



INDEPENDENT AUDITOR'S REPORT

To the Members of **Prateek Mines & Minerals Private Limited**

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **Prateek Mines & Minerals Private Limited** ("the Company"), which comprise the balance sheet as at **31st March 2022**, and the statement of Profit and Loss, the Cash Flow Statement 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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and loss for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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.



Emphasis of Matter

We have determined that there are no key audit matters to communicate in our report.

Responsibility of Management for Standalone Financial Statements

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

Those Board of Directors are also 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, 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.

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

This report does not include a statement on the matter's specified in Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act 2013, since in our opinion, and according to the information and explanation given to us, the said Order is not applicable to the Company.

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

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.

(a) 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

(b) The Balance Sheet, and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

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

(d) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

(e) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. *The Company does not have any pending litigations which would impact its financial position.*



- 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 K. Kejriwal & Co.
Chartered Accountants
FRN: 324555E



A handwritten signature in blue ink, appearing to read "Krishan Gopal Kejriwal".

CA Krishan Gopal Kejriwal
(Partner)
Membership No.: 060699

Place of Signature: Kolkata
Date: 14th Day of May, 2022

UDIN: 22060699AJISCK4336

**Annexures to Group Audit Instruction
of the Consolidated Financial Statements of MSP Steel & Power Limited
For the year ended March 31, 2022**

ANNEXURE 9: MEMORANDUM OF WORK PERFORMED

| | |
|-----------------------------------|---|
| Address to | Singhi & Co., Chartered Accountants |
| Name of Component Company | Prateek Mines & Minerals Pvt Ltd |
| Name of auditing firm | K. kejrival & Co |
| Period covered | 01 st April 2021 to 31 st March 2022 |
| Scope of work: | Statutory audit/Group Audit/Specified Audit Procedures/Review |
| Date | 14 th May 2021 |
| Restriction of use | This memorandum is intended solely for the use of Singhi & Co., Kolkata, India (Group Engagement Team), in connection with their audit of the consolidated financial statements of JISL for the year ended March 31, 2022 and should not to be used for any other purpose. The matters raised in this memorandum are only those that have come to our attention arising from our work on the financial statements of M/s Prateek Mines & Minerals Pvt. Ltd., which was performed taking into account your Letter of Instruction ('Instructions') dated 14.05.2022 |
| Scope Of The Work Performed By Us | The scope of the work performed by us on the financial statements of M/s Prateek Mines & Minerals Pvt. Ltd. was in accordance with the Instructions dated 14.05.2022 received from you. |

A. Identification of Financial Statement Being Reported On

| | | |
|-----------------------|-----------------------------|--------------|
| Report identifiers | {Insert Report identifiers} | |
| Financial information | Currency used: {INR} | |
| | Current year | Prior year |
| Turnover | RS 12,262 | RS 14,578.38 |
| Profit after tax | RS -3,66,647 | RS -4,01,306 |
| Total assets | 171,72,642 | 175,53,780 |
| Shareholder's equity | 88,59,483 | 92,26,130 |

B. Significant Risks excluding fraud and Our Responses

| Description of significant risk | Financial reporting areas and assertions | Management controls in place to address the risk | Procedures performed by us | Results |
|---------------------------------|--|--|----------------------------|---------|
| significant risk 1 | NA | NA | NA | NA |
| significant risk 2 | NA | NA | NA | NA |



**Annexures to Group Audit Instruction
of the Consolidated Financial Statements of MSP Steel & Power Limited
For the year ended March 31, 2022**

| Description of significant risk | Financial reporting areas and assertions | Management controls in place to address the risk | Procedures performed by us | Results |
|---------------------------------|--|--|----------------------------|---------|
| significant risk 3 | NA | NA | NA | NA |
| significant risk 4 | NA | NA | NA | NA |
| significant risk 5 | NA | NA | NA | NA |

C. Normal risk towards higher continuum (more than normal but less than significant), excluding fraud, and Our Responses

| Description of Normal risk towards higher continuum | Financial reporting areas and assertions | Management controls in place to address the risk | Procedures performed by us | Results |
|---|--|--|----------------------------|---------|
| Normal risk towards higher continuum 1 | NA | NA | NA | NA |
| Normal risk towards higher continuum 2 | NA | NA | NA | NA |
| Normal risk towards higher continuum 3 | NA | NA | NA | NA |
| Normal risk towards higher continuum 4 | NA | NA | NA | NA |

D. Impact of Covid-19

| Procedures performed by us | Results | The following items or areas requiring your attention were noted |
|----------------------------|-------------------------------|--|
| Assessment of Risk | Short term Impact on business | NA |

E. Materiality

In respect of planning and performing our review of the financial information of the component, we determined the materiality levels as follow:-

| Overall Materiality | Performance Materiality | Adjusted Planning Materiality |
|---------------------|-------------------------|-------------------------------|
| NA | NA | NA |

F. Fraud risk assessment

According to the procedures applied by us, no such fraud risk factors were noticed during the course of our audit.

