

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF M/S BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **M/S BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2023 and the Statement of Profit and Loss for the year ended on that date and the statement of cash flows, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023 its profit and cash flows for the year ended on that date.

Basis for Opinion

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

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

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

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

The Board of Directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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 the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act we give in the "Annexure 1" statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss and statement of cash flows dealt with by this Report are in agreement with the relevant books of account.
 - d. In our opinion, the aforesaid financial statements comply with the AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls with reference to these financial statements and operating effectiveness of such controls, refer to our separate report in "Annexure 2" to this report.

- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note No. 35 to financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. The company is not required to transfer any amounts, to the Investor Education and Protection Fund. Hence, this clause is not applicable.
 - iv. (1) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other source or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall:
 - a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("ultimate Beneficiaries") by or on behalf of the Company or
 - b. provide any guarantee or security, or the like to or on behalf of the Ultimate beneficiaries.
 - (2) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("funding parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
 - c. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("ultimate Beneficiaries") by or on behalf of the funding party or
 - d. provide any guarantee or security or the like from or on behalf of the Ultimate beneficiaries.
 - (3) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come our notice that has caused us to believe that the representations under the sub clause (iv) (1) & (2) contain any material misstatement.

R. Singhvi & Associates
Chartered Accountants

- v. No dividend declared or paid during the year by the company.
- vi. As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for Company only with effect from 1st April, 2023. Hence, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 is not applicable.
- h. With respect to the matter to be included in the Auditors' Report under section 197(16): In our opinion and according to the information and explanations given to us, the Company is incorporated as a private company and thus the provision of section 197(16) of the Act are not applicable to the Company.

For R Singhvi & Associates.
Chartered Accountants,
(Firm's Registration No. 003870S)

Krishna Sharma
CA. Krishna Sharma
Partner
Membership No. 304299
UDIN : 23304299BGYZLB7988



Place: Bangalore
Date: 15-09-2023

"ANNEXURE 1" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **M/S BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED** of even date)

- i. In respect of Property, Plant and Equipment:
 - a. A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
B) The Company has maintained proper records showing full particulars of intangible assets.
 - b. The Property, Plant and Equipment of the Company were physically verified in full by the management during the year. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
 - c. As per the information and explanation given to us and on the basis of examination of the records of the Company, the title deeds of immovable properties (other than properties where the Company is the lessee, and the lease agreements are duly executed in favour of the lessee) as disclosed in the financial statements are held in the name of the Company as at balance sheet date.
 - d. The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
 - e. According to the information and explanations given to us, representation obtained from Management and on the basis of examination of the records of the Company, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transaction (Prohibition) Act, 1988 (45 of 1988) (as amended in 2016) and rules made thereunder.
- ii.
 - a. The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
 - b. During the year, Company has been sanctioned working capital limits in excess of Rs.5 Crores, in aggregate, from banks on the basis of security of current assets. The Company has filed quarterly returns and statements with such banks, which are in agreement with books of accounts. Refer Note No.29 to the financial statements.

- iii. (a) According to the information and explanations given to us and on the basis of examination of the records of the Company, the Company has not provided any loan other party.
- (b) According to the information and explanations given to us and on the basis of examination of the records of the Company, the Company has not granted loans repayable on demand to related parties.
- iv. According to the information and explanations given to us and on the basis of examination of the records of the Company, the company has not provided any guarantee or security or made any investments as specified under section 185 and Section 186 of the Companies Act.
- v. In our opinion and according to the information and explanations given to us, the company has not accepted deposits, hence the provision of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under not applicable to the company;
- vi. In our opinion and according to the information and explanations given to us, the requirement for maintenance of cost records pursuant to the Companies (Cost Records and Audit) Rules, 2014 specified by the Central Government of India under Section 148 of the Companies Act, 2013 is not applicable to the Company for the year under audit.
- vii. In respect of statutory dues:
- (a) In our opinion and according to the information and explanations given to us, the company is regular in depositing undisputed statutory dues including income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess, Goods and Service tax and any other statutory dues with the appropriate authorities during the year.
- (b) According to the information and explanations given to us, there are no dues of Income tax, Sales tax, service tax, customs duty, excise duty, Goods and Service tax as at 31st March 2023 which have not been deposited on account of any dispute except for the following,

Name of the Statute	Nature of the Dues	Amount (Rs. In Lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act 1961	Income Tax	3.58	2013-14	CPC
Central Excise Act, 1944	MODVAT	0.24	2000-01	Officer of commissioner of central excise
Central Excise Act, 1944	Excise Duty	72.33	01-09-1997 to 31-03-1998	Officer of commissioner of

Central Excise Act, 1944	CENVAT	125.27	2009-10 to 2022-13	central excise Officer of commissioner of central excise
Central Excise Act, 1944	Excise Duty	771.74	2002-2006	Supreme Court

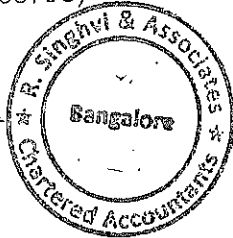
- viii. According to the information and explanations given to us and on the basis records examined by us, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. (a) According to the information and explanations given to us and on the basis records examined by us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest to any lender during the year.
- (b) In our opinion and according to the information and explanations given to us and representation obtained from management, the Company has not been declared as wilful defaulter by any bank or financial institution or Government or any Government authority.
- (c) In our opinion and according to the information and explanations given to us and representation obtained from management, the Company has obtained term loans during the year and applied for the purposes for which they were obtained.
- (d) In our opinion and according to the information and explanations given to us and representation obtained from management, no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) In our opinion and according to the information and explanations given to us and representation obtained from management, the company has not raised loans during the year on the pledge of securities held in its subsidiaries. Hence reporting on clause 3(ix)(e) and (f) not applicable to the Company.
- x. (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and has not taken any term loans during the year. Accordingly, paragraph 3 (x) (a) of the order is not applicable.
- (b) Company has not made any preferential allotment or private placement of shares or debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3 (x) (a) of the order is not applicable.

