



SKY ALLOYS AND POWER LIMITED

NOTICE FOR 14TH ANNUAL GENERAL MEETING

Notice is hereby given that the 14th Annual General Meeting of members of Sky Alloys And Power Limited will be held on Wednesday, 27th September, 2023 at 11.30 a.m. at House No. 16, Recreation Road, Choubey Colony, Raipur – 492001, C.G., registered office of the Company to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the audited financial statements of the company for the financial year ended 31st March, 2023, together with the Schedules and Notes attached thereto, along with the report of the Board of Directors ('the Board') and the annexures attached thereto and the report of auditors thereon as prepared under the Indian GAAP & IND AS;
2. To consider and approve the dividend, if any, payable to the shareholders of the Company for the F.Y. 2022-23;
3. To appoint a Director in place of Mr. Sandeep Kumar Agrawal (DIN: 00625082) who retires by rotation and, being eligible, offers himself for re-appointment;
4. To appoint a Director in place of Mr. Sanjay Goyal (DIN: 01197272) who retires by rotation and, being eligible, offers himself for re-appointment;
5. To consider and if thought fit to approve appointment of one of the joint Statutory Auditors of the Company.

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

“RESOLVED THAT pursuant to the provisions of Section 139, Section 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and pursuant to the recommendations of the Audit Committee, M./s LaxmiTripti& Associates, Chartered Accountants (FRN: 009189C) be and are hereby appointed as one of the joint Statutory Auditors of the Company for a term of five years commencing from the FY 2023-24 and to hold office till the conclusion of the 19th Annual General Meeting to be held in the year 2028, on such remuneration plus taxes and reimbursement of out of pocket expenses as may be incurred by them in connection with audit of accounts of the Company, as may be mutually agreed upon between the Board of Directors and the Statutory Auditors.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to settle any question, difficulty or doubt, that may arise and to do all such acts, deeds and things as may be necessary, proper or expedient for the purpose of giving effect to this Resolution.”

Special Business:

- 6. To consider and approve and ratify the remuneration of Cost Auditor as considered and approved by the Board of Director of the company for the F.Y. 2023-24.**

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

“RESOLVED THAT pursuant to the provisions of section 148 (3) of the Companies Act, 2013 read with Rule 14 of Companies (Audit & Auditors) Rules, 2014 and other applicable provisions of the Companies Act, 2013, consent of the shareholders of the Company be and is hereby accorded for approval &ratification of payment for

remuneration of Rs. 65,000 ("Rupees Sixty Five Thousand only") to M/s Sanat Kumar Joshi, Cost Accountants, Raipur, who were appointed as cost auditors for conducting audit of cost records maintained by the Company for the financial year 2023-24."

"RESOLVED FURTHER THAT Directors of the Company be and are hereby severally authorized to file such forms as may be necessary and mandated by law with the authorities and to take such steps as may be necessary, desirable and expedient to give effect to this resolution."

7. To consider and if thought fit to approve and pass resolution for borrowing limits of the Company.

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

"RESOLVED THAT in supersession of all the earlier resolutions passed by the shareholders of the Company in this regard and pursuant to the provisions of section 180(1)(c) of the Companies Act 2013 and all other applicable provisions if any, or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force) and in terms of the relevant provisions of the Articles of Association of the Company, the shareholders hereby accords their consent to the Board of Directors of the Company and/or any of its committees (hereinafter referred to as "the Board" which term shall be deemed to include any Committee thereof) for borrowing from time to time as they may think fit, any sum or sums of money not exceeding Rs. 500,00,00,000/- (Rupees Five Hundred Crores only) [including the money already borrowed by the Company] in Indian Rupees or equivalent thereof in any foreign currency(ies) on such terms and conditions as the Board may deem fit, whether the same may be secured or unsecured and if secured, whether domestic or international, whether by way of mortgage, charge or hypothecation, pledge or otherwise in any way whatsoever, on, over

or in any respect of all, or any of the company's assets and effects or properties including stock in trade, notwithstanding that the money to be borrowed together with the money already borrowed by the Company (apart from the temporary loans obtained from the Company's Bankers in the ordinary course of business) and remaining un-discharged at any given time, exceed the aggregate, for the time being, of the paid up capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose."

"RESOLVED FURTHER THAT the Board of Directors of the Company (hereinafter called "the Board" which term shall be deemed to include any Committee thereof, which the Board may have constituted or hereinafter constitute to exercise its powers including the powers conferred by this resolution and with the power to delegate such authority to any person or persons) be and is hereby authorized for borrowing from time to time as it may think fit, any sum or sums of money but not exceeding Rs. 500,00,00,000/- (Rupees Five Hundred Crores only) in Indian Rupees or equivalent thereof in any foreign currency(ies) in aggregate (including the monies already borrowed by the Company) and on such terms and conditions as the Board may deem fit, by way of loans or in any other form whatsoever from, or issue of Bonds and/or Debentures or other Securities whether Convertible into Equity/Preference Shares and/or Securities with or without detachable warrants with a right exercisable by the warrant holder(s) to convert or subscribe to Equity/Preference Shares (hereinafter referred to as "Securities"), to Bank(s), Financial or other Institution(s), Mutual Fund(s), Non-Resident Indians (NRIs), Foreign Institutional Investors (FIIs) or any other person(s), body(ies) corporate, etc., whether shareholder of the Company or not".

"RESOLVED FURTHER THAT the Board be and is hereby authorised to do all such acts, deeds and things and to sign all such documents and writings as may be necessary, expedient and

incidental thereto to give effect to this resolution and for matter connected therewith or incidental thereto.”

8. To consider and if thought fit to approve and pass resolution for creation of charges on the assets of the Company.

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

“RESOLVED THAT in supersession of all the earlier resolutions passed by the shareholders of the Company in this regard and pursuant to the provisions of section 180(1)(a) of the Companies Act 2013 and all other applicable provisions if any, or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force) and in terms of the relevant applicable provisions of Articles of Association of the Company, the shareholders of the Company hereby accords their consent and authorize the Board and/or any of its committees (hereinafter referred to as “the Board” which term shall be deemed to include any Committee thereof) to create such charges, mortgages and hypothecations in addition to the existing charges, mortgages and hypothecations created by the Company, on such movable and immovable properties, both present and future, and in such manner as the Board may deem fit, together with power to take over the substantial assets of the Company in certain events in favour of banks/financial institutions, other investing agencies and trustees for the holders of debentures/bonds/other instruments to secure rupee/foreign currency loans and/or the issue of debentures whether partly/fully convertible or non-convertible and/or securities and/or rupee/foreign currency convertible bonds and/or bonds with share warrants attached (hereinafter collectively referred to as “Loans”) provided that the total amount of Loans together with interest thereon, additional interest, compound interest, liquidated damages, commitment charges, premia on pre-payment or on redemption, costs, charges, expenses and all other monies payable by the Company in respect of the said Loans, shall not, at any time

exceed Rs. 500,00,00,000/- (Rupees Five Hundred Crores only) or the aggregate of the paid up capital and free reserves of the Company, that is to say, reserves not set apart for any specific purpose at the relevant time, whichever is higher.”

“RESOLVED FURTHER THAT that the Board be and is hereby authorized to do all such acts, deeds and things, to execute all such documents, instruments and writings as may be required.”

9. To consider and approve granting of loans, making investment, granting security & furnishing guarantee u/s 186 of the Companies act, 2013

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

“RESOLVED THAT in supersession of all the earlier resolutions passed by the shareholders of the Company in this regard pursuant to provisions of Section 186 and all other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) (“the Act”) read with Companies (Meetings of Board & its Powers) Rules, 2014 and the enabling provisions of the Articles of Association of the Company and subject to other statutory approvals, consents, sanctions and permissions, as may be necessary, and further pursuant to approval of Board of Directors, approval of the members of the Company be and is hereby accorded to the Board of Directors and/or any committee thereof of the Company (hereinafter referred to as “the Board”), to:

I. make loans from time to time on such terms and conditions as it may deem expedient to any person(s) or other bodies corporate(s) which may or may not be subsidiary(ies), associate(s), joint venture(s) of the Company, whether in India or abroad;

II. give on behalf of any person(s), body corporate(s) which may or may not be subsidiary(s), associate(s), joint venture(s) of the Company, any guarantee, or provide security in connection with a loan made by any other person(s) to, or to any other person(s) by anybody corporate(s) which may or may not be subsidiary(s), associate(s), joint venture(s) of the Company, Bank(s), Financial Institution(s) whether in India or abroad; and

III. acquire by way of subscription, purchase or otherwise the securities of any other body corporate(s) which may or may not be subsidiary(s), associate(s), joint venture(s) of the Company and whether in India or abroad,

in excess of the limits prescribed under Section 186 of the Act but up to an aggregate sum of Rs. 500,00,00,000/- (Rupees Five Hundred Crores Only), notwithstanding that the aggregate of loans, investments and guarantee so far made, the amounts for which guarantee or security so far provided to, along with the investments, loans, guarantee or security proposed to be made or given by the Board may exceed sixty per cent of its paid-up share capital, free reserves and securities premium account or one hundred per cent of its free reserves and securities premium account, whichever is more."

"RESOLVED FURTHER THAT that the consent of the Company be and is hereby accorded to the Board to invest in the Subsidiaries, Associates, Related Parties, make loans to them; provide guarantees/security on their behalf, to person, within the limits, if any, as may be applicable from time to time and on such terms and conditions as may be deemed fit and expedient."

"RESOLVED FURTHER THAT for the purpose of giving effect to the above resolution, the Board be and is hereby authorized to agree, make, accept and finalize all such terms, condition(s), modification(s) and alteration(s) as it may deem fit including the terms and conditions within the above limits up to which such

investments in securities, that may be given or made, as may be determined by the Board or the Committee thereof, including with the power to transfer/dispose of the investments so made, from time to time, and the Board/Committee is also hereby authorized to resolve and settle all questions, difficulties or doubts that may arise in regard to such investments, loans, guarantees and security and to finalize and execute all agreements, documents and writings and to do all acts, deeds and things in this connection and incidental as the Board/Committee in its absolute discretion may deem fit without being required to seek any further consent or approval of the members or otherwise to the end and intent that they shall be deemed to have been given approval thereto expressly by the authority of this resolution."

By the order of Board of Directors
For, **Sky Alloys And Power Limited**
For, Sky Alloys And Power Limited


Managing Director
Managing Director
Ravi Singhal
DIN: 01197349

Place: Raipur
Date: 31-08-2023

NOTES & INFORMATION TO THE MEMBERS.

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM IN ORDER TO BE EFFECTIVE, MUST BE DULY COMPLETED, STAMPED AND LODGED WITH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING.**
2. Members are requested to immediately notify the Company of any change in their address.
3. Members are requested to provide their E-mail address, telephone numbers and quote their Folio numbers in all correspondences to facilitate prompt response.
4. Members seeking any information with regard to the accounts, are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the AGM
5. Members are requested to bring the duly filled in attendance slips sent herewith while attending the Annual General Meeting.
6. Explanatory Statement pursuant to the provisions of section 102 of the Companies Act, 2013 for material facts related to Special Business is not required as no special business is sought to be moved at the ensuing AGM.
7. Notice of the AGM along with the Annual Report 2022-23 is being sent by electronic mode to those Members whose email addresses are registered with the Company, unless any Member has requested for a physical copy of the same. For Members who have not registered their email addresses, physical copies are being sent by the permitted mode. Members may note that the Notice and

Annual Report 2022-23 will also be available for inspection at the registered office address of the Company.

8. The route map showing directions to reach the venue of the 14th AGM is annexed.

Explanatory Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 in respect of the special business.

ANNEXURE TO THE NOTICE

Item No. 6

The Board, on the recommendation of the Audit Committee, has approved the appointment of M/s Sanat Kumar Joshi, Cost Accountants, Raipur, to conduct the Cost Audit of the Company for the financial year 2023-24. Further the Board of Directors of the Company has approved the payment of remuneration of Rs. 65,000 ("Rupees Sixty Five Thousand") to M/s Sanat Kumar Joshi, Cost Accountants, Raipur, who were appointed as cost auditors for conducting audit of cost records maintained by the Company for the financial year 2023-24. In accordance with the provisions of Section 148 (3) of the Companies Act, 2013 read with Rule 14 of Companies (Audit & Auditor Rules), 2014, the remuneration payable to the Cost Auditor is required to be ratified by the members of the Company.

None of the Directors, Key Managerial Personnel of the Company or their relatives is in any way, concerned or interested, financially or otherwise, in the resolution.

The Board of Directors recommends the Ordinary Resolution for your approval.

It is to be noted that this resolution does not relate to or affects any other Company.

Item No. 7&8

In terms of provisions of section 180(1)(c) of the Companies Act, 2013, the Board of Directors of the Company cannot, except with the consent of the Company in a general meeting by way of a special resolution, borrow moneys apart from temporary loans obtained from the Company's bankers in the ordinary course of business, in excess of the aggregate of

the paid-up capital and its free reserves. Taking into consideration the requirements of funds to meet the need of funds and borrowing requirements, consent of the members is sought in accordance with the provisions of Section 180(1)(c) of the Companies Act, 2013, to enable the Directors to borrow monies, provided that the total amount so borrowed by the Board shall not at any time exceed Rs. 500,00,00,000/- (Rupees Five Hundred Crores only) or the aggregate of the paid up capital and free reserves of the Company, that is to say, reserves not set apart for any specific purpose at the relevant time, whichever is higher.

The Resolution under Item No. 8&9 is for obtaining consent of the shareholders for this purpose. The Company shall ensure that the debt equity ratio of the Company, at all times, will be within a reasonable limit.

The proposed borrowings, corporate guarantee of the Company may, if necessary, be secured by way of charge/ mortgage/ hypothecation on the Company's assets in favour of the lenders/ holders of securities / trustees for the holders of the said securities. As the documents to be executed between the lenders/security holders/ trustees for the holders of the said securities and the Company may contain provisions to take over substantial assets of the Company in certain events, it is necessary to pass a resolution under Section 180(1)(a) of the Companies Act, 2013, for creation of charges/mortgages/hypothecations for an amount not exceeding Rs. 500,00,00,000/- (Rupees Five Hundred Crores only) or the aggregate of the paid up capital and free reserves of the Company, that is to say, reserves not set apart for any specific purpose at the relevant time, whichever is higher.

The Board recommends the aforesaid Special Resolutions for your approval.

The nature of concern or interest, financial or otherwise of:

None of the Directors, Key Managerial Personnel of the Company or their relatives is in any way, concerned or interested, financially or otherwise, in the resolutions.

It is to be noted that these resolutions does not relate to or affects any other Company.

Item No. 9

In order to make optimum use of funds available with the Company and also to achieve long term strategic and business objectives, the Board of Directors of the Company proposes to make use of the same by making investment in other bodies corporate or granting loans, giving guarantee or providing security to other persons or other body corporate as and when required.

