



EL FORGE LIMITED

Regd.Off : No.1A, Sriperumbudur High Road (Via) Singaperumal Koil, Appur Village, Kattangulathur
Onrium, Chengalpattu District 603204 Phone: (044) 47112500 Fax: (044) 47112523
Corp.Office : No.21C, A.R.K.Colony, Eldams Road, Alwarpet, Chennai 600018 Ph (044)24334010
Email id:edf@elforge.com Web Site : <http://www.elforge.com> CIN : L34103TN1934PLC000669

Ref: EFL/BSE/2324/230823

23rd August 2023

To
BSE Ltd
Phiroze jee Jee Bhoy Towers,
Dalal Street,
Mumbai 400 001.

Dear Sirs,

Sub: Annual Report and Notice of 87th Annual General Meeting pursuant to Regulation 30 and 34 of SEBI (Listing Obligations and disclosure Requirements) Regulations, 2015,

We enclose copy of Annual Report together with Notice convening the 87th Annual General Meeting of the Company on Friday the 15th September 2023 at 12 noon at the Registered office of the company at No.1A, Sriperumpudur HighRoad (Via) Singaperumal Koil, Appur Village, Kattankulathur Onrium, Chengalpattu District 603204 .

The said Annual Report together with Notice has been sent on 22nd August 2023 by e_mail to the shareholders who have registered their email ID with the Company/Depository Participants. The Annual Report is also available on the Company's Website:- www.elforge.com

Kindly take the above on record.

Yours faithfully,
For EL FORGE LIMITED

R Sowmithri
Company Secretary & Compliance Officer



EL FORGE LIMITED



ANNUAL REPORT

2022 - 2023

EL FORGE LIMITED

BOARD OF DIRECTORS

Sri.V.Srikanth, Chairman
Sri.K.V.Ramachandran, Vice Chairman & Managing Director
Smt.Shubha Ganesh, Independent Director
Sri.S.Balakrishnan, Independent Director

CFO & COMPANY SECRETARY

Smt.R.Sowmithri

CHIEF EXECUTIVE OFFICER

Sri. K.R Srihari

AUDITORS

D.Venkatesan, B.Sc, F.C.A
Chartered Accountant
VGN Cosmopolis,
No.123, Meadows Street,
Ambattur Industrial Estate (Post),
Chennai 600 058.

BANKERS

Bank of Baroda, Barathidasan Salai, Chennai 600018
IndusInd Bank, Eldams Road, Chennai 600018.

SHARE TRANSFER AGENTS

M/s INTEGRATED REGISTRY MANAGEMENT SERVICES PVT LTD No.1,
Ramakrishna Street, 2nd Floor, North Usman Road, T.Nagar, Chennai -17.

REGISTERED OFFICE & FACTORY

1A, Sriperumbudur High Road (via) Singaperumal Koil Appur Village, Kattangulathur
Onrium, Chengalpattu Dist., PIN 603 204. Ph : (044) 47112500, Fax (044) 4711 2523

CORPORATE OFFICE

21C, A.R.K.Colony, Eldams Road, Alwarpet, Chennai 600018. Ph : (044) 24334010

EL FORGE LIMITED

NOTICE OF THE ANNUAL GENERAL MEETING

NOTICE is hereby given that 87th Annual General Meeting of EL FORGE LIMITED will be held on Friday, the 15th day of September, 2023 at 12 noon at the Registered Office of the Company at 1A Sriperumbudur High Road, (via) Singaperumal Koil, Appur Village, Kattangulathur Onrium, Chengalpet District 603204 to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Financial Statements for the year ended 31st March 2023, the Auditors' Report and the Directors' Report thereon.
2. To appoint a Director in the place of Mr. V. Srikanth (DIN00076856) who retires by rotation and being eligible, offers himself for reappointment.

Place : Chennai
Date: 10/08/2023

By Order of the Board

V.SRIKANTH
CHAIRMAN.

EL FORGE LIMITED

Notes

1. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself / herself and a proxy so appointed need not be a member of the Company. The proxy to be valid, shall be deposited with the Company not later than forty eight hours before the time for holding the meeting. Same person shall not be appointed as proxy on behalf for more than fifty members.
2. The instrument appointing Proxy should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
3. Members / Proxies should bring the attendance slips duly filled in for attending the meeting and annual report.
4. Members are requested to communicate the change of address, if any, quoting their respective folios to the Share Transfer Agents of the Company.
5. As per the provision for nomination in the Companies Act, 2013, Shareholders may nominate persons who shall become entitled to the Shares upon the death of such holders.
6. The nomination has to be made in the form prescribed without any cost to the shareholders. Shareholders interested, are requested to contact the “Shares Department” El Forge Limited, No.21C, A.R.K.Colony, Eldams Road, Alwarpet, Chennai - 600 018.
7. Members, who are holding shares in identical order of names in more than one account, are requested to intimate to the Share Transfer Agents the ledger folio of such accounts together with the share certificates to enable the Company to consolidate all the holdings into one account. The share certificates will be returned to the members after making necessary endorsement in due course.
8. Demat Details - The Company’s shares have been dematerialised with Central Depository Services Ltd and National Securities Depository Ltd. The ISIN No. of the Company is INE 158F01017 and INE158F03013.
9. Website - Quarterly information on results and other developments are posted on the Company’s Website Members also note that the notice of the 87th Annual General Meeting and the Annual Report for 2022-23 will also be available on the Company’s website : <http://www.elforge.com>
10. Electronic copy of the Annual Report will be sent to members in future whose email IDs are registered with the Company / Depository Participant(s) for communication purposes unless any member requests for a physical copy of the same. Positive consent letter is attached to the Notice being sent to the members for giving consent to receive documents in electronic mode.
11. In future electronic copy of the Notice of the General Meetings of the Company inter alia indicating the process and manner of e-voting along with attendance slip and proxy form will be sent to the members whose email IDs are registered with the Company/Depository Participant(s) for communication purposes unless any member requests for a physical copy of the same.
12. Members may also note that the Notice of the 87th Annual General Meeting and the Annual Report 2022-23 will also be available on the Company’s website www.elforge.com for being downloaded. The physical copies of the aforesaid documents will also be available at the Company’s Registered Office for inspection during normal business hours on working days till the date of the meeting. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company’s Investor email id edf@elforge.com.