- xi. (a) According to the information and explanations given to us, on the basis records examined by us and representation from the management, based on the nature of operations of the company, no material fraud by or on the Company have been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) According to the information and explanations given to us and representation obtained from the management, no whistle-blower complaints has been received by the Company during the year.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanation given to us and based on examination of the records of the Company, all the transaction with related parties is in compliance with the provisions of Section 177 and 188 of Companies Act 2013 and details of related party transactions have been disclosed in the AS financial statements as required by the applicable AS;
- xiv. According to the information and explanation given to us, the Company does not have internal audit system and is not required to have internal audit system as per provisions of the Companies Act, 2013. Hence, paragraph 3 (xiv) of the order is not applicable to the Company.
- 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 the directors during the year. Accordingly, paragraph 3(xv) of the order is not applicable.
- xvi. According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.
- xvii. According to the information and explanations given to us and based on our examination of the records of the company, the Company has not incurred cash losses in the financial year 2022-23 and in the immediately preceding financial year 2021-22.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable.

- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and representation from Management. Our report does not give any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. As per the provisions of the Companies Act , 2013 ,The company is not obligated to undertake CSR activities for the financial year 2022-23.The same has been disclosed under in note no 45 to financial statements.

For R Singhvi & Associates.
Chartered Accountants,
(Firm's Registration No. 003870S)

Krishna Sharma
CA. Krishna Sharma
Partner
Membership No. 304299
UDIN : 23304299BGYZLB7988



Place: Bangalore
Date: 15-09-2023

ANNEXURE 2

**TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF
M/S BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED**

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

We have audited the internal financial controls over financial reporting of M/S BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED ("the Company") as of 31st March 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these financial statements 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 with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an

understanding of internal financial controls over financial reporting with reference to these financial statements, 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 internal financial controls system over financial reporting with reference to these financial statements.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting with reference to these financial statements 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

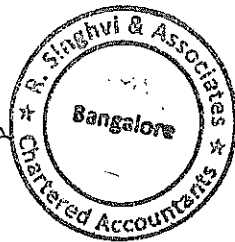
Because of the inherent limitations of internal financial controls over financial reporting with reference to these financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also,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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting with respect to these financial statements and such internal financial controls over financial reporting with respect to these financial statements were operating effectively as at 31 March 2023, 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 R Singhvi & Associates.
Chartered Accountants,
(Firm's Registration No. 003870S)

Krishna Sharma
CA. Krishna Sharma
Partner
Membership No. 304299
UDIN : 23304299BGYZLB7988



Place: Bangalore
Date: 15-09-2023

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

Bhuwalkalandmark, No.5, Walkerlane (Langford road), Richmond Town, Bangalore, Karnataka, India, 560025

BALANCE SHEET AS AT 31ST MARCH, 2023

(All amounts in Rs. In Lakhs unless otherwise stated)

PARTICULARS	NOTE NO	AS AT 31-03-2023	AS AT 31-03-2022
I. EQUITY AND LIABILITIES			
(1) SHAREHOLDERS' FUNDS			
(a) Share capital	2	350.00 ✓	350.00
(b) Reserves and surplus	3	3631.42 ✓	3467.43
		<u>3981.42</u>	<u>3817.43</u>
(2) NON CURRENT LIABILITIES			
(a) Long-term borrowings	4	23.46 ✓	209.27
(b) Deferred tax liabilities (net)	5	110.64 ✓	122.26
(c) Other long term liabilities	6	1.00 ✓	1.00
(d) Long-term provisions	7	34.01 ✓	28.24
		<u>169.12</u>	<u>360.77</u>
(3) CURRENT LIABILITIES			
(a) Short-term borrowings	8	1364.54 ✓	1042.65
(b) Trade payables			
(A) Total outstanding dues to micro and small enterprises	9	431.78 ✓	215.61
(B) Total outstanding dues to creditors other than micro and small enterprises		204.23 ✓	265.47
(c) Other current liabilities	10	335.34 ✓	301.49
(d) Short-term provisions	11	-	15.25
		<u>2335.88</u>	<u>1840.46</u>
TOTAL		<u>6486.42</u>	<u>6018.65</u>
II. ASSETS			
I. NON CURRENT ASSETS			
(a) Property, Plant and Equipment & Intangible Assets	12		
(i) Property, Plant and Equipment		3577.23 ✓	3662.14
(ii) Intangible assets		-	-
(iii) Capital work in progress		-	-
(b) Non-Current investments	13	0.10 ✓	0.10
(c) Deferred tax asset (Net)		-	-
(d) Long-term loans and advances		-	-
(e) Other Non current assets	14	79.95 ✓	79.95
		<u>3657.27</u>	<u>3742.18</u>
2. CURRENT ASSETS			
(a) Inventories	15	1562.30 ✓	1176.50
(b) Trade receivables	16	1143.09 ✓	1043.66
(c) Cash and Cash equivalents	17	4.48 ✓	6.99
(d) Short-term loans and advances	18	1.66 ✓	1.66
(e) Other current assets	19	117.62 ✓	47.66
		<u>2829.15</u>	<u>2276.47</u>
TOTAL		<u>6486.42</u>	<u>6018.65</u>
Summary of significant accounting policies	1		
The accompanying notes are integral part of the financial statements	2 to 48		
This is the Balance Sheet referred to in our report of even date.			
For R. Singhvi & Associates Chartered Accountants ICAI FRN - 003870S		For and on behalf of the Board of Directors	
Krishna Sharma CA. Krishna Sharma Partner Membership No. 304299		Kishan Kumar Bhuvalka Director DIN: 00170902	
Place : Bengaluru Date: 15-09-2023		Aishay Bhuvalka Director DIN : 02578052 Place : Bengaluru Date: 15-09-2023	



M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

Bhuwalkalandmark, No.5, Walkerlane (Langfordroad), Richmond Town, Bangalore, Karnataka, India, 560025

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2023

(All amounts in Rs. In Lakhs unless otherwise stated)

Particulars	Note No.	For the Year ended 31-03-2023	For the Year ended 31-03-2022
I Revenue from operations	20	7838.98	6726.05
II Other income	21	6.20	16.72
III Total Income (I+II)		7845.19	6742.77
IV Expenses			
Cost of materials Consumed	22	3165.67	2729.77
Purchase of Stock-in-Trade	23	850.07	750.13
Changes in inventories of Finished Goods, Work-in- Progress and stock-in-trade	24	-273.41	-110.37
Employee benefit expenses	25	344.36	290.79
Finance costs	26	126.37	121.28
Depreciation and amortisation expenses	27	119.19	115.67
Other expenses	28	3301.94	2674.37
		7634.18	6571.64
V Profit Before Tax (III-IV)		211.01	171.13
VI Tax Expense	31		
Current tax		67.20	55.15
Previous year tax		-8.57	-2.79
Deferred tax		-11.62	-18.69
Total Tax Expense		47.02	33.66
VII Profit/ (Loss) (V - VI)		163.99	137.47
VIII Earnings per equity share of Rs.10 each			
(1) Basic (in Rs.)		4.69	3.93
(2) Diluted (in Rs.)		4.69	3.93
Summary of significant accounting policies		1	
The accompanying notes are integral part of the financial statements		2 to 48	
This is the Statement of Profit & Loss referred to in our report of even date.			
For R.Singhvi & Associates Chartered Accountants ICAI FRN - 003870S		For and on behalf of the Board of Directors	
<i>Krishna Sharma</i> CA. Krishna Sharma		<i>Kishan Kumar</i> Kishan Kumar Bhuwalka	<i>Atanay Bhuwalka</i> Atanay Bhuwalka
Partner Membership No. 304299		Director DIN: 00170902	Director DIN : 02578052
Place : Bengaluru Date: 15-09-2023		Place : Bengaluru Date: 15-09-2023	Place : Bengaluru Date: 15-09-2023



