

### INDEPENDENT AUDITORS' REPORT

#### TO THE MEMBERS OF SUPERSHAKTI METALIKS PRIVATE LIMITED REPORT ON THE STANDALONE FINANCIAL STATEMENTS

We have audited the accompanying standalone financial statements of **SUPERSHAKTI METALIKS PRIVATE LIMITED** ('the Company'), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### 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 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 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.

#### AUDITORS' RESPONSIBILITY

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the order under section 143(11) of the Act.

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.



**OPINION**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2016, and its profit and its cash flows for the year ended on that date.

**EMPHASIS OF MATTER**

We draw attention to the following matter in the Notes to the financial statements:

Attention is drawn to note no. 12 regarding carry forward of Deferred Tax Asset (DTA) (net) of Rs. 1,85,42,308/- (after reversal of Rs 28,17,957/- during the year) as at 31st March 2016 based on the future taxable income projected by the management.

Our opinion is not modified in respect of above matter.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure 'A' a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. The matter described in the "Emphasis of Matter" paragraph above, in our opinion, may not have any adverse effect on the functioning of the Company.
  - f. On the basis of the written representations received from the directors as on 31st March, 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of section 164 (2) of the Act.
  - g. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure 'B', and
  - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and 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 litigation 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. The provisions relating to transferring any amounts to the Investor Education and Protection Fund is not applicable to the Company during the year.

For Singhi & Co.  
Chartered Accountants  
Firm's Registration No. 302049E



*AS*

(Aditya Singhi)  
Partner

Membership No. 305161

Place: Kolkata  
Date: 6<sup>th</sup> day of September, 2016

**ANNEXURE- "A" TO THE INDEPENDENT AUDITOR'S REPORT**

The Annexure referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our Independent Auditors' Report of even date in respect to statutory audit of **SUPERSHAKTI METALIKS PRIVATE LIMITED** for the year ended 31<sup>st</sup> March 2016, we report that:

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
 (b) As explained to us and confirmed by the management, fixed assets of are being physically verified by the management/internal auditors in a phased periodically manner, which, in our opinion, is reasonable having regard to the size of the company and nature of its business. Further as confirmed by the management, no material discrepancies were noticed on such physical verification.  
 (c) According to the information and explanations given to us, there is no freehold land in the name of the Company and hence title deeds are not applicable/available with the Company.
- ii. According to the information and explanation given to us, the inventory has been physically verified at reasonable intervals by the management/ internal auditors/ third parties during the year and discrepancies noticed on physical verification of inventories as compared to book records were not material and have been properly dealt with in the books of accounts.
- iii. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to any parties covered in the register maintained under section 189 of the Companies Act, 2013. Thus, paragraph (iii) (a) to (b) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has not given any loan, not made any investment and have not provided any guarantee or security. Hence, paragraph 3(iv) of the Order is not applicable.
- v. In our opinion and according to the information and explanation given to us, the Company has not accepted any deposits within the meaning of Section 73 to 76 of the Companies Act, 2013 and the rules framed there under.
- vi. We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the rules made by the Central Government of India, the maintenance of cost records has been prescribed under sub-section (1) of Section 148 of the Act and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has generally been regular in depositing the undisputed statutory dues including Provident fund, Employees' state insurance, Income tax, Sales tax, Service tax, Duty of Customs, Duty of Excise, Value added tax, Cess and any other material statutory dues as applicable during the year with the appropriate authorities and no such dues were in arrears, as at 31<sup>st</sup> March, 2016 for a period of more than six months from the date they became payable.  
 (b) According to the information and explanations given to us and the records of the Company examined by us, the dues of Income tax, Sales tax, Wealth tax, Service tax, Duty of Customs, Duty of Excise, Value added tax and cess as at 31<sup>st</sup> March, 2016 which have not been deposited on account of dispute and the forum where the disputes are pending are as under:

Name of the Statute	Nature of Dues	Amount (Rs.)	Period to Which the Amount Relates	Forum where Dispute is Pending
The Central Sales Tax Act, 1956	Central Sales Tax	25,98,419	2005-06	West Bengal Commercial Tax Appellate & Revisional Board, Kolkata



- viii. Based on our audit procedures and on the basis of information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to banks or financial institutions.
- ix. The company did not raise any money by way of initial public offer or further public offer including debt instruments and term loans during the year.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, the managerial remuneration has been paid/provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V of the Companies Act, 2013.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year and hence reporting under clause (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 him. Hence, provisions of section 192 of Companies Act, 2013 are not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Singhi & Co.  
Chartered Accountants  
Firm's Registration No. 302049E



*AS*  
(Aditya Singhi)  
Partner

Membership No. 305161

Place: Kolkata  
Date: 6<sup>th</sup> day of September, 2016

**ANNEXURE – "B" TO THE INDEPENDENT AUDITOR'S REPORT**

The Annexure referred to in paragraph 2 (g) under the heading 'Report on Other Legal and Regulatory Requirements' of our Independent Auditors' Report of even date in respect on the Internal Financial Control 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 **SUPERSHAKTI METALIKS PRIVATE LIMITED** ("the Company") as of 31<sup>st</sup> March, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('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.

**AUDITORS' RESPONSIBILITY**

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

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

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

**MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

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



**INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING**

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

**OPINION**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by The Institute of Chartered Accountants of India.



Place: Kolkata  
Date: 6<sup>th</sup> Day of September, 2016

For Singhi & Co.  
Chartered Accountants  
Firm's Registration No. 302049E

  
(Aditya Singhi)  
Partner

Membership No. 305161

**SUPERSHAKTI METALIKS PRIVATE LIMITED**

CIN: U28910WB2012PTC189128

Balance Sheet as at 31st March, 2016

	Note No.	As At		( Amount in ₹ )	
		31st March, 2016		31st March, 2015	
<b>I. EQUITY AND LIABILITIES</b>					
<b>Shareholders' funds</b>					
Share Capital	2	496,24,390		1,00,000	
Reserves and Surplus	3	3667,83,041		(35,345)	64,655
			<b>4164,07,431</b>		
<b>Non-current liabilities</b>					
Long-Term Borrowings	4	17,71,987		-	
Other Long-term Liabilities	5	62,04,500		-	
Long-Term Provisions	6	54,86,542		-	
			<b>134,63,029</b>		
<b>Current liabilities</b>					
Short-Term Borrowings	7	4307,40,642		-	
Trade Payables (includes due to micro and small enterprises Current Year:- Rs.4,07,015/- Previous Year:-Nil )	8	3830,65,048		3,000	
Other Current Liabilities	9	3222,40,380		-	
Short-Term Provisions	6	6,08,871		-	
			<b>11366,54,941</b>		<b>3,000</b>
<b>TOTAL</b>			<b>15665,25,401</b>		<b>67,655</b>
<b>II ASSETS</b>					
<b>Non-current assets</b>					
<b>Fixed Assets</b>					
Tangible Assets	10	3970,48,583		-	
Capital Work-In-Progress	11	251,81,827		-	
			<b>4222,30,410</b>		
Deferred Tax Assets (Net)	12	185,42,308		-	
Long-Term Loans and Advances	13	318,08,506		-	
Other Non-Current Assets	14	3,91,622		-	
			<b>507,42,436</b>		
<b>Current assets</b>					
Inventories	15	4872,83,106		-	
Trade Receivables	16	4507,68,902		-	
Cash and Bank Balances	17	235,03,830		67,655	
Short-Term Loans and Advances	18	1301,10,266		-	
Other Current Assets	19	18,86,451		-	
			<b>10935,52,555</b>		<b>67,655</b>
<b>TOTAL</b>			<b>15665,25,401</b>		<b>67,655</b>

