

**BOARD'S REPORT**

To,  
Members of Ratnaveer Metals Limited.

Your Directors are pleased to present the 19<sup>th</sup> Annual Report together with Audited Financial Statements of the Company for the Financial Year ended on 31<sup>st</sup> March 2021.

**01. FINANCIAL HIGHLIGHTS:**
**[Amount in Rupees]**

Particulars	2020-21	2019-20
Revenue From Operations	3,61,64,45,243	2,95,10,39,890
Other Income	4,46,09,708	2,10,59,639
<b>Total Income</b>	<b>3,66,10,54,950</b>	<b>2,97,20,99,529</b>
<b>Total Expenditure</b>	<b>3,56,19,24,454</b>	<b>2,86,99,66,975</b>
<b>Profit / (-) Loss before Depreciation and Taxation</b>	<b>12,58,65,956</b>	<b>12,58,51,979</b>
Less: Depreciation	2,67,35,460	2,37,19,425
Add: Exceptional item – Gain on sale of fixed asset	0	0
<b>Profit / (-) Loss: before Taxation</b>	<b>9,91,30,496</b>	<b>10,21,32,554</b>
Provision for Taxation	0	0
Current Tax	2,02,53,960	2,64,45,213
Add/Less : Tax adjustments of earlier years	1,19,25,494	2,69,410
Add/Less : Deferred Tax/ ( Credit )	34,87,099	(53,28,976)
<b>Net Profit / (-) Loss after Tax</b>	<b>6,34,63,943</b>	<b>8,07,46,907</b>

During the year under review, the Company has achieved net sales revenue of Rs. 3,61,64,45,243 as compared to 2,95,10,39,890 in the previous year. The Profit before Tax (PBT) Decreased to 9,91,30,496 as compared to Rs. 10,21,32,554 in the previous year and Profit after Tax (PAT) Decreased to Rs. 6,34,63,943 as compared to Rs. 8,07,46,907 in the previous year. The PBT and PAT Decreased due to Covid 19 Situation. Earnings per Share of the Company Decline to Rs. 15.60/- as compared to Rs. 19.85/- in previous year. Financial Year 2020-21 proved successful for the Company in all the business aspects.

**02. STATE OF COMPANY'S AFFAIRS AND REVIEW OF BUSINESS OPERATIONS & FUTURE PROSPECTS:**

The Board of Directors are happy to inform you that the Company has maintained the financial position as per the target. We are one of the leading producers of a highest range of S.S. Fastener Industry related products viz. Stainless Steel Washers, Solar Panel Hooks, Tubes, Finished Sheets and Sheet Metal Products. We have been exporting to various Countries like USA, UK, Germany, France, Italy, Netherlands, Portugal, Spain, Switzerland, Austria etc. Each of the Company's Products undergo various examinations at different

**RATNAVEER METALS LIMITED**

(Formerly Known as RATNAVEER STAINLESS PRODUCTS (PVT) LTD.)

E-77, C.I.D.C. Saki (Mansarovar), Dist. Vadodra- 391175 (GUJARAT) INDIA

• Tel : +91 2667 264594 / 264595 • Fax: +91 2697 264593

• Call : +12710851200701 0040460 • Web: www.ratnaveer.com



stages of production. We are focusing to build long lasting customer relationship which will make us preferred supplier.

In present business scenario, Company is exploring for better growth and will be able to maintain it in by following global standards. However, Company needs to spread its wings and its portfolio by adding new products for emerging amongst new global suppliers.

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

There is no change in the nature of business during the financial year ended 31.03.2021.

**04. DIVIDEND:**

No Dividend was declared for the current financial year due to conservation of Profits by the Company.

**05. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:**

Since there was no unpaid/unclaimed Dividend declared and paid last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.

**06. RESERVES:**

No amount is proposed to be transferred to general reserves for the financial year 2021.

**07. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE ENDS OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

No material changes and commitments affecting the financial position of the Company occurred between the financial years to which these financial statements relate on the date of this report.

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

During the year, no significant and material order was passed by the Regulators or courts.

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F-77, G.I.D.C. Sawa (Mahisara), Dist. Vadodra, 391775 (GUJARAT) INDIA

• Tel. : +91 2667 284594 / 264595 • Fax. +91 2667 354600

• CIN : U27108GJ2012Pt CO40488 • Web: www.ratnaveer.com





**09. EXTRACT OF ANNUAL RETURN:**

The link of Annual Return has been hosted on the website of the company, i.e., <http://www.ratnaveer.com/annualreport202021.html>

**10. BOARD OF DIRECTORS MEETINGS:**

During the Financial Year ended 31<sup>st</sup> March, 2021, the Board met twenty-eight times.

Sr. No.	Date of Board Meeting	Total Number of Directors as on the date of Board Meeting	Attendance	
			No. of Directors Attended	% of Attendance
1	03.04.2020	3	3	100%
2	13.05.2020	3	3	100%
3	14.05.2020	3	3	100%
4	30.05.2020	3	3	100%
5	27.06.2020	3	3	100%
6	14.07.2020	3	3	100%
7	21.07.2020	3	3	100%
8	23.07.2020	3	3	100%
9	25.08.2020	3	3	100%
10	10.09.2020	3	3	100%
11	30.09.2020	3	3	100%
12	12.10.2020	3	3	100%
13	13.10.2020	3	3	100%
14	14.10.2020	3	3	100%
15	17.10.2020	3	3	100%
16	02.11.2020	3	3	100%
17	05.11.2020	3	3	100%
18	19.11.2020	3	3	100%
19	04.12.2020	3	3	100%
20	24.12.2020	3	3	100%
21	01.01.2021	3	3	100%
22	04.01.2021	3	3	100%
23	25.01.2021	3	3	100%
24	04.02.2021	3	3	100%
25	12.02.2021	3	3	100%
26	24.02.2021	3	3	100%
27	15.03.2021	3	3	100%
28	22.03.2021	3	3	100%





## 11. DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013, the Board hereby submits its Responsibility Statements that:-

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) 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 at the end of the financial year and of the profit of the Company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis;
- e) 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.

## 12. DECLARATION OF INDEPENDENT DIRECTOR:

The Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

## 13. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES AND ITS PERFORMANCE AND FINANCIAL POSITION:

The Company does not have any subsidiary, joint venture or associate Company.

## 14. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SECTION 188:

Related party transactions that were entered during the financial year were on an arm's length basis and were in the ordinary course of business. Transactions with related parties entered by the Company in the normal course of business and the particulars of contracts entered during the year as per Form AOC-2 is enclosed as Annexure "A".

### RATNAVEER METALS LIMITED

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E-77, G.I.D.C. Savi (Mangalpur), Dist. Vadodra- 391775, GUJARAT, INDIA

• Tel: +91 2667 264584 : 264595 • Fax: +91 2667 264593







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

No Loan, Guarantees and investments covered under provision of Section 186 of the Companies Act, 2013.

**16. DEPOSITS:**

The Company has not accepted any deposit during the year, therefore the details relating to deposits, covered under Chapter V of the Companies Act, 2013 is not applicable.

**17. SHARE CAPITAL AND DISCLOSURE THEREOF:**

During the year under review, the Company has not issued any equity or preference shares of the Company and the Company has not issued any debenture or any preference share.

**A. BUY BACK OF SECURITIES:**

The Company has not bought back any of its securities during the year under review.

**B. SWEAT EQUITY:**

The Company has not issued any Sweat Equity Shares during the year under review.

**C. BONUS SHARES:**

No Bonus Shares were issued during the year under review.

**D. EMPLOYEES STOCK OPTION PLAN:**

The Company has not issued any shares under any Stock Option Scheme to the employees.

**18. DIRECTORS:**

During the year under review, there no changes in the composition of the board of directors of the company.





At the end of the year following are the directors of the company

Sr. No.	Name of Directors	Designation	Date of Appointment
1	VIJAY RAMANLAL SANGHAVI	Managing Director	20/02/2002
2	BABULAL SOHANLAL CHAPLOT	Whole time Director	01/07/2019
3	ANKITA DINESHBHAI SONI	Independent Director	24/12/2018

#### 19. STATUTORY AUDITORS:

M/s. Radheshyam I Shah & Associates, Chartered Accountants, bearing (ICAI Registration Number:128398W) who are the statutory auditors of the Company, hold office, in accordance with the provisions of the Act up to Annual General Meeting to be held in the year 2024 and from whom necessary consent has been obtained under section 141 of the Companies Act, 2013 are eligible continuing as auditors of the company.

#### 20. SECRETARIAL AUDITOR:

Mr. Bhautik Kanasagara, Company Secretaries in practice, Vadodara (COP No. 23136), was appointed as a Secretarial Auditor of the Company to conduct Secretarial Audit for the financial year 2020-21 as required under Section 204 of the Companies Act, 2013 and Rules there under. Secretarial Audit report is enclosed as Annexure "B".

#### Secretarial Auditor's Report:

The Secretarial Audit Report for the financial year ended 31st March, 2021 is self explanatory and does not call for any further comments except the following.

The Company has not made appointment of Independent Director under the section 149(4) of the Company Act, 2013. - The company has under the process of Appointment of Independent Director for Proper Composition of Board of Directors.

The Company has not reconstituted Audit Committee and Nomination and Remuneration Committee - The Board noted the same and state that once the Independent Director is appointed board of director will have reconstituted the audit committee and Nomination and Remuneration Committee.

The Company has failed to spend CSR Obligations under the section 135 of the company act 2013 during the year - The company has under the process of spend the CSR Expenditure as ongoing project basis







**21. INTERNAL AUDITOR:**

As per Section 138 of Companies Act 2013, every class of the Company is required to appoint an Internal Auditor or a firm of Internal Auditors.

The Board of directors are pleased to confirm the appointment of Mr. Sanjay Darda, as Internal Auditor of the Company for conduct internal audit of the company.

**22. COST AUDITORS:**

Pursuant to Section 148 and 139(1) of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, M/s. Ashish Bhavsar & Associates, Cost Accountant having firm registration no. 000387 has been appointed as the Cost Auditors of the Company at the meeting of the Board of Directors held on 23rd July, 2020 to conduct audit of cost records maintained by the Company for the year ending on 31<sup>st</sup> March, 2021.

**23. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:**

The Company has adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets. All the transactions are properly authorized, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The internal auditor of the Company checks and verifies the internal control and monitors them in accordance with policy adopted by the Company.

The Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

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

Your Company fall within the purview of Section 135 of the Companies Act, 2013. The Company has constituted Corporate Social Responsibility Committee and has initiated action to spend CSR amount during the year 2020-21. The Corporate Social Responsibility report is enclosed as Annexure "C".