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For the attention of shareholders holding shares in physical form Updation of PAN and Bank Account details

SEBI has mandated all issuer Companies to update the PAN and Bank Account details of all holders holding shares in Physical form. Hence we request all those share holders to communicate the details along with self attested proof of the PAN card and a cancelled cheque leaf of your Bank Account to The Registrar

Integrated Registry Management Services Private Ltd, 2nd floor, Kences Towers, No 1 Ramakrishna street, North Usman Road, T.Nagar, Chennai – 600017.

As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialised form with effect from April 1, 2020, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding physical shares are requested to consider converting their holdings to dematerialised form.

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EL FORGE LIMITED

As a part of the company's GO GREEN initiative, members who have not registered their e-mail id are requested to update the same with the company, if held in the physical form or to the Depository, if held in demat mode.

The route map for the venue of the AGM is enclosed.

1. Voting through Electronic means

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the AGM by electronic means and the business may be transacted through e-voting Services provided by National Securities Depository Limited (NSDL).

The instructions for e-voting are as under:

A. In case a Member receives an email from NSDL (for members whose email IDs are registered with the Company / Depository Participant :

- I. Open e-mail and open PDF file viz. "SPL e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password for e-voting. Please note that the password is an initial password.
- II. Launch internet browser by typing the following URL: <https://www.evoting.nsdl.com>
- III. Click on Shareholder – Login
- IV. Put user ID and password as initial password noted in step (i) above. Click Login.
- V. Password change menu appears, Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination there of, note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- VI. Home page of e-Voting opens. Click on e-Voting:Active Voting Cycles.
- VII. Select "EVEN" of El Forge Limited
- VIII. Now you are ready for e-Voting as Cast Vote page opens
- IX. Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
- X. Upon confirmation, the message "vote cast successfully" will be displayed.
- XI. Once you have voted on the resolution, you will not be allowed to modify your vote.
- XII. Institutional shareholders (i.e. other than individuals, HUF, NRI, etc.) are also required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail: bhave23@rediffmail.com with a copy marked to evoting@nsdl.co.in

B. In case a Member receives physical copy of the Notice of AGM (for members whose email IDs are not registered with the Company/Depository Participant(s) or requesting physical copy).

- I
 - (i)Initial password is provided as below/at the bottom of the Attendance Slip for the AGM. **EVEN** (EVoting Event Number) **USER ID PASSWORD/PIN**
 - (ii) Please follow all steps from Sr. No.(ii) to Sr.No. (xii) above, to cast vote.
- II. In case of any queries, you may refer the Frequently Asked Questions(FAQs) for shareholders and e-voting user manual for Shareholders available at the "downloads" section of www.evoting.nsdl.com
- III. If you are already registered with NSDLfor e-voting then you can use your existing user ID and password / PIN for casting your vote.

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- IV. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
 - V. The e-voting period commences on Tuesday 12th September, 2023 (9.00AM) and ends on 14th September, 2023 (5.00PM). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 8th September, 2023, may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
 - VI The voting rights of shareholders shall be in proportion to their shares of the paid up Equity share capital of the Company as on the cut-off date of 8th September, 2023.
 - VII Mrs.B.Venkatalakshmi, Practicing Company Secretary (Membership No. 1005) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
 - VIII The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman/Managing Director of the Company.
 - IX. The Results shall be declared on or after the AGM of the Company. The results declared along with the Scrutinizer's report shall be placed on the Company's website www.elforge.com and on the website of NSDL within two(2) days of passing of the resolutions at the AGM of the Company and communicated to BSE Ltd.
2. For the convenience of the members, Attendance Slip is annexed to this notice. Members /Proxy Holders /Authorised Representatives are requested to fill in and affix their signatures at the space provided therein and surrender the same at the venue.

EL FORGE LIMITED

REPORT OF THE DIRECTORS

The Directors present the 87th Annual Report along with the Audited Financial Statements of the Company for the year ended 31st March 2023.

1. Summarised Financial Results are given below

Particulars	For the Year Ended 31st March,2023	For the Year Ended 31st March,2022
	(Rs. in Lakhs)	
Revenue from Operation – Forgings	5846.31	4033.62
Other Income	4.99	16.75
Profit/(Loss) before Depreciation	351.19	77.29
Profit/(Loss) after Depreciation	(137.52)	(540.01)
Exceptional Income / Loss (-)	(93.15)	143.16
Net Profit/(Loss) after tax	(230.66)	(396.85)

2. Company Performance

The economic activity in the financial year 2022-2023 was fairly smooth with no major disruptions. Rebound in economic activity coupled with partial easing of supply-side challenges ensured that the automotive industry had a very strong year. At the close of the financial year 2022-23 revenue stood at RS.5846 lakhs representing a 46% year-on-year growth.

3. Dividend

The Directors have not recommended any dividend for the year under report due to loss incurred.

4. Borrowings

There are no borrowings from banks or financial institutions.