Pursuant to the provisions of Section 186 of the Companies Act, 2013 (the 'Act') read with Rule 13 of Companies (Meetings of Board & its Power) Rules, 2014, it would be necessary to obtain the approval of the members by way of a special resolution for:-

- I. making loans to any person or other bodies corporate;
- II. giving guarantee or provide security in connection with a loan to any other bodies corporate or person; and
- III. acquiring by way of subscription, purchase or otherwise, the securities of any other body corporate, in excess of the limits of:-
 - 60% of the paid-up share capital and free reserves and securities premium account; or
 - 100% of the free reserves and securities premium account; whichever is higher.

In view of the aforesaid, it is proposed to take approval under Section 186 of the Companies Act, 2013, by way of special resolution, up to a limit of Rs. 500 Crores, as proposed in the Notice. The above proposal is in the interest of the Company and the Board recommends the Resolution as set out at Item No.10 for approval by the members of the Company.

The nature of concern or interest, financial or otherwise of:

None of the Directors, Key Managerial Personnel of the Company or their relatives is in any way, concerned or interested, financially or otherwise, in the resolutions.

It is to be noted that these resolutions does not relate to or affects any other Company.

By the order of Board of Directors
For, **Sky Alloys And Power Limited**
For, Sky Alloys And Power Limited


Managing Director
Managing Director
Ravi Singhal
DIN: 01197349

Place: Raipur

Date: 31-08-2023

ATTENDANCE SLIP

SKY ALLOYS AND POWER LIMITED

Members attending the Meeting in person or by Proxy or as Authorised Representatives are requested to complete this attendance slip and hand it over at the entrance of the Meeting hall.

I hereby accord my presence at the 14th Annual General Meeting of Sky Alloys and Power Limited at House No. 16, Recreation Road, Choubey Colony, Raipur - 492001, C.G.at

Full Name of Shareholder:

Folio No.:

Full Name of Proxy/Authorized Representative:

Signature of Shareholder

Signature of Proxy

(If any)

Route Map to the Venue of the 14th Annual General Meeting to be held on 11.30 a.m. on Wednesday, 27th September, 2023 at the registered office address of the Company



Form No. MGT-11
Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: U27100CT2009PLC021184

Name of the Company: Sky Alloys And Power Limited

**Registered office: House No. 16, Recreation Road, Choubey Colony,
Raipur – 492001, C.G**

Name of the member (s):	
Registered address:	
E-mail Id:	
Folio No/ Client Id:	
DP ID:	

I/We, being the member (s) of shares of the above named company, hereby appoint

1. Name:

Address:

E-mail Id:

Signature:....., or failing him

2. Name:

Address:

E-mail Id:

Signature:....., or failing him

3. Name:

Address:

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 14th Annual general meeting/ ~~Extraordinary general meeting~~ of the company, to be held on the Wednesday, 27th September, 2023 At 11:30 a.m. at House No. 16, Recreation Road, Choubey Colony, Raipur – 492001, C.G and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

- 1.....
- 2.....
- 3.....
- 4.....
- 5.....
- 6.....
- 7.....
- 8.....
- 9.....

Signed this..... day of..... 2023

Affix
Revenue
Stamp

Signature of shareholder

Signature of Proxy holder(s)

Notes:

1. This form of proxy in order to be effective should be duly Completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A Proxy need not be a Member of the Company.
3. In the case of joint holders, the vote of the senior who tenders the vote, whether in person or by proxy, shall be accepted to the exclusion of the vote of the other joint holder(s). Seniority shall be determined by the order in which the names stand in the Register of Members.
4. This form of Proxy confers authority on the holder to demand or join in demanding a poll.
5. The submission by a Member of this Proxy form will not preclude such Member from attending in person and voting at the Meeting.
6. **This is optional. Please put a tick mark () in the appropriate column against the Resolution indicated in the box. If a Member leaves the "For" or "Against" column blank against any or all Resolutions, the Proxy will be entitled to vote in the manner he thinks appropriate. If a Member wishes to abstain from voting on a particular Resolution, he should write "abstain" across the boxes against that Resolution.
7. In case a Member wishes his votes to be used differently, he should indicate the number of shares under the columns "For" and "Against", as appropriate.



SKY ALLOYS AND POWER LIMITED

DIRECTOR'S REPORT

Dear Members,

Your Directors have pleasure in presenting this 14th Annual report on the affairs of the Company together with the Audited Statement of Accounts for the year ended on 31st March, 2023.

1. Financial Summary or performance of the company:

PARTICULARS	Consolidated		Standalone	
	YEAR ENDED 31.03.2023	YEAR ENDED 31.03.2022	YEAR ENDED 31.03.2023	YEAR ENDED 31.03.2022
Sales for the year	5,53,71,02,737.75	4,81,39,28,128.84	5,53,71,02,737.75	4,81,39,28,128.84
Other Income	66,18,069.79	1,77,35,075.68	66,18,179.79	1,77,35,075.68
Total Turnover	5,54,37,20,807.54	4,83,16,63,204.52	5,54,37,20,917.54	4,83,16,63,204.52
Profit before Financial Expenses, Preliminary expenses, Depreciation and Taxation	78,20,06,497.28	51,25,25,420.35	78,20,31,521.28	51,25,52,990.35
Less: Financial expenses	12,01,94,614.28	12,55,66,969.15	12,01,94,614.28	12,55,66,969.15
Less: Depreciation & Preliminary expenses written off	16,06,83,957.85	14,86,03,187.49	16,06,83,957.86	14,86,03,187.50
Profit before Taxation	50,11,27,925.14	23,83,55,263.70	50,11,52,949.14	23,83,82,833.70
Less : Tax	12,69,12,750.39	11,17,99,895.64	12,69,12,750.39	10,90,81,095.64
Profit after Taxation	37,42,15,174.75	12,65,55,368.06	37,42,40,198.75	12,93,01,738.06
Profit carried forward to Balance Sheet	37,42,15,174.75	12,65,55,368.06	37,42,40,198.75	12,93,01,738.06

2. Operations:

Standalone

The Company has reported total income of Rs. 5,54,37,20,917.54/- for the current year as compared to Rs. 4,83,16,63,204.52/- in the previous year. The Net Profit for the year under review amounted to Rs. 37,42,40,198.75/- in the current year as compared to Rs. 12,93,01,738.06/- in the previous year.

Consolidated

During the current Financial Year, the Company has reported total turnover of Rs. 5,54,37,20,807.54/- as compared to Rs. 4,83,16,63,204.52/- in the previous year and Net Profit for the year under review amounted to Rs. 37,42,15,174.75/- in the current financial year as compared to Rs. 12,65,55,368.06/- in the previous year.

3. Transfer to reserves:

The Company has transferred an amount of Rs. 37,42,15,174.75/- being the Net Profit to Reserves of the Company during the reporting financial year as compared to Rs. 12,65,55,368.06/- in the previous year.

4. Dividend:

Your Directors have not recommended any dividend for the financial year 2022-23.

5. Material changes between the date of the Board report and end of financial year:

During the period under review there has been no other material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report except for:

- Mr. Subhash Chander Verma, Mr G Venket Ravana have been appointed as an Independent Directors of the Company and Mrs. Loviak Babbar has been appointed as Women Independent Director with effect from 01-04-2023 in the Extra-ordinary General Meeting of the shareholders of the Company held on 30-03-2023;

- Mr. Ravi Singhal has been appointed as Managing Director of the Company w.e.f 01-04-2023 by the shareholders in their Extra-ordinary General Meeting held on 30-03-2023 by passing an ordinary resolution;
- The Company has repaid the amount of outstanding loan to the tune of Rs. 15 cr and consequently satisfied the charge bearing ID no. 100640857 registered in favor of YES Bank Limited on 18-04-2023;
- The Company has repaid the amount of outstanding loan to the tune of Rs. 15 cr and consequently satisfied the charge bearing ID no. 100640864 registered in favor of YES Bank Limited on 19-04-2023;
- The Shareholders in their EGM dated 25-04-2023 had appointed M/s Haribhakti & Co, Chartered Accountants, Mumbai (FRN:103523W/W100048) as Joint Statutory Auditors of the Company for the FY 2023-24;
- Mr. Ravi Singhal, Managing Director of the Company has been elected as Chairman of the Board by the members of the Board in their meeting held on 25-04-2023;
- Mrs. Ankita Halwai, the whole time Company Secretary of the Company has resigned from the office w.e.f 25-04-2023 the same has been taken on record by the Board;
- Mr. Divyavijay Singh Vaid, has been appointed as Chief Financial Officer of the Company w.e.f 01-05-2023 vide Board Resolution dated 25-04-2023;
- The Company has constituted the Audit Committee as per the provisions of section 177 of the Companies Act, 2013, the nomination & Remuneration Committee as per the provisions of section 177 of the Companies Act, 2013, reconstituted the CSR committee post appointment of independent Directors in terms of the provisions of section 135 of the Companies Act, 2013 & constituted stakeholders relationship committee, IPO committee in its board meeting dated 25-04-2023;
- Ms. Aakansha Vaid, has been appointed as whole time Company Secretary of the Company w.e.f 22-05-2023 vide Board Resolution dated 22-05-2023, further she has also been appointed as Compliance Officer of the Company;
- Resignation of M/s Dinesh Aarjav & Associates, Chartered Accountants as Statutory Auditor of the Company w.e.f 25-07-2023 vide Resignation letter dated 25-07-2023 further M/s. Laxmi Tripti & Associates Chartered

Accountants were appointed as Statutory Auditor of the Company to fill the casual vacancy w.e.f 28th July, 2023 by the Board & the shareholders have approved & ratified their appointment in their EGM dated 31-07-2023;

- The Company has increased its Authorized Share Capital from Rs 70,00,00,000 (INR Seventy Crore Only) to Rs 100,00,00,000 (INR One Hundred Crore Only) with effect from 25-04-2023.
- The Company intends to go for an initial public offer to raise capital from the market and has made steady progress and hence has appointed BRLM, Legal Counsel to the issue & Registrar & Transfer Agent;

Further, there have been no other material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

6. Share Capital:

During the financial year 2022-23, the paid up share capital has increased from from Rs 65,26,18,800 (INR Sixty five Crore Twenty Six Lakh Eighteen Thousand Eight Hundred Only) to Rs 69,26,18,800 (INR Sixty Nine Crore Twenty Six Lakh Eighteen Thousand Eight Hundred Only) on 20th May, 2022 by virtue of conversion of unsecured loan into equity.

7. Significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future:

During the year under review the ROC, Bilaspur, Chhattisgarh vide its order dated 11-10-2022 has passed an order for conversion of Company from private limited to public limited Company and consequently the change of name of the Company has been approved and confirmed i.e. from Sky Alloys and Power Private limited to Sky Alloys and Power Limited.

8. Subsidiary Company/Joint Ventures/Associates:

As on 31st March, 2023, the Company does not have any subsidiary, associate or any joint venture. However during the FY 2022-23 the Company has two subsidiary Companies, however due to disinvestment the same are no more the subsidiary Companies.

9. Statutory Auditor & Audit Report & Directors Comments on Qualifications, if any:

M/s Lakshmi Tripti & Associates, Chartered Accountants (FRN: 009189C), were appointed as Statutory Auditors of the Company for the F.Y. 2022-23 vide Ordinary Resolution dated 31-07-2023 passed by the shareholders in their EGM to fill in the casual vacancy that had arisen due to resignation of erstwhile Statutory Auditors of the Company. Further, the Board of Directors has proposed the appointment of M/s Lakshmi Tripti & Associates, Chartered Accountants (FRN: 009189C), as Statutory Auditors of the Company for a period of 5 years commencing from the F.Y. 2023-24 and ending at the conclusion of AGM to be held in the year 2028 which is subject to the approval of the shareholders at the ensuing AGM. The Company has received a letter from the Statutory Auditors confirming that their appointment as auditor, if made, at the ensuing Annual General Meeting, would be within the limits prescribed under Section - 139 of the Companies Act, 2013 and they are not disqualified for such appointment within the meaning of Section - 141 of the Companies Act, 2013.

Further the shareholders had at their EGM dated 25-04-2023 appointed M/s HARIBHAKTI & CO LLP, Chartered Accountants (FRN:103523W/W100048), as joint Statutory Auditors of the Company for one year commencing from the F.Y. 2023-24 and up to the conclusion of AGM of the Company to be held in the year 2024.

Auditor Qualification

According to the information and explanations provided to us and the records of the Company examined by us, there were no dues of income tax, service-tax, sales tax, duty of customs, duty of excise and value added tax at March 31, 2023 which have not been deposited on account of a dispute Except the following:-

Sr. No.	Name of the statute	Nature of Dues	Amount (Rs. In Lacs)	Period to Which amount relates	Forum which dispute is pending
1	Income Tax Act	Income Tax	249.26	F.Y.2010-11	ITAT, Raipur
2	Income Tax Act	Income Tax	2165.74	F.Y.2020-21	CIT Appeal, Central Circle, Raipur

Directors comment on qualification:

The amount of income tax allegedly payable is disputed by the Company and the matter is sub judice before the appropriate authority/forum. The Company is hopeful of resolving the impasse in the near future.

10. Secretarial Auditor & Audit Report & Directors Comments on Qualifications, if any:

The Secretarial Audit Report obtained from Ram Chandra Mishra & Associates, Practicing Company Secretary for the FY 2022-23 is enclosed with this report as **Annexure - 1**.

Auditor's Qualification:

- *The Company has duly obtained ISIN, however the shareholders are holding shares in physical mode.*

Directors' comments on qualification by Secretarial Auditor:

- The Board of Directors of the Company has informed its shareholders that they need to mandatorily get their shares in demat form, and is in the process of getting the same demat.

11. Change in the nature of business:

During the period under review, the Company has altered its Memorandum of Association by conversion of Private Limited Company into Public limited company and consequently name of the company has changed from "Sky Alloys And Power Private Limited" to "Sky Alloys And Power Limited, vide Special Resolution in the extra-ordinary general meeting held on 12-09-2022.

Furthermore, there was no change in the nature of business of the Company.