The Company is actively associated with various social activities undertaken by different Trusts and Societies, without any legal and statutory requirements. As a constructive partner in the communities in which it operates, the Company has been taking concrete action to realize its social responsibility objective. The Company has been playing a pro-active role in the socio-economic growth and has contributed to all spheres ranging from sports, health, education, environment conservation etc.





## 25. STATEMENT ON COMPLIANCE OF APPLICABLE SECRETARIAL STANDARD:

The Directors state that applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

## 26. STATEMENT UNDER RULE 5 (2) OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

There is no employee in the Company drawing remuneration aggregating to Rs. 8.50 lacs or above per month or Rs. 1.02crore or above per annum.

## 27. DISCLOSURE IN RESPECT OF SCHEME FORMULATED UNDER SECTION 67(3) OF THE COMPANIES ACT, 2013:

Since the Company has not formulated any scheme in terms of Section 67(3) of the Companies Act, 2013.

## 28. DISCLOSURES PURSUANT TO SECTION 197 (14) OF THE COMPANIES ACT, 2013:

None of the Directors of the Company is in receipt of any commission from the Company.

## 29. VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES:

To ensure that the activities of the Company and its employees are conducted in a fair and transparent manner by adoption of highest standards of professionalism, honesty, integrity and ethical behavior, the Company has adopted a vigil mechanism policy.

The Company has established a vigil mechanism, the genuine concerns expressed by the employees and other Directors are taken up. The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns.

## 30. AUDIT COMMITTEE:

The Audit Committee pursuant to Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 has not been re-constituted.

## 31. NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee pursuant to Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 has not been re-constituted.







**32. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EARNINGS AND OUTGO**

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134(3) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished

**(A) Conservation of energy:**

Steps taken / impact on conservation of energy, with special reference to the following:

- (i) steps taken by the company for utilizing alternate sources of energy including waste generated: Nil

**(B) Technology absorption:**

- 1. Efforts, in brief, made towards technology absorption. Benefits derived as a result of the above efforts, e.g., product improvement, cost reduction, product development, Import substitution, etc.

The Company has not taken any technical knowhow from anyone and hence not applicable.

- 2. In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year), following information may be furnished: Nil

The Company has not imported any technology and hence not applicable.

- 3. Expenditure incurred on Research and Development: Nil

**(C) Foreign exchange earnings and Outgo**

PARTICULARS	Amt (In Rs.)
Foreign Exchange earned in terms of FOB Value of Export during the year	Rs. 54,66,85,700/-
Foreign Exchange outgo during the year in terms of CIF Value of Import	Rs. 73,83,00,210/-

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

The Company believes in gender equality and equality in working conditions. The Company follows global corporate culture where women feel protected and the working environment is conducive to women participation in the growth of the Company.

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The Company has put in place a Prevention of Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressed) Act, 2013. Internal Complaints Committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year under review:

No of Complaints received:	None
No of Complaints pending:	None
No of Complaints disposed off:	Not Applicable.

### 34. Impact of Covid-19

The Company has considered the possible effects that may arise out of the still unfolding COVID-19 pandemic on the carrying amounts of property, plant & equipment, trade receivables, etc. For this purpose, the Company has considered internal and external sources of information, including current contract terms, future volume estimates and related information, economic forecasts etc. Based on the current estimates, the Company does not expect any significant impact on such carrying values. The impact of COVID -19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.

### 35. APPRECIATION:

The Board of Directors would like to express their grateful appreciation for the assistance and co-operation received from the Government, Bank, Other business constituents and members during the year under review.

The Board of Directors also wish to place on record their deep sense of appreciation for the committed services of the employees of the Company at all levels.

DATE: 20.09.2021  
PLACE: VADODARA

FOR AND ON BEHALF OF  
RATNAVEER METALS LIMITED



NAME: VUAY R. SANGHVI  
Chairman  
DIN: 00495922







**ANNEXURE A**

**Form No. AOC-2**

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

**Annexure to Directors' Report for the year ended March 31, 2021**

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. Details of contracts or arrangements or transactions not at arm's length basis. **Not Applicable**

Sr. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	Nil
b)	Nature of contracts/arrangements/transactions	Nil
c)	Duration of the contracts / arrangements/transactions	Nil
d)	Salient terms of the contracts or arrangements or transactions including the value, if any	Nil
e)	Justification for entering into such contracts or arrangements or transactions	Nil
f)	date(s) of approval by the Board	Nil
g)	Amount paid as advances, if any;	Nil
h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	Nil



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• Tel. : +91 2667 264584 / 264586 • Fax. : +91 2667 264583



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

(Rs.)

Name of related party	Nature of relationship	Duration of contract	Salient terms	Amount (₹)
<b>Nature of Contract</b>				
VIJAY RAMANLAL SANGHAVI 1) Rent Paid 2) Interest Paid 3) Remuneration Paid	Director or Key Managerial Persons	01/04/2020 to 31/03/2021		1) 6,00,000 2) 76,24,317 3) 54,00,000
BABULAL SOHANLAL CHAPLOT 1) Remuneration Paid	Director or Key Managerial Persons	01/04/2020 to 31/03/2021		1) 813,787
SEEMA V SANGHVI 1) Rent Paid 2) Salary Paid or Remuneration Paid	Relative of Director	01/04/2020 to 31/03/2021		1) 6,00,000 2) 15,00,000
RATNAVEER INDUSTRIES 1) Rent Paid	Enterprise which is own or controlled by the Director	01/04/2020 to 31/03/2021		1) 72,00,000
VIJAY SANGHVI HUF 1) Rent Paid	HUF of Director	01/04/2020 to 31/03/2021		1) 3,00,000

For and on behalf of the Board of Directors of  
RATNAVEER METALS LIMITED

VIJAY RAMANLAL SANGHAVI

Managing Director

DIN:00495922



BABULAL SOHANLAL CHAPLOT

Whole Time Director

DIN:03539750

Place: Vadodara

Date: 20.09.2021







**BHAUTIK KANASAGARA**  
**(B.com, LLB, ACS)**  
Practicing Company Secretaries

C/71, Krishna Township, Opp. Yash  
Complex, Gotri, Vadodara, Gujarat -  
390021  
(M) 8866697366  
Email:- [cs.bhautik.pcs@gmail.com](mailto:cs.bhautik.pcs@gmail.com)

**Secretarial Audit Report**

**(For the Financial year ended on 31st March, 2021)**

**[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies  
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]**

To,  
The Members,  
RATNAVEER METALS LIMITED  
E 77 G I D C Savli (Manjusan) Dist Baroda Gujarat 391775.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practice by RATNAVEER METALS LIMITED (CIN: U27108GJ2002PLC040488) (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on my verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company, for the financial year ended on 31<sup>st</sup> March, 2021, according to the provisions of-

1. The Companies Act, 2013 (the Act) and the rules made thereunder.

During the period under review, the Company has complied with the provisions of the Companies Act, Rules, Regulations, Guidelines, and Standards etc.

2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment and Overseas Direct Investment and External Commercial Borrowings.
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') - Not Applicable to the Company during the Audit Period;
- A. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; - Not Applicable to the Company during the Audit Period.



- B. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, - Not Applicable to the Company during the Audit Period;
- C. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, - Not Applicable to the Company during the Audit Period;
- D. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 - Not Applicable to the Company during the Audit Period;
- E. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008, - Not Applicable to the Company during the Audit Period;
- F. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2011 regarding the Companies Act and dealing with client;
- G. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009, - Not Applicable to the Company during the Audit Period;
- H. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018, - Not Applicable to the Company during the Audit Period;
- I. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Not Applicable to the Company during the Audit Period;

I have also examined compliance with the applicable clauses of the following: (i) Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, and Standards etc., except, following non-compliances:

1. *The Company has not made appointment of Independent Director under the section 149(4) of the Company Act, 2013.*
2. *The Company has not reconstituted Audit Committee and Nomination and Remuneration Committee.*
3. *The Company has failed to spend CSR Obligations under the section 135 of the company act 2013 during the year.*

Further, as per representation of management letter, considering its nature of business, process and location, the following Acts are specifically applicable to the Company. There are adequate systems and processes in the company to monitor and ensure compliance.

1. The Water (prevention and control of pollution) Act, 1974 & Rules
2. Air (Prevention & Control of Pollution) Act, 1981 & Rules
3. Environment Protection Act, 1986 & Rules
4. Water Less Act, 1997 & Rules

**I further report that;**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Except Company Failed to appoint one more Independent Director as per the Section 149 of the Company Act.





Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were generally sent at least 7 days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

During the Audit period, all the decisions were taken by the Board of Directors or Committee of the Board without any dissent by any of the Directors of the Company as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period, the Annual General Meeting was held on 30<sup>th</sup> December, 2020



Bhautik Kanasagara  
Practicing Company Secretary  
ACS No. 60290; CP No. 23136  
UDIN: A060290C000975534



Place: Vadodara  
Date: 20.09.2021

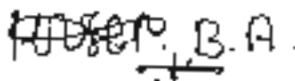
**Note:** This report is to be read with my letter of even date which is annexed as Annexure and forms an integral part of this report

**Annexure to Secretarial Audit Report**

To,  
The Members,  
**RATNAVEER METALS LIMITED**  
E- 77 G I D CSAVLI (MANJUSAR) DIST BARODA GUJARAT 391775.

My report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and the processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and the practices, I followed provided a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

 B. A.

**Bhautik Kanasagara**  
Practicing Company Secretary  
ACS No. 60290; CP No. 23136  
UDIN: AC60290C000975534



Place: Vadodara  
Date: 20.09.2021



**ANNUAL REPORT ON CSR ACTIVITIES****1. Brief outline on CSR Policy of the Company.**

We at Ratnaveer Metals Limited believe that profit has no significance if the organization does not play its role, giving back the due to the society and environment. Ratnaveer Metals Limited CSR commitments include, but are not limited to, education, healthcare, energy and climate change, and betterment of the society through respect for universal human rights and the environment, acting with integrity and accountability and operating responsibly and sustainably.

**2. Composition of CSR Committee:**

Sr. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. VIJAY RAMANLAL SANGHAVI	Chairman	1	1
2	Mr. BABULAL SOHANLAL CHAPLOT	Director	1	1
3	Mr. ANKITA DINESHBHAI SOMI	Independent Director	1	1

**3. Provide the web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.**

<http://www.ratnaveer.com/csr.html>.

