partner, M.No-041880

For and on behalf of the Board of Directors

Rajesh Agarwal, Director
DIN-00806417

Rishikesh Dixit
DIN-01006224

Preeti Gupta
Company Secretary

Place: Raipur

Date: 23/05/2017



ABHISHEK STEEL INDUSTRIES LIMITED
CASH FLOW STATEMENT ANNEXED TO THE BALANCE SHEET FOR YEAR 2016-17

Particulars	2016-17 Rs	2015-16 Rs
A. CASH FLOW FROM OPERATING ACTIVITIES:		
i. Net Profit before Tax	(89,814,571)	(101,354,008)
Adjustment for :-		
Depreciation	11,929,394	11,275,055
Interest & Bank Charges Paid to Banks	37,908,761	29,919,415
Provision for Income Tax	-	-
(Profit) / Loss on Sale of Investment	(2,921,420)	-
CWIP written off	-	52,500
ii. Operating Profit before Working Capital changes	(42,897,836)	(60,107,038)
Adjustment for :-		
(Increase) / Decrease in Trade & other Receivables	(6,705,499)	24,721
(Increase) / Decrease in Inventories	133,415,163	(36,489,357)
Increase/ (Decrease) in other advances	(67,648,605)	34,157,384
Increase/ (Decrease) in Trade Payables and Other liabilities	(54,309,886)	125,295,910
CASH FLOW FROM OPERATING ACTIVITIES	(38,146,663)	62,881,621
Tax Paid during the Year	-	-
TOTAL CASH AVAILABLE FROM OPERATING ACTIVITIES (A)	(38,146,663)	62,881,621
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets and capital WIP and pre operative exp.	(1,309,424)	(1,973,849)
Share Capital issued on Amalgamation	9,144,570	-
Non Current Investment	7,678,420	(29,998,000)
(Profit) / Loss on Sale of Investment	-	-
NET CASH USED IN INVESTING ACTIVITIES (B)	15,513,566	(31,971,849)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Increase/ (decrease) in Short- Term Borrowing	-	-
Increase/ (decrease) in Long- Term Borrowing	28,256,052	(9,233,222)
Increase/ (decrease) in Long- Term Advances	32,007,934	-
Interest & Bank Charges Paid to Banks	(37,908,761)	(29,919,415)
NET CASH USED IN FINANCING ACTIVITIES (C)	22,355,225	(39,152,637)
Net Increase/(Decrease) In Cash & Cash Equivalents (A+B+C)	(277,871)	(8,242,865)
OPENING BALANCE OF CASH & CASH EQUIVALENTS	12,148,250	20,391,115
CLOSING BALANCE OF CASH & CASH EQUIVALENTS	11,870,378	12,148,250

See accompanying Notes 1 to 30 forming part of the Financial Statements.

NOTES: 1) Figures in the brackets represent outflows.

2) Cash and Cash equivalents includes Cash & Bank balances only.

3) Previous years figures have been regrouped/rearranged wherever necessary.

In terms of our report attached

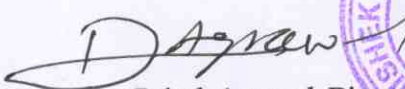
For R.K Singhania & Associates

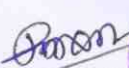
Chartered Accountants

F.R.No.004435C


Ramesh Kumar Singhania
 Partner, M.No-041880

For and on behalf of the Board of Directors


Rajesh Agarwal, Director
 DIN-00806417


Rishikesh Dixit
 DIN-01006224


Preeti Gupta
 Company Secretary

Place: Raipur

Date:23/05/2017

NOTE "1": SIGNIFICANT ACCOUNTING POLICIES :

Company Overview

Abhishek Steel Industries Limited have been engaged in manufacturing of Steel Structures in the shape of Angles, Beams, Joists, Channels, etc. It has high Capacity structural rolling mills with full fledged supportive SMS. The Company has kept pace with modern time, by continuously modernising its plant and equipments so that its product conform to specification as required by different customers. The company is a public limited company incorporated and domicile in India and has its registered office at Raipur, Chhattisgarh

During the year, two of its Associates Company, i.e Rajesh ReRollers Ltd and Raipur Ferro Alloys Ltd has been amalgamated with the company vide the Hon'able High Court of Chhattisgarh order dated 24.08.2016. Pursuant to the same order all the assets and liabilities of the above two companies has been transfered in its book value w.e.f 01.04.2006(the appointed date) in exchange of issue of Equity share at the exchange rate of (2:5, 4:5) for the respective companies. Accordingly, the financial statement have been prepared after considering all the financial impacts and procedural aspects of the Order of the Court. The same has been duly approved by the board of directors of the company and the applicable legal compliances has been executed with the Registrar of Companies, Chhattisgarh.

A. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

The Financial Statements are prepared in accordance with Indian Generally Accepted Accounting Principals (GAAP) under the historical cost convention, on the accrual basis. GAAP comprises mandatory Accounting Standards as prescribed under section 133 of the Companies Act, 2013 (Act) read with rule 7 of the Companies (Accounts) Rule 2014, the provision of the Act (to the extent notified). Accounting Policies have been consistently applied except where a newly Accounting Standard is initially adopted or to a revision to an AS requires a change in Accounting Policy hitherto in use.

B. USE OF ESTIMATES:

The presentation of financial statement requires estimates & assumptions to be made that affect the reported amount of asset and liabilities on the date of financial statement and reported amount of revenues and expenses during the reporting period. Difference between actual results and estimates are recognized in the period in which the results are known/ materialized.

C. FIXED ASSETS:

Fixed Assets are stated at cost of acquisition inclusive of duties (net of Excise Cenvat and VAT), taxes, incidental expenses, erection / commissioning expenses, including financing cost till commencement and regularization of commercial operations (if any), less accumulated depreciation. The fixed asset includes capital expenses on building, auxiliary equipments and other assets incurred from own funds to support production activity in rolling mill. The fixed assets acquired in contemplation of merger as detailed in "Para F" below have been treated as assets of the Company.

D. CAPITAL WORK-IN-PROGRESS:

It is stated at Cost. Opening balance of Capital work in progress incurred earlier for the project of installation of ERP management no more benefit is expected to be derived, hence written off during the year

E. DEPRECIATION:

Depreciation on tangible fixed assets has been provided on the written down method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except Rolls (Rolling Mill Division), where life of the assets has been assessed (as one year) as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes etc. Amortization is not being made on leasehold land being insignificant amount. Depreciation on additions/deletions to fixed assets is being provided on pro-rata basis from/to the month of use of asset / disposal.