Description of significant accounting, financial, tax, or review matters, communicated or expected to be communicated to those charge with governance of the component, including accounting estimates and



**Annexures to Group Audit Instruction
of the Consolidated Financial Statements of MSP Steel & Power Limited
For the year ended March 31, 2022**

related judgments, indicators of possible management bias and suspected or detected fraud involving management or employees who have significant roles in internal control at the component level or others.

| Description of matter | Findings | Conclusion |
|-----------------------|----------|------------|
| NA | NA | NA |
| | | |
| | | |

Indicators of Management Bias: Describe the action taken and basis for conclusion reached; any additional evidence obtained; results of consultations with others; and information identified that is inconsistent with or contradicts the component auditor's final conclusion concerning the matter

Significant Matters

| Detailed description | Findings | Management comment |
|----------------------|----------|--------------------|
| NA | NA | NA |
| | | |
| | | |

G. Commentary on significant non-routine transactions

| Detailed description | Findings | Management comment |
|----------------------|----------|--------------------|
| NA | NA | NA |
| | | |
| | | |

H. Key Audit Matters (if applicable)

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements for the financial year ended March 31, 2022. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

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



**Annexures to Group Audit Instruction
of the Consolidated Financial Statements of MSP Steel & Power Limited
For the year ended March 31, 2022**

| The description of the matter | Why the matter was considered to be of the most significance | Reference to the related disclosure(s) in the financial statements, if any | How the matter was addressed in the audit | Conclusions reached, the related rationales and the actions taken, including relevant audit procedures performed. |
|-------------------------------|--|--|---|---|
| KAM 1 | NA | NA | NA | NA |
| KAM 2 | NA | NA | NA | NA |
| KAM 1 | NA | NA | NA | NA |
| KAM 2 | NA | NA | NA | NA |

I. Commentary on impairment of Property Plant and Equipment, Litigation, Uncertain Tax Position, Estimation involved in Inventory Verification (if any) and other significant non-routine transactions

| The description of the matter | Reference to the related disclosure(s) in the financial statements, if any | How the matter was addressed in the audit | Conclusions reached, the related rationales and the actions taken, including relevant audit procedures performed |
|-------------------------------|--|---|--|
| Matter -1 | | | |
| Matter -2 | | | |
| Matter -3 | | | |
| Matter -4 | | | |

J. Summary of Uncorrected Misstatements

No uncorrected misstatements were noted Or Please refer to attached Summary of Uncorrected Misstatements. All items have been discussed and agreed with component management

| Detailed description | Amount |
|----------------------|--------|
| NA | NA |



**Annexures to Group Audit Instruction
of the Consolidated Financial Statements of MSP Steel & Power Limited
For the year ended March 31, 2022**

K. Other Matter:

| Particulars | Component Auditor's Comment |
|--|--|
| Schedule Of Audit Adjustments | No audit adjustments were proposed by us and booked by the component management. |
| Related Parties | No related parties were identified by us in addition to the names communicated by you in your Instructions. {Component auditors need to provide any additional related parties or transactions identified. |
| Subsequent Events Procedures | We performed the procedures as requested. No items requiring your attention were noted |
| Specific Representations From Group Management | No specific representations to be included |
| Going Concern Status Of Component | No items requiring your attention were noted |
| Litigation and Claims | No items requiring your attention were noted |
| Analytical Procedures | Please share results of analytical procedures performed on the financial information of the component. |
| Audit Report | Please refer to our attached Audit Report. |
| Group Accounting Policies | There are no differences between accounting policies applied for preparation and presentation of Financial Statements of M/s Prateek Mines & Minerals Pvt. Ltd., vis-à-vis Group accounting policies of JISL. |
| Compliance With Ethical Requirements | We confirm that we have complied with the Code of Ethics issued by the Institute of Chartered Accountants of India/ International Ethics Standards Board for Accountants ("IESBA"), and the independence requirements under the Companies Act, 2013/Applicable local Law, including independence and professional competence. |
| Specific Representations From Group Management | No specific representations to be included. |
| Corporate follow up | A listing of items for Singhi & Co., – India engagement team to follow up with MSP Management including the details of the issue and local management's conclusion. This should only include follow-up items that can only be completed by the Singhi & Co., – India group audit team and can have a material effect on the consolidated financial statements of MSP. If there are no matters to |



**Annexures to Group Audit Instruction
of the Consolidated Financial Statements of MSP Steel & Power Limited
For the year ended March 31, 2022**

| Particulars | Component Auditor's Comment |
|---|--|
| | be followed up, indicate "No matters to be followed up by Singhi & Co., – India engagement team". |
| Matters to be communicated to group management [or the audit committee] | <p>Prepare a listing of other matters which, you believe, should be brought to the attention of Singhi & Co., – India group audit team or JISL management, such as key personnel changes and major adjustments made in the financial statements. Each of these items should contain adequate detail so that the reader can easily understand the nature of the point. Indicate the name(s) and title(s) of the local official(s) with whom matters referred to in the memorandum were discussed. This information will facilitate any follow-up communication JISL officials feel necessary with Component. It should not be assumed that Singhi & Co., group audit team is aware of a particular issue if local officials inform you that MSP has been informed of the issue.</p> <p>[No matters were identified by us that require communication to MSP management.]</p> |
| Work Performed on Profit Elimination/ Inter Group Elimination | We have performed audit procedure on Profit Elimination/ Inter Group Elimination for intercompany profit elimination/ intercompany balance for the year ending March 31, 2021 and { No items requiring your attention were noted}. The excel file attach along with MOW. |
| Other Matters | We confirm that, apart from the matters noted above, we have not become aware of any other matters relating to the financial statements of M/s Prateek Mines & Minerals Pvt. Ltd. or the consolidated financial statements of parent entity that we need to report to you. |