12. Details of directors or key managerial personnel:

- Mr. Sandeep Kumar Agrawal (DIN: 00625082) & Mr. Sanjay Goyal (DIN: 01197272), who are liable to retire by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, offers themselves for re-appointment;

During the period under review, following changes has been made in the constitution of Board of Directors:

- Cessation of Mr. Vinay Kumar Agrawal (DIN: 01557766) from the office of an Director of the Company with effect from 18-03-2023;
- Cessation of Mr. Arun Singhal (DIN: 01763178) from the office of an Director of the Company with effect from 18-03-2023;
- Cessation of Mr. Vikas Agrawal (DIN: 07367636) from the office of an Director of the Company with effect from 18-03-2023;
- Cessation of Mr. Sandeep Singhal (DIN: 06680284) from the office of an Director of the Company with effect from 18-03-2023;
- Mr. Subhash Chander Verma, Mr G Venket Ravana have been appointed as an Independent Directors of the Company and Mrs. Loviak Babbar has been appointed as Women Independent Director with effect from 01-04-2023 in the Extra-ordinary General Meeting of the shareholders of the Company held on 30-03-2023;
- Mr. Ravi Singhal has been has been appointed as Managing Director of the Company w.e.f 01-04-2023 by the shareholders in their Extra-ordinary General Meeting held on 30-03-2023 by passing an ordinary resolution.

13. Number of meeting of the Board:

During the year 2022-23, the Board of Directors met twenty nine times viz. on 01-04-2022, 16-04-2022, 20-05-2022, 22-05-2022, 20-06-2022, 07-07-2022, 27-07-2022, 18-08-2022, 01-09-2022, 02-09-2022, 05-09-2022, 12-09-2022, 25-09-2022, 27-09-2022, 28-09-2022, 29-09-2022, 01-10-2022, 18-10-2022, 20-10-2022, 22-11-2022, 10-01-2023, 01-02-2023, 18-02-2023, 28-02-2023, 06-03-2023, 15-03-2023, 18-03-2023, 22-03-2023 & 25-03-2023. The maximum interval between any two meetings did not exceed 120 days.

14. Deposits:

The Company has not invited/ accepted any deposits from the public during the year ended 31-03-2023. Further, there were no unclaimed or unpaid deposits as on 31st March, 2023.

Furthermore, as on 31-03-2023, the Company has unsecured Loan from Directors and their relative of the Company amounting to Rs. 8,26,41,462/- which was infused by them from their own sources during the period prior to conversion of Company from Private Limited Company to Public limited

company and the closing balance of inter corporate loan borrowed by the Company as at 31-03-2023 is Rs. 12,54,81,462/-.

15. Conservation of energy, technology absorption, foreign exchange earnings and outgo:

The information on conservation of energy, technology absorption has not been provided as the Company is into manufacturing of iron & steel goods and its intellectual property are its indispensable assets. The Board of Directors deems it fit to not divulge the details pertaining to conservation of energy & technology absorption, revealing of the same may be detrimental to the existence of the Company, however the shareholders have free access to said information. During the financial year there have been no foreign exchange earnings and outgo.

16. Corporate Social Responsibility:

The Annual Report on CSR activities is annexed herewith as **Annexure-2**.

As at 31-03-2023 the composition of CSR Committee was as under:

Name of the Director	Designation
Mr. Ravi Singhal	Chairman
Mr. Sanjay Goyal	Member
Mr. Sandeep Kumar Agrawal	Member
Anita Halwai	Secretary

During the reporting financial year, the Company was required to spend an amount of Rs. 29,19,732/- (Rupees Twenty Nine Lacs Nineteen Thousand Seven Hundred & Thirty Two Only) towards the CSR Expenditure. The Company has spent an amount of Rs. 31,44,979/- during the FY 2022-23, i.e. the Company is entitled to claim set off for an amount of Rs. 2,25,247/- (Rupees two Lacs twenty Five Thousand Two Hundred & Forty Seven only) in the succeeding years on account of surplus amount spent towards CSR.

17. Risk Management Policy:

During the reporting period, the Company has duly analyzed the risk which may affect the business of the Company in the market/industry pursuant to the risk management policy formulated by the Board of Directors of the

Company. Further, no major risk has been indentified except the competition in the recessionary market.

18. Declaration by Independent Director:

The provisions pertaining to declaration by the Independent Directors was not applicable to the Company for the FY 2022-23, since the provisions pertaining to appointment of only became applicable to the Company upon conversion to Public Limited Company in October, 2022. The Company had not appointed as Independent Directors during the FY 2022-23, however as mandated by the applicable provisions has duly appointed three independent directors with effect from 01-04-2023 and has duly obtained a declaration as per Section 149(7) of Companies Act, 2013, from each of the appointee.

19. Audit, Nomination & Remuneration, Stakeholders Committee: .

The Company was not required to constitute the Audit, Nomination & Remuneration Committee, and Stakeholder's Relationship Committee only after it converted to Public Limited Company. The Company has duly constituted the Audit, Nomination & Remuneration Committee * the Stakeholders Relationship Committee on 25-04-2023 i.e. during the FY 2023-24. The respective committees comprises of the following members:

Constitution of Audit Committee is as under:

Name of the Director	Designation
Mr. Subhash Chandra Verma	Chairman (Independent Director)
Mr. Venkat Ravana	Member (Independent Director)
Mr. Ravi Singhal	Member (Managing Director)

Constitution of Nomination & Remuneration Committee is as under:

Name of the Director	Designation
Mr. Subhash Chandra Verma	Chairman (Independent Director)
Mr. Venkat Ravana	Member (Independent Director)
Ms. Lovika Babbar	Member (Independent Director)

Constitution of Stakeholders Relationship Committee is as under:

Name of the Director	Designation
Mr. Venkat Ravana	Chairman (Independent Director)
Mr. Ravi Singhal	Member (Managing Director)
Mr. Sandeep Kumar Agrawal	Member (Director)

20. Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178:

A number of factors are considered towards selecting candidates at the Board level which include:

- Ability to contribute to strategic thinking;
- Proficiency in Governance norms, policies and mechanisms at the Board level;
- Relevant cross industry/functional experience, educational background, skills and experience; and
- Wherever relevant, independence of Directors in terms of applicable regulations.

It is expected that the Individual Board members are willing to learn the business of the company and to devote the necessary time and effort to be well-informed. With respect to core competencies and personal reputation, our practices ensure through the selection process that all Directors:

- Exhibit integrity and accountability;
- Exercise informed judgment;
- Are financially literate;
- Are mature and confident individuals; and
- Operate with high performance standards.

21. Annual Evaluation of the performance of Board:

Pursuant to the provisions of Companies Act, 2013, the performance and all its committees will be evaluated from the FY 2023-24 in accordance with the laid down principles. Further the Board has carried out an annual performance evaluation of members and expressed their satisfaction with the evaluation process & performance of its members.

22. Whistle Blower Policy/Vigil Mechanism:

The Company has duly framed the Vigil Mechanism Policy of the Company. During the reporting period no complaints or grievances were filed by any of the Director or employee of the Company.

23. Particulars of loans, guarantees or investments under section 186:

During the reporting financial year, the Company has not granted any loan, made investment or provided any guarantee pursuant to the provision of Section 186 of Companies Act, 2013.

24. Particulars of Employees:

During the F.Y. 2022-23, no has been paid an amount of remuneration exceeding the limit prescribed under rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

25. Directors' Responsibility Statement:

Pursuant to the requirement under section 134(3)(C) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

(i) in the preparation of the annual accounts for the financial year ended 31st March, 2023, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(ii) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March, 2023 and of the profit and loss of the company for that period;

(iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(iv) the directors had prepared the annual accounts on a going concern basis; and

(v) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

26. Related Party Transactions:

Particulars of contracts or arrangements with related parties referred to in sub-section (1) of section 188 in the form AOC-2:

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business.

Pursuant to *clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014:*

Details of contracts or arrangements or transactions not at arm's length basis: Nil

Details of material contracts or arrangement or transactions at arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/arrangement/transaction	Duration of the contracts / arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any:	Justification for entering into such contracts / arrangements / transactions	Date(s) of approval by the Board, if any:	Amount paid as advance, if any:	Date of passing of Spec. Reso. on 188 (1)(f)
Khushi Agrawal	Commission paid	12 months	Commission paid to Relative of Director for purchase and sale of iron & steel goods	Both the parties are from Iron and Steel stream and hence the purchase of goods on arms length basis.	01-04-2022	-	-
Ravi	Rent	11	Rent paid	Vacant	01-04-	-	-

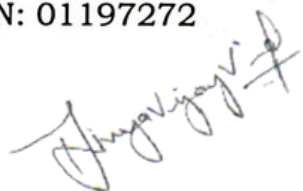
Singhal	paid	months	for the premises taken on rent	premises belonging to Director taken on rent	2022		
Abhijeet Agrawal	Salary paid	12 months	Salary paid to relative of Director for services rendered to the Company	Salary paid for services rendered due to expertise in iron & steel industry	01-04-2022	-	-
Sunil Singhal	Salary paid	12 months	Salary paid to relative of Director for services rendered to the Company	Salary paid for services rendered due to expertise in iron & steel industry	01-04-2022	-	-
Rampal Agrawal	Salary paid	12 months	Salary paid to relative of Director for services rendered to the Company	Salary paid for services rendered due to expertise in iron & steel industry	01-04-2022	-	-
Supreme Road Transport Private Limited	Freight & carriage charges paid	12 months	Freight & carriage charges paid to sister concern involved in transportation activities	Freight & carriage charges paid to sister concern involved in transportation activities due to expertise	01-04-2022	-	-
AK Enterprises	Purchase of iron & steel goods from sister concern	12 months	Purchase of iron & steel goods from sister concern on arms length basis	Purchase of iron & steel goods from sister concern on arms length basis	01-04-2022	-	-
GSR Enterprises	Purchase of	12 months	Purchase of iron & steel	Purchase of iron & steel	01-04-2022	-	-

	iron & steel goods from sister concern		goods from sister concern on arms length basis	goods from sister concern on arms length basis			
Modern Special Wires & Pipes Private Limited	Purchase of iron & steel goods from sister concern	12 months	Purchase of iron & steel goods from sister concern on arms length basis	Purchase of iron & steel goods from sister concern on arms length basis	01-04-2022	-	-

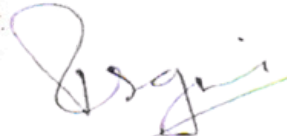
For and on behalf of the Board of Directors



Sanjay Goyal
Director
DIN: 01197272



Divyavijay Singh Vaid
Chief Financial Officer



Ravi Singhal
Managing Director
DIN: 01197349



Aakansha Vaid
Company Secretary

27. Disclosure under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

As per the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 ('Act') and rules made there under, your Company has adopted a Sexual Harassment Policy for women to ensure healthy working environment without fear of prejudice, gender bias and sexual harassment.

The Board states that there were no cases or complaints filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

28. Disclosure pertaining to cost audit report & its filing.

As per Section 148 of the Companies Act, 2013, the Company is required to have the audit of its cost records by a Cost Accountant in practice. In this connection, the Board of Directors of the Company has approved the appointment of Sanat Kumar Joshi, Cost and Management Accountants, Raipur as the cost auditors of the Company for the year ending 31st March, 2024.

A copy of cost audit report for the FY 2022-23 is appended herewith and marked as **Annexure-3**.

29. Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year.

No Applications were made under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the financial year 2022-23.

Further no proceedings are pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the financial year 2022-23.

30. Details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof: Not Applicable.

31. Internal Audit

The Board has duly appointed Internal Auditor in terms of the provisions of Section 138 of the Companies Act, 2013 read with the relevant applicable rules made thereunder.

32. Internal Financial Control with reference to the Financial Statements:

The Company has a proper and adequate system of internal controls. These controls ensure transactions are authorized, recorded and reported correctly and assets are safeguarded and protected against loss from unauthorized use

or disposition. In addition, there are operational controls and fraud risk controls, covering the entire spectrum of internal financial controls. An extensive program of internal audit and management reviews supplements the process of internal financial control framework. Documented policies, guidelines and procedures are in place for effective management of internal financial controls.

33. Acknowledgments:

Your Directors take this opportunity to place on record their appreciation and sincere gratitude to the Government of India, and the Bankers to the Company for their valuable support and look forward to their continued co-operation in the years to come.

Your Directors acknowledge the support and co-operation received from the employees and all those who have helped in the day to day management.

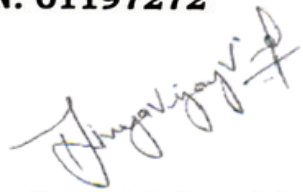
For and on behalf of the Board of Directors



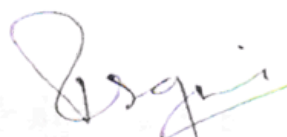
Sanjay Goyal

Director

DIN: 01197272



Divyavijay Singh Vaid
Chief Financial Officer



Ravi Singhal

Managing Director

DIN: 01197349



Aakansha Vaid
Company Secretary

Place: Raipur

Dated: 28-08-2023

Annexure-1, 2 & 3

LAXMI TRIPTI & ASSOCIATES

Branch Office Address:

1ST Floor of M/s Bilaspur Enterprises
Tilak Nagar,
Bilaspur (C.G.)-495001
M- 94252-19442
Email id: akayushom@yahoo.co.in



Firm Reg. NO. - 009189C
CAG No. ER0782

INDEPENDENT AUDITORS' REPORT

TO
THE MEMBERS OF
SKY ALLOYS AND POWER LIMITED
[Formerly Known as Sky Alloys And Power Private Limited]
RAIPUR

Report on the Standalone Financial Statements

OPINION

We have audited the accompanying standalone financial statements of **Sky Alloys and Power Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("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 March 31, 2023, and its profit, and its cash flows for the year ended on that date,

- a) In the case of the balance sheet, of the state of affairs of the company as at March 31, 2023
- b) In the case of the Statement of Profit and Loss, of the profit for the period ended on that date and
- c) In the case of cash flow statement, for the cash flows for the year ended on that date

BASIS FOR OPINION

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



KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgment, were of the most significant in our audit of the standalone financial statements of current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting on key audit matters as per SA701, Key Audit Matters are not applicable to the company as it is an unlisted company.

INFORMATION OTHER THAN THE STANDALONE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

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

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

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

Based on our audit, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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 Flow of the Company in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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

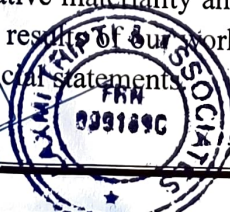
AUDITOR'S RESPONSIBILITY FOR THE AUDIT OF THE FINANCIAL STATEMENTS

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

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

- Identify and assess the risk of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtained audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk for not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentation, or override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing of our opinion whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements for the financial year ended 31st March 2023 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefit of such communication.