Significant Accounting Policies

1

The accompanying note no. 1 to 27 are integral part of the Financial Statements

As per our report of even date annexed herewith

For and on behalf of the Board

For SINGHI & CO.

Chartered Accountants

Firm Registration No : 302049E

  
(ADITYA SINGHI)  
Partner

Membership No: 305161



  
DEEPAK AGARWAL  
(Director)  
DIN 00343812

  
AJAY KUMAR BAJAJ  
(Director)  
DIN 07604198

Kolkata,

Dated: 6th September, 2016

**SUPERSHAKTI METALIKS PRIVATE LIMITED**

CIN: U28910WB2012PTC189128

**Statement of Profit and Loss for the year ended on 31st March, 2016**

( Amount in ₹ )

Particulars	Note No.	For the year ended 31st March,2016	For the year ended 31st March,2015
<b><u>INCOME</u></b>			
Gross Revenue from Operations	20	24497,46,245	-
Less: Excise Duty		2715,38,087	-
<b>Net Revenue from Operations</b>		<b>21782,08,158</b>	-
Other Income	21	2784,79,346	-
<b>Total Income</b>		<b>24566,87,504</b>	-
<b><u>EXPENSES</u></b>			
Cost of Materials Consumed	22	14390,36,607	-
(Increase)/ Decrease in Inventories of Finished Goods & Work-in-Progress	23	293,28,893	-
Employee Benefit Expenses	24	259,38,172	-
Finance Costs	25	688,46,448	-
Depreciation and Amortization	10 & 11	250,46,269	-
Other Expenses	26	8584,87,831	12,129
<b>Total Expenses</b>		<b>24466,84,220</b>	<b>12,129</b>
<b>Profit Before Tax</b>		<b>100,03,284</b>	<b>(12,129)</b>
<b><u>Tax Expense:</u></b>			
Current Tax		-	-
Deferred Tax		28,17,957	-
<b>Total Tax Expenses</b>		<b>28,17,957</b>	-
<b>Profit After Tax</b>		71,85,327	(12,129)
<b>Earnings per equity share [nominal value of share on 31st March 2016 Rs.10/- (31st March 2015 : Rs.10/-)]</b>			
Basic & Diluted ( Refer Note No: 27 D )		1.45	-

**Significant Accounting Policies**

1

The accompanying note no. 1 to 27 are integral part of the Financial Statements

As per our report of even date annexed herewith

For SINGHI & CO.

Chartered Accountants

Firm Registration No : 302049E

For and on behalf of the Board

*Aditya Singh*

**(ADITYA SINGHI)**

Partner

Membership No: 305161

Kolkata,

Dated: 6th September, 2016



*Deepak Agarwal*

**DEEPAK AGARWAL**

(Director)

DIN 00343812

*Ajay Kumar Bajaj*

**AJAY KUMAR BAJAJ**

(Director)

DIN 07604198



**SUPERSHAKTI METALIKS PRIVATE LIMITED**  
**CIN: U28910WB2012PTC189128**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2016**

(Amount in ₹)

Particulars	2015-16		2014-15	
	Amount	Amount	Amount	Amount
<b>Cash Flow from Operating Activities</b>				
Profit before Tax:		100,03,284		(12,129)
Adjustments for :				
Depreciation & Amortisations Expenses	250,46,269		-	
Interest Income	(18,30,989)		-	
Excess Liabilities/ Balances Written Back	(141,68,233)		-	
Finance Costs	688,46,448		-	
Unrealised Foreign Exchange Loss	5,44,943			
Loss / (Profit ) on Sale of Fixed Asset	(1,140)		-	
Provision for Doubtful Debt/ Advances	8,26,775		-	
		792,64,073		-
<b>Operating Profit Before Working Capital Changes</b>		892,67,357		(12,129)
Adjustments for :				
Increase/(Decrease)for Trade Payables / Other Liabilities	437,48,111			
Increase/(Decrease) for Loans and Advances (Short & Long)	(387,46,781)			
Increase/ (Decrease) for Inventories	(169,15,422)			
Increase/ (Decrease) for Trade Receivables	2074,91,687	1955,77,595		-
<b>Cash Generated from Operations</b>		2848,44,952		(12,129)
Tax Paid / Refund (Net)		-		
<b>Net Cash Generated from Operations ( A)</b>		2848,44,952		(12,129)
<b>Cash Flow from Investing Activities</b>				
Additions to Fixed Assets / CWIP & Pre Operative Expenditure (excluding borrowing cost capitalised)	421,14,098			
Proceeds from Sale of Fixed Asset	4,87,805			
Interest/ Dividend Received from Investments	18,30,989			
Fixed Deposit with Banks	188,97,136			
Sale Proceeds from Investment				
<b>Net Cash used in Investing Activities (B)</b>		633,30,028		-
<b>Cash Flow from Financing Activities</b>				
Proceeds from Issuance of Share Capital	-			
Proceeds from Long Term Loan Borrowings (Net)	9,23,853			
Proceeds from Short Term Loan Borrowings (net)	(2911,97,369)			
Finance Cost Paid ( including Capitalised)	(688,46,448)			
<b>Net Cash from Financing Activities ( C)</b>		(3591,19,964)		-
<b>Net Increase/(Decrease) in cash and Cash Equivalents ( A+B+C)</b>		(109,44,984)		(12,129)
Opening Cash & Cash Equivalents		67,655		79,784
Add: Cash & Cash Equivalents pursuant to the 'Scheme'		216,42,310		
Closing Cash & Cash Equivalents		107,64,981		67,655
<b>Cash &amp; Cash Equivalents Consists of :</b>		<b>31.03.2016</b>		<b>31.03.2015</b>
Cash on Hand		7,29,798		37,484
Bank Balance		100,35,183		30,171
<b>Total</b>		<b>107,64,981</b>		<b>67,655</b>

Notes :

a. Cash and Cash Equivalents consists of cash, balances with banks in current accounts and fixed deposits with less than three months maturities as per Note : 17 and are available in ordinary course of business.

b. The above Cash Flow Statements has been prepared under the "Indirect Method" as set out in the Accounting Standard relating to "Cash Flow Statement " as notified by the Companies (Accounting Standards) Rules, 2006.

c. Previous years figure have been reworked, regrouped, rearranged and reclassified wherever considered necessary to conform to this year's classification. Accordingly, 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 amounts and other disclosures relating to the current year.