F. INVENTORIES:

Inventories are measured at lower of cost or net realizable value. Cost of finished goods includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity. Cost of finished goods has been determined on weighted average and includes excise duty. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and to make the sale. Cost of raw materials stores and spares, are determined on FIFO basis. By products are valued at net realizable value.

G. RECOGNITION OF INCOME & EXPENDITURE:

Mercantile method of accounting is employed unless otherwise specifically stated elsewhere in this schedule. However, where the amount is immaterial/negligible and/or establishment of accrual/determination of amount is not possible, no entries are made for the accruals. Transportation expenses and income has been netted off.

H. INVESTMENTS:

Long Term Investments are stated at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary in the opinion of the management.

I. EMPLOYEES' RETIREMENT BENEFITS:

(a) Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

(b) Company's contributions to Provident fund are charged to Statement of Profit and Loss. Provision for gratuity has on estimated basis.

J. REVENUE RECOGNITION:

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection. Turnover includes sale of goods, services, sales tax, service tax, excise duty and sales during trial run period, adjusted for discounts (net), Value Added Tax (VAT) and gain / loss on corresponding hedge contracts. Dividend income is recognized when right to receive is established. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.



K. EXCISE DUTY

- (a) The Excise Duty in respect of closing inventory of finished goods is provided in books of account and included as part of inventory.
- (b) CENVAT Credit relating to raw materials/components are debited under current assets for availing credit against CENVAT and credited to respective materials/component account.

L. IMPAIRMENT OF ASSETS

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is normally charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

M. FOREIGN CURRENCY TRANSACTIONS

- (a) Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transaction.
- (b) Monetary items denominated in foreign currencies at the year end rates. In case of monetary items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contracts has been recognized over the life of the contract.
- (c) Non monetary foreign currency items are carried at cost
- (d) Any income or expense on account of exchange difference either on settlement or on translation is recognized in the profit and loss account except in cases where they relate to acquisition of fixed assets in which case they are adjusted to the carrying cost of such assets.

N. BORROWING COSTS:

Borrowing costs that are attributable to the acquisition, construction or production of qualifying assets are capitalized as part of cost of such assets (if any). A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognized as expenses in the period in which they are incurred.

O. MISCELLANEOUS EXPENDITURE:

The Company follows the policy of treating share issue expenditure, benefits of which accrue to the Company over a period beyond the financial year, as miscellaneous expenditure and amortizes such expenditure in five equal installments. The same treatment is given for preliminary expenses.

P. PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are generally not provided for in books of account and separate disclosure is made in 'Notes on Accounts'. Contingent Assets are neither recognized nor disclosed in the financial statements.

Q. EXTRA ORDINARY ITEMS:

Extra ordinary items appearing in financial statements are separately disclosed with their impact on results of financial year.

R. TAXATION:

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing differences" between book and taxable profit is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carry forward only to the extent that there is a reasonable certainty that the asset will be realized in future.



ABHISHEK STEEL INDUSTRIES LIMITED**Notes on Financial Statement for the Year ended 31st March, 2017****NOTE 2 SHARE CAPITAL**

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Authorised:		
94,00,000 (P.Y.80,00,000) Equity Shares of Rs. 10/- each	94,000,000	80,000,000
	94,000,000	80,000,000
Issued, Subscribed & Paid-up Capital:		
87,81,507 (P.Y.78,67,050) Equity Shares of Rs. 10/- each	87,815,070	78,670,500
TOTAL	87,815,070	78,670,500

Note 2 i The Company has only one class of Share referred to as equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share.

NOTE 2a RECONCILIATION OF THE NUMBER OF EQUITY SHARES

Reconciliation of the number of shares outstanding at the beginning and at the end of the year:		
No of Equity shares outstanding at the beginning of the year	7,867,050	7,867,050
No of Equity shares outstanding at the end of the year	8,781,507	7,867,050

NOTE 2b NUMBER OF SHARES HELD BY EACH SHAREHOLDERS HOLDING MORE THAN 5% SHARES IN THE COMPANY

Particulars	Number of shares as at 31st March , 2017	Number of shares as at 31st March, 2016
Equity Shares:		
Rajesh Agrawal on behalf of Rajesh Agrawal HUF	602,236	400,000
Escort Finvest Private Limited	3,185,000	3,185,000
Ramanand Agrawal on behalf of Ramanand Agrawal HUF	-	521,150
Ramanand Agrawal	547,962	-
Mahamaya Steel Industries Limited	2,788,200	2,269,550
Mahalaxmi Technocast Limited	750,950	750,950



ABHISHEK STEEL INDUSTRIES LIMITED
Notes on Financial Statement for the Year ended 31st March, 2017

8,781,507

7,867,050

NOTE 3 RESERVES AND SURPLUS

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
<u>Securities Premium Account:</u>		
Opening Balance	163,362,500	163,362,500
Add: Transfer from Profit & Loss Account	-	-
TOTAL A	163,362,500	163,362,500
<u>Capital Reserve</u>		
Opening Balance	-	-
Add: Capital Reserve generated on Merger of Raipur Ferro Alloys Ltd. & Rajesh Re-rollers Ltd.	17,825,799	-
TOTAL B	17,825,799	-
<u>General Reserve:</u>		
Opening Balance	9,724,858	9,724,858
Add: Transfer from Profit & Loss Account	-	-
TOTAL C	9,724,858	9,724,858
<u>Surplus:</u>		
Opening Balance	(30,541,124)	39,645,275
Less:- Adjustment on Account Earlier Years Depreciation, Product Development Expenses and Losses of Raipur Ferro Alloys Ltd. & Rajesh Re-rollers Ltd. On amalgamation	(19,950,553)	-
Less:- Adjustment on Account Of depreciation as per Schedule-II of the Companies Act, 2013	-	-
Add: Profit/(Loss) for the period	(64,323,877)	(70,186,399)
Less: Transfer to General Reserve	-	-
TOTAL D	(114,815,554)	(30,541,124)
TOTAL (A+B+C+D)	76,097,603	142,546,234



ABHISHEK STEEL INDUSTRIES LIMITED

Notes on Financial Statement for the Year ended 31st March, 2017

NOTE 4 LONG TERM BORROWING

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Secured Loan		
HDFC Bank (Commercial Equipment Loan)	1,275,343	1,519,291
Unsecured Loan		
ESCORT FINVEST PVT.LIMITED(U/L)	20,000,000	18,000,000
RAJESH AGRAWAL (U/L)	18,000,000	-
RAMANAND AGRAWAL(U/L)	4,500,000	-
REKHA AGRAWAL (U/L)	4,000,000	-
	47,775,343	19,519,291

NOTE 5 DEFERRED TAX LIABILITIES (ASSETS)

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Opening Deferred Tax Liability/ (Deferred Tax Assets)	(45,067,443)	13,899,834
Add: Deferred Tax liability	-	-
Less: Deferred Tax Assets	(25,490,694)	31,167,609
Closing Deferred Tax Liability/ (Deferred Tax Assets)	(70,558,137)	45,067,443

NOTE 6 SHORT TERM BORROWINGS

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Cash Credit facilities Andhra Bank*	96,927,741	100,859,193
Letter of Credit facilities of Andhra Bank: Andhra Bank	83,556,477	97,601,533
* (The above facilities are secured by hypothecation of Raw Material, Finished Goods, Stores & Spares and other Current Assets of the Company and personal guarantees of directors)		
TOTAL	180,484,218	198,460,726

*There is no default in payment of interest and principal for the year.