**4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 80 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report).**

**NOT APPLICABLE**





5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

Sr. No.	Financial Year	Amount available for set-off from preceding financial years (In Rs)	Amount required to be set off or the financial year, if any (In Rs)
1	2018-2019	Nil	Nil
2	2019-2020	Nil	Nil
3	2020-2021	Nil	Nil
<b>Total</b>			

6. Average net profit of the company as per section 135(5). **Rs. 9,85,96,289/-**

Sr. No.	Financial Year	Profit Before Tax
1	2017-2018	9,21,22,368
2	2018-2019	10,15,33,944
3	2019-2020	10,21,32,554

7. (a) Two percent of average net profit of the company as per section 135(5) **Rs. 19,71,926/-**

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years.

(c) Amount required to be set off for the financial year, if any: Nil

(d) Total CSR obligation for the financial year (7a+7b-7c). **Rs. 19,71,926/-**

8. (a) CSR amount spent or unspent for the financial year: **24,62,000/-**

(b) Details of CSR amount spent against ongoing projects for the financial year: **Rs. 22,11,000/-**

**RATNAVEER METALS LIMITED**

(Formerly Known as RATNAVEER STAINLESS PRODUCTS PVT LTD.)

C-77, GIDCO Road (Kharapur), Dist. Vadodra-391775 (GUJARAT) INDIA

• Tel.: +91 2667 264804 / 264606

• Fax: +91 2667 264603

• E-Mail: [info@ratnaveer.com](mailto:info@ratnaveer.com) / [ratnaveer@ratnaveer.com](mailto:ratnaveer@ratnaveer.com)

• Website: [www.ratnaveer.com](http://www.ratnaveer.com)







- (c) Details of CSR amount spent against **other than ongoing projects** for the financial year: **Rs. 2,51,000/-**
- (d) Amount spent in Administrative Overheads: **Nil**
- (e) Amount spent on Impact Assessment, if applicable: **Nil**
- (f) Total amount spent for the Financial Year (8b+8c+8d+8e): **24,62,000/-**
- (g) Excess amount for set off, if any: **NA**

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	19,71,926/-
(ii)	Total amount spent for the Financial Year	24,62,000/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	4,90,074/-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

Note: The Excess Amount of Rs. 4,90,074/- will be used in ongoing Project.

9. (a) Details of Unspent CSR amount for the preceding three financial years: N.A.

Sr. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in there Reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs).	Date of transfer.	
-	-	-	-	-	-	-	-
	<b>Total</b>						





(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NIL

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sr. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in there reporting Financial Year (in Rs.).	Cumulative amount spent at the end of reporting Financial Year (in Rs.).	Status of the project - Completed /Ongoing.
1.	Educatio n	Constru ction of School Buildin g	2020-2021	2.5 Year	40 Lacs	22.11 L	22.11 L	Ongoing
2.	NA	NA	NA	NA	NA	NA	NA	NA
3.	NA	NA	NA	NA	NA	NA	NA	NA
	Total							

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year.

(asset-wise details). **NOT APPLICABLE**

- A. Date of creation or acquisition of the capital asset(s).
- B. Amount of CSR spent for creation or acquisition of capital asset.
- C. Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- D. Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

**RATNAVEER METALS LIMITED**

(Formerly Known as RATNAVEER STAINLESS PRODUCTS PVT LTD.)

E 77, G 10 C Savi (Manusai), Del Varodara- 351775. (GUJARAT) INDIA

• Tel.: +91 2667 264594 / 264595 • Fax: +91 2667 284593

• CIN : U27108GJ2012PLC040488 • Web: www.ratnaveer.com







11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5). **NOT APPLICABLE**

 <b>VIJAY RAMANTIL SANGHAVI</b> Director DIN: 00495922 Vadodara		<b>BABULAL SOHANLAL CHAPLOT</b> Director DIN: 03539750 Vadodara
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**RATNAVEER**

Metals Limited.

## **RATNAVEER METALS LIMITED**

### **19<sup>TH</sup> ANNUAL BALANCE SHEET 2020-2021**

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Regd. Off: E-77, G.I.D.C., Manjusar

Taluka: Savli, Dist: Vadodara – 391 775

Ph.: 02667-264594-95-96,

Email : [rspl@ratnaveer.com](mailto:rspl@ratnaveer.com)

Web: [www.ratnaveer.com](http://www.ratnaveer.com)



# **RADHESHYAM I. SHAH & ASSOCIATES**

## **CHARTERED ACCOUNTANTS**

**Atik A. Shaikh**  
[B.Com., A.C.A., D.J.S.A.]  
Mobile : 9724004143 8856229001  
E-mail : atikshaikhahd@gmail.com

**Branch Office :**  
S/1, Vadodargwala Flats, 8/B, Muslim Society,  
Navrangpura, Ahmedabad - 380 009

### Independent Auditors' Report

To the Members of RATNAVEER METALS LIMITED

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

##### Opinion

We have audited the accompanying standalone financial statements of M/s RATNAVEER METALS LIMITED ("the Company") which comprise the standalone balance sheet as at March 31, 2021, and the standalone statement of profit and loss and standalone statement of cash flows for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting) Rules, 2014 as amended, and other accounting principles generally accepted in India, of the state of affairs (financial position) of the Company as at March 31, 2021, and its Profits (financial performance) and Cash flows for the year ended on that date.

##### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules 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 the standalone financial statements.





### **Information other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs (financial position), Profit or loss (financial performance), and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent, and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing 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 risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



## Report on Other Legal and Regulatory Requirements

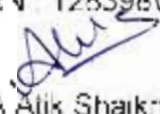
1. As required by section 197(16) of the Act, we report that the company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with schedule V to the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.
2. As required by the Companies (Auditor's Report) Order, 2016 ('the Order'), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order.
3. As required by Section 143(3) of the Act, we report that
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c. The standalone Balance Sheet, the standalone Statement of Profit and Loss and the standalone Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
  - d. the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of written representations, received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer 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 control over financial reporting.
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us,





- i The Company has disclosed the impact of pending litigations on its financial position in the standalone Financial Statements (Refer Note No 23 to the Standalone Financial Statements)
- ii The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses
- iii There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company

For Rakeshyam I Shah and Associates  
Chartered Accountants  
FRN : 128398W

  
CA Alik Shaikh  
Partner

M No 159072  
UDIN : 21159072/WWWGA5754



Date : 01 Sep 2021  
Place : Ahmedabad

**ANNEXURE A - TO THE INDEPENDENT AUDIT REPORT**

**OF EVEN DATE TO THE MEMBERS OF OFRATNAVEER METALS LIMITED ON**

**THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED**

**31<sup>ST</sup> MARCH 2021**

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of property, plant and equipment
- (b) According to the information and explanations given to us the Property, Plant & Equipment are verified in a phased manner by the management, during the year which, in our opinion is reasonable having regard to the size of the Company and nature of its assets. As informed to us, no material discrepancies have been noticed on such verification
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) As explained to us, the inventories have been physically verified by the management at reasonable intervals during the year. The discrepancies noticed on verification between physical stocks and the books of accounts were not material
- (iii) The company has not granted any loans secured or unsecured to Companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013 (the Act)
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans given during the year
- (v) The Company has not accepted any deposits from the public during the year



(vi) We have broadly reviewed the books of accounts maintained by the company in respect of products where pursuant to the rules made by the Central Government of India the maintenance of Cost records has been prescribed. Under sub-section (1) of section 148 of Companies Act, 2013, we are of the opinion that prima facie, the prescribed accounts & records have been maintained. We have however, not made a detailed examination of the records with a view to determine whether they are accurate or complete.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, Goods & Service Tax, duty of customs, cess and other material statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, duty of customs Goods & Service tax, cess and other material statutory dues were in arrears as at 31st March, 2021 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no material dues of Goods & Service Tax, which have not been deposited with the appropriate authorities on account of any dispute. However according to information and explanations given to us, the following dues of income Tax, and Sales Tax have not been deposited by the company on account of dispute.





Statue	Nature of the Dues	Financial Year to which the matter relates	Forum where the matter is pending	Amount ( in Rs ) (Net of payment)
<b>GUJARAT SALES TAX ACT</b>				
a)	Sales Tax	2003-04	Hon'ble Gujarat VAT Tribunal, Ahmedabad	43,421
b)	Sales Tax	2004-05	Hon'ble Gujarat VAT Tribunal, Ahmedabad	6,64,252
c)	Sales Tax	2008-09	Hon'ble Gujarat VAT Tribunal, Ahmedabad	1,07,073
d)	Sales tax	2011-12	Hon'ble Gujarat VAT Tribunal, Ahmedabad	10,35,246
e)	Sales tax	2012-13	Dy. Commissioner of Commercial Tax (Appeals), Division-5 Vadodara	1,07,73,453
f)	Sales tax	2013-14	Joint Commissioner of Commercial State Tax, Division-5, Vadodara	19,76,646
g)	Sales tax	2014-15	Joint Commissioner of Commercial State Tax, Division-5, Vadodara	32,41,143
h)	Sales tax	2016-17	Joint Commissioner of Commercial State Tax, Division-5, Vadodara	24,66,911
<b>INCOME TAX ACT, 1961</b>				
a)	Income Tax	2009-2010	ITAT , Ahmedabad	8,72,000
b)	Income Tax	2009-2010	ITAT , Ahmedabad	60,98,140

(viii) According to information & explanations given to us, the company has generally not defaulted in repayment of its dues (interest and installments) to Banks or Financial institutions. The company does not have any borrowings from debenture holders & Government.


(ix) According to the information & explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year under review. However term loan raised during the year has been applied for the purpose for which the same was raised.

(x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noted or reported during the course of our audit.



- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Radheshyam I. Shah and Associates  
Chartered Accountants  
FRN : 128398W

  
CA Alik Shah  
Partner



M.No : 59072  
UDIN : 21159072AAAAGA5754

Date : 01-Sep-2021  
Place : Ahmedabad

**Annexure B to the Independent Auditor's Report of Even Date to the Members of RATNAVEER METALS LIMITED on the Standalone Financial Statements for the year ended on 31<sup>st</sup> March 2021**

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

In conjunction with our audit of the standalone financial statements of **M/s RATNAVEER METALS LIMITED** ("the Company") as at and for the year ended 31<sup>st</sup> March 2021, we have audited the internal financial controls over financial reporting of the company as of 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 controls stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

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





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

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

### Meaning of Internal Financial Controls over Financial Reporting

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

### Inherent Limitations of Internal Financial Controls Over Financial Reporting

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




## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Radheshyam I. Shah and Associates

Chartered Accountants

FRN 128398W

  
CA Atik Shaikh

Partner

M.No : 159072

UDIN : 21159072AAAGA5754



Date : 01 Sep 2021

Place : Ahmedabad

# RATNAVEER METALS LTD

## STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 ST MARCH 2021

Particulars	2020-21		2019-20	
	Rupees	Rupees	Rupees	Rupees
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Net Profit before Tax		99,252,062		102,267,300
Adjustments for:				
Depreciation	25,732,450		23,719,445	
Gain on fixed assets				-
Interest Income	112,438,950		(11,155,000)	
Interest and other financing Cost	118,521,848		137,769,220	
		<u>117,119,944</u>		<u>150,032,777</u>
Operating Profit Before Working Capital Changes		<u>217,371,005</u>		<u>252,300,077</u>
Adjustments for:				
Trade and other receivables	149,394,714		118,671,004	
Inventories	(134,019,236)		(106,072,262)	
Trade Payables/Other Current Liabilities	(74,300,799)	(71,056,817)	227,144,248	(129,420,000)
Cash Generated from Operations		<u>181,326,185</u>		<u>125,849,024</u>
Direct Taxes Payable/Paid	(32,179,434)	(32,179,434)	(25,714,823)	(25,714,823)
Cash Flow Before Extraordinary Items		<u>149,146,751</u>		<u>99,134,201</u>
Provision for contingencies		(121,538)		(70,775)
<b>Net Cash from Operating Activities</b>		<u>148,925,213</u>		<u>98,963,426</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Disposal of Fixed Assets	174,547,000		(66,551,004)	
Interest Received	17,435,006		11,152,808	
Change in Long Term Advances	42,272		6,421,904	
Sale of Fixed Assets				
Purchase/Sale of Investment				
		<u>(112,009,124)</u>		<u>(78,805,552)</u>
<b>Net Cash Used in Investing Activities</b>		<u>(17,026,915)</u>		<u>(75,609,652)</u>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>				
Change in long Term Borrowings	(57,317,357)		(14,752,280)	
Change in Short term Borrowings	175,476,825		158,202,912	
Interest and other financing Cost paid	(118,521,848)	(11,322,478)	(137,759,220)	15,751,106
<b>Net Cash Generated in Financing Activities</b>		<u>1,637,620</u>		<u>15,731,526</u>
Net Increase in Cash and Cash Equivalent		5,300,264		16,095,179
Cash And Cash Equivalents as at the Beginning of the year		102,267,025		146,251,947
Cash And Cash Equivalents as at the Closing of the year		<u>107,567,289</u>		<u>162,347,126</u>
<b>1. Note - Cash and Cash Equivalents includes:</b>				
a) Cash on hand		2,811,821		1,759,050
b) Balance with Banks in Current account		1,046,503		11,951,278
c) Balance with Banks in Working Capital account		103,708,965		148,541,819
		<u>107,567,289</u>		<u>162,347,126</u>

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

For RADHESHYAM I. SHAH & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN NO: 128398W

(CA ATIK SHAIKH)  
PARTNER  
MNO: 149072  
Place: Ahmedabad  
Date: 01/05/2021



For RATNAVEER METALS LTD

WHOLE TIME DIRECTOR  
(B S Chhapli)  
DIN-03638750

MANAGING DIRECTOR  
(Vijay R. Bangshir)  
DIN-00495872  
Place: Vadodra





RATNAVEER METALS LTD

Standard Balance Sheet as at 31 March 2021

Particulars	Note No.	As at 31 March,	As at 31 March,
		2021	2020
		₹	₹
<b>A EQUITY AND LIABILITIES</b>			
1 Shareholders' funds			
(a) Share capital	1	61'22000	61'22000
(b) Reserves and surplus	2	520873556	467215624
		581891556	528337624
2 Non-current liabilities			
(a) Long-term borrowings	3	214217275	202064832
(b) Deferred tax liabilities (net)		7227232	3740103
(c) Other long term liabilities	4	1760323	2431149
(d) Long term provisions			
		223204620	288266094
3 Current liabilities			
(a) Short-term borrowings	5	124511770.1	1065440772
(b) Trade payables			
Total Outstanding dues of micro enterprises and small enterprises			
Total Outstanding dues of creditors other than micro enterprises and small enterprises	6	355919549	381115404
(c) Other current liabilities	7	110893137	98107596
(d) Short term provisions	8	30708021	29205176
		1740707906	1608748949
<b>TOTAL</b>		<b>2563714276</b>	<b>2425352657</b>
<b>B ASSETS</b>			
1 Non-current assets			
(a) Property, Plant and Equipment			
(i) Tangible assets	9	207182469	157888225
(ii) Intangible assets		5198963	20318668
(iii) Capital work-in progress		33735743	36165802
		352284895	254432915
(b) Non-current investment			
(c) Deferred tax Assets (net)			
(d) Long-term dues and advances	10	40375405	40417577
		40375405	40417577
2 Current assets			
(a) Current investments			
(b) Inventories	1	1334510726	1150484450
(c) Trade receivables	2	357737914	344019459
(d) Cash and cash equivalents	3	188197890	182257626
(e) Short-term dues and advances	4	290607445	152892114
(f) Other current assets	5		
		2171053995	2130461688
<b>TOTAL</b>		<b>2563714276</b>	<b>2425352657</b>

For RADHESHYAM I SHAH & ASSOCIATES

CHARTERED ACCOUNTANTS

FRN NO 128398W

(CA ATIK SRAIKH)

PARTNER

MNO 129072

Place : Ahmedabad

UDIN : 21159072AAAAG5754

Date : 01-09-2021



For RATNAVEER METALS LTD

BS

(D.S.Chaplot)

WHOLE TIME DIRECTOR

DIR-03539750

Place : VADODARA

Vs  
(Vijay R Sanghvi)

MANAGING DIRECTOR

DIR-00495522



**RATNAVEER METALS LTD**

**Standardized statement of Profit and Loss for the year ended 31 March 2021**

Particulars	Note No.	For the year ended	For the year ended
		31 March, 2021	31 March, 2020
		₹	₹
<b>A CONTINUING OPERATIONS</b>			
1 Revenue from operations (gross)	10	3616445243	2951039890
Less: Excise duty			
Revenue from operations (net)		3616445243	2951039890
2 Other income	17	44609708	21059639
3 Total revenue (1+2)		3661054950	2972099529
4 Expenses			
(a) Cost of materials consumed	18	1224544033	2574561573
(b) Purchases of stock-in-trade			
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	19	(13717515)	(178378215)
(d) Employee benefits expenses	20	71511855	6299184
(e) Finance costs	21	118621848	137765220
(f) Depreciation expenses		26735460	23719425
(g) Other expenses	22	272770441	243588788
Total expenses		3561974454	2869965975
5 Profit before exceptional and extraordinary items and tax (3 - 4)		99130496	102132554
6 Exceptional items (Gain on sale of fixtures)			
7 Profit before extraordinary items and tax (5 ± 6)		99130496	102132554
8 Extraordinary items			
9 Profit before tax (7 ± 8)		99130496	102132554
10 Tax expense			
(a) Current tax expense for current year		20253950	20446213
(b) Current tax expense relating to prior years		11925494	265410
(c) Deferred tax		3487099	(5328976)
Total tax expense		35666543	21385647
11 Profit from continuing operations (9 + 10)		63463943	80746907
12 Profit for the year (9-10)		63463943	80746907
13 Earnings per share (of ₹ 10/- each): (a) Basic & diluted		15.80	19.85

For RADHESHYAM I SHAH & ASSOCIATES

CHARTERED ACCOUNTANTS  
FRN NO 128398W

(CA) ATIK SHAIKH,  
PARTNER

MNO 159072

Place: Ahmedabad

UDIN: 21159072AAAA0A5754

Date: 01-Sep-2021



For RATNAVEER METALS LTD

WFOLE TIME DIRECTOR  
(S. Chaudhary)

DIN-02833750

Place

MANAGING DIRECTOR  
(Vijay R. Sanghvi)

DIN-00485822

Place



RATNAVEER METALS LTD

Notes forming part of the Standalone financial statements

Note 1 Share capital

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares	₹	Number of shares	₹
(a) Authorized				
500000 [F.Y. ₹100000] Equity Shares of Rs. 10 each	5,000,000	50,000,000	5,000,000	50,000,000
300000 [F.Y. ₹300000] 9% Redeemable Non-Cumulative Preference Shares of Rs. 10 each	3,000,000	30,000,000	3,000,000	30,000,000
(b) Issued				
4067200 [F.Y. ₹4067200] Equity Shares of Rs. 10 each fully paid up	4,067,200	40,672,000	4,067,200	40,672,000
1850000 [F.Y. ₹1850000] 9% Redeemable Non-Cumulative Preference Shares of Rs. 10 each fully paid up	1,850,000	18,500,000	1,850,000	18,500,000
(c) Subscribed and fully paid up				
4067200 [F.Y. ₹4067200] Equity Shares of Rs. 10 each fully paid up	4,067,200	40,672,000	4,067,200	40,672,000
1850000 [F.Y. ₹1850000] 9% Redeemable Non-Cumulative Preference Shares of Rs. 10 each fully paid up	1,850,000	18,500,000	1,850,000	18,500,000
(d) Others - Share forfeiture account	-	1,891,000	-	1,891,000
<b>Total</b>	<b>5,917,200</b>	<b>61,122,000</b>	<b>5,917,200</b>	<b>61,122,000</b>

Note 1 Share capital (contd.)

Notes:

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period

Particulars	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares	₹	Number of shares	₹
Equity shares with Equal voting rights				
Op Balance	4,067,200	40,672,000	4,067,200	40,672,000
Fresh Issue	-	-	-	-
Bonus Share	-	-	-	-
Cl Balance	<b>4,067,200</b>	<b>40,672,000</b>	<b>4,067,200</b>	<b>40,672,000</b>
Preference shares				
Op Balance	1,850,000	18,500,000	1,850,000	18,500,000
Fresh Issue	-	-	-	-
Bonus Share	-	-	-	-
Cl Balance	<b>1,850,000</b>	<b>18,500,000</b>	<b>1,850,000</b>	<b>18,500,000</b>

NOTE: a) Equity Shares : The Company has only one class of Equity share having Par Value of Rs 10 per share. Each Share holder is eligible for one vote per share.

b) Preference Shares : Preference share would be redeemable after 10 years but before 20 years from the date of allotment at the option of the holder.