M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in Rs. In Lakhs unless otherwise stated)

Note 1

(A) Corporate Information

Bhuwalka Castings and Forging Private Limited was incorporated on 25.08.2004 with its registered office in Bangalore, India. The Company is Carrying on the business of manufacturing and dealing in ferrous and non ferrous metals products and of every kind or description including all type of Alloy Steel, Stainless steel, Mild steel, Ingots, Billets, Blooms, Rods, Wires, Pipes, Tubes, flats, Plates, Sheets, Angles & other Similar products, Aluminium Conductors, Circle, Utensils, Knotch Bars, Metal wires, Rods, Strips, Plate, pipes, Tubes and Springs steel, Ingots, Billets, Blooms, Rods, Wires, Pipes, Tubes, flats, Plates, Sheets, Angles & other Similar products, Aluminium Conductors, Circle, Utensils, Knotch Bars, Metal wires, Rods, Strips, Plate, pipes, Tubes and Springs.

(B) (a) Basis of preparation of financial statements

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') and comply in all material respects with the Accounting Standards notified by Rules and the relevant provisions of the Companies Act, 2013 ('the Act'). The accounting policies adopted in the preparation of Financial statements are consistent with those of previous year.

(b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP), requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimates. Significant estimates used by management in the preparation of these financial statements include the estimates of the economic useful lives of the fixed assets, provisions for bad and doubtful debts, recognition of deferred tax asset, provision for employee benefits and provision for income taxes. Uncertainty about this assumptions and estimates could result in the outcome requiring material adjustment to the carrying amounts of assets or liabilities in future periods. Difference between the actual results and estimates are recognised in the period in which the results are known/ materialised.

(C) Significant accounting policies

i. Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of goods

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer.

Sale of service

Revenue from service transactions is usually recognised as the service is performed by following the the completed service contract method.

ii. Inventories

Inventories are valued at lower of cost and the net realisable value. Cost of Inventories is determined on a FIFO method and the cost of inventories comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

iii. Property, Plant and Equipment

Property, Plants and Equipment are stated at cost less accumulated depreciation. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use, net of refundable taxes.

Borrowing costs directly attributable to acquisition of those PPE which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Expenditure directly relating to expansion/ refurbishing is capitalised only if it increases the life or functionality of an asset beyond its original standard of performance.

All costs, including financing costs till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the PPE are capitalised.

Gain or losses from derecognition of PPE are measured as the difference between the net disposal proceeds and carrying amount of the asset and are recognized in the statement of profit and loss when the asset de-recognized.

All other expenses on existing PPE, including day-to-day repair and maintenance expenditure and cost of replacing parts are charged to statement of profit and loss for the period during which such expenses are incurred.

iv. Impairment of assets

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the statement of Profit and Loss Account. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost. After impairment, depreciation is provided on the revised carrying amount of the Asset over its remaining useful life.

v. Depreciation / amortisation

Depreciation on Property, Plant and Equipment's provided on written down value method using the rate specified in schedule II of the Companies Act 2013.

Assets	Useful Life (In Years)
Computers	3
Building	30
Furniture & Fixtures	10
Office Equipment	5
Vehicles	8
Plant and Machinery	15

vi Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline, other than temporary, in the value of the investments.

vii Earnings per share

Basic earnings/(loss) per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends, if any and attributable taxes) by the weighted average number of equity shares outstanding during the year.

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

Viii Retirement Benefits

a) *Provident fund*

Contributions payable to the Recognised Provident Fund, which is a defined contribution scheme, is recognised as an expense in the period in which services are rendered by the employee.

b) *Gratuity*

Provision towards gratuity is provided at each year as per Payment of Gratuity Act, 1972.

ix Taxes on income

Current tax

Provision is made for income tax under the tax payable method, based on the liability computed, after taking credit for allowances and exemptions.

Deferred tax

Deferred Income Taxes resulting from timing difference between book and taxable profit is accounted for using the rates and laws that have been enacted or substantially enacted as at the balance Sheet date. The Deferred Tax asset is recognised and carried forward only to the extent there is a reasonably certainty that the asset can be realised in future.

x Provisions and contingent liabilities

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

xi Cash and Bank balances :

Cash and bank balances for the purposes of cash flow statement comprise cash & cash equivalents. Cash & cash equivalents further comprise of cash at bank and in hand and short-term investments with an original maturity of three months or less.

Xii Operating cycle

Assets and liabilities are classified as current and non Current based on the operating cycle which has been estimated to be 12 months. All the assets and liabilities which are expected to be realized and settled, within a period of 12 months from the date of balance sheet have been classified as current and other assets and liabilities are classified as noncurrent.