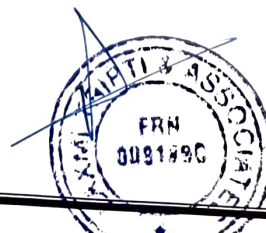
OTHER MATTER

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information provided to us, we give in the "Annexure-A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report to 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 purpose 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 and the Statement of Profit and Loss and the Cash Flow Statement, dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards (AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on March 31, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of section 164(2) of 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, referred to our separate report in "Annexure-B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) In our opinion and to the best of our information and according to the explanations given to us, the managerial remuneration for the year ended 31st March, 2023 has been paid/ provided for by the Company to its directors in accordance with the provisions of Section 197 read with Schedule V to the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the information and explanations provided to us:
- i. The Company has disclosed the impact if any of pending litigation as at March 31, 2023 on its financial position in its standalone financial statements as referred Clause - D referred in in Part 2 to Note 25 of Notes to Accounts.
 - ii. The Company has not entered any long-term contracts including derivatives contracts during the year, which requires any provision under applicable laws or accounting standards, for material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (Intermediaries), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any persons(s) or entity (ies) including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and



- (c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), As provided under (a) and (b) above, contain any material mis-statement.
- v. No dividend has been declared or paid during the year by the company.
- vi. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Company only w.e.f. April 1, 2023, reporting under this clause is not applicable.

For LAXMI TRIPTI & ASSOCIATES
Chartered Accountants
Firm Registration No: 009189C


CA Anand Kumar Agrawal
Partner

Membership No.: 075575

Place: Raipur



Date: The 28th **Day of** August **2023**

UDIN: 23075575BGWXWE2499

Annexure "A" to the Independent Auditor's Report

Referred to in paragraph "1" of the Independent Auditors Report of the even date to the Members of **SKY ALLOYS AND POWER LIMITED** on the standalone financial statement as of and for the year ended March 31, 2023

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of Property, Plant and Equipments;
- (b) The Company has a regular programme for physical verification in phased periodic manner, which, in our opinion, is reasonable having regards to the size of the company and the nature of its Property, Plant and Equipments. No material discrepancies have been noticed on such verification.
- (c) According to the information and explanation provided to us, management has represented that the title deeds, comprising all immovable properties of land and buildings are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land that have been taken on lease and disclose as Property, Plant and Equipment in the financial statements, the lease agreements are in the name of company, where the company is the lessee in the agreement.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of use of Assets) or intangible assets or both during the year.
- (e) As explained to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii. (a) As explained to us, inventories have been physically verified during the year by the management at reasonable intervals. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its inventories. As explain to us, there were no material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
- (b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs.5 crores, in aggregate, at points of time during the year, from banks on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns / statements filed by the Company with such banks are generally in agreement with the books of account of the Company.

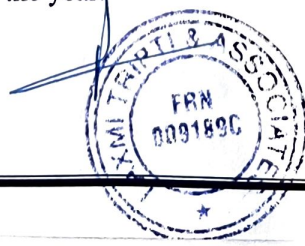


- iii. According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not made investments in, nor provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly, provisions of clause 3(iii)(a), 3(iii)(b), 3(iii)(c), 3(iii)(d), 3(iii)(e) and 3(iii)(f) of the Order are not applicable to the Company.
- iv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not made any loans, investments, guarantees, and security, covered by provisions of section 185 and 186 of the Companies Act, 2013.
- v. According to the information and explanations given to us and on the basis of our examination of the records of the Company has not accepted any deposits or amounts which are deemed to be deposits covered under sections 73 to 76 of the Companies Act, 2013. Accordingly, clause 3(v) of the Order is not applicable.
- vi. We have broadly reviewed the cost records maintained by the company pursuant to the companies (Cost Records and Audit Rules, 2014) prescribed by the central government u/s 148 (I) of the Companies Act, 2013 and made the opinion that prima facie the prescribed cost records have been maintained. We have however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanations provided to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues including sales tax including value added tax, provident fund, employees' state insurance, income tax, goods and service tax, duty of customs, duty of excise, cess and other statutory dues applicable to it, with the appropriate authorities though there have been a slight delay in few cases.
According to the information and explanations provided to us no undisputed amount payable in respect of sales tax including value added tax, provident fund, employees' state insurance, income tax, goods and service tax, duty of customs, duty of excise, cess and other material statutory dues were in arrears as at March 31, 2023 for period of more than six months from the date they became payable.
- (b) According to the information and explanations provided to us and the records of the Company examined by us, there were no dues of income tax, service-tax, sales tax, duty of customs, duty of excise and value added tax at March 31, 2023 which have not been deposited on account of a dispute Except the following:-

Sr. No.	Name of the statute	Nature of Dues	Amount (Rs. In Lacs)	Period to Which amount relates	Forum which dispute is pending
1	Income Tax Act	Income Tax	249.26	F.Y.2010-11	ITAT, Raipur
2	Income Tax Act	Income Tax	2165.74	F.Y.2020-21	CIT Appeal, Central Circle, Raipur



- viii. According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has surrendered or disclosed transactions previously unrecorded in the tax assessments under the Income Tax Act, 1961. As informed and explained to us, Rs. 637.92 Lacs recorded out of Rs. 794.36 in the books of accounts.
- ix. (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not been declared a willful defaulter by any bank or financial institution or other lender;
- (c) According to the information and explanations given to us by the management, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
- (d) According to the information and explanations given to us and the procedures performed by us and on an overall examination of the financial statements of the Company, we report that the funds raised on short term basis have prima facie, not been used during the year for long term purposes by the company.
- (e) In our opinion and according to the information and explanations given by the management, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. Accordingly, clause 3(ix)(e) is not applicable.
- (f) In our opinion and according to the information and explanations given by the management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly, clause 3(ix)(f) is not applicable.
- x. (a) The company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has made private placement of shares during the year and complied with the requirements of section 42 etc. of the Companies Act'2013 and the fund raised have been prima facie used for the purpose for which the funds were raised.
- xi. (a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.



(b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) According to the information and explanations given to us by the management, no whistle-blower complaints had been received by the company.

xii. The company is not a Nidhi Company. Accordingly, clause 3(xii)(a), 3(xii)(b) and 3(xii)(c) of the Order is not applicable.

xiii. In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the financial statements.

xiv. (a) Based on information and explanations provided to us and our audit procedures, the company has an internal audit system commensurate with the size and nature of its business;

(b) We have considered, the internal audit reports issued to the Company during the year and till date, in determining nature, timing and extent of our audit procedures.

xv. Based upon the audit procedures and the information and explanation given by the management, the Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.

xvi. (a) In our Opinion and based on our examination, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Accordingly, clause 3(xvi)(a) of the Order is not applicable.

(b) In our Opinion and based on our examination, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.

(c) In our Opinion and based on our examination, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations given by the management, the Group does not have any CIC as part of the Group.

xvii. Based on our examination, the company has not incurred cash losses in the financial year and in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the financial year 2022-23. Accordingly, clause 3(xviii) of the Order is not applicable.



However, we additionally report that the Statutory Auditor for the financial year 2022-23 as appointed in annual general meeting of the company had resigned after the end of financial year due to completion of maximum tenure as statutory auditor.

- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx. Based on our examination, there are no unspent amounts towards Corporate Social Responsibility (CSR) in accordance with Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) and (b) of the Order is not applicable for the year.
- xxi. The reporting under clauses 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For LAXMI TRIPTI & ASSOCIATES

Chartered Accountants

Firm Registration No: 009189C


CA Anand Kumar Agrawal

Partner

Membership No.: 075575

Place: Raipur



Date: The 28th Day of August 2023

UDIN: 23075575B6WXWE2499

Annexure“B” to the Independent Auditor’s Report

Referred to in paragraph 2 (f) under Report on ‘Other Legal and Regulatory Requirement’ section of our report of even date on the standalone financial statements for the year ended March 31, 2023 of SKY ALLOYS AND POWER 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 **SKY ALLOYS AND POWER LIMITED** (“the Company”) as of march 31, 2023 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

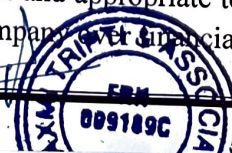
The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of internal Financial 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 internal financial controls system of Company 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

- i. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- ii. 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 managements and directors of the company; and
- iii. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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 period are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion, to the best of our information and according to the explanation provided to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial control over financial reporting were operating effectively as at March 31, 2023, based on the criteria for internal financial control over financial reporting 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 LAXMI TRIPTI & ASSOCIATES
Chartered Accountants
Firm Registration No: 009189C

CA Anand Kumar Agrawal
Partner

Membership No. 075575

Place: Raipur

Date: 10th Day of August 2023

UDIN:

23075575B G W X W E 2499

SKY ALLOYS AND POWER LIMITED

(CIN: U27100CT2009PLC021184)

NO.16, RECREATION ROAD, CHOUBEY COLONY, RAIPUR, CHHATTISGARH

Standalone Balance Sheet as at 31st March, 2023

(Rs. in Lacs, unless otherwise stated)

	Particulars	Note No.	As at 31st March, 2023	As at 31st March, 2022
I.	EQUITY AND LIABILITIES			
(1)	Shareholder's Funds			
	Share Capital	1	6926.19	6526.19
	Reserves and Surplus	2	5025.16	1216.41
(2)	Share application money pending allotment (To the extent not refundable)		-	-
(3)	Non-Current Liabilities			
	Long-Term Borrowings	3	5448.65	8638.06
	Deferred Tax Liabilities (Net)		577.25	603.88
	Other Long term liabilities			
	Long-Term Provisions	4	95.47	-
(4)	Current Liabilities			
	Short-Term Borrowings	5	7797.07	6370.35
	Trade Payables	6		
	Total outstanding dues micro and small enterprises		887.55	999.27
	Total outstanding dues of creditors other than micro and small enterprises		420.79	769.61
	Other Current Liabilities	7	938.09	1357.30
	Short-Term Provisions	8	445.94	215.00
	TOTAL		28562.16	26696.07
II.	ASSETS			
(1)	Non-Current Assets			
	Property, Plant & Equipments and Intangible Assets			
	- Property, Plant & Equipments	9	12134.31	10752.95
	- Intangible assets			
	- Capital work in progress	9A	1789.79	2138.20
	- Intangible assets under development			
	Non-Current Investments	10	-	18.79
	Deferred tax assets (net)			
	Long-Term Loans and Advances	11	16.19	241.96
	Other Non-Current Assets		-	-
(2)	Current Assets			
	Current investments			
	Inventories	12	10748.82	9751.70
	Trade Receivables	13	1378.79	933.62
	Cash and Cash Equivalents	14	313.25	582.11
	Short-Term Loans and Advances	15	1388.68	1809.13
	Other Current Assets	16	792.33	467.61
	TOTAL		28562.16	26696.07
	Significant Accounting Policies & Notes to Financial Statements	25		

The Accompanying notes form an integral part of these standalone financial statement

As per our Report of even date
For, LAXMI TRIPTI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.N.009189C

ANAND KUMAR AGRAWAL
PARTNER
Membership no. 075575

Place: RAIPUR
Date: 28-08-2023



For and on behalf of the Board
For, Sky Alloys And Power Limited

RAVI SINGHAL
MANAGING DIRECTOR
(DIN: 01197349)

DIVYAVIJAY SINGH VAID
CHIEF FINANCIAL OFFICER

SANJAY GOYAL
DIRECTOR
(DIN: 01197272)

AAKANSHA VAID
COMPANY SECRETARY
(M. No. A33013)

Director

SKY ALLOYS AND POWER LIMITED

(CIN: U27100CT2009PLC021184)

NO.16, RECREATION ROAD, CHOUBEY COLONY, RAIPUR, CHHATTISGARH

Statement of Profit and Loss for the year ended on 31st March, 2023

(Rs. in Lacs, unless otherwise stated)

Particulars	Note No.	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Income :			
Revenue from Operations	17	55371.03	48139.28
Other Incomes	18	66.18	177.35
Total Income		55437.21	48316.63
Expenses :			
Cost of Raw Material Consumed	19	44580.26	39931.72
Purchases of Stock in Trade			
Changes in inventories of finished goods, work in progress and Stock-in- trade	20	(824.73)	728.33
Employee Benefit Expenses	21	293.64	131.54
Finance Costs	22	1201.95	1255.67
Depreciation	23	1606.84	1486.03
Other expense	24	3567.72	2399.51
Total Expenses		50425.68	45932.80
Profit before extraordinary items and tax		5011.53	2383.83
Profit before Tax		5011.53	2383.83
Tax Expense:			
Current tax		1300.00	215.00
Deferred Tax		(26.63)	(31.34)
Earlier Year Taxes		(4.24)	907.15
Profit/ (Loss) for the period		3742.40	1293.02
Earnings Per Equity Share (Rs.)			
Basic		5.45	2.13
Diluted		5.45	2.13
Significant Accounting Policies & Notes to Financial Statements	25		

The Accompanying notes form an integral part of these standalone financial statement

As per our Report of even date
For, **LAXMI TRIPTI & ASSOCIATES**
CHARTERED ACCOUNTANTS
F.R.N.009189C

ANAND KUMAR AGRAWAL
PARTNER
Membership no. 075575

Place: RAIPUR
Date: 28-08-2023



For and on behalf of the Board
For, Sky Alloys And Power Limited For, Sky Alloys And Power Limited

Managing Director
RAVI SINGHAL
MANAGING DIRECTOR
(DIN: 01197349)

DIVYAVIJAY SINGH VAID
CHIEF FINANCIAL OFFICER

SANJAY GOYAL
DIRECTOR
(DIN: 01197272)

AAKANSHA VAID
COMPANY SECRETARY
(M. No. A33013)

SKY ALLOYS AND POWER LIMITED
NO.16, RECREATION ROAD, CHOUBEY COLONY, RAIPUR, CHHATTISGARH

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2023

(Rs. in Lacs, unless otherwise stated)

Particulars	Year Ended 31st March, 2023		Year Ended 31st March, 2022	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit Before Tax		5011.53		2383.83
Adjustment for:				
Depreciation	1606.84		1486.03	
Interest / Processing Fees	1201.95		1255.67	
Provision for Gratuity	35.05		0.00	
Short Payment of TDS	-13.23		0.00	
(Profit) / Loss on Sale of Investmetns	-06.21		0.00	
Profit / (Loss) on Sale of Fixed Assets	0.00		0.03	
		2824.40		2741.73
Operating Profit before Working Capital Changes		7835.93		5125.56
Adjustment for				
Increase (-) / Decrease in Inventories	-997.12		-1780.44	
Increase (-) / Decrease in Trade Receivables	-445.17		417.64	
Increase (-) / Decrease in Current Assets	-324.72		-169.81	
Increase (-) / Decrease in Advances	420.45		-1054.59	
Increase / Decrease(-) in Trade Payables	-460.54		-27.60	
Increase / Decrease(-) in Current Liabilities & Provisions	-188.27	-1995.38	-200.22	-2815.00
Cash Generated from Operations		5840.54		2310.56
Less: Income Tax Paid		1295.76		907.15
NET CASH FLOW FROM OPERATING ACTIVITIES		4544.78		1403.40
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchases of Fixed Assets	-2639.79		-2232.86	
Sale of Investmetns	25.00		0.00	
Payables for Capital Assets	0.00		-68.16	
Advances for Capital Assets	0.00		-08.61	
Sale of Fixed Assets	0.00		0.40	
Unsecured Loans & Advances	225.77		-62.19	
NET CASH FLOW FROM INVESTING ACTIVITIES		-2389.02		-2371.42
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from issue of Shares	540.00		0.00	
Deferred Expenditure for IPO	0.00		0.00	
Proceeds / (Repayment) of Bank Term Loan (Net)	2249.30		1228.03	
Proceeds from Working Capital Limit	1043.34		186.67	
Proceeds / (Repayment) from Unsecured Loan	-5055.33		484.82	
Interest/Processing Fees on Loans	-1201.95		-1255.67	
NET CASH FLOW FROM FINANCING ACTIVITIES		-2424.63		643.85
D. NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (A)+(B)+(C)		-268.86		-324.17
CASH AND CASH EQUIVALENTS, beginning of the year		582.11		906.28
CASH AND CASH EQUIVALENTS, end of the year		313.25		582.11

Notes: (1) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard-3 on Cash Flow Statement issued by The Institute Of Chartered Accountants of India.