As per our report of even date annexed herewith  
For SINGHI & CO.

Chartered Accountants  
Firm Registration No : 302049E

  
**(ADITYA SINGHI)**

Partner  
Membership No: 305161

Kolkata,  
Dated: 6th September, 2016



For and on behalf of Board

  
**DEEPAK AGARWAL**  
(Director)  
DIN 00343812

  
**AJAY KUMAR BAJAJ**  
(Director)  
DIN 07604198

# SUPERSHAKTI METALIKS PRIVATE LIMITED

## Notes to Financial Statements for the year ended on 31st March, 2016.

### Note No 1. SIGNIFICANT ACCOUNTING POLICIES

#### A. Basis of Preparation

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

#### B. Use of Estimates

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

#### C. Tangible Fixed Assets

- i) Tangible Fixed Assets are stated at cost of acquisition or construction (net of excise duty and VAT) less accumulated depreciation and impairment losses. The cost of assets comprises of its purchase price and any directly attributable cost of bringing the assets to their location and working condition upto the date of its intended use.
- ii) Intangible assets are stated at cost less accumulated amortization. Cost includes directly attributable expenditure for making the assets for its intended use.
- iii) Capital Work-in-progress is stated at cost which includes expenses incurred during construction period, interest on amount borrowed for acquisition / construction of qualifying assets and other expenses incurred in connection with project implementation in so far as such expenses relate to the period prior to the commencement of commercial production.

#### D. Component Accounting

The company has adopted component accounting as required under Schedule II to the Companies Act, 2013, from 1 April 2015. The company was previously not identifying components of fixed assets separately for depreciation purposes; rather, a single useful life/ depreciation rate was used to depreciate each item of property, plant and equipment. Due to application of Schedule II to the Companies Act, 2013, the company has changed the manner of depreciation for its fixed assets. Now, the company identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset. These components are depreciated separately over their useful lives; the remaining components are depreciated over the life of the principal asset.

#### E. Depreciation and Amortization

Depreciation on Tangible Fixed Assets is provided on prorata basis for the period of use, on straight-line method at the rates determined based on useful lives of respective assets as prescribed in the Schedule II of the Companies Act, 2013. Certain plant & machinery have been considered Continuous process plant on the basis of technical assessment. Leasehold land is amortised on straight line method over the period of the lease. Amortization is done on Straight Line Basis.

#### F. Impairment

The carrying amounts of Tangible Fixed Assets are reviewed at each balance sheet date to determine, if there is any indication of impairment based on external/internal factors. An impairment loss is recognized wherever the carrying amount of Tangible Fixed Assets exceeds its recoverable amount which represents greater of the "net selling price" and "value in use" of the respective assets. The impairment loss recognized in prior accounting period is reversed if there has been an improvement in recoverable amount.

#### G. Leases

Lease payments under an operating lease are recognized as expense in the Statement of Profit and Loss as per terms of lease agreement.



## SUPERSHAKTI METALIKS PRIVATE LIMITED

### Notes to Financial Statements for the year ended on 31st March, 2016.

#### H. Investments

- i) Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments. The portion of long term term investments expected to be realized within twelve months after the reporting date are disclosed under current investments.
- ii) On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees & duties.
- iii) Long-Term Investments are stated at cost. Provision for diminution is made if the decline in value, in the opinion of the management, is other than temporary in nature.

#### I. Inventories

Inventories of stores and spare parts are valued at or below cost after providing for cost of obsolescence and other anticipated losses wherever considered necessary.

Inventories of items other than those stated above are valued at cost or net realizable value whichever is lower.

Cost in respect of:

- a) Raw Materials, Consumables, Stores & Spares are computed under weighted average basis;
- b) Work-in-Progress and Finished Goods are computed under weighted average basis.
- c) By- Products are valued at net realisable value.

Net Realizable Value is the estimated selling price in the ordinary course less the estimated cost of completion and the estimated costs necessary to make the sale.

Materials and other supplies held for use in the production of inventories are not written down below cost if the finished productions in which they will be incorporated are expected to be sold at or above cost.

#### J. Employees Benefit

Retirement benefit in the form of provident fund and superannuation fund are defined contribution schemes. The contributions to the provident fund and superannuation fund are charged to the statement of profit and loss for the year when an employee renders the related service. The company has no obligation, other than the contribution payable to the Provident Fund and superannuation fund.

The company operates a defined benefit plan in the form of gratuity for its employees. The cost of providing benefits under the plan is determined on the basis of actuarial valuation at each year-end. Actuarial valuation is carried out using the projected unit credit method.

Actuarial gains and losses for the defined benefit plan are recognised in full in the period in which they occur in the statement of profit and loss.

Accumulated leave, which is expected to be utilised within the next 12 months, is treated as short-term employee benefit. The company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

#### K. Revenue Recognition

Revenue is recognised to the extent it is probable that the economic benefits will flow to the company and that the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

##### Sale of Goods

Revenue from sale of goods is recognised when all the significant risks and rewards of ownership of the goods have been passed to the buyer. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. Excise duty deducted from revenue (gross) is the amount that is included in the revenue (gross) and not the entire amount of liability arising during the years.



# SUPERSHAKTI METALIKS PRIVATE LIMITED

## Notes to Financial Statements for the year ended on 31st March, 2016.

### L. Borrowing Cost

Borrowing cost directly attributable to the acquisition or construction of qualifying assets is capitalized until the time all substantial activities necessary to prepare the qualifying assets for their use are complete. A qualifying asset is the one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are recognized as expenses in the period in which they are incurred.

### M Taxation

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i. e. the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of MAT under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

### N. Foreign Currency Transactions and Derivatives

Foreign Currency Transactions and balances:

#### (i) Initial recognition

Foreign Currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

#### (ii) Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date.

#### (iii) Exchange differences

The company accounts for exchange differences arising on translation/ settlement of foreign currency monetary items as below:

1. Exchange differences arising on long-term foreign currency monetary items related to acquisition of a fixed asset are capitalised and depreciated over the remaining useful life of the asset.
2. All other exchange differences are recognised as income or as expenses in the period in which they arise.

#### (iv) Forward exchange contracts entered into to hedge foreign currency risk of an existing asset/ liability

The premium or discount arising at the inception of forward exchange contract is amortised and recognised as an expense/ income over the life of the contract. Exchange differences on such contracts, are recognised in the statement of profit and loss in the period in which the exchange rates change. Any profit or loss arising on cancellation or renewal of such forward exchange contract is also recognised as income or as expense for the period. None of the foreign exchange contracts are taken for trading or speculation purpose.