We also confirm that we have complied with all your requirements, as set out in your Instructions dated

Sincerely
{CA K. G. Kejriwal}
Engagement Partner
K. Kejriwal & Co.
Date – 14-05-2022



PRATEEK MINES & MINERALS PRIVATE LIMITED

Balance Sheet as at 31st March, 2022

| SL. No | Particular | Note No. | As at 31st March 2022 | As at 31st March 2021 |
|--|------------|----------|-----------------------|-----------------------|
| | | | ₹ | ₹ |
| A ASSETS | | | | |
| 1 Non Current Assets | | | | |
| (a) Property Plant and Equipment | 3 | | 20,66,855 | 21,36,264 |
| (b) Deferred Tax Assets (Net) | 4 | | 2,75,979 | 3,26,477 |
| (C) Other Assets | | | - | 2,97,770 |
| (d) Loans | 5 | | 7,81,979 | 7,81,979 |
| | | | 31,24,813 | 35,42,491 |
| 2 Current Assets | | | | |
| (a) Financial Assets | | | | |
| i) Trade Receivable | 6 | | 1,22,99,700 | 1,22,99,700 |
| ii) Loans | 5 | | - | - |
| iii) Cash and Cash Equivalent | 8 | | 12,30,690 | 12,06,412 |
| iv) Bank Balances other than (iii) above | 9 | | 2,36,000 | 2,23,737 |
| b) Other Current Assets | 7 | | 2,81,439 | 2,81,439 |
| | | | 1,40,47,829 | 1,40,11,289 |
| Total Assets | | | 1,71,72,642 | 1,75,53,780 |
| B EQUITY AND LIABILITIES | | | | |
| 1 EQUITY | | | | |
| (a) Equity Share Capital | 10 | | 8,95,000 | 8,95,000 |
| (b) Other Equity | 11 | | 79,64,483 | 83,31,130 |
| | | | 88,59,483 | 92,26,130 |
| 2 LIABILITIES | | | | |
| Non-Current Liabilities | | | | |
| (a) Financial Liabilities | | | | |
| i) Borrowing | 12 | | 76,21,558 | 76,21,558 |
| (b) Provision | 14 | | 1,27,795 | 1,27,795 |
| | | | 77,49,353 | 77,49,353 |
| Current Liabilities | | | | |
| (a) Other Current Liabilities | 13 | | 5,51,566 | 5,36,117 |
| (b) Provision | 14 | | 12,240 | 42,180 |
| | | | 5,63,806 | 5,78,297 |
| Total Liabilities | | | 1,71,72,642 | 1,75,53,780 |

Summary of significant accounting policies

The Significant accounting policies and notes on accounts are an integral part of the financial statement.

As per our report of even date attached.

For Prateek Mines & Minerals Pvt. Ltd.

For K Kejriwal & Co
Chartered Accountants
Firm Registration No.- 324555E

K G Kejriwal
Partner
Membership No.060699



Manish Agrawal
Director
DIN: 00129240

Puran Mal Agrawal
Director
DIN: 00587723

Date:14th May,2022

Place : Kolkata

PRATEEK MINES & MINERALS PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31st March, 2022

| Particular | Notes | 2021-22 ₹ | 2020-21 ₹ |
|---|-------|-------------------|-------------------|
| INCOME | | | |
| Revenue from operations (gross) | | | |
| Other Income | 15 | 12,262 | 14,579 |
| Total (I) | | 12,262 | 14,579 |
| EXPENSES | | | |
| Employee benefits expense | 16 | 1,46,880 | 1,46,880 |
| Depreciation and amortization expense | 17 | 69,410 | 80,646 |
| Other expenses | 18 | 1,12,121 | 1,28,652 |
| Total (II) | | 3,28,411 | 3,56,178 |
| Profit before tax | | (3,16,149) | (3,41,599) |
| Tax Expenses | | | |
| Current Tax | | - | - |
| Less : MAT Credit Entitlement | | - | - |
| Deferred Tax | | 50,498 | 59,707 |
| Total Tax Expense | | 50,498 | 59,707 |
| Profit/ (Loss) for the year | | (3,66,647) | (4,01,306) |
| Other Comprehensive Income | | - | - |
| Total Comprehensive Income | | (3,66,647) | (4,01,306) |
| Earnings per equity share (nominal value of equity share of ₹ 10/- each) | 19 | | |
| Basic (₹) | | (4.10) | (4.48) |
| Diluted (₹) | | | |

Summary of significant accounting policies

The Significant accounting policies and notes on accounts are an integral part of the financial statement.