(2) Cash & Cash Equivalents at the year end includes FDR of ` 304.18 Lacs (P.Y. ` 486.29 Lacs) pledged with bank.

(3) Figures in Negative Value represent cash out flow.

For, LAXMI TRIPTI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.N.009189C

ANAND KUMAR AGRAWAL
PARTNER
Membership no. 075575

Place: RAIPUR
Date: 28-08-2023



For, Sky Alloys And Power Limited

Managing Director

RAVI SINGHAL
MANAGING DIRECTOR
(DIN: 01197349)

DIVYAVIJAY SINGH VAID
CHIEF FINANCIAL OFFICER

For, Sky Alloys And Power Limited

Director

SANJAY GOYAL
DIRECTOR
(DIN: 01197272)

AAKANSHA VAID
COMPANY SECRETARY
(M. No. A33043)

SKY ALLOYS AND POWER LIMITED
Notes forming parts of the financial statement

(Rs. in Lacs, unless otherwise stated)

NOTE 1. Share Capital

Particulars	As at 31st March, 2023	As at 31st March, 2022
Authorised Capital 7,00,00,000 Equity Shares of Rs.10/- each (P.Y. 7,00,00,000 Equity Shares of Rs.10/- each)	7000.00	7000.00
Issued, Subscribed and Paid up 6,92,61,880 Equity Shares of Rs.10/- each (P.Y. 6,52,61,880 Equity Shares of Rs.10/- each)	6926.19	6526.19
Total	6926.19	6526.19

1 (i) Reconciliation Of Number Of Share

Particulars	As at 31st March, 2023	
	Equity Shares	
	Number	Amount
Balance as at the beginning of the year	6,52,61,880	6526.19
(+) Shares issued During the year	40,00,000	400.00
(-) Shares Brought back during the year	-	-
Balance at end of the Year	6,92,61,880	6926.19

1 (ii) Details of shares held by shareholders holding more than 5% of the aggregate

(In Number)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Equity Shares		
Kunj Behari Singhal	7051615 (10.18%)	25021615 (38.34%)
Ravi Singhal	36549465 (52.77%)	20998365 (32.18%)
Sandeep Kumar Agarwal	4002500 (5.78%)	4002500 (6.13%)
Nisha Singhal	7840000 (11.32%)	13000000 (19.92%)

1 (iii) Disclosure of Shareholding of Promoters as at 31st March, 2023

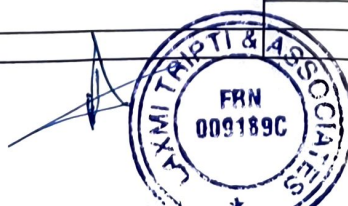
(In Number)

Promoter's Name	No. of Shares held & % of total shares	% Change during the year
Ravi Singhal	36549465 (52.77%)	20.59
Sandeep Kumar Agarwal	4002500 (5.78%)	(0.35)

The company has only one class of Equity having a par value Rs. 10.00 per share. Each shareholder is eligible for one vote per share held with a right to receive per share dividend declared by the company. In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding. Voting right cannot be exercised on the shares on which call is unpaid

NOTE 2. Reserves and Surplus

Particulars	As at 31st March, 2023	As at 31st March, 2022
a. Securities Premium		
Opening Balance	11105.67	11105.67
(+) Addition during the year	140.00	-
	11245.67	11105.67
b. Surplus / Profit & Loss A/c		
Opening Balance	(9889.26)	(11182.28)
(+) Net Profit for the current year	3742.40	1293.02
(+) Short TDS Paid	(13.23)	-
(+) Gratuity Adjustment (Refer Note No. 25 Part-2 Clause-N)	(60.42)	-
Closing Balance	(6220.51)	(9889.26)
Total	5025.16	1216.41



SKY ALLOYS AND POWER LIMITED
Notes forming parts of the financial statement

(Rs. in Lacs, unless otherwise stated)

NOTE 3. Long-Term Borrowings

Particulars	As at 31st March, 2023	As at 31st March, 2022
<u>Secured Loans</u>		
From Banks		
<u>Punjab National Bank</u> (Refer Note No. 25 Part-2 Clause-C)	1425.10	1700.13
<u>Kotak Mahindra Bank</u> (Refer Note No. 25 Part-2 Clause-C)	136.23	160.89
<u>HDFC Bank</u> (Refer Note No. 25 Part-2 Clause-C)	992.78	-
<u>YES Bank</u> (Refer Note No. 25 Part-2 Clause-C)	1495.91	-
From Financial Institutions (Unsecured)		
- TATA Capital financial Services Ltd. (Refer Note No. 25 Part-2 Clause-C)	33.00	-
- Aditya Birla financial Services Ltd. (Refer Note No. 25 Part-2 Clause-C)	43.38	-
- Mahindra & Mahindra Financial Services Ltd. (Refer Note No. 25 Part-2 Clause-C)	-	16.08
	4126.40	1877.10
Less: Current Maturities of Long term borrowings	715.60	332.22
	3410.80	1544.88
<u>Unsecured Loans</u>		
- From Corporates	1211.43	4461.53
- From Others	826.42	2631.64
Total	5448.65	8638.06

Details of Current Maturities

Particulars	As at 31st March, 2023	As at 31st March, 2022
Punjab National Bank	317.80	256.54
Kotak Mahindra Bank	38.69	59.60
HDFC Bank	08.99	0.00
YES Bank	284.40	0.00
TATA Capital financial Services Ltd.	25.93	0.00
Aditya Birla financial Services Ltd.	39.79	0.00
Mahindra & Mahindra Financial Services Ltd.	0.00	16.08
	715.60	332.22

NOTE 4. Long-Term Provisions

Particulars	As at 31st March, 2023	As at 31st March, 2022
Provision for Gratuity (Refer Note No. 25 Part-2 Clause-N)	95.47	-
Total	95.47	-



SKY ALLOYS AND POWER LIMITED
Notes forming parts of the financial statement

(Rs. in Lacs, unless otherwise stated)

NOTE 5. Short Term Borrowings

Particulars	As at 31st March, 2023	As at 31st March, 2022
Secured Loans		
From Banks:-		
Cash Credit Limit from Punjab National Bank (Refer Note No. 25 Part-2 Clause-C)	4125.62	5037.98
Cash Credit Limit from HDFC Bank (Refer Note No. 25 Part-2 Clause-C)	1468.21	-
Cash Credit Limit from YES Bank (Refer Note No. 25 Part-2 Clause-C)	96.40	-
Working Capital Demand Loan from YES Bank (Refer Note No. 25 Part-2 Clause-C)	402.99	-
LC Issued by Punjab National Bank for purchase of goods (Refer Note No. 25 Part-2 Clause-C)	-	1000.15
LC Issued by HDFC Bank for purchase of goods (Refer Note No. 25 Part-2 Clause-C)	988.25	-
Current Maturities of Long term borrowings	715.60	332.22
Total	7797.07	6370.35

NOTE 6. Trade Payables

Particulars	As at 31st March, 2023	As at 31st March, 2022
Trade Payables - MSME		
- Less than 1 Year	886.84	997.07
- 1 Year to 2 Year	0.68	2.20
- 2 Year to 3 Year	0.02	0.00
- More than 3 Years	0.00	0.00
	887.55	999.27
Trade Payables - Others		
- Less than 1 Year	375.29	729.72
- 1 Year to 2 Year	10.58	04.85
- 2 Year to 3 Year	0.24	34.86
- More than 3 Years	34.68	0.19
	420.79	769.61
Total	1308.34	1768.88

Above Trade payable Includes:		
For other than capital goods	1205.80	1754.20
For Capital Goods	102.54	14.68
	1308.34	1768.88

NOTE 7. Other Current Liabilities

Particulars	As at 31st March, 2023	As at 31st March, 2022
Expenses Payable	224.42	286.82
Other Payables	-	180.10
Statutory Dues Payable	590.07	214.09
Advance Received From Customer	123.60	676.29
Total	938.09	1357.30

NOTE 8. Short-Term Provisions

Particulars	As at 31st March, 2023	As at 31st March, 2022
Provision for Income Tax	1300.00	215.00
Less: Advance Tax and TDS	-854.06	
Total	445.94	215.00

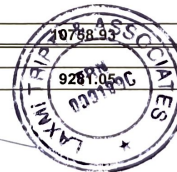


SKY ALLOYS AND POWER LIMITED
Notes forming part of the financial statement

NOTE 9. Property, Plant & Equipments and Intangible Assets

(Rs. in Lacs, unless otherwise stated)

Particulars	Gross Block				Depreciation				Net Block	
	01-Apr-22	Addition	Disposal	31-Mar-23	01-Apr-22	For the C.Y	Disposal	31-Mar-23	31-Mar-23	31-Mar-22
<u>FACTORY</u>										
Land	238.77	14.62	-	253.39	-	-	-	-	253.39	238.77
Land & Buildings	28.22	-	-	28.22	-	-	-	-	28.22	28.22
Induction Furnance	1869.14	-	-	1869.14	1500.87	68.39	-	1569.26	299.88	368.27
Ferro Alloys Plant	1570.34	2372.20	-	3942.54	1217.35	349.81	-	1567.17	2375.38	352.99
Power Plant	6618.93	-	-	6618.93	3233.57	244.64	-	3478.20	3140.73	3385.36
Boiler	1077.01	-	-	1077.01	578.28	34.56	-	612.83	464.18	498.74
Spong iron - Klin	2232.05	-	-	2232.05	1851.95	70.12	-	1922.06	309.98	380.10
Spong iron Plant	4199.68	-	-	4199.68	813.14	613.06	-	1426.20	2773.48	3386.54
Factory Shed / Building	2666.15	231.46	-	2897.61	978.68	96.32	-	1075.00	1822.61	1687.47
Trailors/Tracktors	120.13	-	-	120.13	56.97	05.09	-	62.06	58.07	63.16
Plant & Machinery	727.05	6.44	-	733.49	436.35	53.82	-	490.17	243.32	290.70
<u>OFFICE</u>										
Office Building	-	170.70	-	170.70	-	2.07	-	2.07	168.63	-
Office Equipments	41.95	19.90	-	61.85	36.23	9.07	-	45.30	16.55	5.72
Computer	7.35	4.35	-	11.70	5.15	2.41	-	07.55	04.15	2.21
Vehicles	103.89	105.92	-	209.81	44.15	52.08	-	96.23	113.58	59.74
Furniture & fixture	11.20	62.62	-	73.81	06.24	05.40	-	11.65	62.17	4.95
TOTAL	21511.87	2988.20	-	24500.07	10758.93	1606.84	-	12365.77	12134.31	10752.95
PREVIOUS YEAR	21425.79	94.67	08.59	21511.87	9287.05	1486.03	08.16	10758.93	10752.95	12144.74



SKY ALLOYS AND POWER LIMITED
Notes forming part of the financial statement

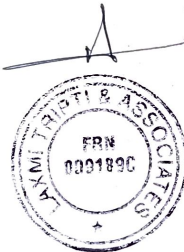
(Rs in Lacs, unless otherwise stated)

NOTE 9A. Capital Work in Progress

CWIP aging schedule

	Figures as at the end of current reporting period				
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	1789.79	0.00	0.00	0.00	1789.79
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00

	Figures as at the end of the previous reporting period				
CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	2138.20	0.00	0.00	0.00	2138.20
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00



SKY ALLOYS AND POWER LIMITED
Notes forming parts of the financial statement

(Rs. in Lacs, unless otherwise stated)

NOTE 10. Non-Current Investments

Particulars	As at 31st March, 2023	As at 31st March, 2022
INVESTMENT		
<u>Unquoted, at cost</u>		
M/s Nayantara Mercantile Private Limited (1,30,900 Equity Shares of Rs. 10/- each fully paid up) (Refer Note No. 25 Part-2 Clause-V)	-	2.62
M/s Meghna Distributors Private Limited (8,08,645 Equity Shares of Rs. 10/- each fully paid up) (Refer Note No. 25 Part-2 Clause-V)	-	16.17
Total	-	18.79

NOTE 11. Long-Term Loans and Advances

Particulars	As at 31st March, 2023	As at 31st March, 2022
Security Deposits	3.10	210.77
Advance for Capital Goods	13.09	31.19
Total	16.19	241.96

NOTE 12. Inventories

Particulars	As at 31st March, 2023	As at 31st March, 2022
Raw Material	9025.32	8215.00
Finished Goods	1058.74	584.01
Work in Progress	664.76	314.76
Excess Stock (as on 22/12/2021)	-	637.93
-(Refer Note No. 25 Part-2 Clause-P)		
Total	10748.82	9751.70

NOTE 13. Trade Receivables

Particulars	As at 31st March, 2023	As at 31st March, 2022
Trade Receivables:		
<u>Unsecured, considered good</u>		
- Less than 6 Month	1362.81	814.98
- 6 Month to 1 Year	15.99	70.05
- 1 Year to 2 Year	-	48.59
- 2 Year to 3 Year	-	-
- More than 3 Years	-	-
Total	1378.79	933.62



SKY ALLOYS AND POWER LIMITED
Notes forming parts of the financial statement

(Rs. in Lacs, unless otherwise stated)

NOTE 14. Cash and Cash Equivalents

Particulars	As at 31st March, 2023	As at 31st March, 2022
a. Balance with Banks		
- Current Accounts	0.00	0.00
- FDR with Schedule Bank (Pledged)	304.18	486.29
b. Cash in Hand	09.07	95.82
Total	313.25	582.11
- FDR with Schedule Bank (Pledged)		
Maturity More Than 12 months	132.14	190.54
Maturity Less Than 12 months	172.04	295.75
	304.18	486.29