### O. Government Grants

Government grants are recognized when there is a reasonable assurance that the same will be received. Capital Grants relating to specific fixed assets are reduced from the gross value of the respective fixed assets. Other capital grants are credited to Capital Reserve. Revenue grants are recognized in the Statement of Profit & Loss .

### P. Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.



## SUPERSHAKTI METALIKS PRIVATE LIMITED

### Notes to Financial Statements for the year ended on 31st March, 2016.

#### Q. Provisions

A provision is recognised when the company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. The expense relating to any provision is presented in the statement of profit and loss, net of any reimbursement.

#### R. Earning Per Share

Basic Earning Per Share (EPS) is computed by dividing the net profit or loss for the year attributable to Equity Shareholders by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the net profit or loss for the year attributable to Equity Shareholders by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, except where the result are anti-dilutive.

#### S. Cash Flow Statement

Cash Flow Statement presents the Cash Flows by operating, investing and financing activities of the Company. Cash and Cash equivalents presented in the Cash Flow Statement consist of cash on hand, cash at bank, and short - term investments with an original maturity of three months or less.



**SUPERSHAKTI METALIKS PRIVATE LIMITED**

**Notes to Financial Statements for the year ended on 31st March, 2016**

( Amount in ₹ )

**Note No: 2 SHARE CAPITAL**

**Authorized Share Capital**

Equity Shares of ₹10/- each

**Issued Share Capital**

Equity Shares of ₹10/- each

**Subscribed and Paid up**

Equity Shares of ₹10/- each fully paid up

As At 31-03-2016		As At 31-03-2015	
Number of Shares	Amount	Number of Shares	Amount
50,00,000	500,00,000	10,000	1,00,000
49,62,439	496,24,390	10,000	1,00,000
49,62,439	496,24,390	10,000	1,00,000
<b>49,62,439</b>	<b>496,24,390</b>	<b>10,000</b>	<b>1,00,000</b>

**a. Reconciliation of Number of Equity Shares**

At the beginning of the year  
 Less: Cancelled pursuant to the Scheme of Arrangement (Refer Note No.: 27 G )  
 Add: Issued during the Year  
 At the end of the year

Number of Shares	Number of Shares
10,000	10,000
10,000	-
49,62,439	-
<b>49,62,439</b>	<b>10,000</b>

**b. Shareholders holding more than 5% of shares in the company :**

Name of the Equity Shareholders	As at 31st March, 2016		As at 31st March, 2015	
	Number of Shares	% of shares	Number of Shares	% of shares
Super Smelters Limited	-	-	10,000	100%
Rocky Datamatics Private Limited	9,02,098	18.18%	-	-
Skoda Trexim Private Limited	8,88,912	17.91%	-	-
Veerbhadra Sales Private Limited	8,11,102	16.34%	-	-
Crawford Plantations Private Limited	6,40,947	12.92%	-	-
Khandelwal Finance Private Limited	3,05,225	6.15%	-	-
Aabha Sales Private Limited	2,98,026	6.01%	-	-
Savera Dealmark Private Limited	2,71,778	5.48%	-	-
Avantika Tie up Private Limited	2,58,528	5.21%	-	-

Pursuant to the Scheme of Arrangement, Opening Share Capital of Rs.1,00,000/- (10,000 Equity shares of Rs.10/- each) has been cancelled and adjusted with Securities Premium Account. Further 49,62,439 number of Equity shares of Rs.10/- each have been issued to the existing Shareholders of the Demerged Company (Super Smelters Limited) for consideration other than cash, in the manner specified in the Scheme of Arrangement. The relevant forms pertaining to the allotment of shares prescribed under Companies Act,2013 have been filed with ROC on August 8, 2016.

**c. Terms/ Rights attached to equity shares:**

The Company has only one class of issued shares i.e. Equity Shares having par value of ₹ 10 per share. 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 if any is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of interim dividend. Pro-rata dividend is applicable from the date of allotment in respect of shares issued during the year. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after payment of all preferential amounts, in proportion to their shareholding.

**d.** No Equity Shares have been reserved for issue under options and contracts/commitments for the sale of shares/disinvestment as at the Balance Sheet date.

**e.** No calls are unpaid by any Director or Officer of the Company during the year.



**SUPERSHAKTI METALIKS PRIVATE LIMITED**

**Notes to Financial Statements for the year ended on 31st March, 2016**

( Amount in ₹ )

**Note No: 3 RESERVES & SURPLUS**

Securities Premium Account:

As per the last Financial Statements

Add: Adjustment pursuant to the Scheme of Arrangement (Refer note: 27 G )

Add: Cancellation of Shares pursuant to the Scheme of Arrangement

Closing Balance

General Reserve:

As per the last Financial Statements

Add: Adjustment pursuant to the Scheme of Arrangement (Refer note: 27 G )

Closing Balance

Surplus in Statement of Profit and Loss:

As per the last Financial Statements

Add: Adjustment pursuant to the Scheme of Arrangement (Refer note: 27 G )

Add: Surplus transfer from Statement of Profit & Loss

Closing Balance

As At	As At
31st March, 2016	31st March, 2015
-	-
2883,49,380	-
1,00,000	-
<b>2884,49,380</b>	-
-	-
25,41,116	-
<b>25,41,116</b>	-
(35,345)	(23,216)
686,42,563	-
71,85,327	(12,129)
<b>757,92,545</b>	<b>(35,345)</b>
<b>3667,83,041</b>	<b>(35,345)</b>

**Note No: 4 LONG TERM BORROWINGS**

Secured

Non Current Maturities

Other Loans - From Banks & NBFCs

Current Maturities

Other Loans - From Banks & NBFCs

Less: Current Maturities disclosed under the head "Other

Current Liabilities" (Note No.: 9)

	17,71,987	-
(A)	<b>17,71,987</b>	-
	17,51,325	-
(B)	17,51,325	-
	-	-
(A - B)	<b>17,71,987</b>	-

**Terms of Repayment of Secured Loans from Banks & NBFC and details of Security**

Name of the Bank/ FI	Non Current Maturities	Current Maturities	Repayment Terms	Security
Magma Fincorp Limited	-	7,89,592	6 EMI ending on 1st September, 2016	Hypothecation of respective assets procured against the Loan.
ICICI Bank Limited	-	1,47,282	8 EMI ending on 1st November, 2016	
HDFC Bank	9,40,698	6,28,949	28 EMI ending on 1st July, 2018	
HDFC Bank	8,31,289	1,85,502	55 EMI ending on 5th October, 2020	
<b>Total</b>	<b>17,71,987</b>	<b>17,51,325</b>		