Particulars				
Notes:				
(i) Details of shares held by each shareholder holding more than 5% shares				
Class of shares / Name of shareholder	As at 31 March, 2021		As at 31 March, 2020	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Fully paid up Equity shares with voting rights				
Vijay R. Sanghavi	3,850,000	97%	3,850,000	97%
Preference shares				
Vijay R. Sanghavi	1,850,000	100%	1,850,000	100%





RATNAVEER METALS LTD

Notes forming part of the Standalone financial statements

Note 2 Reserves and surplus

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
(a) Securities premium		
Opening balance	27420000	27420000
Closing balance	27420000	27420000
	Sub Total (a)	
(b) Surplus (Deficit) in Statement of Profit and Loss		
Opening balance	438705624	398048717
Add: Profit for the year	63402943	80749907
Closing balance	502108568	478798624
	Sub Total (b)	
<b>Total (a+b)</b>	<b>530678568</b>	<b>467215624</b>

Notes forming part of the standalone financial statements

Note 5 Short-term borrowings

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
(a) Loans repayable on demand		
From Banks		
Working Capital	358293127	319318745
(b) Trade Credit Unsecured	225865625	4170078
(c) Bill Discounted Unsecured	630217849	709220770
(d) Loan from Directors and relatives of Directors	804000	38731531
<b>Total</b>	<b>1245117701</b>	<b>1059440772</b>

NOTE (a)

Working Capital Loan from Bank

Secured against the Hypo. Of Company's Stock & Raw material, Work-in-progress and finished goods & Book debts. Secured against second charge over Company's Land, Building and other immovable assets located at E-77 GIDC-Savli (Mang. 681) Plot Baroda and second charge over Company's Stock & Raw material, Work-in-progress and finished goods & Book debts. Also secured against first charge over residential property of Director Shri Vijay Sanghvi located at 20 Vijay Society-1, New Khanderao Road, Vadodra & also Secured by way of Hypothecation of Key man Insurance of Shri Vijay Sanghvi & also Personal Guarantee of Directors)



**RATNAVEER METALS LTD**

**Notes forming part of the Standalone financial statements**

**Note 7 - Long term borrowings**

Particulars	Non-current portion		Current maturities	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
	₹	₹	₹	₹
<b>Term loans (Secured)</b>				
Kolance Capital Ltd (NOTE iii)		1829000	1000350	1388999
Andhra Bank Ltd (NOTE iv)		-	-	25,1384
Ujjain Bank Term Loan (NOTE iii)	2125730	-	24800000	-
Tata Finance Capital Ser Ltd (NOTE ivii)	5054278	18041745	7341100	5518100
EDF WEISS CAPITAL LTD (Secured loan) (NOTE v)	4888610	2418757	1094200	1,41968
<b>Sub Total (a)</b>	<b>11978577</b>	<b>24594802</b>	<b>36276727</b>	<b>16772588</b>
<b>Other loans and advances (Unsecured)</b>				
From Directors & Shareholders	96530030	96000030	464000	36731581
Financial Institutions	1,27,708,208	18,15,00,000	203,2333	1,18,8847
	0	0		
<b>Sub Total (b)</b>	<b>1,28,676,698</b>	<b>18,15,00,030</b>	<b>1,49,6333</b>	<b>1,20,00,428</b>
<b>Total</b>	<b>2,48,462,275</b>	<b>42,74,48,832</b>	<b>38,14,0660</b>	<b>28,77,26,316</b>

The above amount includes:				
Secured borrowings	15978577	24594802	36276727	16772588
Unsecured borrowings	1,28,676,698	18,15,00,030	1,49,6333	1,20,00,428
Short term borrowing	0	0	0	0
Other current liabilities	0	0	0	0

**NOTE (ii)**  
Secured against hypothecation of machinery to be purchased against the Loan and also secured by way of Personal Guarantee of the Directors of the company. Repayment schedule - 55 Monthly installments of Rs 257203/- (including interest) commencing from 01.06.2017

**NOTE (iii)**  
Secured against available mortgage of plot No E-79 E.P.L.P. Zone - CIDC, Industrial Estate, Manjusa, Taluka Savli, Dist Vadodra, Gujarat and also secured by way of Personal Guarantee of the Directors of the company Shri Vijay R Sanghani. Repayment schedule - 90 Monthly installments of Rs 33437/- (including interest) commencing from 17.11.2017

**NOTE (iv)**  
Secured against creation of primary collateral security and Personal Guarantee of the Directors of the company Shri Vijay R Sanghani. 18 monthly installments of Rs 210000/- commencing from 20.11.2020

**NOTE (v)**  
Secured against hypothecation of Equipment to be purchased under the agreement and also secured by way of Personal Guarantee of the Directors of the company Shri Vijay R Sanghani. Repayment schedule - 63 Monthly installments of Rs 91850/- (excluding interest) commencing from 25.04.2018

Repayment Schedule - 62 Monthly installments of Rs 80430/- (including interest) commencing from 24.04.2019

Repayment Schedule - 61 Monthly installments of Rs 1,17,100/- (including interest) commencing from 24.04.2019

Repayment Schedule - 58 Monthly installments of Rs 1,14,450/- (including interest) commencing from 24.04.2019

Repayment Schedule - 50 Monthly installments of Rs 1,31,315/- (including interest) commencing from 24.04.2019

Repayment Schedule - 52 Monthly installments of Rs 1,23,500/- (including interest) commencing from 24.04.2019

Repayment Schedule - 54 Monthly installments of Rs 33627/- (including interest) commencing from 24.04.2019

Repayment Schedule - 51 Monthly installments of Rs 60,000/- (including interest) commencing from 24.04.2019

Repayment Schedule - 41 Monthly installments of Rs 212297/- (including interest) commencing from 25.01.2019

Repayment Schedule - 50 Monthly installments of Rs 71540/- (including interest) commencing from 24.04.2019

**NOTE (vi)**  
Secured against hypothecation of Equipment to be purchased under the agreement and also secured by way of Personal Guarantee of the Directors of the company Shri Vijay R Sanghani.

Repayment Schedule - 72 Monthly installments of Rs 1,09,537/- (including interest) commencing from 25.04.2018

Loan Repayment Schedule	Mode of Equal Monthly Installments	Monthly Installments (including interest)	Commencing from
Loan from Financial Institutions	18	255542	05.02.2021

**Note forming part of the Standalone financial statements**

**Note 8 - Other long term liabilities**

Particulars	As at	
	31 March 2021	31 March 2020
	₹	₹
Long Term Trade Payables	1780773	2451148
<b>Total</b>	<b>1780773</b>	<b>2451148</b>



**RATNAVEER METALS LTD.**

Notes forming part of the Standalone financial statements 2021

**Note 6 Trade payables**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
Total Outstanding dues of micro enterprises and small enterprises	355048549	381215104
Total Outstanding dues of creditors other than micro enterprises and small enterprises		
<b>Total</b>	<b>355048549</b>	<b>381215104</b>

**Note 6a Trade Payables - Total outstanding dues of Micro & Small Enterprises**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
a) The Principal amount and interest due there on remaining unpaid as at year end. Principal	-	-
b) Interest paid by the company in terms of section 16 of Micro, Small and Medium Enterprises Development Act, 2006 along with the amount of the payment made to the supplier beyond the appointed date during the year	-	-
c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006	-	-
d) Interest accrued and remain unpaid as at year end	-	-
e) Further interest remaining due and payable even in the succeeding year until such date when the interest dues as above are actually paid to the small enterprises	-	-

\*Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprises Development Act 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act as per the intimation received from them or requests made by the Company. There are no overdue principal amounts / interest payable amounts for delayed payments to such vendors at the Balance Sheet date. There are no delays in payment made to such suppliers during the year or for any earlier years and accordingly there is no interest paid or outstanding interest in this regard in respect of payment made during the year or on balance brought forward from previous year.

**Note 7 Other current liabilities**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
(a) Current maturities of long-term debt (Secured)	22214500	37871438
(b) Statutory liabilities	22253455	3029075
(c) Secured Deposit	100000	100000
(d) Advance from customers	48475824	57187088
<b>Total</b>	<b>113843179</b>	<b>98187596</b>

**Note 8 Short term provisions**

Particulars	As at 31 March, 2021	As at 31 March, 2020
	₹	₹
(a) Provision		
(i) Provision for ITR (net of advance tax & TDS)	17683276	48518546
(ii) Provision for Gratuity	3660952	1428039
(iii) Interest payable to bank		201629
(iv) Provision for Expenses	15144293	11218581
<b>Total</b>	<b>36798521</b>	<b>70251175</b>





RAJESH METALS LTD.

Part forming part of the consolidated financial statements

Property Plant and Equipment

NOTE 3

4. Tangible assets	Gross Cost					Accumulated Depreciation			Net Book	
	Balance as at April 2020	Additions during the year	Disposals	Balance as at 31 March, 2021	Balance as at April 2020	Depreciation for the year	Eliminated on disposal of assets	Balance as at 31 March, 2021	Balance as at 31 March, 2020	
Plant & Machinery	22,00,000	-	-	22,00,000	0	0	0	22,00,000	22,00,000	
Factory Shed	20,00,000	-	-	20,00,000	1,77,00,000	1,59,14,000	0	1,77,00,000	1,79,00,000	
Land & Machinery	10,00,000	4,00,000	-	14,00,000	2,00,00,000	4,32,25,000	0	2,10,25,000	3,40,00,000	
Office	5,00,000	1,00,000	-	6,00,000	1,00,00,000	1,50,00,000	0	1,50,00,000	2,00,00,000	
Depreciated Inflation	10,00,000	-	-	10,00,000	4,00,00,000	1,50,00,000	0	4,50,00,000	10,00,00,000	
Furniture & Fixture	2,00,000	0	-	2,00,000	4,00,00,000	1,00,00,000	0	4,10,00,000	5,00,00,000	
Vehicle & Equipment	1,00,000	0	-	1,00,000	2,00,00,000	2,00,00,000	0	4,00,00,000	2,00,00,000	
Computer	5,00,000	1,00,000	-	6,00,000	1,00,00,000	1,00,00,000	0	2,00,00,000	3,00,00,000	
Air Conditioning	10,00,000	0	-	10,00,000	3,00,00,000	3,00,00,000	0	6,00,00,000	2,00,00,000	
Fan Machine	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Water Machine	2,00,000	0	-	2,00,000	1,00,000	1,00,000	0	3,00,000	3,00,000	
Generator	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Tractor	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Truck	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Mobile Phone	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Washing Machine	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Fridge	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Motor Car	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Air Conditioner	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Washing Machine	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Safety Equipment	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	
Attendance Recorder	1,00,000	0	-	1,00,000	1,00,000	1,00,000	0	2,00,000	2,00,000	