ABHISHEK STEEL INDUSTRIES LIMITED

Notes on Financial Statement for the Year ended 31st March, 2017

NOTE 7 TRADE PAYABLES

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Creditors for Raw Material and Stores		
Related Party	148,977,056	102,471,565
Others	10,239,716	3,649,727
Creditors for Services and Expenses	4,789,490	48,443,901
TOTAL	164,006,262	154,565,193

Micro, Small and Medium Enterprise: Under the Micro, Small and Medium Enterprise Development Act, 2006 ('the Act'), certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. The company has identified the supplier covered under the Act and auditor has relied on the same. Based on the information available with the company following disclosure as under:

	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Principal amount due and outstanding as at 31 st March 2017	484,282	575,414
Interest due and Unpaid as at 31 st March 2017	Nil	Nil
Interest paid to Supplier	Nil	Nil
Payment made to the supplier beyond the appointed day during the year	Nil	Nil
Interest due and payable for the period of delay	Nil	Nil
Interest accrued and remaining unpaid as at 31 st March 2017	Nil	Nil
Amount of further interest remaining due and payable in succeeding years	Nil	Nil

NOTE 8 OTHER CURRENT LIABILITIES

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Advances from Customers		
Related Party	91,952,298	104,025,385
Others	15,006,268	33,875,510
Current maturities of Long term Loan	197,504	135,718
Other Payable	155,000	15,018,158
TOTAL	107,311,070	153,054,771

NOTE 9 SHORT-TERM PROVISIONS

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Provision for Employees' Salary & Related Expenses	4,032,572	3,334,780
Provision for Statutory dues	16,545,626	17,274,317
Other Provisions	850	697
TOTAL	20,579,048	20,609,794



ABHISHEK STEEL INDUSTRIES LIMITED
ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31.03.2017
NOTE - 10 : FIXED ASSETS

PARTICULARS	RATE	GROSS BLOCK				DEPRECIATION				(Amount in Rs.)	
		AS ON 01.04.2016	ADDITION DURING THE YEAR	ADJUST- MENT	TOTAL AS ON 31.03.2017	AS ON 01.04.2016	FOR THE YEAR	ADJUST- MENT	TOTAL DEPRE- CIATION UP TO 31.03.2017	AS ON 31.03.2017	AS ON 31.03.2016
FREE HOLD LAND	-	18,955,288	-	-	18,955,288	-	-	-	-	18,955,288	18,955,288
LEASEHOLD LAND	-	2,337,776	154,556	-	2,492,332	-	1,756	-	1,756	2,490,576	2,337,776
OFFICE BUILDING	10.00%	2,410,412	-	-	2,410,412	1,401,754	42,339	-	1,444,093	966,319	1,008,659
FACTORY SHED BUILDING	10.00%	22,191,791	2,599,701	-	24,791,491	13,859,758	884,941	-	14,744,700	10,046,792	8,332,032
TUBE WELL	10.00%	847,484	-	-	847,484	805,110	-	-	805,110	42,375	42,375
PLANT & MACHINERY	13.91%	132,556,845	6,381,045	-	138,937,890	92,303,492	7,638,290	-	99,941,782	38,996,107	40,253,353
ELECTRICAL INSTALLATION	13.91%	22,214,772	934,667	-	23,149,439	18,104,042	1,031,287	-	19,135,329	4,014,109	4,110,730
FURNACE	13.91%	40,448,337	-	-	40,448,337	30,104,893	1,488,888	-	31,593,781	8,854,556	10,343,444
ROLLS	100.00%	3,334,625	-	-	3,334,625	3,334,625	-	-	3,334,625	-	-
FURNITURE & FIXTURE	18.10%	296,191	5,436	-	301,627	265,931	2,742	-	268,674	32,953	30,260
OFFICE EQUIPMENTS	18.10%	1,973,331	3,587	-	1,976,918	1,846,163	26,556	-	1,872,719	104,199	127,168
COMPUTER	40.00%	1,343,070	-	-	1,343,070	1,285,128	5,718	-	1,290,846	52,224	57,942
POLLUTION EQUIPMENT	40.00%	-	129,000	-	129,000	-	12,900	-	12,900	116,100	-
VEHICLE	25.89%	6,414,078	609,843	-	7,023,921	4,598,020	752,294	-	5,350,314	1,673,606	1,816,058
WEIGHBRIDGE	13.91%	1,045,591	-	-	1,045,591	822,439	41,681	-	864,120	181,471	223,152
TOTAL (Rs.)		256,369,592	10,817,834	-	267,187,425	168,731,355	11,929,394	-	180,660,749	86,526,676	87,638,236
ASSETS ON MERGER WORK IN PROGRESS		18,002,363	6,369,199	18,002,363	6,369,199	-	-	-	-	6,369,199	18,002,363
GRAND TOTAL (Rs.)		274,371,955	17,187,033	18,002,363	273,556,224	168,731,355	11,929,394	-	180,660,749	92,895,875	105,640,599
PREVIOUS YEAR (Rs.)		272,450,606	1,973,849	-	274,424,455	157,456,300	11,275,055	-	168,731,355	105,640,599	114,994,305

Notes:

1. Due to merger order, Fixed assets amounting to Rs. 1,80,02,363/- (Shown above as Assets on Merger) has been added to respective block of assets at the W.D.V. as on 01.04.2016 for an amount of Rs. 1,00,78,991/- and the Depreciation from 01.04.2006 to 31.03.2016 amounting to Rs. 79,23,372/- has been transferred to accumulated Profit and Loss Account's balance as arrear of Depreciation of earlier years.
2. The addition to Leasehold Land shown above has resulted due to Merger however, the title deed of the Leasehold Land is still in the name of the company i.e. Raipur Ferro Alloys Ltd. The company has initiated the process to register the title in its name and the same will be completed in due course of time.