**SUPERSHAKTI METALIKS PRIVATE LIMITED**

**Notes to Financial Statements for the year ended on 31st March, 2016**

		( Amount in ₹ )	
		As At 31st March, 2016	As At 31st March, 2015
<b>Note No: 5</b>	<b><u>OTHER LONG-TERM LIABILITIES</u></b>		
	Advance from Customers	50,95,011	-
	Amount payable for Capital Goods	11,09,489	-
		<b>62,04,500</b>	-

<b>Note No: 6</b>	<b><u>PROVISIONS</u></b>		
	<b><u>LONG-TERM</u></b>		
	<b><u>Employee Benefits</u></b>		
	Provision for Gratuity	54,86,542	-
	(Including Rs.41,43,066/- transferred pursuant to the Scheme of Arrangement)	<b>54,86,542</b>	-
	<b><u>SHORT-TERM</u></b>		
	<b><u>Employee Benefits</u></b>		
	Provision for Leave benefit	6,08,871	-
		<b>6,08,871</b>	-

<b>Note No: 7</b>	<b><u>SHORT-TERM BORROWINGS</u></b>		
	<b><u>Secured</u></b>		
	<b><u>Working Capital Loan</u></b>		
	-From Banks	3562,15,186	-
	-Buyers Credit in Foreign Currency	745,25,456	-
		<b>4307,40,642</b>	-

**Details of Security :**

- Working capital facility from Banks of ₹ 356,215,186/- (P.Y ₹Nil) is secured by first pari- passu charge on the entire current assets of the Company and second pari passu charge on the entire fixed assets of the Company, Personal Guarantee of Promoters and Corporate Guarantee of M/s Rocky Datamatics Pvt. Ltd., M/s Skoda Trexim Pvt.Ltd and M/s Veerbhadra Sales Pvt. Ltd.
- Buyers Credit in Foreign Currency of Rs.7,45,25,456/- (P.Y ₹Nil) for working capital are part of the working capital facilities from the banks and are secured against the securities given for working capital loans.

<b>Note No: 8</b>	<b><u>TRADE PAYABLES</u></b>		
	For Goods & Supplies		
	- Micro & Small Enterprises (Refer note below)	4,07,015	-
	- Others	2207,18,402	-
	For Expenses		
	- Micro & Small Enterprises	-	-
	- Others	874,09,127	3,000
	Acceptances	745,30,504	-
		<b>3830,65,048</b>	<b>3,000</b>

**Additional Information:**

The amount due to Micro and Small Enterprises as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures relating to Micro and Small Enterprises as at 31st March, 2016 are as under:

Particulars	For the year ended 31st March, 2016	For the year ended 31st March, 2015
i) Principal amount due to suppliers under MSMED Act and remaining unpaid	3,85,505	Nil
ii) Interest Due to Suppliers Due on above	Nil	Nil
iii) Any payment made to Suppliers beyond Appointed date ( under section 16 of the Act)	Nil	Nil
iv) Interest due & payable to Suppliers under MSMED Act	21,510	Nil
v) Interest accrued and remaining unpaid as at 31.03.2016	Nil	Nil
vi) Interest Remaining due & payable as per section 23 of the MSMED Act	Nil	Nil

<b>Note No: 9</b>	<b><u>OTHER CURRENT LIABILITIES</u></b>		
	Current Maturities of Long-Term Debt (Refer Note No. 4)	17,51,325	-
	Interest Accrued but not Due	28,396	-
	Advance from Customers	388,67,804	-
	Amount payable for Capital Goods	20,89,983	-
	Employee Related Liabilities	33,16,371	-
	Statutory Dues Payable	327,25,257	-
	Forward Contract Payable Account (Net)	28,77,293	-
	Other Payables#	2405,83,951	-
		<b>3222,40,380</b>	-



# Includes ₹ 11,76,70,195/- payable to Sai Electrocasting Private Limited (Resulting Company) & Rs.12,20,45,221/- payable to Super Smelters Limited (Demerged Company) pursuant to the Scheme of Arrangement and balance represent Liabilities towards Contractors related payments and other Miscellaneous liabilities.



**SUPERSHAKTI METALIKS PRIVATE LIMITED**

Notes to the Financial Statements for the year ended 31st March, 2016

**NOTE '10' - FIXED ASSETS- TANGIBLE**

PARTICULARS	(Amount in ₹)												
	GROSS BLOCK					DEPRECIATION/ AMORTISATION					NET BLOCK		
	As At 01.04.2015	Addition pursuant to the 'Scheme '*	Addition	Other Adjustment	Less: Sales/ Adjustments	As At 31.03.2016	Upto 31.03.2015	Pursuant to the 'Scheme '*	For the Year	Less: Sales/ Adjustments	Upto 31.03.2016	As At 31.03.2016	As At 31.03.2015
Leasehold Land & Site Development	-	167,08,738	-	-	-	167,08,738	-	16,52,167	93,917	-	17,46,084	149,62,654	-
Factory Building & Shed	-	921,61,665	-	-	-	921,61,665	-	383,67,807	25,36,226	-	409,04,033	512,57,632	-
Plant & Machineries	-	7652,67,649	599,03,484	342,92,315	10,12,795	8584,50,653	-	5105,06,926	214,03,308	-	5319,10,234	3265,40,419	-
Furniture & Fixture	-	7,30,759	-	-	-	7,30,759	-	4,98,733	68,774	-	5,67,507	1,63,252	-
Vehicles (Incl. Cycle)	-	42,97,425	17,34,658	-	4,87,805	55,44,278	-	27,45,680	5,67,616	-	33,13,296	22,30,982	-
Office Equipments & Computers	-	109,98,779	9,65,447	-	-	119,64,226	-	96,94,154	3,76,428	-	100,70,582	18,93,644	-
<b>Total</b>	-	<b>8901,65,015</b>	<b>626,03,589</b>	<b>342,92,315</b>	<b>15,00,600</b>	<b>9855,60,319</b>	-	<b>5634,65,467</b>	<b>250,46,269</b>	-	<b>5885,11,736</b>	<b>3970,46,583</b>	-
Previous Year	-	-	-	-	-	-	-	-	-	-	-	-	-

31-03-2016	31-03-2015
251,81,827	-
<b>251,81,827</b>	-

**NOTE '11'**

Capital Work in Progress

\*Transfer of fixed Assets pursuant to the Scheme of Arrangement (Refer note: 27 G)



**SUPERSHAKTI METALIKS PRIVATE LIMITED**

**Notes to Financial Statements for the year ended on 31st March, 2016**

(Amount in ₹)