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts are in Rs. In Lakhs unless otherwise stated)

2 Share Capital	As at 31 March 2023	As at 31 March 2022
Authorized:		
50,00,000 Equity shares of Rs.10/- each	500.00	500.00
	<u>500.00</u>	<u>500.00</u>
Issued Subscribed and Fully Paid Up:		
35,00,000 Equity Shares of Rs.10/- each Fully Paid up	350.00	350.00
	<u>350.00</u>	<u>350.00</u>

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	Year ended March 31,2023		Year ended March 31,2022	
	Number	Value	Number	Value
Equity Share Capital				
Shares outstanding at the beginning of the year	35,00,000	350.00	35,00,000	350.00
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	35,00,000	350.00	35,00,000	350.00

There has been no change/movements in number of shares outstanding at the beginning and at the end of the reporting period.

b) The Company has only one class of shares referred to as Equity Shares having a par value of Rs 10/-. Each holder of Equity Shares is entitled to one vote per share and equal right for dividend. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General meeting, except in case of interim dividend. In the event of liquidation, the ordinary shareholders are eligible to receive the remaining assets of the Company after payment of all preferential amounts, in proportion to their shareholding.

c) The Company does not have any Holding company/ultimate Holding Company.

d) Details of shareholders holding more than 5% shares in the Company

Sl.No	Name of the Shareholder	Year ended March 31,2023		Year ended March 31,2022	
		No. of Shares	% of Issued Share Capital	No. of Shares	% of Issued Share Capital
1	Mr. Kamal Kumar Bhuwalka	33,20,111	94.9%	28,63,965	81.8%
2	Mrs. Anjali Bhuwalka	1,79,889	5.1%	1,79,889	5.1%
3	Mrs. Kanta Bhuwalka	-	0.0%	2,57,112	7.3%
	Total	35,00,000	100.0%	33,00,966	94.3%

e) No Ordinary Shares have been reserved for issue under options and contracts/commitments for the sale of shares/disinvestments as at the Balance Sheet

f) The Company has neither allotted any equity shares for consideration other than cash nor has issued any bonus shares nor has bought back any shares during the period of 5 years preceding the date at which the Balance Sheet is prepared.

g) No securities convertible into Equity/Preference Shares have been issued by the Company during the year.

h) No Calls are unpaid by any director or Officer of the Company during the year.

e) Details of Shareholding of Promoters

Sl.No	Name of the Shareholder	Year ended March 31,2023		Year ended March 31,2022		% Change during the year
		No. of Shares	% of Issued Share Capital	No. of Shares	% of Issued Share Capital	
1	Mr. Kamal Kumar Bhuwalka	33,20,111	94.9%	28,63,965	81.8%	15.9%
2	Mrs. Anjali Bhuwalka	1,79,889	5.1%	1,79,889	5.1%	0.0%
3	Mrs. Kanta Bhuwalka	-	0.0%	2,57,112	7.3%	-100.0%
4	Mr. Sushil Kumar Bhuwalka	-	0.0%	1,15,771	3.3%	-100.0%
5	Mr. Kishan Kumar Bhuwalka	-	0.0%	80,051	2.3%	-100.0%
6	Mr. Sajjan Kumar Bhuwalka	-	0.0%	3,212	0.1%	-100.0%
	Total	35,00,000	100.0%	35,00,000	100.0%	

3 Reserves and surplus

	As at 31 March 2023	As at 31 March 2022
Revaluation Reserve:		
Balance at the beginning of the year	2480.74	2558.35
Add:		
Less: Transfer to equity shares	-	77.61
Balance at the end of the year (A)	<u>2480.74</u>	<u>2480.74</u>
Surplus in profit and loss account		
Balance at the beginning of the year	986.68	849.22
Add: Profit/(Loss) for the year	163.99	137.47
Less: Appropriations and allocations	-	-
Balance at the end of the year (B)	<u>1150.67</u>	<u>986.68</u>
Total (A+B)	<u>3631.42</u>	<u>3467.43</u>

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts are in Rs. In Lakhs unless otherwise stated)

4 Long-term borrowings

Term loans from banks

- Secured bank loans

174.19	384.62
<u>174.19</u>	<u>384.62</u>

Less: Current maturities of term loans

150.73	175.35
<u>23.46</u>	<u>209.27</u>

Security, Interest and repayment terms of Long term borrowings are as under :

1) DropLine Overdraft (DLOD) term loan received from ICICI Bank

The total amount of loan outstanding at the end of the year was Rs.58.62 Lakhs

a) Interest Rate

Interest Rate is the sum of Repo rate + Spread rate. Repo rate component is subject to reset every 3 months and spread rate is 2.10%. The bank has the right to modify the Spread rate every 3 years. i.e 8.60% p.a.

b) Security

It is secured by hypothecation company's entire current assets, land and building at plot no 17,18,19,20 Tamaka Village Kasaba hobli
The loan is also secured by the Personal Guarantee given by

Mr. Akshay Bhuwalka
Mr. Kamal Kumar Bhuwalka
Mr. Kishan Kumar Bhuwalka
Mr. Sajan Kumar Bhuwalka

c) Repayment Terms

The limit under DLOD will be reduced by Rs.10.00 Lakhs on a monthly basis over a period of 60 months.Repayment will start from the Month

2) ECGLS credit from ICICI Bank

The total amount of loan outstanding at the end of the year was Rs. 115.58 Lakhs.

a) Interest Rate

Interest Rate is the sum of Repo rate + Spread rate. Repo rate component is subject to reset every 3 months and spread rate is 1.75%. The bank has the right to modify the Spread rate every 3 years. i.e. 8.25%.

b) Security

The loan is secured by (i) extension of second ranking charge over all the existing securities (including mortgage) created in favour of the ICICI Bank for the other facility. (ii) charge to be created on the assets created under the facility.

c) Repayment Terms

The loan is repayable in 12 equal instalments.

5 Deferred tax liabilities (Net)

On account of timing differences

110.64	122.26
<u>110.64</u>	<u>122.26</u>

6 Other long term liabilities

Security Deposits

1.00	1.00
<u>1.00</u>	<u>1.00</u>

7 Long-term provisions

Provision for Gratuity

21.35

17.70

Provision for leave encashment

12.66

10.54

<u>34.01</u>	<u>28.24</u>
--------------	--------------

8 Short-term borrowings

(a) Secured Loans repayable on demand from Banks

928.78

609.45

(i) Secured Working Capital borrowings

(b) Unsecured Loans

285.02

257.85

(i) Loans from Related Parties

150.73

175.35

(C) Current Maturities of long term debt (Refer note -5 for Long term portion of borrowings)

<u>1364.54</u>	<u>1042.65</u>
----------------	----------------

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts are in Rs. In Lakhs unless otherwise stated)

Security, Interest and repayment terms of Short term borrowings are as under :

1) Loans Repayable on demand From ICICI Bank

a) Interest Rate

Interest Rate is the sum of Repo rate + Spread rate. Repo rate component is subject to reset every 3 months and spread rate is 2.10%. The bank has the right to modify the Spread rate every 3 years. (i.e. 8.60% p.a.)

b) Security

It is secured by hypothecation company's entire current assets, land and building at plot no 17,18,19,20 Tamaka Village Kasaba hobli
The loan is also secured by the Personal Guarantee given by

Mr. Akshay Bhuwalka
Mr. Kamal Kumar Bhuwalka
Mr. Kishan Kumar Bhuwalka
Mr. Sajan Kumar Bhuwalka

c) Repayment Terms

The loan is repayable on demand

2) Loans from related Parties

a) The loans from related parties are unsecured and interest Free and repayable on demand.