As per our report of even date attached.

For K Kejriwal & Co
Chartered Accountants
Firm Registration No.- 324555E

K G Kejriwal
Partner
Membership No.060699



For Prateek Mines & Minerals Pvt. Ltd.

Manish Agrawal
Director
DIN: 00129240

Puran Mal Agrawal
Director
DIN: 00587723

Date:14th May,2022

Place : Kolkata

Prateek Mines Minerals Pvt Ltd
CashFlow Statement as on 31st March 2022

| A. | Particular | As at 31st March 2022 | | As at 31st March 2021 | |
|----|---|-----------------------|-----------|-----------------------|-----------|
| | | ₹ | ₹ | ₹ | ₹ |
| | Net Profit before taxes | (3,16,149) | | (3,41,599) | |
| | Adjustments for : | | | | |
| | Depreciation | 69,410 | | 80,646 | |
| | Interest on FD | (12,262) | | - | |
| | Operating Profit before working capital changes | (2,59,001) | | (2,60,954) | |
| | Movement in Working Capital for: | | | | |
| | (Increase)/Decrease in Trade Receivables | - | | 2,76,670 | |
| | (Increase)/Decrease in Loans and Advances | - | | - | |
| | Decrease in Other Assets | - | | - | |
| | (Increase)/Decrease in Inventories | - | | - | |
| | Increase/(Decrease) in Trade Payables | - | | - | |
| | Increase/(Decrease) in Other Liabilities | 15,449 | | (12,825) | |
| | Increase/(Decrease) in Provisions | (29,940) | | 29,940 | |
| | (Increase)/Decrease in Other Assets | 2,97,770 | | (14,578) | |
| | Cash generated from Operations | 24,278 | | 18,253 | |
| | Direct Taxes Paid | - | | - | |
| | Net Cash generated from Operating Activities | | 24,278 | | 18,253 |
| B. | <u>CASH FLOW FROM INVESTING ACTIVITIES</u> | | | | |
| | Purchase of property, plant & equipment [including Pre-Operative and Trial Run Expenses (Pending allocation)] | - | | | |
| | Discard of Fixed Assets | | | | |
| | Investment in Joint Venture | | | | |
| | Purchase of Investments | | | | |
| | Sale of Investments | | | | |
| | Fixed Deposits (with maturity period of more than three months) matured/(made) | - | | - | |
| | Interest received on Fixed Deposit | | | - | |
| | Dividends received | - | | - | |
| | Net cash used in investing activities | | - | | - |
| C. | <u>CASH FLOW FROM FINANCING ACTIVITIES</u> | | | | |
| | Proceeds from issue of Equity Share Capital | - | | - | |
| | Net cash generated in financing activities | | - | | - |
| | Net (Decrease)/Increase in Cash and Cash equivalents (A+B+C) | | 24,278 | | 18,253 |
| | Cash and Cash equivalents as at the beginning of the year | | 12,06,412 | | 11,88,159 |
| | Cash and Cash equivalents as at the end of the year * | | 12,30,690 | | 12,06,412 |
| | * Components of Cash and Cash equivalents | | | | |
| | Cash in hand | | 4,88,221 | | 4,88,221 |
| | With Scheduled Banks on Current Account | | 7,42,469 | | 7,18,191 |
| | | | 12,30,690 | | 12,06,412 |

As per our report of even date attached:

For K Kejriwal & Co
Chartered Accountants
Firm Registration No. 324555E

K G Kejriwal
Partner
Membership No.060699



For Prateek Mines & Minerals Pvt. Ltd.

Manish Agrawal
Director
DIN: 00129240

Puran Mal Agrawal
Director
DIN: 00587723

Date:14th May,2022
Place : Kolkata

Prateek Mines & Minerals Private Limited

Statement of Change in Equity as on 31st March,2022

A. Share Capital

| Particular | As at 31st March,2022 ₹ | As at 31st March 2021 ₹ |
|---|-------------------------------|-------------------------------|
| Authorised shares | | |
| 100,000 (100,000) equity shares of ₹ 10/- each | 10,00,000 | 10,00,000 |
| Issued, Subscribed and I | 10,00,000 | 10,00,000 |
| 89,500 (89,500) Equity Shares of ₹ 10/- each, fully paid up | 8,95,000 | 8,95,000 |
| Total | 8,95,000 | 8,95,000 |

B. Other Equity

| Particulars | Reserve & Surplus | | Total |
|--------------------------------|-------------------------------|-------------------|------------|
| | Securities Premium Reserve | Retained Earnings | |
| Balance as at 1st April, 2020 | 1,31,05,000 | (43,72,564) | 94,75,042 |
| Profit/ (Loss) for the year | | (4,01,306) | (7,42,606) |
| Movement during the year | - | - | |
| Balance as at 31st March, 2021 | 1,31,05,000 | (47,73,870) | 83,31,130 |
| Balance as at 1st April, 2021 | 1,31,05,000 | (47,73,870) | 83,31,130 |
| Profit/ (Loss) for the year | - | (3,66,647) | (3,66,647) |
| Movement during the year | | - | |
| Balance as at 31st March,2022 | 1,31,05,000 | (51,40,517) | 79,64,483 |

As per our report of even date attached:

For Prateek Mines & Minerals Pvt. Ltd.