ABHISHEK STEEL INDUSTRIES LIMITED
Notes on Financial Statement for the Year ended 31st March, 2017
NOTE 11 NON CURRENT INVESTMENTS

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Quoted Equity Shares (at cost)		
In Enterprises controlled by Key Managerial Person:		
Investment in 1349000 (PY 1349000) Equity Shares of Rs.10 each of Mahamaya Steel Limited Company (<i>Market Value Rs.510.60 derived by Rs. 37.85 per Share</i>)	2,220,300	2,220,300
Unquoted Equity Shares (at cost)		
In Enterprises controlled by Key Managerial Person:		
Investment in 100000 (P.Y-100000) Equity Shares of Rs. 10 each in Shree Shyam Sponge and Power Limited	-	100,000
Investment in 828000 Share (P.Y- 1058000) Equity Shares of Rs.10 each in Devi Iron and Power Private Limited	33,410,000	38,010,000
In Other Enterprises		
Investment in 2850 (P.Y-2850) Equity Shares of Rs.10 each in Mahalaxmi Technocast Limited	-	57,000
Unquoted Preference Shares (at cost)		
Investment in 283000 numbers, 9% Redeemable Non- Convertible, Non Cumulative, Non Participating Preference Shares of Rs.100 each in Devi Iron and Power Private Limited	29,998,000	29,998,000
TOTAL	65,628,300	70,385,300

NOTE 12 LONG TERM LOANS AND ADVANCES

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
(Unsecured, considered good unless otherwise stated)		
Security deposits	6,676,988	38,684,922
TOTAL	6,676,988	38,684,922

NOTE 13 INVENTORIES

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
(As taken, valued and certified by the management)		
Raw materials	52,664,920	139,738,930
Finished Goods	132,681,389	140,680,084
Stores and spares	100,026,067	138,368,525
TOTAL	285,372,376	418,787,539



ABHISHEK STEEL INDUSTRIES LIMITED

Notes on Financial Statement for the Year ended 31st March, 2017

NOTE 14 TRADE RECEIVABLES

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
(Unsecured, considered good and certified by management)		
1) Debts due for a period exceeding six months	43,450,853	32,129,205
2) Other Debts		
Related Party	-	-
Others	17,199,707	21,815,856
TOTAL	60,650,560	53,945,061

NOTE 15 CASH AND CASH EQUIVALENTS

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
(As Certified by the Management)		
Cash on hand	281,416	301,924
TOTAL A	281,416	301,924
Balances with Banks	1,588,962	1,846,326
TOTAL B	1,588,962	1,846,326
Fixed Deposits with Bank	10,000,000	10,000,000
TOTAL C	10,000,000	10,000,000
TOTAL (A+B+C)	11,870,378	12,148,250

NOTE 16 SHORT TERM LOANS AND ADVANCES

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Advances for Raw Materials		
- To Related Parties	77,774,149	-
- To Others	1,054,464	3,727,112
Advances for Stores, Consumables and Expenses	3,018,475	4,081,675
Deposits with Government Authorities	7,216,741	11,452,549
Staff, Tour & Imprest advances	46,237	137,988
TOTAL	89,110,067	19,399,324

NOTE 17 OTHER CURRENT ASSETS

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Prepaid Expenses	1,305,934	1,225,417
Interest Accrued But Not Due	-	2,142,654
TOTAL	1,305,934	3,368,071



ABHISHEK STEEL INDUSTRIES LIMITED
Notes on Financial Statement for the Year ended 31st March, 2017
NOTE 18 REVENUE FROM OPERATIONS

Particulars	For the year ended on 31st March 2017 Rs.	For the year ended on 31st March 2016 Rs.
Sale of products		
Interunit Transfer	160,753,779	493,485,319
Outside Sale	1,291,302,848	2,001,418,361
Conversion Income	9,495,024	14,878,584
Less:		
Central Excise Duty	140,284,037	216,589,504
VAT & CST	28,829,201	61,698,390
Interunit Transfer	160,753,779	493,485,319
TOTAL	1,131,684,634	1,738,009,051

NOTE 19 - OTHER INCOME

Particulars	For the year ended on 31st March 2017 Rs.	For the year ended on 31st March 2016 Rs.
Interest Income	592,314	3,017,654
Govt. Grants	-	500,000
Other Non Operating Income	2,709,219	167,136
TOTAL	3,301,533	3,684,790

NOTE 21 (INCREASE)/ DECREASE STOCKS OF FINISHED GOODS

Particulars	For the year ended on 31st March 2017 Rs.	For the year ended on 31st March 2016 Rs.
Stock (At Commencement)		
Finished goods	140,680,084	91,284,728
Stock (At End)		
Finished goods	132,681,389	140,680,084
(Increase)/ Decrease In Stock Of Finished Goods	7,998,695	(49,395,356)
(Increase)/ Decrease In Stock Of Provision for Excise Duty	961,240	5,480,070
(Increase)/Decrease In Stock Of Finished Goods	8,959,935	(43,915,286)

NOTE 22 EMPLOYEE BENEFIT EXPENSE

Particulars	For the year ended on 31st March 2017 Rs.	For the year ended on 31st March 2016 Rs.
Office Salaries	6,501,004	13,424,708
Staff welfare expenses	943,693	1,099,133
TOTAL	7,444,697	14,523,841

NOTE 23 FINANCE COSTS

Particulars	For the year ended on 31st March 2017 Rs.	For the year ended on 31st March 2016 Rs.
Interest Expense	33,958,254	25,858,563
Bank Charges	3,950,507	4,060,852
TOTAL	37,908,761	29,919,415



NOTE 20 - Value of imported and indigenous raw materials, spare parts and components consumed:

Particulars	For the year ended on 31st March, 2017		For the year ended on 31st March, 2016	
	Value (Rs.)	(%)	Value (Rs.)	(%)
Raw Materials Consumed				
Imported	-	-	-	-
Indigenously obtained	927,691,296	100.00	1,397,936,772	100.00
Sub-Total (a)	927,691,296	100.00	1,397,936,772	100.00
Spare Parts and Components Used				
Imported*	305,602	0.35	-	-
Indigenously obtained	86,660,378	99.65	78,564,523	100.00
Sub-Total (b)	86,965,980	100.00	78,564,523	100.00
Total (a+b)	1,014,657,276		1,476,501,295	

*Value includes full landed cost

20a - CIF Value of Imports

Particulars	For the year ended on 31st March, 2017 Rs.	For the year ended on 31st March, 2016 Rs.
Raw materials	-	-
Components and Spare Parts*	305,602	-
Total	305,602	-