9 Trade Payables:-

(A) Total outstanding dues of micro enterprises and small enterprises	431.78	215.61
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	204.23	265.47
	<u>636.00</u>	<u>481.08</u>

Trade payable ageing FY 2022-23 :

Particulars	Outstanding for the following periods from transaction date					Total
	Unbilled	<1Year	1-2 Years	2-3 Years	More than 3 Years	
(i) MSME	-	431.78	-	-	-	431.78
(ii) Others	-	204.22	0.00443	-	-	204.23
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - MSME	-	-	-	-	-	-

Trade payable ageing FY 2021-22 :

Particulars	Outstanding for the following periods from transaction date					Total
	Unbilled	<1Year	1-2 Years	2-3 Years	More than 3 Years	
(i) MSME	-	215.61	-	-	-	215.61
(ii) Others	-	265.47	-	-	-	265.47
(iii) Disputed Dues - MSME	-	-	-	-	-	-
(iv) Disputed Dues - MSME	-	-	-	-	-	-

Additional Disclosure :

Sl. No.	Particulars	FY- 22-23	FY 21-22
1	The principal amount remaining unpaid to any supplier at the end of the year.	431.78	215.61
2	Interest due remaining unpaid to any supplier at the end of the year.	-	-
3	The amount of interest paid by the buyer in terms of section 16 of the MSME Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year.	-	-
4	The amount of 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 the	-	-
5	The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
6	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSME Act, 2006.	-	-
	Total	431.78	215.61

10 Other current liabilities

Advances from Customers	131.13	13.13
Balances Payable to Statutory Authorities	22.27	35.70
Accrued Expenses	180.06	252.66
Others	1.88	-
	<u>335.34</u>	<u>301.49</u>

11 Short-term provisions

(a) Provision for Employee Benefit Expenses	-	15.25
(b) Provision for Income Tax	-	15.25

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts are in Rs. In Lakhs unless otherwise stated)

Note -12
Property, Plant and Equipment And Intangible Assets and CWIP

Assets	GROSS BLOCK			DEPRECIATION/ TRANSFER TO RESERVES				NET BLOCK		
	As At 01.04.22	Addition	Deletion	As At 31.03.23	As At 01.04.22	For the Year	Deletions	Transfer to Reserves	As At 31.03.23	As At 31.03.22
Tangible Assest										
Land	2667.00	-	-	2667.00	-	-	-	-	2667.00	2667.00
Building	290.60	-	-	290.60	108.72	9.71	-	-	172.17	181.88
Water Installations	0.49	-	-	0.49	0.23	0.02	-	-	0.24	0.26
Plant and Machinery	1944.74	24.73	-	1969.46	1173.73	103.08	-	-	692.65	771.00
Electrical Installation	28.66	-	-	28.66	22.60	1.51	-	-	24.11	6.06
Weighing scale	4.48	-	-	4.48	3.67	0.24	-	-	3.90	0.81
Furniture and Fixtures	5.69	-	-	5.69	4.28	0.25	-	-	4.53	1.42
Office Equipments	14.65	8.00	-	22.65	7.65	0.99	-	-	8.64	7.00
Computers	47.92	1.56	-	49.47	43.57	0.56	-	-	44.14	4.34
Vehicle trucks	1.30	-	-	1.30	1.23	-	-	-	1.23	0.06
Vehicles car	29.50	-	-	29.50	7.34	2.80	-	-	10.14	22.16
Laboratory Equipments	2.13	-	-	2.13	1.99	0.03	-	-	2.02	0.14
Total	5037.14	34.28	-	5071.43	1375.01	119.19	-	-	1494.20	3662.14

(Handwritten signature)

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts are in Rs. In Lakhs unless otherwise stated)

13 Non-current investments

Investments in Government or trust securities

N.S.C

0.10	0.10
0.10	0.10

Type	Carrying Amount	Market Value	Provision for diminution
Quoted	-	-	-
Unquoted	0.10	NA	-

14 Other Non-current Assets

Unsecured -

a) Security deposits

79.95

79.95

b) Capital advances

-	-
79.95	79.95

15 Inventories (As valued and certified by the Management)

Raw materials

223.11

104.74

Work-in-progress

511.57

414.80

Finished goods

445.82

347.05

Stock in Trade

381.80

309.91

Stores and spares

1562.30	1176.50
---------	---------

16 Trade receivables

Current Trade Receivables

a) Unsecured, considered good

1143.09

1043.66

b) Doubtful

-	-
1143.09	1043.66

Less: Provision for doubtful debts

-	-
1143.09	1043.66

Total

Trade Receivables ageing FY 2022-23 :

Particulars	Outstanding for the following periods from transaction date					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	1114.52	10.68	17.89	-	-	1143.09
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Less: Allowances for bad & doubtful debts	-	-	-	-	-	-
Grand Total	1114.52	10.68	17.89	-	-	1143.09

Trade Receivables ageing FY 2021-22 :

Particulars	Outstanding for the following periods from transaction date					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	1043.10	-	0.55	-	-	1043.66
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Less: Allowances for bad & doubtful debts	-	-	-	-	-	-
Grand Total	1043.10	-	0.55	-	-	1043.66

17 Cash and Cash equivalents

(a) Balances with banks

(i) In current accounts with scheduled Bank

1.14

3.24

(b) Cash on hand

3.34

3.75

4.48	6.99
------	------

18 Short-term loans and advances

Loans and advances to related parties

1.66

1.66

Advances to Employees

1.66

1.66

19 Other current assets

Advances to Suppliers

20.17

15.33

Prepaid Expenses

5.69

6.94

Accrued Interest

2.55

2.82

Balances receivables from government authorities

85.81

20.40

Others

3.40

2.17

117.62	47.66
--------	-------

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts are in Rs. In Lakhs unless otherwise stated)

	Year ended 31 March 2023	Year ended 31 March 2022
20 Revenue From Operations		
Sale of Products	7821.22	6717.38
Sale of Services	17.76	8.67
	<u>7838.98</u>	<u>6726.05</u>

Revenue from operations shown under broad heads.

Classification based on goods or services having 10% of revenue from operation.