RATNAVEER METALS LTD

Notes forming part of the Standalone Financial Statements

NOTE - Property Plant and Equipment

A. Tangible Assets	Gross block				Accumulated Depreciation			Net block		
	Balance as at 1 April, 2020	Additions during the year	Disposals	Balance as at 31 March, 2021	Balance as at 1 April, 2020	Depreciation for the year	Eliminated by disposal of assets	Balance as at 31 March, 2021	Balance as at 31 March, 2020	Balance as at 31 March, 2020
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
Motor Vehicles	2,11,140	0	-	2,11,140	1,00,661	1,10,000	0	1,11,661	1,11,661	1,11,661
Computer Equip.	1,02,270	0	-	1,02,270	81,175	27,770	0	1,09,045	1,09,045	26,725
Office Equipment	2,19,144	1,34,292	-	3,53,436	2,02,770	17,000	0	1,07,666	1,48,544	17,112
Furniture and Fixture - lease	1,10,000	0	-	1,10,000	4,00,000	28,500	0	4,28,500	510,750	1,00,000
Lease Equipment	2,80,200	0	-	2,80,200	2,14,400	35,000	0	2,49,400	2,49,400	1,12,000
Project Room (Gwe Road)	4,43,200	0	-	4,43,200	1,00,000	24,000	0	2,64,400	2,64,400	2,12,000
Land (Gwe Road Plot - II)	1,10,00,000	0	-	1,10,00,000	0	0	0	1,10,00,000	1,10,00,000	1,10,00,000
Factory Shed - Gwe Road	22,49,000	0	-	22,49,000	1,10,000	1,00,000	0	21,39,000	18,10,000	2,10,000
Electrical Installation - Gwe Road	5,12,140	0	-	5,12,140	1,00,000	1,00,000	0	4,12,140	2,00,000	5,00,000
Plant & Machinery - Gwe Road	1,00,00,000	2,00,000	-	1,02,00,000	1,00,00,000	1,00,00,000	0	2,00,00,000	2,00,00,000	4,00,00,000
Water Tank	2,00,000	0	-	2,00,000	2,00,000	50,000	0	2,50,000	1,00,000	1,00,000
ITF Asset	1,00,000	0	-	1,00,000	2,00,000	50,000	0	2,50,000	2,00,000	2,00,000
<b>Total Tangible Assets (A)</b>	<b>35,73,395.40</b>	<b>3,34,584.20</b>	<b>0</b>	<b>39,07,979.60</b>	<b>15,93,750.00</b>	<b>2,26,270.00</b>	<b>0</b>	<b>18,20,020.00</b>	<b>24,71,020.00</b>	<b>1,00,00,000.00</b>
Intangible Assets, Reserves & Developments	2,21,00,000	3,51,00,000	-	5,72,00,000	0	0	0	5,72,00,000	5,72,00,000	2,21,00,000
CGMP (including Pre-Operative Expenses)	2,00,00,000	2,00,00,000	8,00,000	4,08,00,000	0	0	0	4,08,00,000	2,00,00,000	3,08,00,000
Total Assets (A+B)	<b>37,94,395.40</b>	<b>3,85,584.20</b>	<b>8,00,000</b>	<b>44,79,979.60</b>	<b>15,93,750.00</b>	<b>2,26,270.00</b>	<b>0</b>	<b>18,20,020.00</b>	<b>30,42,040.00</b>	<b>1,03,00,000.00</b>
<b>Total</b>	<b>37,94,395.40</b>	<b>3,85,584.20</b>	<b>8,00,000</b>	<b>44,79,979.60</b>	<b>15,93,750.00</b>	<b>2,26,270.00</b>	<b>0</b>	<b>18,20,020.00</b>	<b>30,42,040.00</b>	<b>1,03,00,000.00</b>

Note: All assets are freehold and are held in the name of the Company.



RATNAVEER METALS LTD.

Notes forming part of the Standalone Financial statements

Note 10 Long-term loans and advances

Particulars	As at	
	31 March, 2021	31 March, 2020
	₹	₹
Advance for Capital Expenditure	10995936	1594228
Bal with Govt Authorities	13692133	13692133
Deposits	16687316	16141310
<b>Total</b>	<b>40375405</b>	<b>40417677</b>

Note 11 Inventories

(As taken valued and certified by a Director)

(At lower of Cost or net Realisable Value)

Particulars	As at	
	31 March, 2021	31 March, 2020
	₹	₹
(a) Raw materials	169923817	148459724
(b) Work-in-progress	698654055	745494417
(c) Finished goods	215393854	216277319
(d) Stores & Spares	43339335	33242135
(e) Packing Material	719001	8823902
<b>Total</b>	<b>1334510726</b>	<b>1150494490</b>

Note 12 Trade receivables

Particulars	As at	
	31 March, 2021	31 March, 2020
	₹	₹
(Unsecured Considered Good)		
Trade receivables outstanding for a period exceeding six months from Due date	5942108	63365784
Other Trade receivables	29813806	578653875
<b>Total</b>	<b>35737914</b>	<b>644019459</b>





**RATNAVEER METALS LTD.**

**NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS**

**Note 13 Cash and Cash Equivalents**

Particulars	As at	As at
	31 March, 2021	31 March, 2020
	₹	₹
(a) Cash on hand	2851861	1,736,001
(b) Balances with banks		
- In Current Account	4516613	11,891,204
- In Fixed Deposit Account - Margin money	100820915	1,68,480,341
<b>Total</b>	<b>108197890</b>	<b>182267626</b>

**Note 14 Short-term loans and advances**

Particulars	As at	As at
	31 March, 2021	31 March, 2020
	₹	₹
(a) Advance recoverable in cash or in kind or for value to be received	4329750	5783502
(b) MEIS Licence Receivable	595384	595304
(c) Export Incentive Receivable	1,5685670	51368144
(d) Prepaid expenses	27347561	327,7368
(e) Other Loans	4976160	4376168
(f) CENVAT/ GST credit receivable Duty Draw Back	380194	638,171
(g) Advance to Suppliers	1,27323840	50568058
<b>Total</b>	<b>290607445</b>	<b>153680114</b>

**Note 15 Other Current assets**

	As at	As at
	31 March, 2021	31 March, 2020
	₹	₹
Interest accrued on fixed Deposits and others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>



**RATNAVEER METALS LTD.**

Notes forming part of the Standalone financial statements

**Note 16 Revenue from operations**

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	₹	₹
A- Sale of products		
Domestic	3041764754	2426887389
Export	572756201	521251798
<b>Sub total - A</b>	<b>3614521015</b>	<b>2950789187</b>
B- Other Operating Income from job Work.	1924228	250703
<b>Sub total - B</b>	<b>1924228</b>	<b>250703</b>
<b>Total (A+B)</b>	<b>3616445243</b>	<b>2951039890</b>

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	₹	₹
Sale of products comprises		
S S Washers	283923553	541088978
Finishing Line Sheet Products	2408041191	1847039827
Scrap	377404541	350610412
S S Tube	234171730	212049973
<b>Total - Sale of products</b>	<b>3614521015</b>	<b>2950789187</b>

**Note 17 Other Income**

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
	₹	₹
Interest Income	12436388	11455868
Foreign Exchange - for Location (Gain)	31020000	9565064
Debit/Credit Balance Under GHT/ Written Back A/c	545648	38707
<b>Total Other income</b>	<b>44609701</b>	<b>21059639</b>



**RATNAVEER METALS LTD**

Notes forming part of the Standalone financial statements

**Note 18 Cost of Materials Consumed**

Particulars	For the year ended	For the year ended
	31 March, 2021	31 March, 2020
	₹	₹
Opening stock	1,46,45,972.4	1,69,93,144
Add: Purchases	3,24,90,082.26	2,55,14,281.53
	3,39,44,07,950	2,72,14,12,97
Less: Closing stock	16,55,23,817	14,64,09,124
Cost of material consumed	<b>3,22,45,44,033</b>	<b>2,57,49,61,673</b>
<b>Material consumed comprises</b>		
S.S Sheet	26,17,81,836.1	20,71,72,083.0
S.S Scrap	50,62,95,672	50,32,40,720
<b>Total</b>	<b>3,22,45,44,033</b>	<b>2,57,49,61,673</b>

**Note 19 Changes in inventories of finished goods, work in progress and stock in-trade**

Particulars	For the year ended	For the year ended
	31 March, 2021	31 March, 2020
	₹	₹
<b>Inventories at the end of the year</b>		
Finished goods	21,03,33,854	21,63,77,000
Work-in-progress	5,98,65,405.0	7,43,43,141.7
Sub Total (A)	<b>27,01,99,259</b>	<b>29,07,20,141.7</b>
<b>Inventories at the beginning of the year</b>		
Finished goods	21,63,77,000	22,09,34,975
Work-in-progress	7,43,43,141.7	5,52,65,553.3
Sub Total (B)	<b>29,07,20,141.7</b>	<b>27,62,00,528.3</b>
<b>Net (increase) / decrease (A-B)</b>	<b>1,57,78,183</b>	<b>1,78,373,215</b>

**Note: Details of inventory of Finished Goods**

Particulars	For the year ended	For the year ended
	31 March, 2021	31 March, 2020
S.S Washers	7,76,01,524	15,03,50,650
Finishing Line	1,72,33,627	4,44,90,437
S.S Tubes	2,53,08,004	21,56,65,13
	<b>21,53,83,655</b>	<b>21,63,77,109</b>





RATNAVEER METALS LIMITED

Notes forming part of the Standalone financial statements

Note 20 Employee benefits expense

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
Salaries and wages	6347975.1	62505707
Leave Encashment	703296	72736
Other Employee Benefits	2158492	2185878
Staff Welfare exp	2487383	2837238
<b>Total</b>	<b>21531856</b>	<b>68256184</b>

Note 21 Finance costs

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
(a) Interest expense on		
(i) Term Loan	2054202	
(ii) Working Capital	34120632	19284521
(iii) Unsecured Loan	28533780	37333710
(iv) Secured Loan	4793129	5566477
(b) Interest on Bill Discounting	5931931	64545070
(c) Interest on Others	203774	117745
Other Financial Charges	32154501	1458131
<b>Total</b>	<b>118821848</b>	<b>137769220</b>