* Value includes expenses incurred up to the port

Note 20b - On Raw materials, goods purchased and Work in Progress

Particulars	Blooms & Billets (Rolling Mill division)		Sponge Iron/ Pig Iron and Scrap (SMS Division)	
	For the year ended on 31st March, 2017 Rs.	For the year ended on 31st March, 2016 Rs.	For the year ended on 31st March, 2017 Rs.	For the year ended on 31st March, 2016 Rs.
Raw Material Op. Stock	138,851,631	98,181,384	887,299	63,392,572
Purchases during the year	804,750,545	878,013,674	196,614,826	991,573,391
Consumption	891,257,112	837,343,427	197,182,269	1,054,078,664
Raw Material Cl. Stock	52,345,064	138,851,631	319,855	887,299
Gross Consumption (Consolidated)	1,088,439,381	1,891,422,091		
Less: Inter unit Transfer	160,748,085	493,485,319		
Net Consumption (Exclusive of Captive Consumption)	927,691,296	1,397,936,772		



ABHISHEK STEEL INDUSTRIES LIMITED**Notes on Financial Statement for the Year ended 31st March, 2017****NOTE 24 OTHER EXPENSES**

Particulars	For the year ended on 31st March 2017 Rs.	For the year ended on 31st March 2016 Rs.
A. Manufacturing Expenses		
Power and Fuel	122,359,749	316,370,827
Workers' Salaries, wages and other Benefits	14,950,739	23,328,073
Contribution to Provident Fund & ESIC	682,983	1,793,899
Consumption Of Stores & Consumables	86,965,980	78,564,523
Water charges	352,704	959,408
<u>Repairs and maintenance -</u>		
Machinery	174,476	1,835,988
Building	58,372	388,736
TOTAL A	225,545,003	423,241,454
B. Administrative, Selling & Distribution Expenses		
Rent, Rates & Taxes	128,974	133,894
Directors Remuneration	4,200,000	3,600,000
Legal & Professional Charges	762,078	890,175
Travelling & Conveyance	39,422	53,837
Telephone Expenses	135,276	151,021
Auditors Remuneration: Statutory	200,000	150,000
Auditors Remuneration: Internal	-	600,000
Other Administrative Expenses	1,130,051	2,604,617
Selling & Distribution Expenses	1,647,270	1,883,054
TOTAL B	8,243,071	10,066,598
TOTAL (A+B)	233,788,074	433,308,052

NOTE 24a PAYMENT TO AUDITORS

Particulars	For the year ended on 31st March 2017 Rs.	For the year ended on 31st March 2016 Rs.
Statutory Audit fees	200,000	150,000
Internal Auditor	-	600,000
TOTAL	200,000	750,000



ABHISHEK STEEL INDUSTRIES LIMITED**Notes on Financial Statement for the Year ended 31st March, 2017****NOTE 25 EXCEPTIONAL ITEM**

Particulars	For the year ended on 31st March 2017 Rs.	For the year ended on 31st March 2016 Rs.
Prior Period Income / (Expenditure)	(111,280)	-
Profit/(Loss) on Sale of Shares	3,032,700	-
TOTAL	2,921,420	-

NOTE 26 EARNING PER SHARE

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Net profit available for Equity Share Holder	(64,323,877)	(70,186,399)
Weighted Average Number of equity shares outstanding during the year	7,867,050	7,867,050
Nominal Value of equity shares	10	10
Earning Per shares(Basic\ Diluted)	(8.18)	(8.92)

NOTE 27 CONTIGENT LIABILITY

Particulars	As at 31st March 2017 Rs.	As at 31st March 2016 Rs.
Excise Duty & Income Tax liabilities under appeal & adjudication along with liability	486,457,989	248,861,442
Corporate Guarantees given for advances of a body corporate(related parties)	572,206,000	572,206,000



NOTE 28 RELATED PARTY DISCLOSURE

Disclosure of transactions with related parties, as required by Accounting Standard - 18 "Related Party Disclosures" has been set-out in a separate statement annexed to this schedule. Related parties as defined under Clause 3 of the Accounting Standard have been identified on the basis of representations made by Key Managerial Personnel and information available with the Company.

A) Name of the related party and nature of relationship where control exists:

Nature of Relationship	Name of Related Party
A. Key Managerial Persons	1. Shri Ramanand Agrawal 2. Shri Rajesh Agrawal 3. Smt. Rekha Agrawal 4. Shri Rishikesh Dixit
B. Relatives of Key Managerial Persons	1. Rajesh Agrawal HUF 2. Shri Anand Agrawal
C. Enterprise over which Key management and their relatives exercise significant influence with whom transactions have taken place during the year	1. Mahamaya Steel Industries Limited 2. Shree Shyam Sponge & Power Limited 3. Antriksh Commerce Private Limited 4. Callidora Traders Private Limited 5. Mark Vision Multi Services Private Limited 6. Devi Iron & Power Private Limited 7. Mahalaxmi Technocast Limited 8. Escort Finvest Private Limited



ABHISHEK STEEL INDUSTRIES LIMITED
Notes on Financial Statement for the Year ended 31st March, 2017
B) Related Party Transactions during the year 2016-17:
(Rs. In Lacs)

Related Party Transactions	Associates	Key Managerial Person	Relatives of Key Managerial Person	Enterprises where KMP or their relatives hold significant influence
Sale of Finished Goods/Fixed assets				
Devi Iron and Power Private Limited				7.97
Shree Shyam Sponge & Power Limited				0.17
Mahamaya Steel Industries Limited				2,925.02
Mahalaxmi Technocast Limited				25.50
Purchase of Raw Materials				
Devi Iron and Power Private Limited				416.95
Shree Shyam Sponge & Power Limited				75.87
Mahamaya Steel Industries Limited				3,242.63
Mahalaxmi Technocast Limited				3,656.17
Conversion Income Received				
Mahamaya Steel Industries Limited				94.95
Managerial Remuneration				
Smt. Rekha Agrawal		30.00		
Shri Rishikesh Dixit		12.00		
Transportation Charges				
Shri Rajesh Agrawal (HUF)			18.00	
Interest Paid				
Mahalaxmi Technocast Limited				127.37
Antarikha Commerce Pvt. Ltd.				0.77
Inspection Charges				
Mahalaxmi Technocast Limited				0.46
Unsecured Loans Received / Taken				
Shri Rajesh Agrawal				180.00
Smt. Rekha Agrawal				40.00
Shri Ramanand Agrawal				45.00
Escort Finvest Pvt. Ltd.				20.00
Antarikha Commerce Pvt. Ltd.				11.00
Marckvision Multi Services Pvt. Ltd.				8.10
Unsecured Loans Given				
Marckvision Multi Services Pvt. Ltd.				0.08
Corporate Guarantees				
Devi Iron and Power Private Limited				5,722.06