Manufacturing Goods

Particulars	FY 2022-23	FY 2021-22
Castings	7821.22	6717.38

21 Other Income

Interest Income	3.20	3.13
Rent	3.00	4.75
Exchange Gain on Foreign Exchange Fluctuation	-	3.22
Other non-operating income	0.00	5.62
	<u>6.20</u>	<u>16.72</u>

22 Cost of Materials Purchased

Raw material at the beginning of the year	104.74	311.44
Add: Purchases	3284.03	2523.07
Raw material at the end of the year	223.11	104.74
	<u>3165.67</u>	<u>2729.77</u>

Consumption shown under broad heads.

Classification based on goods having 10% of consumption

Raw Materials

Particulars	FY 2022-23	FY 2021-22
Cast Iron and Cast Iron scrap	3165.67	2729.77

23 Purchases of stock-in-trade

Traded Goods	850.07	750.13
	<u>850.07</u>	<u>750.13</u>

Purchases shown under broad heads.

Classification based on goods having 10% of purchases

Purchased Goods

Particulars	FY 2022-23	FY 2021-22
Clay Materials	850.07	750.13

(Handwritten signatures)

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts are in Rs. In Lakhs unless otherwise stated)

	Year ended 31 March 2023	Year ended 31 March 2022
24 Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		
Inventories at the end of the year		
Finished goods	957.39	414.80
Work in progress	-	-
	<u>957.39</u>	<u>414.80</u>
Inventories at the beginning of the year		
Finished goods	683.97	304.43
Work in progress	-	-
	<u>683.97</u>	<u>304.43</u>
TOTAL	<u>-273.41</u>	<u>-110.37</u>
25 Employee Benefit Expenses		
Salaries and Wages	326.44	276.38
Gratuity	6.80	5.67
Contribution to provident and other funds	9.36	7.48
Staff welfare expenses	1.75	1.28
TOTAL	<u>344.36</u>	<u>290.79</u>
26 Finance Costs		
Interest Expenses	116.06	111.02
Other Borrowing Cost	10.31	10.26
TOTAL	<u>126.37</u>	<u>121.28</u>
27 Depreciation and amortization Expense		
Depreciation	119.19	115.67
Amortisation	-	-
	<u>119.19</u>	<u>115.67</u>
28 Other Expenses		
Audit Fees (Refer Note No : 34)	3.65	2.25
Contract Labour Charges	551.08	325.03
Power and Fuel	564.08	692.49
Repairs and Maintenance to Plant & Machinery	17.28	10.83
Repairs and Maintenance to Buildings	8.23	14.48
Repairs to others	23.23	14.00
Insurance	2.80	3.16
Rent	5.35	5.09
Professional and Consultancy Fees	89.60	40.75
Rates and Taxes	18.27	6.66
Consumption of stores and spare parts	1707.11	1378.71
Sales Promotional Expenses	178.76	2.86
Carriage Outward	16.80	3.46
Loss on foreign currency transactions	13.19	-
Sundry Balances Writtenoff	1.10	67.58
Security Services	44.47	34.83
Other Expenses	56.94	72.20
	<u>3301.94</u>	<u>2674.37</u>

29 Reconciliation of stock statements with books of accounts

Quarterly Return	As per Stock statement		As per Books of accounts		Difference	
	Inventory	Trade Receivables	Inventory	Trade Receivables	Inventory	Trade Receivables
Jun-22	870.87	1,558.50	870.87	1,558.50	-	-
Sep-22	1,243.14	1,488.42	1,243.14	1,488.42	-	-
Dec-22	1,606.91	1,194.07	1,606.91	1,194.07	-	-
Mar-23	1,562.30	1,143.09	1,562.30	1,143.09	-	-

30 Disclosure of Ratios :

Ratio	Current Period	Previous Period	% of variance	Reason for variance if more than 25%
Current Ratio	1.21	1.24	-2.08%	Not Applicable
Debt Equity Ratio	0.35	0.33	6.30%	Not Applicable
Debt Service Coverage Ratio	3.24	3.09	4.98%	Not Applicable
Return on Equity Ratio	0.04	0.04	14.68%	Not Applicable
Inventory Turnover Ratio	1.74	1.88	-7.32%	Not Applicable
Trade Receivables turnover ratio	4.71	5.04	-6.63%	Not Applicable
Trade payables turnover ratio	11.92	8.22	45.07%	Due to increase in sales and reduction in collection period cycle from customers.
Net capital turnover ratio	1.46	1.33	10.03%	Not Applicable
Net profit ratio	0.02	0.02	2.36%	Not Applicable
Return on Capital employed	0.06	0.06	8.93%	Not Applicable

31 Movement in Deferred Tax

Current Tax and Deferred Tax

Particulars	As at March 31, 2023	As at March 31, 2022
Current Tax:		
In respect of current year	67.20	55.15
Deferred Tax:		
In respect of current year	-11.62	-18.69
Total income tax expense recognised in the Statement of profit and loss	55.58	36.46

Major Components of Deferred Tax Liability / Asset (net)

Movement in deferred tax balances

Particulars	For the Year ended March 31, 2022		
	Opening Balance	Recognised in profit and Loss	Closing Balance
Tax effect of items constituting deferred tax liabilities			
Property, Plant and Equipment and intangible assets	142.07	-18.56	123.51
	142.07	-18.56	123.51
Tax effect of items constituting deferred tax assets			
Employee Benefits and other provisions	-1.12	-0.13	-1.25
	-1.12	-0.13	-1.25
Net deferred tax asset / (Liabilities)	140.95	-18.69	122.26

Particulars	For the Year ended March 31, 2023		
	Opening Balance	Recognised in profit and Loss	Closing Balance
Tax effect of items constituting deferred tax liabilities			
Property, Plant and Equipment and intangible assets	123.51	-11.45	112.06
	123.51	-11.45	112.06
Tax effect of items constituting deferred tax assets			
Employee Benefits and other provisions	-1.25	0.16	-1.41
	-1.25	0.16	-1.41
Net deferred tax asset / (Liabilities)	122.26	-11.62	110.64

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in Rs. In Lakhs unless otherwise stated)

32 Earnings/(Loss) per share

Basic earnings/ (loss) per share is calculated by dividing the net profit / (loss) for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit / (loss) for the period attributable to equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares.