For K Kejriwal & Co
Chartered Accountants

Firm Registration No.- 324555E

K G Kejriwal
Partner
Membership No.060699



M. A. Agrawal
Manish Agrawal
Director
DIN: 00129240



Puran Mal Agrawal

Puran Mal Agrawal
Director
DIN: 00587723

Date:14th May,2022

Place : Kolkata

Prateek Mines & Minerals Pvt Limited

Significant Accounting Policy and Notes to Accounts as on 31st March 2022

1. General Information

Prateek Mines & Minerals Pvt. Ltd is a private company domiciled in India. The Company is incorporated for trading in industrial gases.

2. Significant Accounting Policies

i. Basis of preparation and presentation

These standalone financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

For all periods upto and including the year ended 31st March 2020, the company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with Paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

ii. Property, plant and equipment:-

The cost of property, plant and equipment comprises its purchase price net of any trade discounts and rebates, any duties and other taxes (other than those subsequently recoverable from the tax authorities) and any directly attributable expenditure on making the asset ready for its intended use. Expenditure incurred after the property, plant and equipment have been put into operation, such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss.

The Company has incurred some Pre-Operative Expenses which is carried at Cost and shown under the above head. Pre-Operative Expenses comprising direct cost, related incidental expenses and attributable borrowing cost.

iii. Investments and other financial assets:-

Classification

The Company classifies its financial assets in the following measurement categories:

1. Those to be measured subsequently at fair value (either through other comprehensive income, or through the Statement of Profit and Loss), and

2. Those measured at amortised cost.

The Company does not have any assets to be measured at amortised cost. The Non-Current Investments of the company are measured at Fair value, the Increase/Decrease due to the change of method of which is transferred to Other Comprehensive Income.

iv. Inventories:-

Inventories are stated 'at cost or net realisable value, whichever is lower'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost formulae used are 'First-in-First-out', 'Weighted Average cost' or 'Specific identification', as applicable.

Net Realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

v. Cash and Cash Equivalents:-

Cash and cash equivalents consist of cash in hand and cash balances with banks which are unrestricted for withdrawal and usage. Statement of Cash Flow is prepared in accordance with the Indirect method prescribed in the relevant Accounting Standards.



Prateek Mines & Minerals Pvt Limited

Significant Accounting Policy and Notes to Accounts as on 31st March 2022

vi. Revenue Recognition

Sale of Goods

Revenue is measured at the fair value of the consideration received or receivable. The Company recognizes revenues on sale of products, net of discounts, sales incentives, rebates granted, returns, sales taxes and duties when the products are delivered to customer which is when significant risks and rewards of ownership pass to the customer.

vii. Employee benefit expenses:-

Liabilities for wages and salaries are expected to be settled wholly within 12 months after the end of the period in which the employees rendering the related service are recognised in respect of employee's services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

viii. Borrowings:-

Borrowings are initially recognised at net of transaction costs incurred and measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method.

ix. Income tax:-

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

x. Earnings per Share:-

Basic earnings per share

Basic earnings per share are calculated by dividing the profit/ (Loss) after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share

Diluted earnings per share is computed by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares including the treasury shares held by the Company to satisfy the exercise of the share options by the employees.

xi. First time adoption – mandatory exceptions, optional exemptions

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2018 by recognising all assets and liabilities whose recognition is required by Ind AS, not recognising items of assets or liabilities which are not permitted by Ind AS, by reclassifying items from previous GAAP to Ind AS as required under Ind AS, and applying Ind AS in measurement of recognised assets and liabilities. However, this principle is subject to certain exceptions and certain optional exemptions availed by the Company as detailed below.

Designation of previously recognised financial instruments

The Company has designated financial liabilities and financial assets at fair value through profit or loss and investments in equity instruments at fair value through other comprehensive income on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

As per our report of even date:

For K Kejriwal & Co
Chartered Accountants
Firm Registration No.- 324555E

K G Kejriwal
Partner
Membership No.060699

Date: 14th May, 2022
Place : Kolkata



For and on behalf of the Board of Directors

Manish Agrawal
Director
DIN: 00129240

Puran Mal Agrawal
Director
DIN: 00587723

PRATEEK MINES & MINERALS PRIVATE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2022