C) Outstanding Balances:

Description	Outstanding Balance (Rs. In Lacs)	
	Debit/(Credit)	Debit/(Credit)
	31st March 2017	31st March 2016
1. Associates		
2. Key Managerial Person		
1. Shri Ramanand Agrawal	(45.00)	-
2. Shri Rajesh Agrawal	(180.00)	-
3. Smt. Rekha Agrawal	(40.90)	
4. Shri Rishikesh Dixit	(0.65)	(0.30)
3. Relatives of Key Managerial Person		
1. Rajesh Agrawal HUF	-	-
2. Shri Anand Agrawal	-	-
4. Enterprise over which Key management and their relatives exercise significant influence with whom transactions have taken place during the year		
1. Mahamaya Steel Industries Limited	(919.52)	(1,040.25)
2. Shree Shyam Sponge & Power Limited	-	-
3. Antriksh Commerce Private Limited	11.69	-
4. Callidora Traders Private Limited	-	-
5. Mark Vision Multi Services Private Limited	-	8.02
6. Devi Iron & Power Private Limited	777.74	(283.35)
7. Mahalaxmi Technocast Limited	(1,249.77)	(741.37)
8. Escort Finvest Private Limited	(200.00)	(180.00)



ABHISHEK STEEL INDUSTRIES LIMITED**Notes on Financial Statement for the Year ended 31st March, 2017****NOTE 29 NOTES ON ACCOUNTS**

(A) Parties' accounts are subject to confirmation. Consequential effects adjustment, presently unascertainable, will be provided as and when confirmed.

(B) Trade Receivables, Loans & Advances and Deposits include certain over due accounts. Balances in the accounts of certain debtors, loans and advances required to be confirmed / reconciled. However, in the opinion of the Board, all current assets, loans and advances would be realized in ordinary course of the business at the value as stated.

(C) In the opinion of the Board, the provision for depreciation and all known liabilities is adequate and not in excess of the amount reasonably necessary.

(D) Provision for gratuity has been made on the basis of estimation without any actuarial valuation. Company following cash basis method for settlement of gratuity liability related to employees.

(E) The information required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. There are no over dues to parties on account of principal amount and / or interest and accordingly no additional disclosures have been made

(F) Separate segment wise reporting is not called for in view of the fact that entire revenue of the Company is from structural manufacturing and all business activities are in India only

(G) The Company is manufacturing steel structural through its rolling mill and it is making steel through its steel melting shop (SMS). The finished goods of SMS is also used as raw material for rolling mill and waste from rolling mill is also used for melting in SMS. The inter unit transaction during the year amounted to Rs. 4934.85 lakhs (P.Y. Rs. 3631.18 lakhs). This is reflected in sales/ purchases of rolling mill and SMS respectively as detailed in the Note 17 of Notes on Accounts of this schedule. As separate financial books of accounts are not maintained, the respective profitability has not been worked out.

(H) Figures of the previous year have been reworked, rearranged/regrouped and reclassified wherever considered necessary. Accordingly, the amount and other disclosures for preceding year are included as an integral part of current year's financial statement and are to be read in relation to the amount and other disclosures relating to current year. The figures in financial statements are rounded off to the nearest rupees.

NOTE 30 CASH TRANSACTION REPORTING ON SPECIFIED BANK NOTES

PARTICULARS	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016	800,000	206,517	1,006,517
(+) Permitted receipts	-	107,344	107,344
(-) Permitted Payments	-	218,536	218,536
(-) Amount deposited in banks	800,000	-	800,000
Closing cash in hand as on 30.12.2016	-	95,325	95,325

See accompanying Notes 1 to 30 forming part of the Financial Statements.

In terms of our report attached

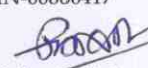
For R.K Singhania & Associates
Chartered Accountants

F.R.No.004435C


Ramesh Kumar Singhania
Partner, M.No-041880

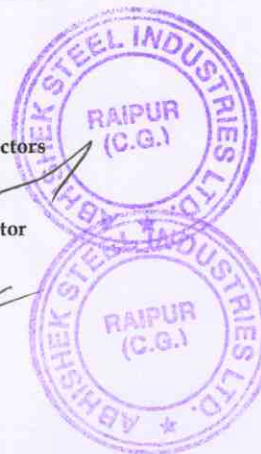
For and on behalf of the Board of Directors


Rajesh Agarwal, Director
DIN-00806417


Rishikesh Dixit
DIN-01006224


Preeti Gupta
Company Secretary

Place: Raipur
Date:23/05/2017



MAHAMAYA CHARITABLE FOUNDATION

AUDITED FINANCIAL STATEMENTS

VEEKAAS S SHARMA & CO

FINANCIAL YEAR 2016-17

VEEKAAS S SHARMA & CO

CHARTERED ACCOUNTANTS

B-16, Dubey Colony, Mowa,
Raipur (C.G.) 492001
Mob: 9302223331
Tel: 0771-4043336
E-Mail: veekaasssharma@gmail.com

Independent Auditor's Report

To
The Members of,
MAHAMAYA CHARITABLE FOUNDATION

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **MAHAMAYA CHARITABLE FOUNDATION** ("A Section 8 Company") which comprise the Balance Sheet as at 31st March 2017 and the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.



We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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.

Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India,

- (i) in the case of the balance sheet, of the state of affairs of the Company as at 31 March 2017;
- (ii) in the case of the statement of profit and loss, of the Surplus for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by section 143 (3) of the Act, we report that:

- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. the Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
- d. in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;



- e. on the basis of the written representations received from the directors as on 31st March, 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2017 from being appointed as a director in terms of Section 164 (2) of the Act;
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure - A.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company has not any pending litigations on its financial position in its financial statements.
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There has been no amount, required to be transferred, to the Investor Education and Protection Fund by the Company.

For, VEEKAAS S SHARMA & CO
Chartered Accountants
(Firm Registration No 014058C)

VeeKaas S
VEEKAAS S SHARMA
Proprietor
Membership No 407315



Place : Raipur
Date : 24.05.2017

Re: **MAHAMAYA CHARITABLE FOUNDATION**

Referred to in paragraph 2(f) of Report on Other Legal and Regulatory Requirements of our report of even date,

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act.

We have audited the internal financial controls over financial reporting of MAHAMAYA CHARITABLE FOUNDATION ("A Section 8 Company") as of March 31, 2017 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. 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.