NOTE 15. Short-Term Loans and Advances

Particulars	As at 31st March, 2023	As at 31st March, 2022
Advance to Suppliers	816.17	1547.77
Advance to Suppliers for Capital Goods	400.12	16.92
Other Loans and Advances		
- To Others	172.39	197.68
- To Related Party	-	46.77
Total	1388.68	1809.13

NOTE 16. Other Current Assets

Particulars	As at 31st March, 2023	As at 31st March, 2022
Balance with revenue authorities	437.04	443.32
Prepaid Expenses	31.44	24.29
Other Current Assets	282.46	-
Miscellaneous expenditure to the extent not written off	41.39	-
Total	792.33	467.61



SKY ALLOYS AND POWER LIMITED
Notes forming parts of the financial statements

(Rs. in Lacs, unless otherwise stated)

NOTE 17. Revenue From Operations

Particulars	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Sale of Goods		
Indigenous Sales	53390.45	45862.70
Export Sales - Deemed Export	1980.58	1363.16
Sale of Services		
Services Rendered	-	913.43
Total	55371.03	48139.28

NOTE 18. Other Incomes

Particulars	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Interest Received	20.21	40.27
Profit on Sale of Shares (Refer Note No. 25 Part-2 Clause-V)	6.21	-
Insurance	5.87	5.04
Rebate and Discount	33.89	132.05
Total	66.18	177.35

NOTE 19. Cost of Raw Material Consumed

Particulars	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Opening Inventory	8852.92	6344.14
Purchases of Raw Material	39508.97	38381.73
Add: Freight Expenses		
Freight	5243.69	4058.76
	53605.58	48784.63
Less: Closing Stock of Raw Material	9025.32	8852.92
Cost of materials consumed during the year	44580.26	39931.72

NOTE 20. Change in inventory of Finished Goods and Work in Progress

Particulars	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Opening Inventory	898.78	1627.11
Finished Goods	584.01	961.91
Work in Progress	314.76	665.20
Less : Inventory at the end of the year	1723.50	898.78
Finished Goods	1058.74	584.01
Work in Progress	664.76	314.76
Change in the inventory	(824.73)	728.33

NOTE 21. Employee Benefit Expenses

Particulars	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Salary and Bonus	93.23	54.75
Director Remuneration	102.00	61.20
Staff Welfare Expenses	7.22	3.03
Contribution towards PF	38.48	10.78
Contribution towards ESIC	17.66	1.78
Provision for Gratuity (Refer Note No. 25 Part-2 Clause-N)	35.05	-
Total	293.64	131.54



SKY ALLOYS AND POWER LIMITED
Notes forming parts of the financial statements

NOTE 22. Finance Costs

Particulars	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Interest to Bank	875.43	721.73
Interest to Others	256.77	482.68
Bank Charges	69.75	51.26
Total	1201.95	1255.67

NOTE 23. Depreciation

Particulars	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Depreciation	1606.84	1486.03
Total	1606.84	1486.03

NOTE 24. Other Expenses

Particulars	Year Ended 31st March, 2023	Year Ended 31st March, 2022
Manufacturing Expenses		
Electricity Exp.	2033.08	1014.64
Diesel & Fuel	104.56	241.05
Wages & Production Expenses	775.71	751.10
Rent of machinery	49.38	95.79
Manufacturing Exp.	9.23	12.60
Administrative and Other Expenses		
Advertisement Exp.	2.64	2.30
Audit Fees	10.00	5.00
CSR & Donation	43.44	15.71
Electricity exp	1.33	0.39
Insurance Exp.	39.54	20.36
Office Exp	2.37	1.48
Printing & Stationary	5.57	4.64
Professional Fees	75.65	62.63
Rates Fees and Taxes	30.15	39.96
GST Interest	212.33	0.00
Rent	5.06	2.10
Repairing & Maintainance	21.86	31.75
Telephone Exp	2.76	2.79
Travelling and Conveyance Exp.	25.79	6.30
Commission Expense	97.74	78.36
Loss on Sale of Fixed Assets	-	0.03
Vehicle Running & Maintainance	8.07	10.53
Penalty and Interest	6.68	0.00
MSME Interest (Refer Note No. 25 Part-2 Clause-F)	4.78	0.00
Total	3567.72	2399.51



SKY ALLOYS AND POWER LIMITED

(FORMERLY SKY ALLOYS AND POWER PRIVATE LIMITED)

(CIN: U27100CT2009PLC021184)

NO.16, RECREATION ROAD, CHOUBEY COLONY, RAIPUR, CHHATTISGARH**NOTE - 25****SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31ST MARCH 2023.****CORPORATE INFORMATION**

SKY ALLOYS AND POWER LIMITED is a limited company, registered under the companies Act, with the Registrar of Companies, Chhattisgarh vide CIN- U27100CT2009PLC021184 as on 19th May, 2009. The company is having its registered office at NO.16, RECREATION ROAD, CHOUBEY COLONY, RAIPUR, CHHATTISGARH and is engaged in the business of manufacturing of Sponge Iron, MS Ingots, power & Ferro Alloys. The company has been converted from "Private limited Company" to "Limited Company" vide certificate dated 11/10/2022.

1) STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES:**a. Basis of Accounting**

The Financial statements of company have been prepared in accordance with Accounting Principles Generally Accepted in India, including the Accounting Standards specified under section 133 of Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires judgment, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the financial statements and the reported amount of income and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

c. Borrowing Cost

Borrowing Cost attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets up to the date when such assets are ready for intended use. Other borrowing costs are charged as expense in the year in which they are incurred.

d. Property, Plant & Equipments and Intangible Assets

Fixed The Property Plant & Equipments are stated at cost of acquisition or construction net of impairment loss, if any less accumulated depreciation/amortization. Cost comprises of purchase/acquisition price, non-refundable taxes and any directly attributed cost of bringing the assets to its working conditions for its intended use. None of the assets have been revalued during the year.

Projects under which assets are not ready for their intended use are disclosed under Capital Work-in-Progress.

e. Depreciation

Depreciation on Property, Plant & Equipments and Intangible Assets (including on fixed assets acquired under finance lease) is provided at the rates prescribed in Schedule II to The Companies Act, 2013 by adopting 'Written down Value Method'.

Depreciation on addition to assets or on sale / disposal of assets is calculated pro-rata from the date of such addition or up to the date of such sale/disposal as the case may be.

f. Revenue Recognition

Revenue is recognized only when it can be reliably measured and it is reasonable to expect ultimate collection.



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

g. Investments

Investments are recorded as Long-Term Investments unless they are expected to be sold within one year and valued at cost. Diminution if any, in value of investments are not made as, in the opinion of Management, they are of temporary nature.

h. Goods and Service Tax

Goods and Service Tax claimed on capital assets is credited to assets / capital work in progress account. Goods and Service Tax on purchase of raw materials and other materials are deducted from the cost of such materials.

i. Inventories

- (i) Raw Materials are valued at lower of cost or net realizable value.
- (ii) Cost of inventories of finished goods and work-in-process includes material cost, proportionate cost of conversion and other costs.
- (iii) Cost of By Product and Scrap are valued at net realizable value.

j. Cash Flow Statement

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

k. Accounting for Taxes on Income

Taxes on Income are accounted for in accordance with Accounting Standard (AS)-22 issued by ICAI. Tax comprises both Current and Deferred Tax.

- Current Tax is measured at the amount expected to be paid/recovered from the revenue authorities using the applicable tax rate and laws.
- The tax effect of the timing difference that results between taxable and accounting income and are capable of reversal in one or more subsequent periods are recorded as a deferred tax assets or deferred tax liability. Deferred Tax Assets and liabilities are recognized for future tax consequence attributable to timing difference. They are measured using the substantive enacted tax rates and tax regulations.

l. Employee Benefit Expenses

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period when the employees render the services.

Post-Employment Benefit Plans

(i) Defined contribution plans:

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund and Contributory Pension Fund. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

(ii) Defined Benefit Plans:

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates



and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The company has recognized the gratuity payable to the employees as per the Payment of Gratuity Act, 1972 as defined benefit plans. The liability in respect of these benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.

m. Impairment

At each balance sheet date, the Company reviews the carrying amounts of its fixed assets to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

n. Earnings Per Share

Basic EPS is calculated by dividing the net profit after tax for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For calculating diluted earnings per share, both the numerator and the denominator, i.e., the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period respectively, are adjusted for the effects of all dilutive potential equity shares.

o. Deferred Revenue Expenses

The expenses which incurred in current accounting year but its benefits are incurred in following or future accounting years, treated as deferred expenses and accordingly shown as Miscellaneous expenditure to the extent not written off.

p. Foreign Exchange Transaction

Foreign Currency transactions are recorded at the rates of exchange prevailing on the date of the respective transactions. The company recognized all transactions and translated gains & losses in the profit and loss account except those arising from the acquisition of fixed assets, which are adjusted to the cost of respective assets.

q. Contingent Liability

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as result of past event and it is probable that there will be outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statement.

r. Project Development Expenses Pending Adjustment

Expenditure incurred during developmental and preliminary stages of the Company's new/expansion projects, are carried forward. However, if any project is abandoned, the expenditure relevant to such project is written off through the natural heads of expenses in the year in which it is so abandoned.



s. Government Grants / Subsidy

Government Grants/Subsidy are Recognized, when there is reasonable assurance that

- 1) The company will comply with conditions attached to them and
- 2) The Grants/subsidy will be received.

The Government Grants/Subsidy received is shown as other income in Statement of Profit & Loss.

t. Events Occurring After Balance Sheet Dates

Material events occurred after balance sheet date have been properly dealt with and accounted for in the financial statements for the year.

u. LEASES

Operating Lease

Company as a lessee: Leases where significant portion of risk and reward of ownership are retained by the lessor are classified as operating leases and monthly lease rental if any thereon are charged to the statement of Profit & Loss as per the lease agreement.

Company as a lessor: Leases where the company has substantially retained all the risk and reward of ownership are classified as operating lease. Monthly rental income if any from operating lease is recognized in the statement of Profit & Loss as per the lease agreement.

Finance Lease:

Leases where substantially all the risk and benefits incidental to the ownership of leased item are transfer to the leases are classified as finance lease.

Company as a lessee: Assets acquired under finance lease are capitalized at the lease inception at lower of fair value of the leased assets and present value of minimum lease payment. Lease payment are apportioned between finance charges and reduction of lease liability.

Company as a lessor: Assets leased to others under finance lease are recognized as receivables at an amount equal to net investment in the leased assets. Finance lease income is recognized based on periodic rate of return on the net investment outstanding in respect of the finance leased.



2) NOTES TO THE FINANCIAL STATEMENTS:

- A. Previous year figure has been regrouped /classified wherever necessary to correspond with current year classification/disclosure.
- B. The financial statements are presented in Indian rupees rounded off to the nearest rupees in Lacs up to two decimals

C. **SECURED / UNSECURED LOANS**

I. **Term Loan [Covid Loan]**

PNB Covid 19 Emergency Credit Facility of Rs. 342 Lacs sanctioned from Punjab National Bank, MID Corporate Centre, Raipur. The term loan is secured by:-

- a) Hypothecation of Plant and machinery of following plant:
 - 6 MVA Ferro Alloys Plant
 - 10 Ton Induction furnace
- b) Further secured by pari passu charge on all current assets by way of hypothecation of entire stock of Raw Materials, Finished Goods, stock in process, Stores and Spares of the company at the factory premises or at any other places including goods in transit, outstanding moneys, books debts and receivables.
- c) The said Term Loan is further collaterally secured by personal guarantee of promoters /immovable assets of promoters / directors and their relatives and corporate guarantee of M/s Meghna Distributors Pvt. Ltd., M/s Nayantara Mercantile Pvt. Ltd. and M/s Modern Special Wires & Pipes Pvt. Ltd.
- d) The above said loan is repayable in 18 equated monthly installments commencing from December 2020.
- e) Loan is squared off during the year under audit.
- f) Rate of Interest is 8.08%

II. **Working Capital Term Loan under GECL**

PNB Covid 19 Emergency Credit Facility of Rs. 1120 Lacs sanctioned from Punjab National Bank, MID Corporate Centre, Raipur. The term loan is secured by :-

- a) Extensions of charge over the existing primary & collateral securities (offered in connection with term loan and Working Capital limit) excluding personal and corporate guarantee.
- b) The above said loan is covered under guarantee coverage from NCGTC.
- c) The above said loan is repayable in 48 equated monthly installments commencing from July 2022.
- d) Rate of interest of above loan is 8.30% as at 31.03.2023.



III. Working Capital Term Loan under GECL 2.0 Extension

PNB Covid 19 Emergency Credit Facility of Rs. 534 Lacs sanctioned from Punjab National Bank, MID Corporate Centre, Raipur. The term loan is secured by :-

- a) Extensions of charge over the existing primary & collateral securities (offered in connection with term loan and Working Capital limit) excluding personal and corporate guarantee.
- b) The above said loan is covered under guarantee coverage from NCGTC.
- c) The above said loan is repayable in 48 equated monthly installments after moratorium of 24 months from the date of disbursement of loan i.e. November - 2021.
- d) Rate of interest of above loan is 8.25% as at 31.03.2023.

IV. Term Loan [Business Loan]

Term Loan of Rs. 49.90 Lacs sanctioned on 17/06/2022 by Kotak Mahindra Bank as Business improvement Loan. The term loan is secured by :-

- a) The said Term loan is secured by personal guarantee of Directors.
- b) The term loan is repayable in 24 monthly installments of Rs. 243180.
- c) Rate of interest of above loan is, 15.56% p.a.

V. Term Loan [Vehicle Loan]

Term Loan of Rs. 238.65 Lacs sanctioned by Kotak Mahindra Bank as Vehicle Loan. The term loan is secured by :-

- a) Hypothecation of respective vehicles.
- b) The term loan is repayable in equal monthly installments.

VI. Term Loan [Rolling Mill Plant]

Term Loan of Rs. 3500 Lacs sanctioned on 22/03/2023 by HDFC Bank for implementation of Rolling Mill Plant with license capacity of 95000 MTPA & Induction Furnace of 1 x 10 Ton. The term loan is secured by :-

- a) Exclusive charge by Hypothecation of proposed Rolling Mill Plant with license capacity of 95000 MTPA & Induction Furnace of 1 x 10 Ton.
- b) First pari passu charge by EM of Factory Land & Building situated at Village Temtema, Tehsil Kharsia, Raigarh (C.G.) and Hyp. Of existing current assets, movable/immovable fixed assets of the company.
- c) The said Term loan is further secured by personal guarantee of promoters / Directors and their relatives and corporate guarantee of M/s Meghna Distributors Pvt. Ltd., M/s Nayantara Mercantile Pvt. Ltd. and M/s Modern Special Wires & Pipes Pvt. Ltd.
- d) The term loan is repayable in 67 monthly installment after moratorium period of 17 months.
- e) Rate of interest of above loan is 10.10% as at 31.03.2023.