5. CORPORATE MATTERS

5.01 Human Resources

El Forge has always been a people driven Company and its employees remain its most valuable asset. Our employees have always extended full cooperation and support during good as well as difficult times, and have unstintingly put their best effects to deliver on all our commitments.

The Human Resources practices at your Company empowers the employees through greater knowledge, opportunity, responsibility, accountability and reward. Emphasis is laid on identifying & nurturing talent. Continuous improvement techniques are followed for betterment of the skills in the organisation by implementing TQM & other training programs and there exists an excellent system of assessment of the employees based on the sound HR practices.

During the year under review there were 152 employees on the rolls of the company.

5.02 Directors & Key Managerial Personnel

The following changes took place in the Directors and Key Management Personnel.

- 1) Mrs. Nivedita Lakshmi Ratan one of the independent Director resigned on 8th May,2023 due to personal reasons. The Board acknowledged her contribution to the company during her tenure with the company.
- 2) There was no change in the key management personnel.

Independent Directors' Declaration:

The Company has received the necessary declarations from each Independent Director in accordance with Section 149(7) of the Act and Regulations 16(1)(b) and 25(8) of the Listing Regulations, that he/she meets the criteria of independence as laid out in Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations. In the opinion of the Board, there has been no change in the circumstances which may affect their status as Independent Directors of the Company and the Board is satisfied of the integrity, expertise, and experience of all Independent Directors on the Board.

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6. Corporate Governance

With reference to Corporate Governance, the Company has complied with all possible requirements of the guidelines as laid out in Clause 49 of the Listing Agreement. **Annexure A** contains report on corporate governance enclosed herewith.

At present the Company has Four directors of which one director is an Executive Director and Three are nonexecutive.

7. Internal Control System and their adequacy

The Company has adequate system of internal control with reference to the financial as well as nonfinancial operations. All the transactions are properly authorised, recorded and reported by the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The Company ensures proper and adequate systems and procedures commensurate with its size and nature of its business even though there is no internal auditor during the year under report.

The company has appointed V.Srinivasan & Co on the basis of the recommendation of audit committee as internal auditor of the company from 1st April,2023.

8. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

Information as per Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules 2014 relating to Conservation of Energy, technology absorption and foreign exchange earnings and outgo for the financial year 2022-23 are annexed as **Annexure B** which forms part of this Report.

9. Management Discussion and Analysis

Management Discussion and Analysis report for the year under report as stipulated under Clause 49 of the Listing Agreement in respect of the Stock Exchanges in India, is enclosed herewith (please refer **Annexure C**).

10. Research & Development

R&D in El Forge is a continuous process. All efforts in product design and process development are directed at Customer's satisfaction, competitiveness, quality and responsiveness. This includes focus on material wastage reduction by improvement in technology and equipment with major emphasis at the Tool Room for value engineered die design and manufacture. Simultaneous efforts are made at the shop floor to improve manufacturing efficiency to sustain the development efforts. **Annexure B** to this report contains the details thereof.

11. Industrial Relations

Employees, at all levels, have contributed to the performance of the Company. Your directors place on record the co-operation of employees received during the year under report. The Directors also place on record the unstinted cooperation extended by the staff members during the period under report .

12. Fixed Deposits

The Company has not accepted (or renewed) any fixed deposits during the year under report. The unclaimed fixed deposits have been transferred to the IEPF account, during the year.

13. Applicability of Section 197(12) of Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014

Only one director is an executive Director in the company. There are two Key Management Personnel. The remuneration to all the three have been disclosed.

Disclosure under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 has been shown separately in **Annexure -D**

14. Directors Responsibility Statement

Pursuant to Section 134 (5) of the Companies Act, 2013, the Board of Directors of the Company hereby states and confirms that:

- a) In the preparation of Annual Accounts, the applicable accounting standards had been followed.
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March,2023 and of the Profit or Loss of the Company for that year.

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- c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors had prepared the Annual accounts on a going concern basis
- e) That proper internal financial controls were followed by the Company and that such internal financial controls was adequate and were operating effectively.
- f) That proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

15. Remuneration Policy of the Company

The remuneration policy of the Company comprising the appointment and remuneration of the Directors, Key Managerial Personnel and Senior Executives of the Company including criteria of determining qualifications, positive attributes, independence of a director and other related matters have been provided in the Corporate Governance report which is attached, herewith.

16. Secretarial Audit

Pursuant to provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, the Company engaged the Services of Mrs.B.Venkatalakshmi, Company Secretary in Practice, to conduct the Secretarial Audit of the Company for the financial year ended 31st March, 2023.

The Secretarial Audit report (in Form MR-3) is attached as Annexure to this Report. Please refer Annexure F in this report.

17. Related Party Transactions

All transaction entered by the Company with Related Parties were in the ordinary course of business and at Arm's Length pricing basis. The Audit Committee granted omnibus approval for the transaction (which are repetitive in nature) and the same was reviewed by the Audit Committee and the Board of Directors. There were no materially significant transactions with Related Parties during the financial year 2022-23 which were in conflict with the interest of the Company Suitable disclosures as required under IND AS 24 have been made in the notes on accounts forming part of the financial statements. Accordingly there are no transactions that are required to be reported in Form AOC-2 and accordingly AOC-2 has not been attached.

18. Corporate Social Responsibility

Our company does not fall under the criteria laid for Corporate Social Responsibility under section 135 of the Companies Act,2013 and hence the section is not applicable to the Company for the year under report.