The computation of earnings per share is as follows:

Particulars	FY 2022-23	FY 2021-22
Earnings per share:		
Weighted average number of shares outstanding during the year	35,00,000	35,00,000
Net profit after tax attributable to equity shareholders	163.99	137.47
- Basic (In Rs.)	4.69	3.93
Weighted average number of dilutive potential equity shares outstanding during the year	35,00,000	35,00,000
Net profit after tax attributable to equity shareholders	163.99	137.47
- Diluted (In Rs.)	4.69	3.93

33 Related party transactions

i Key Management Personnel

Mr. Akshay Kumar Bhuwalka
Mr. Kishan Kumar Bhuwalka
Mr. Sajan Kumar Bhuwalka
Mr. Kamal Kumar Bhuwalka

Nature of relationship

Whole time Director
Director
Director
Executive Director

ii Relatives of Key Management Personnel

Mrs. Anjali Bhuwalka
Mrs. Shweta Bhuwalka
Mrs. Megha Bhuwalka

Relative of Director
Relative of Director
Relative of Director

iii Company/Entity in which KMP / Relatives of KMP having substantial interest

M/s Bhuwalka Associates
M/s Meenakshi Bright Steel Bars Private Limited
M/s Vishwakarma Refractories Private Limited
M/s Bhuwalka and Sons Private Limited
M/s Akshwe Fashion And Lifestyle LLP
M/s Bhuwalka Sales Corporation
M/s Deccan Alloys Pvt Ltd.

Entity in which significant control is exercised
Entity in which significant control is exercised
Entity in which significant control is exercised
Entity in which significant control is exercised
Entity in which significant control is exercised
Entity in which significant control is exercised
Entity in which significant control is exercised

iii Transactions with related parties during the period/ year are summarised below:

Nature of transactions	Year ended	Year ended
	31 March 2023	31 March 2022
	Rs.	Rs.
Purchase of Goods/Service		
M/s Vishwakarma Refractories Private Limited	9.77	33.09
M/s Akshwe Fashion And Lifestyle LLP	52.96	-
M/s Meenakshi Bright Steel Bars Private Limited	296.87	336.57
	<u>359.60</u>	<u>369.65</u>
Sales of Goods/Service		
M/s Vishwakarma Refractories Private Limited	831.34	499.93
M/s Meenakshi Bright Steel Bars Private Limited	20.95	0.35
	<u>852.29</u>	<u>0.35</u>
Loan received by the Company		
Mr. Akshay Kumar Bhuwalka	59.00	75.85
Mrs. Anjali Bhuwalka	37.50	35.50
Mr. Kamal Kumar Bhuwalka	41.50	154.30
Mrs. Shweta Bhuwalka	35.00	-
	<u>173.00</u>	<u>265.65</u>
Loan repaid by the Company		
Mr. Akshay Kumar Bhuwalka	3.55	6.00
Mrs. Anjali Bhuwalka	12.05	37.50
Mr. Kamal Kumar Bhuwalka	126.23	46.00
Mrs. Shweta Bhuwalka	4.00	-
	<u>145.83</u>	<u>89.50</u>

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in Rs. In Lakhs unless otherwise stated)

	Year ended 31 March 2023 Rs.	Year ended 31 March 2022 Rs.
Remuneration		
Mr. Akshay Kumar Bhuwalka	65.50	48.00
Mr. Kamal Kumar Bhuwalka	65.50	48.00
	<u>131.00</u>	<u>96.00</u>
Cosultancy Charges Paid		
Mrs. Anjali Bhuwalka	24.00	24.00
	<u>24.00</u>	<u>24.00</u>
Reimbursement of Expenses		
M/s Bhuwalka Associates	24.57	19.05
	<u>24.57</u>	<u>19.05</u>
Trade deposits Received		
M/s Bhuwalka Sales Corporation	109.43	-
M/s Deccan Alloys Pvt Ltd.	200.00	-
	<u>309.43</u>	<u>-</u>
Trade deposits Repaid		
M/s Bhuwalka Sales Corporation	109.43	-
M/s Deccan Alloys Pvt Ltd.	100.00	-
	<u>209.43</u>	<u>-</u>
Trade deposits Given		
M/s Bhuwalka and Sons Private Limited	58.63	-
	<u>58.63</u>	<u>-</u>
Trade deposits Refunded		
M/s Bhuwalka and Sons Private Limited	58.63	-
	<u>58.63</u>	<u>-</u>
Trade payables :		
M/s Meenakshi Bright Steel Bars Private Limited	18.93	-
M/s Confab Metals private limited	0.00	-
	<u>18.93</u>	<u>-</u>
Expenses Payable		
M/s Bhuwalka Associates	7.91	7.02
	<u>7.91</u>	<u>7.02</u>
Loan accounts (payable) :		
Mr. Akshay Kumar Bhuwalka	137.30	81.85
Mrs. Anjali Bhuwalka	36.45	11.00
Mr. Kamal Kumar Bhuwalka	80.27	165.00
Mrs. Shweta Bhuwalka	31.00	-
	<u>285.02</u>	<u>257.85</u>
Trade deposits Received		
M/s Deccan Alloys Pvt Ltd.	100.00	-
	<u>100.00</u>	<u>-</u>
Advance to suppliers		
M/s Akshwe Fashion And Lifestyle LLP	5.28	-
	<u>5.28</u>	<u>-</u>
v) Corporate guarantee given		
Mr. Akshay Kumar Bhuwalka		
Mr. Sajan Kumar Bhuwalka	4000.00	1200.00
Mr. Kamal Kumar Bhuwalka		
Mr. Kishan Kumar Bhuwalka		
	<u>4000.00</u>	<u>1200.00</u>




M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED
CIN: U27106KA2004PTC034572
NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023
(All amounts in Rs. In Lakhs unless otherwise stated)

34 Auditors' Remuneration*

	Year ended 31 March 2023	Year ended 31 March 2022
for Statutory Audit	2.53	1.69
for Tax Audit	0.48	0.24
for other services	0.64	0.32
	3.65	2.25

*Excluding Goods and Service Tax

35 Contingent Liabilities And Commitments

Contingent Liabilities

Particulars	FY 2022-23	FY 2021-22	Paid under Protest
Notice by CPC under section 143 (1a) under income tax act 1961	3.58	3.58	-
"Modvat Credit availed, Before ACCE-IV Division OIA.NO.613/95(B) DT. 28.10.97 of Commissioner (Appeals)" Regarding demanding of differential duty based Division Bench 'O-I-O No.01/2012 dated 08.06.2012 of Commissioner of CEX)	0.24	0.24	0.24
Penalty under rule 15 of cenvat credit rules 2004 read with section 11AC of the Central Excise act 1944 O.I.O.NO. BLR-EXCUS-005-COM-64/2015-16 Regarding demanding of Central Excise Duty based on the power consumption CIVIL APPEAL NO'S 8888 / 8892 of 2019	72.33	72.33	-
	125.27	125.27	-
	771.74	771.74	-

Capital Commitments

There are no capital commitments during current year and previous year.