Note -3

Amount (₹)

| Description | Land & Site Development | Plant & Machinery | Furniture & Fixture | Total |
|--------------------------|-------------------------|-------------------|---------------------|-------------|
| Cost | | | | |
| As at 1st April 2020 | 16,37,855 | 1,02,07,808 | 34,187 | 1,18,79,850 |
| Addition during the year | - | - | - | - |
| Sold / discard | - | - | - | - |
| As at 31st March 2021 | 16,37,855 | 1,02,07,808 | 34,187 | 1,18,79,850 |
| Addition during the year | - | - | - | - |
| Sold / discard | - | - | - | - |
| As at 31st March, 2022 | 16,37,855 | 1,02,07,808 | 34,187 | 1,18,79,850 |
| Depreciation | | | | |
| At 1st April 2020 | - | 96,31,133 | 31,808 | 96,62,941 |
| Charge for the year | - | 80,215 | 431 | 80,646 |
| Less : Sold / discard | - | - | - | - |
| As at 31st March 2021 | - | 97,11,348 | 32,239 | 97,43,587 |
| Charge for the year | - | 69,057 | 353 | 69,410 |
| Less : Sold / discard | - | - | - | - |
| As at 31st March, 2022 | - | 97,80,405 | 32,592 | 98,12,997 |
| Net Block | | | | |
| As at 31st March, 2021 | 16,37,855 | 4,96,460 | 1,948 | 21,36,263 |
| As at 31st March 2022 | 16,37,855 | 4,27,403 | 1,595 | 20,66,853 |



PRATEEK MINES & MINERALS PRIVATE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2022

4 Components of Deferred Tax Assets

| | As at 31st March 2022 ₹ | As at 31st March 2021 ₹ |
|---|-------------------------------|-------------------------------|
| Timing Difference in depreciable assets | 2,75,979 | 3,26,477 |
| Expenses allowable in future | - | - |
| Total | 2,75,979 | 3,26,477 |

5 Loans and advances

(Unsecured, considered good)

| | Non-current | | Current | |
|--------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | As at 31st March 2022 | As at 31st March 2021 | As at 31st March 2022 | As at 31st March 2021 |
| | ₹ | ₹ | ₹ | ₹ |
| Advances recoverable in cash or kind | 7,81,979 | 7,81,979 | - | - |
| (A) | 7,81,979 | 7,81,979 | - | - |
| Total | 7,81,979 | 7,81,979 | - | - |

6 Trade receivables (Unsecured, considered good)

| | As at 31st March 2022 ₹ | As at 31st March 2021 ₹ |
|--|-------------------------------|-------------------------------|
| Outstanding for a period exceeding six months from the date they are due for payment | 1,22,99,700 | 1,22,99,700 |
| Total | 1,22,99,700 | 1,22,99,700 |

7 Other Assets

| | Non Current | | Current | |
|--|--------------------------|--------------------------|--------------------------|--------------------------|
| | As at 31st March 2022 | As at 31st March 2021 | As at 31st March 2022 | As at 31st March 2021 |
| | ₹ | ₹ | ₹ | ₹ |
| Balances with Statutory/Government Authorities | - | 2,97,770 | 1,26,939 | 1,26,939 |
| Others | - | - | 1,54,500 | 1,54,500 |
| Total | - | 2,97,770 | 2,81,439 | 2,81,439 |

8 Cash and Cash equivalents

| | As at 31st March 2021 ₹ | As at 31st March 2021 ₹ |
|---------------------------|-------------------------------|-------------------------------|
| Cash and cash equivalents | | |
| Balance with banks: | | |
| On current accounts | 7,42,469 | 7,18,191 |
| Cash in hand | 4,88,221 | 4,88,221 |
| Total | 12,30,690 | 12,06,412 |

9 Bank Balances other than Cash and Cash equivalents

| | As at 31st March 2021 ₹ | As at 31st March 2021 ₹ |
|---------------|-------------------------------|-------------------------------|
| Fixed Deposit | 2,36,000 | 2,23,737 |
| Total | 2,36,000 | 2,23,737 |



PRATEEK MINES & MINERALS PRIVATE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2022

10. Share Capital

| Particular | As at 31st March, 2022 ₹ | As at 31st March 2021 ₹ |
|---|-----------------------------|----------------------------|
| Authorised shares | | |
| 100,000 (100,000) equity shares of ₹ 10/- each | 10,00,000 | 10,00,000 |
| Issued, Subscribed and Fully Paid up Share Capital | 10,00,000 | 10,00,000 |
| 89,500 (89,500) Equity Shares of ₹ 10/- each, fully paid up | 8,95,000 | 8,95,000 |
| | 8,95,000 | 8,95,000 |

Reconciliation of the shares outstanding at the beginning and at the end of the report period :

| 10 Equity shares | As at 31st March 2022 | | As at 31st March 2021 | |
|--------------------------------------|-----------------------|------------|-----------------------|------------|
| | No. | Amount (₹) | No. | Amount (₹) |
| At the beginning of the year | 89,500 | 8,95,000 | 89,500 | 8,95,000 |
| Add : Issued during the year | - | - | - | - |
| Outstanding at the end of the period | 89,500 | 8,95,000 | 89,500 | 8,95,000 |

Terms/Rights attached to equity shares

The company has only one class of equity shares having a par value of ₹ 10/- per share. All equity shareholders are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the shareholders of the Company. All equity shares rank equally with regard to the repayment of capital in the event of liquidation of the