19. Particulars of Loans, Guarantees or Investments

Your Company has not given any loan or given any Guarantees or made any investment during the year under Section 186 of the Companies Act, 2013

20. Vigil Mechanism / Whistle Blower Policy

Pursuant to Section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its powers) Rule 2014 and Clause 49 of the Listing Agreement, the Board of Directors had approved the policy on Vigil Mechanism/Whistle Blower and the same is hosted on the Website of the Company. The policy inter-alia provides a direct access to the Chairman of the Audit Committee.

Your Company hereby affirms that no Director/employee has been denied access to the Chairman of the Audit Committee and that no complaints were received during the year.

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21. Cost Records, Cost Auditors and Cost Audit Report [as required by Rule 8(5)(ix) of Companies (Accounts) Rules, 2014, as amended]

Rule 8(05)(ix) of the Companies (Accounts) Rules, 2014 requires to disclose, in the Board's Report, as to whether maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is required by the Company; in terms of the aforesaid requirement following disclosure has been made, relating to Cost Record and the cost audit.

(01) In accordance with the provisions of Section 148(1) of the Act, read with the Companies (Cost Records and Audit) Rules, 2014, the Company has made and maintained cost records and cost accounts, for the products manufactured by the Company. .

(02) Cost Audit is not applicable for the Financial Year 2022-23.

22. Additional Details, as amended

The Ministry of Corporate Affairs, Government of India, issued notifications dated 24th March 2021 to amend Companies (Accounts) Rules, 2014 to enhance the disclosures required to be made by the Company in Board Report, vide the Companies (Accounts) Amendment Rules 2021, by amending Amendment in Rule 8, i.e., matters to be included in Board's Report, with effect from Financial Year 2021-22. However, there is nothing to disclosure under the following sub-clauses, namely:

(01) Clause 8(5)(xi)

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

(02) Clause 8(5)(xii)

The details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof: Nil

23. Compliance of Secretarial Standard

As required by paragraph 9 of the SS-1, Secretarial Standard on Meetings of the Board of Directors, as amended/ revised by the ICSI, the Institute of Company Secretaries of India, and approved by the Central Government under Section 118(10) of the Act, which are applicable w.e.f. 01-10-2017, following disclosure has been made:

“The Board has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively throughout the year under report and subsequent years”

24. Director

Presently there are four Directors in the company. Two promoter Directors and two independent directors.

25. Statutory Auditors

The Company has appointed Mr.D.Venkatesan, FCA,Chartered Accountant (ICAI Membership no. 026465), Chennai as the Statutory Auditor of the Company from the conclusion of the 86th AGM till the conclusion of the 90th AGM. The Statutory Auditor have confirmed that the satisfied the independence criteria as required under the Act . The Audit report has for the year 2022-2023 is attached to the annual report.

26. Material changes

There has been no material changes affecting the financial position of the company between 31st March,2023 till the date of the report.

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27.Prohibition and redressal of sexual harassment of women at work place

Pursuant to the new legislation, “ Prevention, Prohibition of and Redressal of Sexual harassment of Women at Work place Act,2013” the company has framed a policy on prevention of sexual harassment at work place. There were no cases reported during the year under review under the policy.

28.The Annual Report for 2022-23 has been posted in the website of the company it can be accessed by clicking the following link.

[Annual Report -2022-23.pdf \(elforge.com\)](#)

29.Acknowledgements

The Company places on record the co-operation of Bankers, Bank of Baroda, Indus Ind Bank We also thank all our Customers, Suppliers, Employees and others connected with the business for their co-operation. We sincerely thank the shareholders for their support.

For and on behalf of the Board of Directors

**Place : Chennai
Date:10/08/2023**

**V.SRIKANTH
CHAIRMAN
(DIN 00076856)**

EL FORGE LIMITED

ANNEXURE A TO THE DIRECTORS' REPORT

REPORT ON CORPORATE GOVERNANCE

The Board of Directors of the Company lays great emphasis on the broad principles of Corporate Governance. Given below is the report on Corporate Governance.

1. Company's philosophy on code of Governance

El Forge was founded in 1934 as a Public Limited Company and has been governed on the principle of "Trusteeship". The philosophy of "Trusteeship" as the core value and basis of management, when translated into action is exhibited as 'transparency', 'responsibility' and 'integrity' and behaviour conforming to ethical practices.

This principle inherits through the organization and every employee pledges to abide by them, in order to ensure that highest standards are maintained in the conduct of the organization in its interaction with its stake holders, society and Government.

2. Composition of Board

During the year 2022-23, The Board is comprised of whole time Director-Vice Chairman & Managing Director, non-executive Chairman, and three non-executive Independent Directors..

Name of the Director	Category	Attendance Particulars			Number of other Directorships and Committee Memberships// Chairmanships in other Indian Public Companies		
		Number of Board Meetings	Last AGM	Other Director Ships	Committee Member Ships	Committee Chairman Ships	
		Held	Attended				
Mr.V.Srikanth	Non Executive	5	5	Yes	2	-	-
Mr.K.V.Ramachandran	Executive	5	5	Yes	3	3	1
Ms. Nivedita Lakshmi Ratan	Non Executive & Independent	5	3	yes	2	-	-
Ms.Shubha Ganesh	Non Executive & Independent	5	4	Yes	-	-	-
S.Balakrishnan	Non Executive & Independent	5	5	NA	-	-	-

Requirement of core skills/expertise/competencies for the Board of Directors as identified for Companies Business

The Board continues to recognise that an appropriate mix of diversity and skills is key for introducing different perspectives into Board debate and for better anticipating the risks and opportunities in building a long-term sustainable business. As set out in the charts below, each member of the Board offers a range of core skills and experience that is relevant to the successful operation of the Group.