Auditors' 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 judgement, including the assessment of the risks of material misstatement 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 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 is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of 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 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 and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, 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, VEEKAAS S SHARMA & CO
Chartered Accountants
(Firm Registration No 014058C)

VEEKAAS S SHARMA
Proprietor
Membership No 407315



Place : Raipur
Date : 24.05.2017

MAHAMAYA CHARITABLE FOUNDATION

BALANCE SHEET AS AT 31st MARCH 2017

Particulars	Notes	2017 Rs	2016 Rs
EQUITY AND LIABILITIES			
Shareholders' Fund			
Share Capital	3	2,500,000	2,500,000
Reserves and Surplus	4	(1,634,043)	(1,686,133)
		865,957	813,867
Current Liabilities			
Other Current Liabilities	5	34,500	23,925
		34,500	23,925
TOTAL		900,457	837,792
ASSETS			
Current assets			
Cash & Bank Balances	6	869,976	812,882
Other Current Assets	7	30,481	24,910
		900,457	837,792
TOTAL		900,457	837,792
Summary of significant accounting policies	2.1		

The accompanying notes are integral part of the financial statements.

As per our report of even date

For VEEKAAS S SHARMA & CO

Chartered Accountants

(ICAI Firm Registration No 014058C)

For & on behalf of the Board of Directors of
Mahamaya Charitable Foundation

Veekaas S Sharma
Proprietor
Membership No 407315



Rajesh Agrawal
Director

Ramanand Agrawal
Director

Place : Raipur
Date : 24.05.2017

MAHAMAYA CHARITABLE FOUNDATION

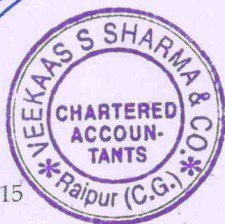
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st MARCH, 2017

	Notes	2017 Rs	2016 Rs
INCOME			
Donation Received		150,000	-
Interest Income	8	55,708	61,778
TOTAL REVENUE (I)		205,708	61,778
EXPENDITURE			
Donation for Building		100,000	-
Other Expenses	9	53,618	52,812
TOTAL EXPENDITURE (II)		153,618	52,812
Profit/(loss) before tax (I)-(II)		52,090	8,966
Tax expenses			
Current tax		-	-
Total tax expenses		-	-
Profit / (Loss) for the year		52,090	8,966
Earnings per equity share [nominal value of share @ Rs 10/- (31st March, 2016 Rs 10/-)]	10		
Basic		0.21	0.04
Diluted		0.21	0.04
Summary of significant accounting policies	2.1		

The accompanying notes are integral part of the financial statements.

As per our report of even date
For VEEKAAS S SHARMA & CO
Chartered Accountants
(ICAI Firm Registration No 014058C)

Veekaas S Sharma
Proprietor
Membership No 407315



For & on behalf of the Board of Directors of
Mahamaya Charitable Foundation

Rajesh Agrawal
Rajesh Agrawal
Director

Ramanand Agrawal
Ramanand Agrawal
Director

Place : Raipur
Date : 24.05.2017

MAHAMAYA CHARITABLE FOUNDATION

CASH FLOW STATEMENT FOR YEAR 2016-17

PARTICULARS	2016-17	2015-16
A. CASH FLOW FROM OPERATING ACTIVITIES:		
i. Net Profit before Tax	52,090	8,966
Adjustment for :-		
Donation Received	(150,000)	-
Interest income on investment	(55,708)	(61,778)
ii. Operating Profit before Working Capital changes	(153,618)	(52,812)
Adjustment for :-		
(Increase)/ decrease in other Receivable	(5,571)	21,291
Increase/ (decrease) in Trade Payables and Other liabilities	10,575	2,571
CASH FLOW FROM OPERATING ACTIVITIES	(148,614)	(28,950)
TOTAL CASH AVAILABLE FROM OPERATING ACTIVITIES (A)	(148,614)	(28,950)
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Interest income on investment	55,708	61,778
Donation Received	150,000	-
NET CASH USED IN INVESTING ACTIVITIES (B)	205,708	61,778
C. CASH FLOW FROM FINANCING ACTIVITIES:		
NET CASH USED IN FINANCING ACTIVITIES (C)	-	-
Net Increase/ (Decrease) In Cash & Cash Equivalents (A+B+C)	57,094	32,828
OPENING BALANCE OF CASH & CASH EQUIVALENTS	812,882	780,054
CLOSING BALANCE OF CASH & CASH EQUIVALENTS	869,976	812,882

NOTES: 1) Figures in the brackets represent outflows.

2) Cash and cash equivalents includes cash & bank balances only.

In terms of our report attached
For, VEEKAAS S SHARMA & CO
(ICAI FIRM REG. NO. 014058C)
CHARTERED ACCOUNTANTS

VEEKAAS S SHARMA
PROPRIETOR
MEMBERSHIP NO : 407315



For and on behalf of the Board of
MAHAMAYA CHARITABLE FOUNDATION

D Agrawal

RAJESH AGRAWAL
DIRECTOR

Ramanand Agrawal

RAMANAND AGRAWAL
DIRECTOR

Place: Raipur
Date: 24.05.2016

MAHAMAYA CHARITABLE FOUNDATION

Notes to financial statements for the year ended 31st March, 2017

1. Basis of preparation

- i) The financial statements are prepared in accordance with the generally accepted accounting principles under the historical cost convention, on going concern concept and in compliance with the accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- ii) The Company follows mercantile system of accounting and recognizes income and expenditure on an accrual basis except those with significant uncertainties.
- iii) The accounting policies have been consistently applied by the company are consistent with those used in the previous year.

2.1 Summary of significant accounting policies

a) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities as on the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

b) Contingent Liabilities

Liabilities which are material and whose future outcome cannot be reasonably ascertained are treated as contingent and not provided for and disclosed by way of notes to the accounts.

c) Taxes on Income

Tax expense comprises of Current Tax and Deferred Tax. Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred Tax is recognized, subject to the consideration of prudence, in timing differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

d) Provision

Provisions are recognised, where the company has any legal or constructive obligation or where reliable estimate can be made for the amount of the obligation and as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

e) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a right issue to existing shareholders.

For the purpose of calculating diluted earning per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.