		As At 31st March, 2016	As At 31st March, 2015
<b>Note No: 12</b>	<b><u>DEFERRED TAX ASSETS (NET)</u></b> <u>Deferred Tax Liability arising on account of</u> Depreciation <u>Less : Deferred Tax Assets arising on account of</u> Unabsorbed Depreciation Expenses allowable on payment basis <b>Closing Deferred Tax Assets (Net)</b>	415,00,478 576,47,156 23,95,630 <b>185,42,308</b>	- - - -
<b>Note No: 13</b>	<b><u>LONG TERM LOANS AND ADVANCES</u></b> (Unsecured and Considered Good unless otherwise mention) Advance Tax / T.D.S Capital Advance Security Deposit Pre Paid Expenses	269,13,195 42,86,796 5,75,522 32,993 <b>318,08,506</b>	- - - - -
<b>Note No: 14</b>	<b><u>OTHER NON-CURRENT ASSETS</u></b> Fixed Deposits (with more than 12 months maturities) Interest Accrued on Fixed Deposits	3,88,530 3,092 <b>3,91,622</b>	- - -
<b>Note No: 15</b>	<b><u>INVENTORIES ( Valued at lower of cost and net realisable value)</u></b> (As taken, Valued and Certified by the Management) Raw Materials Raw Materials in Transit Work-In-Progress Finished Goods Stores and Spares	1091,54,133 495,31,012 385,68,850 2530,16,390 370,12,721 <b>4872,83,106</b>	- - - - - -
<b>Note No: 16</b>	<b><u>TRADE RECEIVABLES (UNSECURED)</u></b> <b>Outstanding for a period exceeding six months from the due date</b> Consider Good Consider Doubtful Less: Provision for doubtful debts  <b>Other receivables (considered good)</b>	1271,90,041 8,26,775 (8,26,775) 1271,90,041 3235,78,861 <b>4507,68,902</b>	- - - - - -
<b>Note No: 17</b>	<b><u>CASH AND BANK BALANCES</u></b> <b><u>Cash &amp; Cash Equivalent</u></b> Cash on Hand Balance with Banks in Current Account <b><u>Other Bank Balances</u></b> Fixed Deposit with Bank ( held as margin money/ security)	7,29,798 100,35,183 127,38,849 <b>235,03,830</b>	37,484 30,171 - <b>67,655</b>
<b>Note No: 18</b>	<b><u>SHORT-TERM LOANS AND ADVANCES</u></b> (Unsecured and Considered good unless otherwise mentioned) Balance With Government & Statutory Authorities Advance Recoverable in Cash or in Kind - Considered Good Pre Paid Expenses	535,54,689 734,86,097 30,69,480 <b>1301,10,266</b>	- - - -
<b>Note No: 19</b>	<b><u>OTHER CURRENT ASSETS</u></b> Interest Accrued on Fixed Deposits Incentive/Subsidy Receivable Other Receivables	2,64,879 5,78,389 10,43,183 <b>18,86,451</b>	- - - -



**SUPERSHAKTI METALIKS PRIVATE LIMITED**

**Notes to Financial Statements for the year ended on 31st March, 2016**

(Amount in ₹)

**Note No.: 20 Gross Revenue From Operations**

**Sale of Products**

Domestic Sales

Less: Excise Duty

**Net Revenue from Operation**

**Other Operating Revenues**

Income from Supervisory Services

**Details of Product Sold**

**Finished Goods**

Wire Rod

TMT Bars

H.B Wire

Billet

**Gross Revenue from Operations**

As At 31st March, 2016	As At 31st March, 2015
24438,36,323	-
<b>24438,36,323</b>	-
2715,38,087	-
<b>21722,98,236</b>	-
59,09,922	-
<b>21782,08,158</b>	-

**Note No.: 21 OTHER INCOME**

Commission / Consultancy Income

Interest Income

Net gain on Foreign currency transactions / translations

Claims and Miscellaneous Receipts

Excess Liabilities written back

Profit on sale of Fixed Assets

17457,49,512	-
3979,17,229	-
1599,43,894	-
1402,25,688	-
<b>24438,36,323</b>	-
2596,49,582	-
18,30,989	-
22,50,507	-
5,78,895	-
141,68,233	-
1,140	-
<b>2784,79,346</b>	-

**Note No.: 22 COST OF MATERIALS CONSUMED**

Inventory at the beginning of the year

Add: Adjustment pursuant to the Scheme of Arrangement (Refer note: 27 G)

Add: Purchases

Less: Inventory at the end of the year

**Details of Materials Consumed**

Sponge Iron

Scrap / Pig Iron

Silico Manganese

-	-
1171,22,676	-
14310,68,064	-
15481,90,740	-
1091,54,133	-
<b>14390,36,607</b>	-
6693,12,711	-
7615,41,866	-
81,82,030	-
<b>14390,36,607</b>	-

**Note No.: 23 (INCREASE)/ DECREASE IN INVENTORIES OF FINISHED GOODS & WORK IN PROGRESS**

**Inventories at the end of the year**

Finished Goods

Work In progress

**Inventories at the beginning of the year**

Finished Goods

Work In progress

**Adjustment pursuant to the Scheme of Arrangement (Refer note: 27 G)**

Finished Goods

Work In progress

**Net (Increase) / Decrease**

**Details of Inventories at the end of the year**

**Finished Goods**

Billet

Wire Rod

TMT Bars

H.B.Wire

**Work In Progress**

Billet/ wire Rod

Others

2530,16,390	-
385,68,850	-
<b>(D) 2915,85,240</b>	-
-	-
-	-
<b>(A) -</b>	-
3148,52,466	-
60,61,667	-
<b>(B) 3209,14,133</b>	-
<b>C= (A + B) 3209,14,133</b>	-
<b>Total C - D 293,28,893</b>	-

**Total C - D**

1426,99,524	-
635,35,144	-
255,48,342	-
212,33,379	-
384,54,363	-
1,14,488	-
<b>2915,85,240</b>	-



**SUPERSHAKTI METALIKS PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended on 31st March, 2016**

(Amount in ₹)