The below table summarises the key qualifications, skills and attributes which are taken into consideration while nominating to serve on the Board.

Areas of expertise required	Description
Strategy & Planning	Ability to think strategically; identify and critically assess strategic opportunities and threats. Develop effective strategies in the context of the strategic objectives of the Company, relevant policies and priorities
Board Diversity	Representation of Gender, or other perspectives that expand the Board's understanding of the needs and viewpoints of our customers, partners, employees, governments and other stakeholders.
Business operations	Experience in driving business success and regulatory frameworks and have a broad perspective on market opportunities.
Technology	A significant background in technology resulting in knowledge of how to anticipate technological trends, generate disruptive innovation and extend or create new business models.

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Report on Corporate Governance

Areas of expertise required	Description
Sales & Marketing	Experience in developing strategies to grow sales and market share, build brand awareness and equity and enhance Company reputation.
Finance Acumen	Ability to comprehend, interpret and guide on financial management, reporting, controls and analysis
Governance and Risk Management	Experience in the application of Corporate Governance principles. Ability to identify key risks to the Company in a wide range of areas including legal and regulatory compliance

In the table below, the specific areas of focus or expertise of individual board members have been highlighted. However, the absence of a mark against a member's name does not necessarily mean the member does not possess the corresponding qualification or skills:

Name of the director	Areas of Expertise						
	Strategy & Planning	Board Diversity	Business operations	Technology	Sales & Marketing	Finance Acumen	Governance and Risk Management
Mr.V SRIKANTH – Chairman	√	√	√	√	√	√	
Mr. K V Ramachandran Vice chairman & Managing Director	√	√	√	√	√	√	√
Mrs. Nivedita Lakshmi Ratan Independent Director	√	√				√	√
Mrs. Shubha Ganesh Independent Director	√	√				√	√
Mr. S.Balakrishnan Independent Director	√	√	√	√	√	√	√

During the financial year 2022-2023, Five (5) Board Meetings were held on 30/05/22,12/08/22, 30/08/22, 11/11/22 and 09/02/23. Details of Composition of the Board of Directors, Directors' Attendance Records and Directorships are given below.

3. Audit Committee

The Audit Committee was constituted in March 2002. The powers and the role of the Audit Committee are in accordance with Clause 49 II (C) and (D) of the Listing Agreements with the Stock Exchanges read with Section 177 of the Companies Act, 2013.

The terms of reference of the Audit Committee include:

- a) To review financial statements and pre-publication announcements before submission to the Board.
- b) To ensure compliance of internal control systems and action taken on internal audit reports.
- c) To appraise the Board on the impact of accounting policies, accounting standards and legislation.
- d) To hold periodical discussions with statutory auditors and internal auditors on the scope and consent of the audit.
- e) To review the Company's financial and risk management policies.
- f) To make recommendations to the Board on matters relating to the financial management of the Company including Audit Report. During the financial year 2022-2023, four Audit Committee Meetings were held on 30/05/22, 12/08/22, 11/11/22 and 09/02/23.

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The Composition of the Audit Committee and details of meetings attended by Directors are given below :

Name of the Directors	Position	Number of Meetings attended during 2022-23	
		Held	Attended
Mrs.Shubha Ganesh	Chairman	4	3
Mrs. Nivedita Lakshmi Ratan	Member	4	2
Mr.V.Srikanth	Member	4	4
Mr S. Balakrishnan	Member	4	4

4. Remuneration of Directors

A remuneration Committee was constituted on 12.06.2004. The broad terms of reference of the Remuneration Committee are as follows:

- a) Review the remuneration of the Executive Chairman and Vice Chairman & Managing Director, executive directors and key management personnel after considering the Company's performance.
- b) Review and recommend payment of commission to the executive Directors or other Directors.
- c) Recommend to the Board, the remuneration including Salary, Perquisites and Commission to be paid to the Whole time Directors of the Company.

Composition of the Nomination & Remuneration Committee and the details of the meetings attended.

Name of the Directors	Position	Number of meeting attended during 2022-23	
		Held	Attended
Mr. S. Balakrishnan	Chairman	1	1
Mr. V. Srikanth	Member	1	1
Ms. Nivedita Lakshmi Ratan	Member	1	1

Details of Remuneration paid to Board of Directors

Non-whole time Directors		Whole time Directors			
Name	Sitting Fees (Rs.in Lacs)	Name	Salary (Rs. In Lacs)	Perquisites (Rs.in Lacs)	Total (Rs.in Lacs)
Mr. S. Balakrishnan	0.45	K.V.Ramachandran	43.80	33.15	76.95
Mr.V.Srikanth	0				
Mrs.Niveditha Lakshmi Ratan	0				
Mrs. Shubha Ganesh	0.35				
Total	0.80				

EL FORGE LIMITED

Service Contracts, Severance Fees and Notice Period :

Period of Contract of Vice Chairman & Managing Director : 3 Years from 01.04.2022;

5. Stakeholders Relationship Committee

The Committee meets at frequent intervals to consider, inter alia share transfers, share holders' complaints etc.

During the Financial Year 2022-23 four Shareholders / Investors Grievance Committee Meetings were held on 30/05/22, 12/08/22, 11/11/22 and 09/02/23.