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

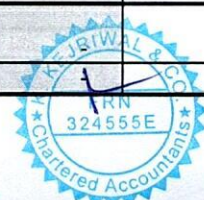
| Name of shareholders | As at 31st March 2022 | | As at 31st March 2021 | |
|--------------------------|-----------------------|-----------|-----------------------|-----------|
| | No. | % holding | No. | % holding |
| MSP Steel & Power Ltd | 57,000 | 63.69% | 57,000 | 63.69% |
| RAUNAK TRADELINK PVT LTD | 20,000 | 22.35% | 20,000 | 22.35% |
| MANISH AGRAWAL | 5,000 | 5.59% | 5,000 | 5.59% |
| SAKET AGRAWAL | 5,000 | 5.59% | 5,000 | 5.59% |

11 Other Equity

| Particulars | Reserve & Surplus | | Total |
|--------------------------------|----------------------------|-------------------|------------|
| | Securities Premium Reserve | Retained Earnings | |
| Balance as at 1st April, 2020 | 1,31,05,000 | (43,72,564) | 87,32,436 |
| Profit/ (Loss) for the year | | (4,01,306) | (4,01,306) |
| Movement during the year | - | - | - |
| Balance as at 31st March, 2021 | 1,31,05,000 | (47,73,870) | 83,31,130 |
| Balance as at 1st April, 2021 | 1,31,05,000 | (47,73,870) | 83,31,130 |
| Profit/ (Loss) for the year | - | (3,66,647) | (3,66,647) |
| Movement during the year | | - | - |
| Balance as at 31st March, 2022 | 1,31,05,000 | (51,40,517) | 79,64,483 |

12 Financial Liabilities - Borrowings

| | Non-Current | | Current maturities | |
|--------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| | As at 31st March 2022 ₹ | As at 31st March 2021 ₹ | As at 31st March 2022 ₹ | As at 31st March 2021 ₹ |
| Unsecured | | | | |
| Inter Corporate Deposits | 76,21,558 | 76,21,558 | - | - |
| Total | 76,21,558 | 76,21,558 | - | - |



PRATEEK MINES & MINERALS PRIVATE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2022

13. Other Current Liabilities

| | As at 31st March 2022 ₹ | As at 31st March 2021 ₹ |
|--|-------------------------------|-------------------------------|
| Edu. & H.S. Edu. Cess on S.Tax Payable | 14,341 | 14,341 |
| Service Tax Payable | 10,650 | 10,650 |
| Others | 5,20,325 | 5,04,876 |
| S B Cess | 6,250 | 6,250 |
| Total | 5,51,566 | 5,36,117 |

14. Provisions

| | Non current | | Current | |
|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | As at 31st March 2022 ₹ | As at 31st March 2021 ₹ | As at 31st March 2022 ₹ | As at 31st March 2021 ₹ |
| Provision for Interest and penalty Charges | 1,27,795 | 1,27,795 | - | - |
| Provision for Taxation [net of advance tax] | | | 12,240 | 42,180 |
| Total | 1,27,795 | 1,27,795 | 12,240 | 42,180 |



PRATEEK MINES & MINERALS PRIVATE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2022

15 Other Income

| | 2021-22 ₹ | 2020-21 ₹ |
|----------------------------------|---------------|---------------|
| Interest income on Bank deposits | 12,262 | 14,578 |
| Others | - | - |
| Sundry Balance Written off | - | - |
| Total | 12,262 | 14,578 |

16 Employee benefit expense

| | 2021-22 ₹ | 2020-21 ₹ |
|---------------------------|-----------------|-----------------|
| Salaries, wages and bonus | 1,46,880 | 1,46,880 |
| Staff welfare expenses | - | - |
| Total | 1,46,880 | 1,46,880 |

17 Depreciation and Amortization Expenses

| | 2021-22 ₹ | 2020-21 ₹ |
|---------------------------------|---------------|---------------|
| Depreciation on tangible assets | 69,410 | 80,646 |
| Total | 69,410 | 80,646 |

18 Other Expenses

| | 2021-22 ₹ | 2020-21 ₹ |
|--------------------|-----------------|-----------------|
| Professional fees | - | 37,250 |
| Insurance Charges | 72,502 | 72,502 |
| Payment to Auditor | 17,700 | 17,700 |
| Other Expenses | 4,019 | - |
| Filing Fees | 17,900 | 1,200 |
| Total | 1,12,121 | 1,28,652 |

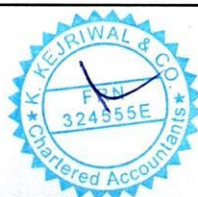
Payment to Auditor

| | 2021-22 ₹ | 2020-21 ₹ |
|---------------------------|---------------|---------------|
| As auditor : Audit fee | 17,700 | 17,700 |
| Total | 17,700 | 17,700 |

19 Earning per share (EPS)

The following reflects the profit and share data used in the basic and diluted EPS computations:

| | 2021-22 ₹ | 2020-21 ₹ |
|---|--------------|--------------|
| Net profit for calculation of Basic & Diluted EPS (₹) | (3,66,647) | (4,01,306) |
| Weighted average number of equity shares in calculating basic & diluted EPS | 89,500 | 89,500 |
| Earnings per share - Basic & Diluted (₹) | (4.10) | (4.48) |