MAHAMAYA CHARITABLE FOUNDATION

Notes to financial statements for the year ended 31st March, 2017

	2017 Rs	2016 Rs
3. Share capital		
Authorised		
500000 (P.Y. 500000) Equity Shares of Rs 10/- each	5,000,000	5,000,000
	<u>5,000,000</u>	<u>5,000,000</u>
Issued		
250000 (P.Y. 250000) Equity Shares of Rs 10/- each	2,500,000	2,500,000
	<u>2,500,000</u>	<u>2,500,000</u>
Subscribed and fully paid-up		
250000 (P.Y. 250000) Equity Shares of Rs 10/- each fully paid up	<u>2,500,000</u>	<u>2,500,000</u>

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**Equity shares**

	2017		2016	
	No.	Rs	No.	Rs
At the beginning of the period	250000	2,500,000	250000	2,500,000
Issue during the period	-	-	-	-
Outstanding at the end of the period	<u>250000</u>	<u>2,500,000</u>	<u>250000</u>	<u>2,500,000</u>

b. Terms/rights attached to equity shares

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

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

c. Details of shareholders holding more than 5% shares in the company:

	2017		2016	
	No.	% of holding in the class	No.	% of holding in the class
Equity shares of Rs 10/- each fully paid				
Smt Gulab Bai Agrawal	-	-	30000	12.00
Shri Ramanand Agrawal	80000	32.00	50000	20.00
Shri Rajesh Agrawal	50000	20.00	50000	20.00
Smt Rekha Agrawal	20000	8.00	20000	8.00
Mahamaya Steel Industries Ltd	100000	40.00	100000	40.00
	<u>250,000</u>	<u>100.00</u>	<u>250,000</u>	<u>100.00</u>



MAHAMAYA CHARITABLE FOUNDATION

Notes to financial statements for the year ended 31st March, 2017

	2017 Rs	2016 Rs
4. Reserves and Surplus		
Surplus/(Deficit) in the statement of profit and loss		
Balance as per last financial statements	(1,686,133)	(1,695,099)
Surplus/ (Deficit) for the year	52,090	8,966
Net surplus/ (Deficit) in the statement of profit and loss	(1,634,043)	(1,686,133)
Total reserves and surplus	(1,634,043)	(1,686,133)

5. Other Current Liabilities	Current	
	2017 Rs	2016 Rs
Veekaas S Sharma & Co	34,500	17,175
Brajesh R Agrawal	-	6,750
	34,500	23,925

6. Cash and Bank Balances

Cash and cash equivalents

Balances with banks:

Current Account with UCO Bank

FDR With UCO Bank

Cash in Hand

Current	
2017 Rs	2016 Rs
67,067	26,436
751,519	701,382
51,390	85,064
869,976	812,882

7. Other Current Assets

TDS Receivable (A.Y. 2014-15)

TDS Receivable (A.Y. 2015-16)

TDS Receivable (A.Y. 2016-17)

TDS Receivable (A.Y. 2017-18)

Current	
2017 Rs	2016 Rs
13,650	13,650
5,411	5,411
5,849	5,849
5,571	-
30,481	24,910



MAHAMAYA CHARITABLE FOUNDATION
Notes to financial statements for the year ended 31st March, 2017

8. Other Income

Interest received on FDR
Interest on IT Refund

2017	2016
Rs	Rs
55,708	58,528
-	3,250
<u>55,708</u>	<u>61,778</u>

9. Other Expenses

Bank Charges
Accounting Charges
Filing Fees
Payment to Auditor (Refer details below)
Legal & Professional Expenses
Other Miscellaneous Expenses

2017	2016
Rs	Rs
6	11
30,000	30,000
1,000	1,500
17,250	17,175
1,613	2,250
3,749	1,876
<u>53,618</u>	<u>52,812</u>

Payment to Auditor

As auditor :
Audit fee

2017	2016
Rs	Rs
17,250	17,175
<u>17,250</u>	<u>17,175</u>

10. Earnings per share (EPS)

Net profit/(loss) as per statement of profit and loss
Net profit/(loss) for calculation of Basic EPS & Diluted EPS

Weighted average number of equity shares in calculating Basic EPS
Weighted average number of equity shares in calculating Diluted EPS

Basic & Diluted EPS
- Basic earning per share
- Diluted earning per share

2017	2016
Rs	Rs
52,090	8,966
52,090	8,966
250,000	250,000
250,000	250,000
0.21	0.04
0.21	0.04



MAHAMAYA CHARITABLE FOUNDATION

Notes to financial statements for the year ended 31st March, 2017

11. Interest income on Fixed Deposits has been accounted for on accrual basis.
12. The Company is registered u/s 12AA by virtue of order passed by the Commissioner of Income Tax u/s 12AA of Income Tax Act, 1961 vide certificate No. CIT/RPR/TECH/12A/60/11-12/263 dt. 29.04.2011, thus, the income of the Company is exempt from payment of Income Tax. Hence no provision for current tax has been made.
13. The Company has identified the amount due to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) as at 31st March, 2017

	2016-17	2015-16
i) The principal amount and the interest due thereon remaining unpaid to any supplier as at 31.03.2017		
Principal Amount	Nil	Nil
Interest	Nil	Nil
ii) The amount of interest paid by the Company along with the amounts of the payment made to the supplier beyond the appointed day for the year ending 31st March, 2017	Nil	Nil
iii) The amount of interest due and payable for the period of delay in making payment (beyond the appointed day during the year)	Nil	Nil
iv) The amount of interest accrued and remaining unpaid for the year ending 31st March, 2017	Nil	Nil
v) The amount of further interest remaining due and payable for the earlier years.	Nil	Nil

14. In the opinion of the board, the value of realisation of short term loans and advances in the ordinary course of business will not be less than the amount at which they are stated in the balance sheet.
15. As per Ministry of Corporate Affairs Notification, dated 30.03.2017, in exercise of the powers conferred by sub-section (1) of section 467 of the Companies Act (18 of 2013), the Central Government makes the amendments to Schedule III of the said Act. Accordingly the company has disclosed the details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 as under :

Particulars	SBNs	Other Denomination Notes	Total
Closing Cash in hand as on 08.11.2016	-	67564	67564
(+) Permitted Receipts	-	-	-
(-) Permitted Payments	-	2500	2500
(-) Amount deposited in banks	-	-	-
Closing Cash in hand as on 30.12.2016	-	65064	65064

16. Figures of the previous year have been rearranged / regrouped wherever considered necessary so as to make them comparable with current year figure.
17. In the opinion of management, there is no such events occurred after the date of balance sheet of material value other than that already mentioned.

For VEEKAAS S SHARMA & CO
Chartered Accountants
(ICAI Firm Registration No 014058C)

Veekaas S Sharma
Proprietor
Membership No 407315

Place : Raipur
Date : 24.05.2017

For & on behalf of Board of Directors of
Mahamaya Charitable Foundation

Rajesh Agrawal
Director

Ramanand Agrawal
Director