The Composition of the Investors Grievance Committee and details of the meetings attended by the Directors are given below

1. Stakeholders Relationship Committee

Name of Members	Position	No. of Meetings attended during the year 2022-2023
Mrs. Nivedita Lakshmi Ratan	Chairman	2
Mr.V.Srikanth	Member	4
Mr. K.V.Ramachandran	Member	4
Mrs. Shubha Ganesh	Member	3
Mr. S Balakrishnan	Member	4

2. Share Transfer Committee

Name of Members	Position	No. of Meetings attended during the year 2022-2023
Ms.Nivedita Lakshmi Ratan	Chairman	2
Mrs. Shubha Ganesh	Member	3
Mr. K.V.Ramachandran	Member	4
Mr. S Balakrishnan	Member	4

Mrs.R.Sowmithri, the Company Secretary is the Compliance Officer. Shareholders' complaints are attended, immediately, on receipt of complaint, to the satisfaction of the Shareholders.

6. Information placed before the Board of Directors, inter alia, include:

The Board has complete access to any information within the company. The information regularly supplied to the Board of Directors includes:

- i) Annual operating plans and budgets and any updates
- ii) Capital Budgets any updates
- iii) Annual Accounts, Directors' Report etc.
- iv) Quarterly Results of the Company
- v) Minutes of the meetings of Audit Committee and other Committees of the Board
- vi) The information on recruitment and promotion of Senior Officers to the level of Executive
- vii) Director which is just below the Board level.
- viii) Fatal or serious accidents, dangerous occurrences etc.
- ix) Operational highlights.
- x) Major investments.
- xi) Award of large contracts.
- xii) Disclosure of interest by Directors about Directorship and committee positions occupied by them in other companies.
- xiii) Quarterly Report on Foreign exchange exposures.
- xiv) Any significant development in Human Resources / Industries Relations.
- xv) Non-Compliance of any regulatory, statutory or listing requirements and shareholders services such as non payment of dividend, delay in transfer of shares etc.,
- xvi) Short term investments.
- xvii) Information relating to any legal disputes.
- xviii) Other materially important information.

EL FORGE LIMITED

7. General Body Meetings

Location and time where last three Annual General Meetings were held are given below:

Financial Year	Location of the meeting	Date	Time
2019-20	Registered Office of the Company at 1A, Sriperumbudur High Road, (Via) Singa-perumal Koil, Appur Village, Kattangulathur Onrium, Chengalpattu District 603204.	Sep 25, 2020	11.30AM
2020-21	Registered Office of the Company at 1A, Sriperumbudur High Road, (Via) Singa-perumal Koil, Appur Village, Kattangulathur Onrium, Chengalpattu District 603204.	Sep 17, 2021	12.00Noon
2021-22	Registered Office of the Company at 1A, Sriperumbudur High Road, (Via) Singa-perumal Koil, Appur Village, Kattangulathur Onrium, Chengalpattu District 603204.	Sep 30, 2022	12.00Noon

Special Resolution was passed for appointing an independent director of the AGM held in the Financial Year 2021-22 and 2020-21.

No special was passed in the Financial Year 2019-20.

8. Subsidiary Companies

The company has no subsidiaries.

9. Disclosures

Details of related party transactions:

There are no materially significant related party transactions which may have potential conflict with the interests of the Company at large during the year under report.

Pecuniary relationship or transactions of the Non-executive Directors

There is no material transaction with any Non- Executive as well as Independent Directors of the company that requires separate disclosure. The non executive Directors have not taken their sitting fees during the year.

Details on the use of proceeds from Public Issues, Rights issues, Preferential Issues etc. During the year there has been no fresh issue of capital.

Details of Non-compliance, penalties, strictness imposed on the Company by Stock Exchange or SEBI or any Statutory Authority or any matter related to Capital markets during the last three years.

None during the year. The company's application for revocation of suspension in trading of equity shares is pending with BSE.

10. Secretarial Audit

As required under Regulation 55A of SEBI (Depositories and Participants) Regulations, 1996, Secretarial Audit was carried out by a qualified practicing Company Secretary on a quarterly basis, to reconcile the total admitted capital with both the depositories and the total issued and listed capital. The total number of shares in physical form and the total number of dematerialized shares held with the depositories were in agreement with the total issued, paid up and listed capital.

11. Means of communication

The quarterly, half-yearly and full year results are published in Financial Express and Malai Malar The quarterly results are posted on the Web site : <http://www.elforge.com>

12. Management Discussion and Analysis Report –

Forms part of the annual report.

EL FORGE LIMITED

13. General Shareholders information

A. Annual General Meeting

Date and Time : 15th September,2023
Venue : 1A, Sriperumbudur High Road, Appur Village,
Chengalpattu District 603204

Cut off date for e-voting : 8th September, 2023

E-Voting : 12th September,2023 (9.00 am) to 14th September,2023 (5.00 pm)

b) Financial Calendar

The Financial Year of the Company comprises a period from April to March (12 Months). The results for every quarter beginning from April is declared within 45 days from the end of the quarter and the audited results were declared in May as permitted under the listing agreement.

c) Listing on Stock Exchanges

The Company's shares are listed on

BSE

Phiroze Jee Jee Bhoj Towers
Dalal Street, Mumbai 400 001.

The trading was resumed with effect from 30th December,2022 after revocation of suspension.

d) Stock Code

BSE – Script Code No.531144

e) Market Price Data

As the trading of shares in BSE has been suspended the details of monthly highest and lowest closing quotations of the equity shares of the Company are not available.