RATNAVEER METALS LTD

Notes forming part of the Standalone Financial statements

Note 22 Other expenses

Particulars	For the year	For the year
	ended 31 March, 2021	ended 31 March, 2020
	₹	₹
<b>Manufacturing and other Expenses</b>		
Spares & Spares Consumed		
Op. Stock	33242100	33220125
Add - Purchase	78041194	53828709
	111286332	84010834
Less - Cl. Stock	43236335	23242136
<b>Sub-Total</b>	<b>67948997</b>	<b>60806897</b>
<b>Packing material Consumed</b>		
Op. Stock	6822903	3810449
Add - Purchase	7375113	7379007
	15301076	17591456
Less - Cl Stock	7119561	8923953
<b>Sub-Total</b>	<b>8181515</b>	<b>8675503</b>
Repairs and maintenance - Machinery	342457	234831
Repairs and maintenance - Building	55774	108610
Repairs and maintenance - Oilers	7726712	2638513
Electricity expenses	59485818	57531943
Labour charges	60660266	61059959
<b>Total</b>	<b>117284008</b>	<b>122353221</b>
GSTC Area Tax Revenue Exp.	203000	126740
Rent Expenses	12107130	10538000
Printing & Stationery	367326	415996
Selling & Distribution Expenses	12773758	11264266
Freight Outward Charges	21663135	15010055
Factory Expenses	5320154	4241970
Disposal of Solid Waste Expenses	954017	1832100
Insurance Premium Charges	2753990	2485634
Travelling, Conveyance and Vehicle Expenses	2532257	4085531
Postage & Telephone expenses	430945	675207
Legal & Professional expenses	11648770	9035078
Prior Period Exp	321500	74778
General Expenses	4728003	4998905
Donation Expenses	3100	-
GSTP Expenses	2462000	-
<b>Total</b>	<b>77940865</b>	<b>61671519</b>



**RATNAVEER METALS LTD.**

Notes forming part of the Standalone financial statements

**Note 22 Other expenses (Contd.)**

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
Payments to the auditors comprises (net of service tax (net credit, where applicable))		
As auditors - statutory audit Tax Audit fees	200,000	200,000
- Taxation Matters	-	-
- Management Services	-	-
- Company Law Matters	-	-
- Certification fees & Other Services	-	-
- Reimbursement of Expenses	-	-
Total	<u>200,000</u>	<u>200,000</u>
Total	<u>272470441</u>	<u>243598788</u>





(A) **Significant Accounting Policies:**

a. **Basis of Preparation**

The financial statements of the Company have been prepared to comply in all material aspects with applicable accounting principles in India, the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and other accounting principles generally accepted in India, to the extent applicable.

b. **Use of Estimates**

The preparation of the financial statements in conformity with GAAP requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities, as at the date of the financial statements and reported amounts of income and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the standalone financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the standalone financial statements.

c. **Revenue Recognition**

Sales are stated inclusive of rebate and trade discount. With regard to sale of products, income is reported when, practically all risks and rights connected with the ownership have been transferred to the buyers. This usually occurs upon dispatch, after the price has been determined.

Export Benefits and Interest Income are accounted on accrual basis.

d. **Property Plant & Equipment**

Property Plant & Equipment acquired by the Company are reported at acquisition value, with deductions for accumulated depreciation (other than 'freehold land' where no depreciation is charged) and impairment losses, if any. The acquisition value includes the purchase price (excluding refundable taxes), and expenses directly attributable to assets to bring it to the factory and in the working condition for its intended use. Where the construction or development of any such asset requiring a substantial period of time to set up for its intended use, is funded by borrowings, if any, the corresponding borrowing cost are capitalized up to the date when the asset is ready for its intended use.

Capital work in progress is stated at Cost.



Pre operative expenditure & trial run expenditure on the project is capitalized amongst the various heads of Property Plant & Equipment on the commencement of commercial production of respective project.

**Intangible Assets**

- i) Intangible assets acquired by payment e.g. Research and Development expenses disclosed at costless amortization on a straight-line basis over its estimated useful life.
- ii) Intangible assets are carried at cost net of accumulated amortization and impairment loss, if any.
- iii) Intangible assets are amortised on straight line method as follows  
Research & Development - 3 years
- iv) At each balance sheet date, the Company reviews the carrying amount of intangible assets to determine whether there is any indication of impairment loss. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of impairment loss. The recoverable amount is higher of the net selling price and the value in use, determined by discounting the estimated future cash flows expected from the continuing use of the asset to their present value.

**c. Depreciation**

- i) Depreciation on Property, Plant & Equipment is provided to the extent of depreciable amount on Written Down Value Method. Depreciation is provided based on useful life of assets as prescribed Schedule II to the Companies Act, 2013.
  - ii) Depreciation on additions to Property, Plant & Equipment during the year is being provided on pro-rata basis with reference to month of acquisition/installation as required by Schedule II to the Companies Act, 2013.
  - iii) Depreciation on Property, Plant & Equipment sold, scrapped or demolished during the year is provided at their respective rates up to the date on which such assets are sold, scrapped or demolished, as required by Schedule I of the Companies Act, 2013.
- iv) No depreciation has been provided in respect of Capital Work in Progress.



**f. 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.

Cash and Cash equivalents presented in the Cash Flow Statement consists of cash on hand and demand deposits with banks.

**g. Foreign Currency Transactions**

Transactions in the foreign currency which are covered by forward contracts are accounted for at the contracted rate, the difference between the forward rate and the exchange rate at the date of transaction is recognized in the statement of profit & loss over the life of the contract. Foreign currency denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in foreign currency and measured at historical

Cost are translated at the exchange rate prevalent at the date of transaction. Revenue, expense and cash-flow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled.

**i. Investments**

Investments are classified as Long Term & Current Investments. Long Term Investments are valued at cost less provision for diminution other than temporary, in value, if any. Current Investments are valued at cost or fair value whichever is lower.

**j. Valuation of Inventories**

- i) Raw materials are valued at lower of cost or net realizable value.
- ii) Work in progress has been valued at cost of materials and labour charges together with relevant factory overheads.
- iii) Finished Goods are valued at lower of cost or net realizable value.
- iv) Stores & Fuel & Packing Material are valued at lower of cost or net realizable value.





**J Employee Benefit**

**(i) Short Term**

Short Term employee benefits are recognized as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the company.

**(ii) Long Term**

The Company has both defined contribution and defined benefit plans. These plans are financed by the Company in the case of defined contribution plans.

**(iii) Defined Contribution Plans**

These are plans in which the Company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. These comprise of contributions to Employees Provident Fund. The Company's payments to the defined contribution plans are reported as expenses during the period in which the employees perform the services that the payment covers.

**(iv) Defined Benefit Plans**

Expenses for defined benefit gratuity payment plans are calculated as at the balance sheet date by independent actuaries in the manner that distributes expenses over the employees working life. These commitments are valued at the present value of the expected future payments with consideration for calculated future salary increases, using a discounted rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on Government Bonds with a remaining term that is almost equivalent to the average balance working period of employees.

**(v) Other Employee Benefit**

Compensated absences which accrue to employees and which can be carried to future periods but are expected to be encashed or availed in twelve months immediately following the year end are reported as expenses during the year in which the employees perform the services that the benefit covers and the liabilities are reported at the undiscounted amount of the benefits after deducting amounts already paid.



**k. Earnings per Share:**

Basic Earnings per share is calculated by dividing the net profit after tax for the year attributable to Equity Shareholders of the Company by the weighted average number of Equity Shares in issue during the year. Diluted earning per Share is calculated by dividing net profit attributable to equity Shareholders (after adjustment for diluted earnings) by average number of weighted equity shares outstanding during the year.

**l. Taxation**

Income tax expense comprises of current tax and deferred tax charge or credit. Provision for current tax is made on the basis of the assessable income at the tax rate applicable to the relevant assessment year. The deferred tax asset and deferred tax liability is calculated by applying tax rate and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets arising mainly on account of brought forward business losses, capital losses and unabsorbed depreciation under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each balance sheet date, the carrying amount of deferred tax assets is reviewed to measure realization.

**m. Impairment**

The Management periodically assesses using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset other than goodwill is reversed if and only if, the reversal can be related objectively to an event occurring after the impairment loss recognized. The carrying amount of an asset other than goodwill is increased to its revised recoverable amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment losses been recognized for the asset in prior years.



**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

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**1. Provisions & Contingencies**

A provision is recognized when the Company has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation in respect of which reliable estimate can be made. Provisions (excluding long term benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized but are disclosed in the notes to the standalone Financial Statements. A contingent asset is neither recognized nor disclosed.

**o. Borrowing Cost**

Borrowing costs are recognized in the period to which they relate, regardless of how the funds have been utilized, except where it relates to the financing of construction or development of assets requiring a substantial period of time to prepare for their intended future use. Interest on borrowings if any is capitalized up to the date when the asset is ready for its intended use. The amount of interest capitalized for the period is determined by applying the interest rate applicable to appropriate borrowings.

**p. CURRENT AND NON CURRENT CLASSIFICATION**

All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of activities and time between the activities performed and their subsequent realization in cash or cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.





**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

**23. Capital Commitments and Contingent Liabilities, Amount in Rs**

Particulars	As At 31 <sup>st</sup> March, 2021	As At 31 <sup>st</sup> March, 2020
<b>a) Contingent Liabilities</b>		
Claims not Acknowledged as Debt		
(i) Income Tax dues FY2009-10	10,90,000	10,90,000
(ii) Income Tax dues FY2009-10	60,98,140	60,98,140
(iii) Sales Tax dues F Y 2003-04	43,241	43,241
(iv) Sales Tax dues F Y 2004-05	6,64,252	6,64,252
(v) Sales Tax Dues FY 2008-09	1,33,840	1,33,840
(vi) Sales Tax Dues FY 2011-12	10,35,246	10,35,246
(vii) Sales Tax Dues FY 2012-13	1,07,73,453	1,07,73,453
(viii) Sales Tax Dues FY 2013-14	19,76,646	19,76,646
(ix) Sales Tax Dues FY 2014-15	32,41,148	32,41,148
(x) Sales Tax Dues FY 2016-17	24,69,911	NIL

- (i) It is not practical for the company to estimate the timing of cash outflows, if any, in respect of the above pending resolution of the respective proceedings as it is determinable only on receipt of judgments/decisions pending with various forums/authorities.
- (ii) The Company has reviewed all its pending litigations and proceedings and has adequately provided for where provisions are required and disclosed as contingent liabilities applicable, in its financial statements. The company does not expect the outcomes of these proceedings to have materially adverse affect on its financial results.