36 Foreign Exchange Transactions:

A. Value of imports calculated on C.I.F basis during the financial year in respect of

Particulars	FY 2022-23	FY 2021-22
Raw materials	489.48	-
Components and spare parts	598.61	386.91
Traded Goods	21.62	-
Capital goods	-	-
	1109.70	386.91

B. Consumption of Imported and indigenous Raw material, spare parts and components

FY 2022-23

Particulars	Imported	% of total consumption	Indigenous	% of Total consumption
Raw Material	489.48	15%	2676.19	85%
Spare Parts	594.94	35%	1112.17	65%
	1084.42		3788.36	

FY 2021-22

Particulars	Imported	% of total consumption	Indigenous	% of Total consumption
Raw Material	-	0%	2729.77	100%
Spare Parts	371.32	27%	1007.39	73%
	371.32		3737.15	

37 Wilful Defaulter

Company has not been declared as wilful defaulter by any bank or financial Institution or other lender hence all the corresponding

38 Crypto currency or Virtual currency

Company has not traded or invested in Crypto currency or Virtual Currency during the financial year hence all the corresponding

39 Relationship with Struck off companies


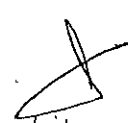
During the year company has not enter any transaction with struck off companies

40 Details of Benami Property

The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property under Benami Transactions (Prohibition) Act, 1988 (45 of 1988).

41 Registration of charges or satisfaction with Registrar of Companies (ROC)

The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

NOTES FORMING PART OF FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in Rs. In Lakhs unless otherwise stated)

- 42 **Compliance with approved Scheme(s) of Arrangements**
No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013
- 43 **Undisclosed Income**
The Company has no such transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Further, there are no instances of previously unrecorded income and related
- 44 **Utilisation of Borrowed funds and share premium**
(A) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(B) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (Ultimate Beneficiaries) or
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- 45 **Corporate Social Responsibility (CSR)**
As per the provisions of the Companies act , 2013 ,The company is not obligated to undertake CSR activities for the financial year 2022-23
- 46 **Other Statutory Information**
(a) During the year no scheme of arrangements has been approved by the Competent Authority in terms of section 230 to 270 of the
(b) All title deeds of immovable properties are held in the name of the Company.
(c) There is no revaluation of Property, Plant & Equipment during the year.
- 47 **Impact of COVID-19**
Due to outbreak of COVID-19 globally and in India, the management has made initial assessment of likely adverse impact on business and financial risks on account of COVID-19. At present the management does not see any medium to long term risks in the Company's ability to continue as a going concern and meeting its liabilities as and when they fall due, and compliance with the debt covenants, as applicable.
- 48 **Previous year comparatives**
Previous year figures have been regrouped and rearranged wherever appropriate and necessary.

For R.Singhvi & Associates
Chartered Accountants
ICAI FRN - 003870S

Krishna Sharma
CA. Krishna Sharma
Partner
Membership No. 304299
Place : Bengaluru
Date: 15-09-2023



For and on behalf of the Board of Directors

Kishan Kumar Bhuvalka
Kishan Kumar Bhuvalka
Director
DIN: 00170902
Place : Bengaluru
Date: 15-09-2023

Atshay Bhuvalka
Atshay Bhuvalka
Director
DIN : 02578052
Place : Bengaluru
Date: 15-09-2023

M/s BHUWALKA CASTINGS AND FORGING PRIVATE LIMITED

CIN: U27106KA2004PTC034572

Bhuwalkalandmark, No.5, Walkerlane (Langfordroad), Richmond Town, Bangalore, Karnataka, India, 560025

Cash Flow Statement for the Year ended 31st March 2023

(All amounts in Rs. In Lakhs unless otherwise stated)

	Year ended 31 March 2023	Year ended 31 March 2022
A. Cash flows from Operating activities		
Profit before tax	211.01	171.13
Adjustments for non cash and non operating items:		
Depreciation and Amortization expense	119.19	115.67
Interest income	-3.20	-3.13
Finance charges	126.37	111.12
Operating profit before working capital changes	453.37	394.79
Changes in working capital:		
(Increase)/Decrease in Trade Receivable	-99.43	-406.41
(Increase)/Decrease in inventories	-385.80	59.79
(Increase)/Decrease in loans and advances	0.00	-
(Increase)/Decrease in Other Assets	-69.96	-
Increase/(Decrease) in Trade Payable	154.93	256.31
Increase/(Decrease) in other liabilities	33.86	-
Increase/(Decrease) in Provisions	5.78	-
Cash Generated from operations	92.74	304.47
Income taxes paid	-73.88	-52.36
Net cash flows from operating activities	18.86	252.11
B. Cash flows from Investing activities		
Purchase of fixed assets and changes in capital work-in-progress	-34.28	-73.54
Interest income	3.20	3.13
Net Cash flows from (used in) investing activities	-31.08	-70.41
C. Cash flows from Financing activities		
Proceeds/ (repayment) from loans, net	136.08	-136.84
Interest paid	-126.37	-111.12
Net Cash flows from (used in) financing activities	9.71	-247.95
Net decrease in Cash and Bank balances [D]=[A]+[B]+[C]	-2.51	-66.25
Cash and Bank balances at the beginning of the year [E]	6.99	73.24
Cash and Bank balances at the end of the year [D]+[E]	4.48	6.99
Components of Cash and Bank balances		
<u>Cash and Bank balances</u>		
- Balances with Banks	1.14	3.24
- Cash on hand	3.34	3.75
	4.48	6.99

Summary of significant accounting policies

1

The accompanying notes are integral part of the financial statements.

2 to 48

This is the Balance Sheet referred to in our report of even date.

For R. Singhvi & Associates

Chartered Accountants

ICAI FRN - 003870S

For and on behalf of the Board of Directors

Krishna Sharma

CA. Krishna Sharma

Partner

Membership No. 304299

Place : Bengaluru

Date: 15-09-2023



Kishan Kumar Bhuiwalka

Director

DIN: 00170902

Place : Bengaluru

Date: 15-09-2023

Akshay Bhuiwalka

Director

DIN : 02578052

Place : Bengaluru

Date: 15-09-2023