	As At 31st March, 2016	As At 31st March, 2015
<b>Note No.: 24</b> <b>EMPLOYEE BENEFIT EXPENSES</b>		
Salaries, Wages and Bonus	224,08,233	-
Contribution to Provident and Other Funds	22,76,018	-
Gratuity Expenses (refer note: 27 H)	13,91,884	-
Staff Welfare Expenses	6,76,037	-
Less : Amount Capitalised	8,14,000	-
	<b>259,38,172</b>	<b>-</b>
<b>Note No.: 25</b> <b>FINANCE COST</b>		
<b>Interest Expenses</b>		
Interest on Term Loan	3,72,195	-
Interest on Working Capital	536,25,512	-
Interest Others	41,313	-
<b>Other Borrowing Cost</b>		
Other Financial Charges	71,62,039	-
Applicable Net Gain / Loss on foreign currency transactions	113,11,568	-
Less : Borrowing Cost Capitalised	36,66,179	-
	<b>688,46,448</b>	<b>-</b>
<b>Note No.: 26</b> <b>OTHER EXPENSES</b>		
<b>MANUFACTURING EXPENSES</b>		
Consumption of Stores and Spares	555,43,149	-
Power & Fuel	8111,89,401	-
Repairs to Plant & Machinery	30,30,049	-
Job / Labour Charges	88,98,420	-
Other Manufacturing Expenses	32,21,420	-
Increase / (decrease) of Excise Duty on Finished Goods	(68,70,675)	-
Less : Amount Capitalised	298,12,136	-
<b>TOTAL (A)</b>	<b>8451,99,628</b>	<b>-</b>
<b>SELLING &amp; ADMINISTRATIVE EXPENSES</b>		
Carriage Outwards /Other Selling Expenses	27,33,416	-
Fees, Rates & Taxes	22,24,771	5,805
Bank Charges & Commission	1,14,422	-
Insurance	13,31,673	-
Premium / Discount on Forward contracts	6,81,745	-
Motor Vehicle Expenses	3,99,860	-
Repairs and Maintenance to others	5,33,610	-
Professional & Legal Fees	1,90,886	3,124
Postage & Courier	17,514	-
Printing & Stationery	1,86,081	200
Payment to Auditor (refer details below)	3,00,000	3,000
Security Charges	44,16,078	-
Telephone Charges	1,26,047	-
Travelling & Conveyance	14,215	-
Miscellaneous Expenses	17,885	-
<b>TOTAL (B)</b>	<b>132,88,203</b>	<b>12,129</b>
<b>TOTAL (A+B)</b>	<b>8584,87,831</b>	<b>12,129</b>
<b>Payment to Auditor</b>		
<b>Statutory Auditor:</b>		
Statutory Audit Fees	2,50,000	3,000
Tax Audit Fees	50,000	-
	<b>3,00,000</b>	<b>3,000</b>



**SUPERSHAKTI METALIKS PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended 31st March, 2016**

( Amount in ₹ )

**Note No. 27 A Contingent Liabilities and Commitments (to the extent not provided for)**

	As at 31 March, 2016	As at 31 March, 2015
<b>i) Contingent Liabilities</b>		
Claims against the company not acknowledged as debt relating to:		
-Sales Tax demand	25,98,419	-
	<b>25,98,419</b>	-
<b>ii) Commitments (to the extent not provided for)</b>		
Outstanding Letter of Credit	828,31,270	-
	<b>828,31,270</b>	-

**B. Segment Reporting:** - The Company operates mainly in one business segment viz, Iron & Steel Products being primary segment and all other activities revolve around the main activity.

**C.** The Company uses forward contracts, swaps and other derivative contracts to hedge its risks relating to changes in exchange rates and interest rates. The use of such contract is consistent with the Company's risk management policy. The Company does not use forward contracts for speculation purposes.

(Amount in ₹)

Foreign currency exposures as on 31st March 2016 are as under:	As at 31 March, 2016	As at 31 March, 2015
<b>Hedged foreign Currency exposures</b>		
Buyers' Credit & Suppliers Liabilities	954,52,358	-
<b>Unhedged foreign Currency exposures</b>		
Buyers' Credit & Suppliers Liabilities	454,05,997	-

Outstanding short-term forward exchange contracts entered into by the Company on account of Payables including forecast payables:	As at 31 March, 2016	As at 31 March, 2015
No. of Contracts	4	-
US Dollar equivalents	14,38,990	-
INR equivalents	954,52,358	-

<b>D. Earning Per Share (EPS) :</b>	Unit of Measurement	31st March, 2016
Profit After Tax	Rs.	71,85,327
Weighted average number of Equity Share (Refer Note No.: 27 G )	Number	49,62,439
Earning per share- Basic & Diluted		1.45

(Amount in ₹)

<b>E. Value of Imported &amp; Indigenous Raw Materials and Stores &amp; Spares consumed</b>	For the year ended 31st March,2016	% of Total	For the year ended 31st March,2015	% of Total
<b>Raw Material</b>				
Imported	1990,02,086	13.83%	-	-
Indigenous	12400,34,521	86.17%	-	-
<b>Total Consumption</b>	<b>14390,36,607</b>	<b>100%</b>	-	-
<b>Stores &amp; Spares</b>				
Imported	42,59,889	7.67%	-	-
Indigenous	512,83,260	92.33%	-	-
<b>Total Consumption</b>	<b>555,43,149</b>	<b>100%</b>	-	-



**SUPERSHAKTI METALIKS PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended 31st March 2016**

**F. Related Party Disclosures:**

The management has identified the following related party disclosures in accordance with Accounting Standard 18 :

**(a) Related Parties where control exists and with whom transactions have taken place during the year**

Key Management Personnel (KMP)	Dilipp Agarwal, Director Deepak Agarwal, Director Ajay Kumar Bajaj, Director
Enterprises over which key management personnel and their relatives exercise significant influence and control (Others)	Super Smelters Limited Sai Electrocasting Private Limited

**(b) Related Party Transactions held during the year**

(Amount in ₹)

<u>Description</u>	<u>Current Year</u>		<u>Previous Year</u>	
	<u>KMP</u>	<u>Others</u>	<u>KMP</u>	<u>Others</u>
Purchase of Material/ Stores	-	2707,83,926	-	-
Sale of Stores items	-	13,483	-	-
Other Payments	5,01,000	-	-	-
<b>Balance outstanding at year end</b>				
Other Payables	5,01,000	2397,15,416	-	-



**SUPERSHAKTI METALIKS PRIVATE LIMITED**

**Notes to Financial Statements for the year ended 31st March 2016**

**G. Scheme of Arrangement**

Pursuant to the Scheme of Arrangement (the 'Scheme') between "the Company" (Resulting Company) (SMPL) and Super Smelters Limited (Demerged Company) (SSL) and their respective shareholders, the Durgapur Unit, along with its related assets and liabilities has been transferred to the Company upon the sanction of the Scheme by the Honorable High Court of judicature at Calcutta vide Order dated 14th June, 2016. The certified copy of the Order sanctioning the Scheme has been filed with the Registrar of the Companies, West Bengal, on 2nd August, 2016. Accordingly, the effect of the Scheme has been given from 1st April, 2015, the Appointed Date. In terms of the Scheme, effectively, from 1st April, 2015.

a) All assets and liabilities of the Durgapur Unit, have been transferred to the Company (Resulting Company) (SMPL) at the same book values appearing in the books of account of Super Smelters Limited.