19A. Additional Disclosures as per Amended Schedule III

1. Ageing Analysis

| Particulars | | Outstanding from due date of payment as on March 31, 2022 | | | | |
|----------------------------|---------------|---|-----------|-----------|-------------------|-------------|
| Trade Receivables | Upto 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| Considered Good - Disputed | | | | | 1,22,99,700 | 1,22,99,700 |

| Particulars | | Outstanding from due date of payment as on March 31, 2021 | | | | |
|----------------------------|---------------|---|-----------|-----------|-------------------|-------------|
| Trade Receivables | Upto 6 months | 6 months - 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| Considered Good - Disputed | - | - | - | - | 1,22,99,700 | 1,22,99,700 |

2. Promoters of the Company

| Promoter name | As at March 31, 2022 | | | As at March 31, 2021 | | |
|-----------------------|----------------------|-------------------|--------------------------|----------------------|-------------------|--------------------------|
| | No. of shares | % of total shares | % Change during the year | No. of shares | % of total shares | % Change during the year |
| MANISH AGRAWAL | 5,000 | 5.59 | - | 5,000 | 5.59 | - |
| SAKET AGRAWAL | 5,000 | 5.59 | - | 5,000 | 5.59 | - |
| MSP STEEL & POWER LTD | 57,000 | 63.69 | - | 57,000 | 63.69 | - |

3. Ratio Analysis and its elements

| Ratio | Numerator | Denominator | Current Period | Previous Period | % Variance | Reason for variance |
|----------------------------------|--|---|----------------|-----------------|------------|---------------------|
| Current ratio | Current Assets | Current Liabilities | 24.92 | 24.23 | 2.84 | |
| Debt-equity ratio | Total Debt | Shareholder's Equity | 8.52 | 8.52 | - | |
| Debt service coverage ratio | Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed Assets | Debt service = Interest & Lease Payments + Principal Repayments | - | - | - | |
| Return on equity ratio | Net Profits after taxes – Preference Dividend (if any) | Average Shareholder's Equity | (0.41) | (0.45) | (8.64) | |
| Inventory turnover ratio | Cost of goods sold OR sales | Average inventory =(Opening + Closing balance / 2) | - | - | - | |
| Trade receivables turnover ratio | Net Credit Sales=Net credit sales consist of gross credit sales minus sales return. Trade receivables includes sundry debtors and bill's receivables. | Average trade debtors = (Opening + Closing balance / 2) | - | - | - | |
| Trade payables turnover ratio | Net Credit Purchases =Net credit purchases consist of gross credit purchases minus purchase return | Average Trade Payables | - | - | - | |
| Net capital turnover ratio | Net Sales=Net sales shall be calculated as total sales minus sales returns. | Working Capital =Working capital shall be calculated as current assets minus current liabilities. | - | - | - | |
| Net profit ratio | Net profit shall be after tax | Net Sales =Net sales shall be calculated as total sales minus sales returns. | - | - | - | |
| Return on capital employed | Earning before interest and taxes | Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability | (0.02) | (0.02) | (5.39) | |
| Return on investment | | | - | - | - | |



PRATEEK MINES & MINERALS PRIVATE LIMITED

Notes to the Financial Statement for the year ended 31st March, 2022

20 Related Party Disclosure :

Names of related party and related party relationship :-

| | | |
|---|---|--|
| Key Management Personnel and their Relatives | : | Manish Agrawal (Director) |
| | : | Puran Mal Agrawal (Director) |
| | : | |
| | : | Kiran Agrawal (Wife of Puranmal Agrawal) |
| Enterprises over which Key Management Personnel and / or their Relatives have significant influence | : | Richa Agrawal (Wife of Manish Agrawal) |
| | : | |
| | : | MSP Metalics Limited |
| | : | MSP Cement Limited |
| | : | MSP Steel & Power Limited |

| Nature of Transactions | Enterprises over which Key Management Personnel and / or their Relatives have significant influence |
|------------------------|---|
|------------------------|---|

Closing balances at the end of the year - Debit

| | |
|---------------------------|-------------|
| MSP Metalics Limited* | 1,22,99,700 |
| | 1,22,99,700 |
| MSP Steel & Power Limited | 8,225 |
| | 8,225 |

Closing balances at the end of the year - Credit

| | |
|--------------------|------------|
| MSP Cement Limited | (5,00,000) |
| | (5,00,000) |

* Against its dues, MSP Metalics Ltd has assigned some of its debtors to the company.

- 21 As per information available with the Company, there are no suppliers covered under Micro, Small and Medium Enterprise Development Act, 2006. As a result, no interest provision/payment has been made by the Company to such creditors, if any, and no disclosure thereof is made in the accounts.
- 22 The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary as per the Revised Schedule VI to the Companies Act, 2013. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our report of even date attached.

For K Kejriwal & Co
Chartered Accountants
Firm Registration No. 324555E

K G Kejriwal
Partner
Membership No.060699




Manish Agrawal
Director
DIN: 00129240

For Prateek Mines & Minerals Pvt. Ltd.


Puran Mal Agrawal
Director
DIN: 00587723



Date: 14th May, 2022
Place : Kolkata