(ii) Letters of Credit NIL (FY N I)

b) Capital Commitments: Estimated amount of contracts remaining to be executed on capital account (net of advances) and not provided for Rs 1,09,95,956 (FY RS. 1,09,95,956)



**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

**24. Financial and Derivative Instruments**

Derivative Contract entered into by the company and outstanding as at March 31, 2021:

(a) For hedging currency:

Particular	As at March 31, 2021	As at March 31, 2020
Out Standing Forward Contract	20866500	46354370

(b) The Company uses forward contracts to hedge its risk associated with foreign currency fluctuation. As explained to us, the Company does not use forward contracts for speculative purposes.

(c) The year-end foreign currency exposure that have not been hedged by any derivative instruments or otherwise is as under:

Particular	Amount receivable in Foreign Currency	Amount Payable in Foreign Currency
<b>Foreign Currency</b>		
31-03-2021	USD 69153 Euro 270715	USD 89339 Euro NIL
31-03-2020	USD 292546 Euro 38462	USD 84256 Euro NIL
<b>Indian Currency</b>		
31-03-2021	Rs. 2,49,67,105	Rs. 65,35,423
31-03-2020	Rs. 2,44,33,503	Rs. 60,81,170

25 Inventories are as taken, valued and certified by a Director:

26 In the opinion of the Board of Directors, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business and the provisions for depreciation and all known and ascertained liabilities are adequate and not in excess of the amounts reasonably necessary.



**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

27. In view of the Management the Company has only one reportable business segment. And hence segment wise information is not given.

**Primary Segment –Business Segment**

The Company's operation predominantly comprise of only one segment. In view of the same, separate segmental information is not required to be disclosed as per the requirement of Accounting Standard 17.

**Secondary Segment: Geographical Segment**

The analysis of geographical segment is based on geographical location of the customers. The geographical segments considered for disclosure are as follows

Sales within India : Sales to Customer located within India

Sales outside India : Sales to Customer located outside India.

Information pertaining to Secondary Segment:

Cross Revenue from operation as per Geographical Location

Country	Year Ended 31/03/2021	Year Ended 31/03/2020
Within India	3,041,764,754	2,428,887,389
Outside India		
Austria	9,186,268	9,709,387
France	-	6,358,175
Hungary	12,215,981	3,787,851
Germany	312,593,939	317,706,128
Italy	100,539,604	71,165,831
Israel	-	227,747
Netherland	41,202,097	44,448,717
Poland	41,588,644	11,263,851
Spain	16,961,057	28,692,360
Sweden	-	8,381
UAE	3,587,778	1,990,373
U.K	32,331,044	25,106,840
U.S.A	2,549,839	1,445,748
<b>Total</b>	<b>3,614,521,015</b>	<b>2,950,789,187</b>



**28 Employee Benefits**

As per Accounting Standard 15, "Employee Benefits", the disclosures of Employee benefits as defined in the Accounting Standard are given below

**a) Defined Benefit Plans**

Contribution to Defined Contribution Plan, recognized as expense for the year is as under:

	2020-21	2019-20
Employer's Contribution to Provident Fund	26,45,104	20,68,981

The company has taken defined benefit plan i.e. Employee Group Gratuity Scheme from the Life Insurance Corporation (LIC) of India which provides Gratuity linked to the final salaries and is funded in a manner such that the contribution are set at a level that is expected to be sufficient to pay the benefits falling due in the same period. It is not practicable to determine the present value of the Company's obligation or the related current service cost as the LIC compute its obligation on its own basis that differ materially from the basis used in the Company's financial statements i.e. the company recognized / charged only the amount paid to the LIC as a contribution towards Gratuity Scheme. The expense recognized in the statement of Profit & Loss, which is equal to the contribution due / paid for the year.

29. The management of the Company has during the year carried out Technical evaluation for identification of impairment of assets, if any in accordance with the Accounting standard (AS) 28 issued by the Institute of Chartered Accountants of India. Based on the judgment of the management and as certified by the directors no provision for impairment of the assets is considered necessary in respect of any assets of the company.





**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

**30. Related Party disclosure as required by AS-18:**

Name of the Related Parties and Nature of Relationship where Control Exists

Note - Related Parties have been identified by the management:

Key Management Personnel: Vijay Sanghvi

Seema Sanghvi & Babul Chhapot, Ratnaveer Industries, Vijay Sanghvi HUF

Summary of the transactions with the above related parties is as follows

Nature of Transactions	Babul Chhapot	Vijay R. Sanghvi	Seema V Sanghvi	Ratnaveer industries	Vijay Sanghvi Huf
Loan Availed	NIL (NIL)	12,20,44,000 (77,49,80,385)	NIL (NIL)	NIL (NIL)	NIL (NIL)
Repayment of Loan Availed	NIL (NIL)	15,73,41,581 (70,30,36,796)	NIL (3,48,77,625)	NIL (NIL)	NIL (NIL)
Closing Balance	NIL (NIL)	9,74,34,030 (27,31,610)	NIL (NIL)	NIL (NIL)	NIL (NIL)
Interest Paid	NIL (NIL)	76,24,317 (53,02,796)	NIL (NIL)	NIL (NIL)	NIL (NIL)
Rent Paid	NIL (NIL)	8,00,000 (8,00,000)	8,00,000 (8,00,000)	72,00,000 (72,00,000)	3,00,000 (3,00,000)
Remuneration to Director/Salary	813787 (833,986)	54,00,000 (54,00,000)	15,00,000 (15,00,000)	NIL (NIL)	NIL (NIL)



**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

**31. Calculations of Earnings Per Share (EPS)**

Particulars	Amount	Amount
	(in Rs)	(in Rs)
	31-03-2021	31-03-2020
A. Profit after Tax for the year	6,34,63,943	8,07,46,906
Profit available for Distribution to Equity Share Holders	6,34,63,943	8,07,46,906
B. Weighted Average Equity Shares for the year	40,67,200	40,67,200
C. Basic and Diluted EPS ( Price Per Share Rs. 10)	15.60	19.85

32. *Certain Quantity of Stock of Stores & Spares and Packing Material are slow Moving /Non Moving however in view of the Management same is realizable And hence no provision for the same is made.*

33. The company has sought balance confirmations from trade receivables and trade payables, wherever such balance confirmations are received by the Company, the same are reconciled and appropriate adjustments if required, are made in the books of account.

**34. Deferred Tax Assets/(Liability)**

The breakup of Deferred Tax as at 31.03.2021 is as under

PARTICULARS	2020-21	2019-20
<b>DEFERRED TAX LIABILITIES/(ASSETS)</b>		
- Depreciation Difference	72,27,202	37,40,103
<b>NET DEFERRED TAX LIABILITIES/(ASSETS)</b>	72,27,202	37,40,103



**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

**35 Value of Imported And Indigenous - Materials, Stores And Spare Parts Consumed And Percentage Thereof.**

**(1) MANUFACTURING ACTIVITY**

Particulars	2020-21		2019-20	
	Value (Rs.)	(%)	Value (Rs.)	(%)
a) Imported	83,01,89,246	25.75	58,54,27,176	22.85
b) Indigenous	239,43,54,787	74.25	198,65,34,387	77.15
<b>TOTAL:-</b>	<b>322,45,44,033</b>	<b>100.00</b>	<b>257,49,61,573</b>	<b>100.00</b>
P.Y	257,49,61,573	100.00	214,63,36,424	100.00

**(2) STORES CONSUMED**

Particulars	2020-21		2019-20	
	Value (in Rs)	(%)	Value (in Rs)	(%)
a) Imported	0.00	00.00	0.00	00.00
b) Indigenous	6,79,46,993	100.00	5,08,06,697	100.00
<b>TOTAL :-</b>	<b>6,79,46,993</b>	<b>100.00</b>	<b>5,08,06,697</b>	<b>100.00</b>
P.Y	5,08,06,697	100.00	4,69,66,074	100.00

**36. CIF VALUE OF IMPORTS**

Particulars	2020-21 (in Rs)	2019-20 (in Rs)
i) Raw Material	73,83,00,210	5,06,02,167
ii) Capital Goods	NIL	69,82,719
iii) Stores & Spares	NIL	NIL
iv) Exhibition Expenses	NIL	NIL



**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

37. Expenditure in Foreign Currency

Particulars	2020-21 (in Rs)	2019-20 (in Rs)
- Travelling Expenses	NIL	NIL

38. Earning in Foreign Exchange

Particulars	2020-21 (in Rs)	2019-20 (in Rs)
- FOB Value of exports	54,68,85,700	51,34,21,267

39. Previous year's figures have been regrouped and rearranged wherever necessary to make them comparable with current year's figure.

40. Corporate Social Responsibility contribution-

(a) Gross amount spent by the company during the year 24,62,000/- (Previous year 13,87,140/-)

(b) Amount spent during the year on-

	Particulars	Year	Amount spent (in Rs.)	Amount yet to be spent (in Rs.)	Total (in Rs.)
(i)	Construction/acquisition of any asset	2020-21	NIL	NIL	NIL
(ii)	On purposes other than (i) above	2020-21	24,62,000	NIL	24,62,000/-

41. The out break of COVID-19 pandemic globally and in india caused significant disturbance and slowed down economic activity in general. The company has adopted measures to curb the spread of infection in order to protect the health of its employees and ensure business continuity with minimal disruption possible. The company has assessed internal and external information upto the date of approval of the financial statements while reviewing the recoverability of assets, adequacy of financial resources, performance of contractual obligations, ability to service the debt, liabilities, etc. Based





**M/S RATNAVEER METALS LIMITED**  
**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS**

on such assessment the company expects to fully recover the carrying amounts of the assets and comfortably discharge its debts & obligations. Hence the management does not envisage any material impact on its financial statements. Further the company will continue to closely monitor any material changes to future economic conditions. As the COVID-19 situation continues to evolve in India and globally, the impact on future operations would depend upon how the uncertainties associated with pandemic's nature and duration unfold.

**Significant Accounting Policies : A**  
**- Notes on Financial Statement- 1 to 41 -**

For Radheshyam L Shah and Associates  
Chartered Accountants  
FRN : 128398W

CA Ank Shaikh  
Partner

M No : 159072

UDIN : 21159072AAAAGA5754



Date : 01 Sep-2021

Place : Ahmedabad

PLACE -VADODARA  
DATE 01-09-2021

For RATNAVEER METALS LIMITED

\*  
BS

WHOLE TIME DIRECTOR  
(B.S. Chaudhary)  
DIN-03539750

\*  
VS

MANAGING DIRECTOR  
(Vijay R. Sanghvi)  
DIN : 00495822