VII. Term Loan [Vehicle Loan]

Term Loan of Rs. 40.23 Lacs sanctioned by HDFC Bank as Vehicle Loan. The term loan is secured by :-

- a) Hypothecation of respective vehicles.
- b) The term loan is repayable in equal monthly installments.

VIII. Term Loan [1x6 MVA Ferro Alloy Furnace]

Term Loan of Rs. 1500 Lacs sanctioned by Yes Bank Ltd for installation & reimbursement of capex for 1x6 MVA Ferro Alloy Furnace on 29/09/2022. The term loan is secured by:-

- a) First Pari passu charge on all current assets, movable & immovable fixed assets of the company.
- b) The said Term loan is further collaterally secured by first pari-passu charge over immovable assets of promoters / directors and their relatives, personal guarantee of promoters & owner of the property and corporate guarantee of M/s Meghna Distributors Pvt. Ltd., M/s Nayantara Mercantile Pvt. Ltd. and M/s Modern Special Wires & Pipes Pvt. Ltd.
- c) Rate of interest of above loan is 9.90% as at 31.03.2023.
- d) The sanctioned above said loan is repayable as under:

Particulars	Sanctioned	Repayment
Term Loan-I	Rs 500 Lacs	In 60 structured installments starting from 30/04/2023 to 31/03/2028
Term Loan-II	Rs 1000 Lacs	In 60 installments starting from 31/03/2023 to 29/02/2028

The outstanding balances in respect of the above said Loans are as under:

(Rs. in Lacs, unless otherwise stated)

Particulars	Type	31/03/2023	31/03/2022
I. Term Loan (COVID Loan)	Term Loan	--	59.04
II. Working Capital Term Loan under GECL	Term Loan	892.24	1107.50
III. Working Capital Term Loan under GECL 2.0 Extension	Term Loan	532.86	533.59
TOTAL PUNJAB NATIONAL BANK		1425.10	1700.13
I. Kotak Mahindra Bank (Repayable in 24 EMI start from Aug 2022, Rate of Interest 15.56%)	Business Loan	34.94	--
II. Kotak Mahindra Bank (Repayable in 37 EMI start from March 2022, Rate of Interest 9.40 %)	Vehicle Loan	12.92	18.89
III. Kotak Mahindra Bank (Repayable in 36 EMI start from Aug 2021, Rate of Interest 8.59%)	Vehicle Loan	32.52	54.51
IV. Kotak Mahindra Bank (Repayable in 36 EMI start from Feb 2022, Rate of Interest 10.88%)	Vehicle Loan	12.89	18.89



V. Kotak Mahindra Bank (Repayable in 36 EMI start from Oct 2021, Rate of Interest 8.51%)	Vehicle Loan	42.96	68.60
TOTAL KOTAK MAHINDRA BANK		136.23	160.89
I. HDFC Bank	Term Loan	954.85	--
II. HDFC Bank (Repayable in 41 EMI start from Nov 2022, Rate of Interest 8.06%)	Vehicle Loan	19.00	--
III. HDFC Bank (Repayable in 60 EMI start from Apr 2023, Rate of Interest 8.75%)	Vehicle Loan	18.93	--
TOTAL HDFC BANK		992.78	--
Yes Bank Limited	Term Loan	1495.91	--
TOTAL SECURED LOAN		4050.02	1861.02

IX. Business Loan (Unsecured)

- The said Term loans are unsecured.
- Loan of Rs. 50.00 Lacs is sanctioned from Tata Capital Limited on 19-05-2022 at rate of interest 16% p.a. Outstanding Balance as on 31.03.2023 is Rs. 33.00 Lacs, Previous Year- NIL
- Loan of Rs. 75.00 Lacs is sanctioned from Aditya Birla Finance Limited on 05-04-2022 at rate of interest 15% p.a. Outstanding Balance as on 31.03.2023 is Rs. 43.38 Lacs, Previous Year- NIL

X. Working Capital Limit from Bank:

- Working Capital Limit of Rs. 8500 Lacs (PY Rs 5000 Lacs) sanctioned under consortium (PY in sole banking arrangement) as under:

(Rs. in Lacs, unless otherwise stated)

Bank	31/03/2023	31/03/2022
I. Punjab National Bank (Rate of Interest – 11.05% as at 31.03.2023)	5000	5000
II. HDFC Bank (Rate of Interest – 9.40% as at 31.03.2023)	2000	--
III. Yes Bank (Rate of Interest – 9.90% as at 31.03.2023)	1500	--
Total	8500	5000

The Working Capital Limit is secured by first pari passu charge on all current assets by way of hypothecation of entire stock of Raw Materials, Finished Goods, stock in process, Stores and Spares of the company at the factory premises or at any other places including goods in transit, outstanding moneys, books debts and receivables.

The said Working Capital Limit is further collaterally secured by first pari-passu charge over factory land & building owned by company, immovable assets of promoters / directors and their relatives, personal guarantee of promoters & owner of the property and corporate guarantee of M/s Meghna Distributors Pvt. Ltd., M/s Nayantara Mercantile Pvt. Ltd. and M/s Modern Special Wires & Pipes Pvt. Ltd.

The working capital limits are repayable on demand.



- b) Letter of Credit Limit of Rs. 1000 Lacs sanctioned by HDFC Bank against first parri passu charge by Hyp. of existing movable & immovable fixed assets of the company. The outstating balance of letter of credit issued to supplier for procurement of goods is Rs. 988.25 lacs as on 31/03/2023, Previous Year – NIL and respective supplier had discounted the same from their banks. Accordingly, the said outstanding balance is classified under short term borrowings.
- c) Letter of credit sanctioned from Punjab National Bank against hypothecation over- the goods. Management has informed that the outstanding balance of letter of credit issued to supplier for procurement of goods is Nil, Previous Year Rs 1001.15 Lacs and respective supplier had discounted the same from their banks. Accordingly, the said outstanding balance is classified under short term borrowings.

D. CONTINGENT LIABILITIES

The contingent liability, if any in respect of pending assessment under the income tax act, central sales tax, entry tax, commercial tax, Goods and Service Tax etc. has neither been ascertained nor provided for in accounts.

Contingent liability in respect of following demand raised by the Income Tax Department has not been provided for in books of accounts

Sr. No.	Name of the statute	Nature of Dues	Amount (Rs. in Lacs)	Period to Which amount relates	Forum under which dispute is pending
1	Income Tax Act	Income Tax	249.26	F.Y. 2010-11	ITAT, Raipur
2	Income Tax Act	Income Tax	NIL	F.Y. 2014-15	CIT Appeal, Centre Circle Raipur
3	Income Tax Act	Income Tax	2165.74	F.Y. 2020-21	CIT Appeal, Centre Circle Raipur

As per legal advice, the company is likely to succeed and get full relief in aforesaid matters and accordingly management has decided not to create any provision against the aforesaid disputed liabilities.

E. The Calculation of deferred tax assets /liabilities is as shown below;

(Rs. in Lacs, unless otherwise stated)

Sr.No.	Particulars	31.03.2023	31.03.2022
A	WDV As Per Companies Act (Excluding Land)	11852.70	10485.96
B	WDV As Per Income Tax Act (Excluding Land)	9559.12	8163.35
C	Difference In WDV (A-B) (Net Amount on Which Deferred Tax Liabilities(Assets) provided)	2293.58	2322.61
D	Deferred Tax Liabilities/(Assets) of the Company	577.25	603.88
E	Opening Deferred Tax Liabilities /(Assets)	603.88	635.22
F	Deferred Tax Liabilities Reversed During the Year (E-D)	26.63	31.34



- F. The Company has certain dues to suppliers under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The disclosures pursuant to the said MSMED Act are as follows:

(Rs. in Lacs, unless otherwise stated)

Sr.No.	Particulars	31.03.2023	31.03.2022
A.	The principal amount remaining unpaid to any supplier at the end of the year	887.55	999.27
B.	The interest amount remaining unpaid to any supplier at the end of the year	4.78	--
C.	The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of payment made to the suppliers beyond the appointed date during the year	--	--
D.	The amount of interest due and payable for the year	4.78	--
E.	The amount of Interest accrued and remaining unpaid as at 31st March	4.78	--
F.	The amount of further interest due and payable even in the succeeding years until such date when the interest dues as above are actually paid.	--	--

To the extent information available with the company and certified by the management. The balances of MSME parties are in the process of confirmation/ reconciliation. Company is in the process of further strengthening system of identifying MSME, through process control. In the opinion of the management, on final reconciliation there will not be any material impact on the principal / interest amount outstanding.

- G. In the opinion of the management and to the best of their knowledge and belief, the value of loans, advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet. The provision for all known liabilities and payables are adequate and not in excess of amount reasonably necessary.

H. PAYMENT TO STATUTORY AUDITORS:

(Rs. in Lacs, unless otherwise stated)

Particulars	2022-2023	2021-2022
Statutory audit	8.00	3.00
Tax audit	1.00	1.00
Consolidation of accounts	1.00	1.00

I. MANAGERIAL REMUNERATION:

(Rs in Lacs, unless otherwise stated)

Particulars	2022-2023	2021-2022
Director Remuneration	102.00	61.20
Other Benefits	--	--

J. VALUE OF RAW MATERIALS CONSUMED

(Rs in Lacs, unless otherwise stated)

	31.03.2023		31.03.2022	
	Amount	% of Consumption	Amount	% of Consumption
Raw Materials (including Freight, on Purchase)				
Imported	Nil	NIL	NIL	NIL
Indigenous	44580.26	100	39931.72	100
Total	44580.26	100	39931.72	100



K. CIF VALUE OF IMPORTS

(Rs in Lacs, unless otherwise stated)

Description Unit	2022-2023	2021-2022
Raw Material	Nil	Nil
Consumable	Nil	Nil

L. EARNING IN FOREIGN CURRENCY

(Rs in Lacs, unless otherwise stated)

Particulars	2022-2023	2021-2022
Others	Nil	Nil

M. CAPITAL WORK-IN-PROGRESS

Capital work-in-Progress includes Plant and Machinery and office building which is under renovation:

(Rs. in lacs, unless otherwise stated)

Particulars	31/03/2023	31/03/2022
Opening Balance	2138.20	--
Add: Expenses directly related to Capital Expenditure	1789.78	2138.20
Add: Expenditure Allocated	--	--
Less: Transferred to Fixed Assets	2138.20	--
Less: Amount written back	--	--
Balance at end of the year	1789.78	2138.20

The CWIP ageing schedule as on March 31, 2023 is as follows:

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Year	2-3 Year	More than 3 Year	
Plant & Machinery	1789.78	--	--	--	1789.78

The CWIP ageing schedule as on March 31, 2022 is as follows:

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1-2 Year	2-3 Year	More than 3 Year	
Plant & Machinery	2116.54	--	--	--	2116.54
Office Building	21.66	--	--	--	21.66

N. Employees Retirement Benefits

The company has first time adopted policy of defined benefit retirement plan (Gratuity) for its employees. The defined benefit obligation of Rs. 60.42 Lacs upto 31/03/2022 has been deducted from Reserves and Surplus directly and defined benefit obligation for Current Year Rs. 35.05 has been debited to Statement of Profit and Loss during the financial year.



The company has a defined benefit gratuity plan. Every employee who has completed five years or more of service is entitled to Gratuity on terms not less favorable than the provision of the payment of gratuity Act, 1972.

The following tables summaries the components of net expenses recognized in the statement of profit and loss and Balance Sheet for the respective plan.

(a) Expenses recognized in the statement of profit and loss for respective years are as follows:
(Rs. in lacs, unless otherwise stated)

Particulars	Gratuity	
	2022-23	2021-22
Current Service Cost	31.48	20.93*
Interest cost on benefit obligation	4.24	2.00*
Expected return on plan assets	-	_*
Net actuarial (Gain)/ losses	(0.67)	7.74*
Net benefit/ expense	35.05	30.67*

* Figures for the previous financial year 2021-22 is not recognized in statement of profit & loss during financial year 2021-22 and adjusted with reserve & surplus of current financial year 2022-23.

(b) Net Liability recognized in the balance sheet as at respective dates are as follows:
(Rs. in lacs, unless otherwise stated)

Particulars	Gratuity	
	31 st Mar, 2023	31 st Mar, 2022
Defined benefit obligation	95.47	60.42**
Net liability	95.47	60.42**

** Figures for the previous financial year 2021-22 is not recognized in balance sheet of financial year 2021-22 and adjusted with reserve & surplus of current financial year 2022-23.