Month	High	Low	Volume
Jan	14.67	6.45	344866
Feb	10.80	7.59	149389
Mar	11.73	6.62	18295

(f) Registrars and Share Transfer Agents

M/s.Integrated Registry Management Services Pvt Ltd,“Kences Towers”, 2nd Floor, No.1, Ramakrishna Street T.Nagar, Chennai 600 017, Phone:044-28140801, Fax : 044 – 28143378, Demat ISIN No. INE 158F03013 INE 158F01017

g) Share Transfer System

Applications for transfer of shares held in Physical form are received at the Registrars and Share Transfer Agents of the Company. The Power to approve transfer of shares has been delegated by the Board to the Share Transfer Committee.

h) Investor Services

Complaint received during the year

Nature of the Complaints	For the Year 2022-23	
	Received	Cleared
Relating to Transfer, Transmissions, Dividend, Demat and Remat and Change of Address etc.	0	0

EL FORGE LIMITED

Distribution of Shareholdings as on 31st March, 2023.

Sl No	Category	Holders	% of Shareholders	Holdings	% of Holdings
01	Upto 100	5560	56.73	285573	1.41
02	101 - 250	1536	15.67	281663	1.39
03	251 - 500	1057	10.79	420396	2.07
04	501 - 1000	650	6.63	526277	2.59
05	1001 - 5000	681	6.95	1551873	7.64
06	5001 - 10000	138	1.41	1068426	5.26
07	10001 & Above	179	1.83	16190096	79.66
	TOTAL	9801	100.00	20324304	100.00

Pattern of Shareholding as on 31st March, 2023

S No	Category	No. of Shares	% of Shareholding
1	Promoters	8273677	40.71
2	Corporate Bodies	1741212	8.57
3	Mutual Funds	1605	0.01
4	Banks	945	0.00
5	NRI's/Foreign Nationals	190453	0.94
6	Public	10116412	49.77
	Total	20324304	100.00

14. Address for Correspondence

Plant location :- Given in the first page of Annual Report

<p>To the Company</p> <p>Mrs.R.Sowmithri</p> <p>Compliance Officer and Company Secretary 21C, A.R.K.Colony, Eldams Road, Alwarpet, Chennai - 600 018. Ph No. 24334010 Email : edf@elforge.com</p>	<p>To the Registrar & Transfer Agent - for Shares Transfers / Transmissions etc. Mr.K.Suresh Babu Director Integrated Registry Management Services Pvt Ltd, Kences Towers, IInd Floor, 1,Ramakrishna Street, North Usman Road, T.Nagar, Chennai 600 017. Ph : 28140801 Email : srirams@integratedindia.in</p>
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15. Insider Trading

Pursuant to the Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992, the Company has adopted a code of conduct for prevention of insider trading and required disclosure practices.

16. Compliance with Non-mandatory Requirements

The status of compliance in respect of non-mandatory requirements of Clause 49 of Listing Agreement.

- i) Remuneration Committee : Details are given under the heading Remuneration Committee.
- ii) Shareholder Rights - The financial results are also put up on the Company's website.
- iii) Audit Qualification:.

The Company continues to adopt best practices to ensure a regime of unqualified financial statements.

EL FORGE LIMITED

- IV) Remuneration Committee : Details are given under the heading Remuneration Committee.
v) Shareholder Rights - The financial results are also put up on the Company's website.
V. Mechanism for evaluation of non-executive Board Members –The performance evaluation of non-executive members is done by the Board annually based on criteria of attendance and contributions at Board Committee meetings as also role played / contributions other than at meetings.

Declaration by the Managing Director under Clause 49 of the Listing Agreement regarding adherence to the Code of Conduct.

In accordance with Clause 49 sub-clause 1(D) of the Listing Agreement with Stock Exchanges, I hereby confirm that all the Directors of the Company have affirmed compliance to their respective codes of conduct as applicable to them for the year ended 31st March, 2023

Place: Chennai
Date :10/08/2023

K V RAMACHANDRAN
VICE CHAIRMAN AND MANAGING DIRECTOR
(DIN NO.:00322331)

EL FORGE LIMITED

ANNEXURE B TO THE DIRECTORS' REPORT PARTICULARS OF CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE CONSERVATION OF ENERGY

- | | | |
|----|--|---|
| 1. | Energy Conservation measure taken | Gas and Power Consumption are closely Monitored to conserve energy. |
| 2. | Additional Investments and Proposal if any being implemented for reduction of consumption of energy | |
| 3. | Impact of the measures at 1 and 2 Above for reduction of energy Consumption and consequent Impact on the cost of Production of goods | Nil

Not Applicable |

FORM OF DISCLOSURE OF PARTICULARS WITH RESPECT TO TECHNOLOGY ABSORPTION

Sl.No.	RESEARCH AND DEVELOPMENT	
	(R & D)	
1	Specific areas in which R & D carried out by the Company	Research & Development is an ongoing process to improve the quality of end products.
2	Benefits derived as a result of the above R & D	1) Developing new forgings to meet specific requirements. 2) Reduction in cost and improvement in quality
3	Future plan of action	Continued improvement in quality and productivity
4	Expenditure on R & D	Expenditure on R & D is not directly incurred during the period and hence not ascertainable
	a) Capital	Nil
	b) Recurring	Nil
	c) Total	Nil
	d) Total R & D expenditure as percentage of total turnover	Nil

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EL FORGE LIMITED

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION

1. Efforts in brief, made towards technology absorption, adaptation and innovation	Continuous interaction with Technology Experts to improve quality, die life, etc.,
2. Benefits derived as a result of the above efforts Eg. Production Improvement, cost reduction, product development, import substitution etc.,	Reduction in Rejections and improvement in yield.
3. In case of imported Technology (imported during the last three years reckoned from the Beginning.	Not Applicable.