	Amount (₹)	
	SMPL	
<b>ASSETS</b>		
<b>Non-current assets</b>		
Fixed Assets		
-Tangible assets	3266,99,548	
-Capital work-in-progress	533,97,462	
Long-term loans and advances	6,94,244	
Deferred Tax Assets (Net)	213,60,265	
		<b>4021,51,519</b>
<b>Current assets</b>		
Inventories	4703,67,683	
Trade receivables	6590,87,364	
Cash and bank balances	532,78,295	
Short-term loans and advances	324,21,278	
Other current assets	36,87,863	
		<b>12188,42,483</b>
<b>TOTAL (A)</b>		<b>16209,94,002</b>
<b>LIABILITIES</b>		
<b>Reserve &amp; Surplus</b>		
Securities Premium	2883,49,380	
General Reserves	25,41,105	
Surplus in Statement of Profit & Loss	686,42,563	
		<b>3595,33,048</b>
<b>Non-Current Liabilities</b>		
Long-term borrowings	9,36,874	
		<b>9,36,874</b>
<b>Current Liabilities</b>		
Short-term borrowings	5272,86,622	
Trade payables	5921,47,947	
Other current liabilities	867,28,482	
Short-term provisions	47,36,628	
		<b>12108,99,679</b>
<b>TOTAL (B)</b>		<b>15713,69,601</b>
<b>Excess of Assets over Liabilities in the books (A - B)</b>		<b>496,24,401</b>
<b>Adjusted against:</b>		
Equity Share Capital to be issued		496,24,390
General Reserve		11
General Reserve as per Note No.3: Rs.( 25,41,105 + 11 )=Rs.25,41,116/-		



b) 4,962,439 Equity shares of Rs 10 each have been issued to the equity shareholders of Super Smelters Limited (SSL) in the ratio of their respective shareholding in the Company as on 01.08.2016 (Record date). Fractional amount entitlement adjusted with General Reserve of the Company.

c) Supershakti Metaliks Private Limited (SMPL) is in the process of transferring all the above Assets and Liabilities in the name of "the Company" and the charges created in favour of secured lenders are in the process of modification for the assets transferred.

**SUPERSHAKTI METALIKS PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended 31st March 2016**

H. In accordance with the revised Accounting Standard-15 i.e. Employee Benefits. the requisite disclosure are as follow :

- (a) The amount recognized as an expenses for the Defined Contribution Plans are as under :
- Provident Fund as per the provisions of Employees Provident Funds and Miscellaneous Provisions Act, 1952

	For the year ended 31st March,2016	For the year ended 31st March,2015
(i) Provident Fund	16,49,070	-

- (b) In respect of Defined Benefit Plans, necessary disclosures are as under –

- (i) Benefits are of the following types :

**Gratuity**

- Every employee who has completed five years or more of service is entitled to Gratuity on terms not less favorable than the provisions of the Payment of Gratuity Act ,1972. The present value of obligation is determined based on actuarial valuation using Projected Unit
- Other Long Term Employee Benefits

**Leave Encashment Benefits**

( ₹ in Lacs)

The obligation for leave encashment is determined and recognised in the same manner as gratuity

- (ii) **The amounts recognized in the Balance Sheet are as follow:-**

Present value of obligations  
 Fair Value of plan assets  
**Total Liabilities**

	2015-16 Funded Gratuity	2014-15 Funded Gratuity
	70.94	-
	(16.08)	-
	<b>54.86</b>	-
	6.29	-
	4.80	-
	(1.48)	-
	-	-
	3.82	-
	-	-
	-	-
	<b>13.43</b>	-
	59.91	-
	6.29	-
	4.80	-
	3.73	-
	-	-
	(3.79)	-
	<b>70.94</b>	-

- (iii) **The amounts recognized in the Statement of Profit & Loss are as follow:-**

Current Service cost  
 Interest on obligation  
 Expected return on plan assets  
 Expected return on any reimbursement right recognized as an asset  
 Net actuarial losses /(gains) recognized during the year  
 Past service cost  
 Losses /(gains) on curtailments and settlements  
**Total included in Employee Benefits Expense**

- (iv) **Change in the Present value of the defined benefit obligation representing reconciliation of opening and closing balance are as follow:-**

Opening defined benefit obligation  
 Service Cost  
 Interest Cost  
 Actuarial Losses /(gains)  
 Past Service cost  
 Benefit paid  
 Closing defined benefit obligation





**SUPERSHAKTI METALIKS PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended 31st March 2016**

(₹ In Lacs)

	2015-16	2014-15
	Funded	Funded
	Gratuity	Gratuity
(v) <b>Change in the fair value of plan assets representing reconciliation of the opening and closing balance are as follow:-</b>		
Liabilities extinguished on settlements	-	-
Opening fair value of plan assets	18.48	-
Expected return	1.48	-
Actuarial gain/(losses)	(0.09)	-
Contribution by employer	-	-
Benefit paid	(3.79)	-
<b>Closing fair value of plan assets</b>	<b>16.08</b>	<b>-</b>
(vi) <b>The major categories of plan assets as a percentage of total plan assets are as follow:-</b>		
Insurer Managed Funds	100%	-
(vii) <b>Principal actuarial assumptions at the Balance Sheet date are as follow:-</b>		
Discount rate at 31st March	7.90% p.a	-
Expected return on plan assets at 31st March	7.90% p.a	-
Mortality Rate	LIC (06-08) Ultimate Table	-
Salary Escalation	7%	-
Withdrawal Rate	1% to 2% Depending on age	-

- (viii) The Gratuity Scheme is invested in a Group Gratuity - Cum - Life Assurance Cash accumulation policy offered by Life Insurance Corporation (LIC) of India. The information on the allocation of the fund into major asset classes and expected return on each major class are not readily available. The expected rate of return on plan assets is based on the assumed rate of return provided by the company.
- (ix) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.



**SUPERSHAKTI METALIKS PRIVATE LIMITED**  
**Notes to Financial Statements for the year ended 31st March, 2016**

I. Expenditure in Foreign Currency	For the year ended 31st March,2016	For the year ended 31st March,2015
Interest Paid	37,10,947	-

J. C.I.F. value of imports	For the year ended 31st March,2016	For the year ended 31st March,2015
Stores	19,65,629	-
Raw Material	2054,78,794	-

K. Certain Balances of Trade Receivable , Loans & Advances and Trade Payable are subject to confirmation and reconciliation and adjustments in this respect are carried out as and when amount thereof, if any, are ascertained.

L. In the opinion of the management and Board of the Directors, Current Assets and Loans & Advances have the value at which these are stated in the Balance Sheet, unless otherwise stated and adequate provisions for all known liabilities have been made and are not in excess of the amount reasonably required.

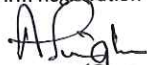
M. Previous year figures have been regrouped/re classified where necessary, to confirm to this year's classification. The financial statements for the year ended March 31, 2016 incorporate the impact of the Scheme of Arrangement mentioned in Note No. 27.'G'. from the appointed dates April 1, 2015. Hence, the amounts of financial year ended March 31, 2016 are not comparable with the previous financial year ended March 31, 2015.

As per our report of even date annexed herewith

**For SINGHI & CO.**

Chartered Accountants

Firm Registration No : 302049E



**ADITYA SINGHI**

Partner

Membership No: 305161

Kolkata,

Dated: 6th September, 2016

For and on behalf of the Board



**DEEPAK AGARWAL**

( Director)

DIN 00343812



**AJAY KUMAR BAJAJ**

( Director)

DIN 07604198