O. Earning Per Share (EPS)

(Rs. in Lacs, unless otherwise stated)

Particulars	2022-2023	2021-2022
Net Profit / (Loss) after tax	3742.40	1293.02
Number of Equity Shares	6,92,61,880	6,52,61,880
Weighted Avg. Number of Equity Shares for calculating Basic Earnings per share	6,87,13,935	6,08,32,779
Weighted Avg. Number of Equity Shares for calculating Diluted Earnings per share	6,87,13,935	6,08,32,779
Nominal Value of Equity Shares	10/-	10/-
Basic Earnings per share (in Rupees)	5.45	2.13
Diluted Earnings per share (in Rupees)	5.45	2.13



- P. The company has surrendered or disclosed following income during search u/s 132 of the Income Tax Act 1961 conducted as on 22/12/2021, as per the details given below:

(Rs. in Lacs, unless otherwise stated)

S. No.	Particulars	Amount 2022-23	Amount 2021-22	Remarks
1	On Account of variation between inventory	--	637.92	Recorded in books of accounts
2	Unrecorded income during FY 2021-22	--	156.44	Not recorded in books of Accounts

The Company has received notice u/s 148 of Income Tax Act, 1961 for AY 2019-20 and 2020-21. In response to the said notice the company has disclosed income and filed returns after end of financial Year 2022-23. Company had disclosed Income as per details given below:

S. No.	Particulars	Amount (Rs. In Lacs)	Remarks
1	Unrecorded income during FY 2018-19	201.83	Not recorded in books of Accounts
2	Unrecorded income during FY 2019-20	182.67	Not recorded in books of Accounts
3	Unrecorded income during FY 2020-21 [Return Filed u/s 139(1) of Income Tax Act, 1961 on 14.03.2022]	621.00	Not recorded in books of Accounts

Q. Related Party Disclosure (As identified by the management)

As per accounting standard-18 on "Related Party Disclosure", related parties of the company are disclosed below:

i) Subsidiaries:

- M/s Nayantara Mercantile Pvt Ltd. (ceased as subsidiary on – 14/03/2023)
- M/s Meghna Distributors Pvt Ltd. (ceased as subsidiary on – 18/03/2023)

ii) Key Management Personnel:

- Mr. Arun Singhal (Resigned on-18/03/2023)
- Mr. Ravi Singhal
- Mr. Sandeep Aggarwal
- Mr. Vinay Kumar Aggarwal (Resigned on -18/03/2023)
- Mr. Sanjay Goyal
- Mr. Sandeep Singhal (Resigned on -18/03/2023)
- Mr. Vikas Agarwal (Resigned on -18/03/2023)

iii) Relatives of Key Management Personnel:

- Mr. Sunil Singhal, Brother of Sandeep Singhal
- Mr. Abhijeet Agarwal, Son of Vinay Agrawal
- Mr. Ram Pal Agarwal, Father of Vinay Agrawal
- Ms. Khushi Agarwal, Daughter of Vinay Agrawal
- Mrs. Chameli Singhal, Mother of Sandeep Singhal
- Mrs. Nisha Singhal, Wife of Ravi Singhal



iv) Entities over which Key Management Personnel and/or their relatives are able to exercise significant influence:

- M/s S.K. Enterprises, Proprietorship Firm of Spouse of Ravi Singhal, Director
- M/s Supreme Road Transport (P) Ltd., Director's Brother is Director
- M/s Pankaj Logistics, Proprietorship Firm of Father of Ravi Singhal, Director
- M/s Modern Special Wire and Pipe Pvt. Ltd., Director's Brother is Director
- M/s A K Enterprises, Proprietorship Firm of Son of Vinay Agrawal, Director
- M/s Shri Ram Enterprises, Proprietorship Firm of Brother of Director
- M/s GSR Enterprises, Proprietorship Firm of son of Sanjay Goyal, Director
- M/s Sandeep Agrawal HUF, Director is Karta
- M/s C G Sai Baba Land Developers Private Limited, Common Director
- M/s Shree Balaji Infrastructure, Director is Partner

b) Transactions with Related Parties

(Rs in Lacs, unless otherwise stated)

S.No.	Nature of Transaction	Name of Party	Amount	Amount
			2023	2022
Transaction with Entities mentioned in (i) above				
1	Loans and Advances recovered	Meghna Distributors Pvt. Ltd.	31.46	-
2	Loans and Advances Given	Meghna Distributors Pvt. Ltd.	-	27.19
Transaction with Entities mentioned in (ii) above				
1	Director Remuneration	Ravi Singhal	36.00	16.00
2	Director Remuneration	Sandeep Aggarwal	12.00	6.00
3	Director Remuneration	Sanjay K. Goyal	18.00	9.60
4	Director Remuneration	Vinay Agarwal	24.00	24.00
5	Director Remuneration	Vikas Agrawal	12.00	6.00
6	Unsecured Loan Received	Vikas Kumar Agrawal	33.00	-
7	Unsecured Loan Received	Ravi Singhal	-	725.6
8	Unsecured Loan Repaid (Including TDS)	Ravi Singhal	83.33	642.27
9	Opening Interest Payable Paid	Ravi Singhal	30.87	-
10	Rent	Ravi Singhal	1.80	1.05
11	Interest	Ravi Singhal	-	70.19
12	Loans & Advance Recovered	Ravi Singhal	-	16.09
13	Unsecured Loan Received	Sandeep Agrawal	-	145.00
14	Unsecured Loan Repaid (Including TDS)	Sandeep Agrawal	30.70	81.46
15	Unsecured Loan Repaid (Including TDS)	Vikas Kumar Agrawal	32.00	-
16	Interest Paid	Sandeep Agrawal	6.98	10.56



Transaction with Entities mentioned in (iii) above				
1	Salary Paid	Abhijeet Agrawal	12.00	12.00
2	Salary Paid	Sunil Singhal	12.00	7.00
3	Salary Paid	Ram Pal Agrawal	11.25	6.75
4	Salary Paid	Khushi Agrawal	-	9.00
5	Commission Paid	Khushi Agrawal	10.84	-
6	Loans and Advances Given	Chameli Singhal	0.18	2.77
7	Loans and Advances recovered	Chameli Singhal	2.95	-
8	Loans and Advances Given	Nisha Singhal	-	12.53
9	Loans and Advances recovered	Nisha Singhal	12.53	-
Transaction with Entities mentioned in (iv) above				
1	Unsecured Loan Repaid (Including TDS)	S. K. Enterprises	193.06	735.48
2	Unsecured Loan Received	S. K. Enterprises	8.63	1568.17
3	Interest Paid	S. K. Enterprises	-	36.50
4	Purchase (Including Taxes)	S. K. Enterprises	-	3.94
5	Freight and Carriage Paid	Supreme Road Transport (P) Ltd.	485.88	78.35
6	Unsecured Loan Received	Supreme Road Transport (P) Ltd.	-	25.00
7	Unsecured Loan Repaid (Including TDS)	Supreme Road Transport (P) Ltd.	-	25.00
8	Unsecured Loan Received	Pankaj Logistics	190.00	362.00
9	Unsecured Loan Repaid (Including TDS)	Pankaj Logistics	190.00	423.99
10	Freight and Carriage Paid	Pankaj Logistics	-	0.18
11	Allotment of Share	Pankaj Logistics	-	864.00
12	Unsecured Loan Received (Including conversion of creditors)	Modern Special Wires & Pipes Pvt. Ltd, Raipur	170.00	-
13	Unsecured Loan Repaid (Including TDS)	Modern Special Wires & Pipes Pvt. Ltd, Raipur	64.03	396.20
14	Unsecured Loan Repaid vide conversion into share capital	Modern Special Wires & Pipes Pvt. Ltd, Raipur	270.00	-
15	Unsecured Loan Repaid vide conversion into share capital	Modern Special Wires & Pipes Pvt. Ltd, Raipur	270.00	-
16	Purchase of Goods (Including Taxes)	Modern Special Wires & Pipes Pvt. Ltd, Raipur	1011.41	1173.04
17	Unsecured Loan Received	A K Enterpirses	20.00	541.05
18	Unsecured Loan Repaid (Including TDS)	A K Enterpirses	164.58	310.03
19	Interest	A K Enterpirses	-	51.62
20	Unsecured Loan Repaid vide conversion into share capital	A K Enterpirses	270.00	-
21	Purchase of Goods (Including Taxes)	A K Enterpirses	2136.13	2468.42
22	Sale of Goods (Including Taxes)	A K Enterpirses	-	64.41
23	Unsecured Loan Received	Shri Ram Enterpirses	-	65.00



24	Unsecured Loan Repaid (Including TDS)	Shri Ram Enterprises	-	65.00
25	Purchase of Goods (Including Taxes)	GSR Enterprises	4.00	71.42
26	Unsecured Loan Received	GSR Enterprises	3.77	147.19
27	Unsecured Loan Repaid (Including TDS)	GSR Enterprises	-	80.00
28	Unsecured Loan Repaid (Including TDS)	M/s Sandeep Agrawal HUF	0.39	0.33
29	Interest Paid	M/s Sandeep Agrawal HUF	3.94	3.27
30	Unsecured Loan Received	M/s Sandeep Agrawal HUF	-	30.00
31	Unsecured Loan Repaid (Including TDS)	C G Sai Baba Land Developers Private Limited	232.00	-
32	Unsecured Loan Repaid (Including TDS)	M/s Shree Balaji Enterprises	0.96	48.85

(Rs in Lacs, unless otherwise stated)

Balances Receivable / (Payable) with Related Parties	Balance as at	Transaction with Party no. i	Transaction with Party no. ii	Transaction with Party no. iii	Transaction with Party no. iv
Director Remuneration Payable	31-03-2022	-	8.10	-	
	31-03-2023	-	-	-	
Unsecured Loan Payables	31-03-2022	-	157.43	-	2522.84
	31-03-2023	-	51.38	-	945.04
Trade Payable	31-03-2022	-	1.05	-	8.47
	31-03-2023	-	-	10.30	59.69
Salary Payable	31-03-2022	-	-	6.10	
	31-03-2023	-	-	-	
Interest Payable	31-03-2022	-	30.87	-	-
	31-03-2023	-	-	-	-
Loans & Advances	31-03-2022	31.46		15.30	
	31-03-2023	-			

- R. The Company operates in one business segment, therefore segmental information has not been furnished.
- S. On the basis of clinching with few suppliers, they have in-principally agreed to convert their outstanding balance through book entries into Unsecured loan.
- T. The Company has approached to lenders to Invest in the equity of the company. In turn they have in-principally agreed to convert their outstanding balance through book entries into Share Application Money for allotment of Equity shares of Rs 10/- each at face value. The Financial Statement have been prepared by reclassification of these parties from "Unsecured Loan"/"Other payable" into "Share Application Money"



- U. The balance of Unsecured Loan, Trade Payables, Trade Receivables, Advance from Customers and Advances recoverable at the end of year are realizable / payable at value as stated in financial statements. Any difference in the amount and its consequential effect on the profit / loss of the company or its state of affairs can be known only on reconciliation at time of settlement of account and the same shall be accounted in the year of reconciliation / settlement.
- V. During the year, the company has divested its entire stake in subsidiary companies viz. Nayantara Mercantile Private Limited & Meghna Distributors Private Limited, accordingly the net gain of Rs.6.21 lacs on disposal of stake in the said subsidiaries has been shown under other income. Similarly, during the previous year Nil has been shown under other income.

W. OTHER REGULATORY DISCLOSURES AS REQUIRED UNDER REVISED SCHEDULE III OF COMPANIES ACT, 2013

- i. There is no immovable property (other than properties where the company is the lessee and the lease agreements are duly executed in favour the lessee), whose title deeds are not held in the name of the company.
- ii. The company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.
- iii. There is Capital Work in Progress (CWIP) as on Balance Sheet. For ageing details refer note 9A of Notes to Accounts.
- iv. There are no intangible assets under development during the year.
- v. No Proceeding has been initiated or pending against the Company for holding any benami property under Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- vi. During the year, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets during any point of time of the year. The quarterly returns or statements filed by the company with such banks or financial institutions are generally in agreement with the books of account of the Company.
- vii. Company has not been declared as willful defaulter by Bank or Financial institution or other lender.
- viii. As per the information available with the company, the company has not transacted during the year with any companies struckoff under Section 248 of the Companies Act, 2013 or under Section 560 of the Companies Act, 1956.
- ix. There have been no charges which yet to be registered with the Registrar of Companies (ROC) beyond the statutory period. However, charge with HDFC bank is pending due to non-approval of same in consortium meeting of the Banks.
- x. Compliance of number of layers prescribed under (87) of section 2 of the Act read with companies (Registration of number of layers) Rule, 2017 is not applicable to the company.
- xi. The company has no Scheme of Arrangements in term of section 230 to 237 of the Companies Act, 2013 during the year
- xii. A. Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources) to any other person(s) or entity (ies), including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall
 - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (ultimate beneficiaries) or
 - (ii) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.



B. Company has not received any fund from any person(s) or entity (ies), including foreign entities (funding party) with the understanding (whether recorded in writing or otherwise) that the company shall

- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (ultimate beneficiaries) or
- (ii) provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

xiii. Financial Ratios:

S.No.	Ratio	Numerator	Denominator	As at March 31, 2023	As at March 31, 2022	% change during the year	Reason for variance > 25%
1	Current ratio (Times)	Total current assets	Total current liabilities	1.39	1.39	-0.05%	NA
2	Debt-Equity ratio (Times)	Total Debt	Total shareholders fund	1.11	1.94	-42.82%	Increase in Shareholders Fund
3	Debt service coverage ratio (Times)	Earning for Debt Service (excluding Interest on Short Term borrowings)	Debt service (excluding USL and Short Term borrowings)	8.25	3.56	131.42%	Increase in Earnings
4	Return on equity ratio (%)	Profit for the year	Average Total shareholders fund	38.01%	18.22%	108.58%	Increase in Earnings & Increase in Shareholders Fund
5	Inventory turnover ratio (Times)	Net Sales	Average inventory	5.40	5.43	-0.56%	NA
6	Trade receivables turnover ratio (Times)	Net credit Sales	Average trade receivables	47.89	42.14	13.65%	NA
7	Trade payables turnover ratio (Times)	Total Purchases	Average trade payables	25.68	21.13	21.55%	NA
8	Net capital turnover ratio (Times)	Net Sales	Average working capital	13.90	18.31	-24.08%	NA
9	Net profit ratio (%)	Profit for the year	Revenue from operations	6.76%	2.69%	151.63%	Increase in Earnings
10	Return on capital employed (%)	Profit before tax and finance costs	Total assets- total current liabilities	30.41%	17.55%	73.34%	Increase in Earnings
11	Return on Investment (%)	Income from Investment	Average Investment	0.00%	0.00%	-	NA

- xiv.** Company has not traded or invested in Crypto currency or virtual currency during the financial year ended March 31, 2023.



- xv. The company is covered under section 135 of the Companies Act, 2013.

CSR EXPENSES:

(Rs in Lacs, unless otherwise stated)

Particulars	Current Year 31.03.2023	Previous Year 31.03.2022
Amount required to be spent	30.64	13.55
Amount of expenditure incurred	31.45	15.00
Shortfall at the end of the year	Nil	Nil
Total of previous years shortfall	Nil	Nil
Reason for shortfall	NA	NA
Nature of CSR activities	Rural Development and Sports Promotion	Rural Development
Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard.	NA	NA
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately.	NA	NA

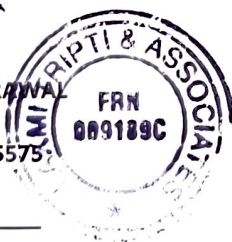
- xvi. There has been no search or survey carried out in the premises Company under the Income Tax Act, 1961.
- xvii. The company has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.
- xviii. The Company has not given any loans or advances in the nature of loans to Promoters, Directors, Key Managerial Personnel and Related parties, which are repayable on demand or without specifying any terms or period of repayment during the year.

As per our Report of even date
For LAXMI TRIPTI & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.N. 009189C

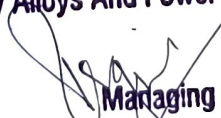

ANAND KUMAR AGRAWAL
PARTNER
Membership No. 075575

Place: Raipur

Date: The 28th Day of August 2023

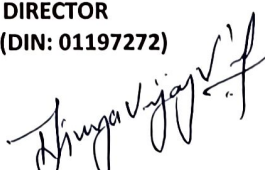


FOR AND ON BEHALF OF THE BOARD
For, Sky Alloys And Power Limited For, Sky Alloys And Power Limited


Managing Director
RAVI SINGHAL
MANAGING DIRECTOR
(DIN: 01197349)


AAKANSHA VAID
COMPANY SECRETARY
(M NO. A33013)


SANJAY GOYAL
DIRECTOR
(DIN: 01197272)


DIVYAVIJAY SINGH VAID
CFO