FOREIGN EXCHANGE EARNING AND OUTGO

1. Activities relating to Exports	Overseas Markets are being constantly scanned and Requests for quotations from customers overseas are answered and followed up to obtain orders.
2. Initiatives taken to increase exports and development of new export markets for products and services and export plans.	1. Present and prospective buyers are being invited to see our production and Inspection Facilities. 2. Quality systems are constantly being upgraded to meet international Requirements
3. Total Foreign Exchange	
a) Used (Rs. In Lacs)	Nil
b) Earned (Rs. in Lacs)	69.51

EL FORGE LIMITED

ANNEXURE C TO THE DIRECTORS' REPORT Management Discussion and Analysis

Overview

The objective of this report is to convey the Management's perspective on the external environment and forging industry, as well as strategy, operating and financial performance, material developments in human resources and industrial relations, risks and opportunities and internal control systems and their adequacy in the Company during the FY 2022-23.

This should be read in conjunctions with the Company's financial statements, the schedules and notes thereto and other information included elsewhere in the Integrated Report. The Company's financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') complying with the requirements of the Companies Act, 2013 as amended and regulations issued by the Securities and Exchange Board of India ('SEBI') from time to time

Global Economy

During the calendar year 2022, strong private consumption and investment, greater fiscal support, improved pent-up demand and consumer spending, among others, contributed to the favourable growth globally. On the supply side, easing bottlenecks and lower transportation costs reduced pressures on input prices and allowed for a rebound in previously constrained sectors. Energy markets have adjusted faster than expected to the shock from Russia's invasion of Ukraine.

Global economy is expected to pick up modestly in CY 2023 and 2024 with subsiding inflation and gradual recovery from the effects of Russia-Ukraine crisis. The emerging economies will dominate global economic activity in CY 2023 with their growth estimated to rise modestly from 3.9% in CY 2022 to 4% in CY 2023 and 4.2% in CY 2024. Growth in China is expected to pick up with the reopening of economic activities and rapidly improving mobility in CY 2023. (Source: IMF World Economic Outlook, January 2023).

Indian Economy

The Indian economy has seen a recovery after the damaging impact of the COVID-19 pandemic. However, the global slowdown, geopolitical tensions, stubbornly high inflation, and rising interest rates have posed challenges to faster expansion. As per provisional estimates, India recorded a GDP growth of 7.2% in FY 2022-23 as against 9.1% in FY 2021-22. Growth is estimated to decline to 6.1% in FY 2023-24 before picking up to 6.8% in FY 2024-25 with resilient domestic demand despite external headwinds.

India has shown remarkable resilience to global headwinds in FY 2022-23 and remains in a sweet spot owing to its strong macroeconomic fundamentals. Government initiatives such as Make in India, production-linked incentive (PLI) scheme are expected to boost manufacturing and accelerate economic growth. Along with this, efforts by the Reserve Bank of India (RBI) have led to an improvement in the health of the financial sector and sharply accelerated credit growth driving higher tax collections in a moderate inflation environment. High-frequency indicators such as Goods & Services Tax (GST) collections, manufacturing Purchasing Managers' Index (PMI), pick-up in government spending and private capital expenditure -all indicate healthy economic momentum (Source: IMF World Economic Outlook January 2023, Union Budget 2023-24)

Outlook

The outlook of the Indian economy remains robust. Measures announced in the Union Budget for the next fiscal such as increased capex, focus on infrastructure development, boost to green economy and initiatives for strengthening financial markets are expected to promote job creation and spur economic growth. However, there remains considerable uncertainty due to the challenging global economic conditions. (Source: IMF World Economic Outlook January 2023, Union Budget 2023-24)

Indian Auto Industry

The government's strong push for domestic manufacturing has aided the growth of the Indian automobile industry in FY 2022-23. The year gone by saw India becoming the 3rd largest automobile market after China and US. The Indian automotive industry is expected to sustain its growth momentum in 2023 despite the challenges such as escalating input costs, increased cost of ownership due to regulatory issues and higher inflation which can result in price hike of vehicles.

Factors such as improved consumer demand, wide availability of credit and financing options, population growth, and integration of wireless technology in cars and popularity of EVs are likely to fuel the growth of the automotive industry. Increased capital outlay of ₹10 lakh crore on infrastructure development are also expected to create opportunities for the automotive industry. Government policies such as Make in India, Production Linked Incentive (PLI) scheme, Foreign Trade Policy (FTP) and schemes such as Advance Authorization, and Export Promotion Capital Goods Scheme are expected to boost manufacturing and export of automobiles.

EL FORGE LIMITED

Opportunities & Threats

The government has developed numerous programs to help manufacturers, such as the Production Linked Incentive (PLI) Scheme, which is a cornerstone of the government's endeavour to achieve an Atmanirbhar Bharat • The scheme's goal is to stimulate domestic manufacturing in strategic and emerging areas, improve the cost competitiveness of domestically-made goods, and increase local capacity and economies of scale • Domestic producers are given a preference in the defence sector which will provide new opportunities to the industry .

A faster shift to electric vehicles, will have a impact on our business • Several new companies are entering the market, and existing rivals in adjacent product categories are also increasing their offerings. Under utilisation of the installed capacity resulting in increasing fixed costs of the company, growing cost of key raw materials may impact revenues and profitability of the company.

Risk Management

The Company has a well-devised risk management process aimed at identifying, prioritizing, mitigating and monitoring risks. The key risks impacting its business include economic, foreign exchange, raw material, technology, funding, talent and cyber security risks. The Company has undertaken measures to mitigate these risks.

Commodity Price Risk

The Steel prices have increased substantially during the year and continues to be on the upward spiral. The increases are compensated from customers. Other input costs are also increasing and the company deals with obtaining compensation from customers on a case to case basis.

Financial and Operational Performance:

The Company has undertaken numerous operational initiatives to improve performance and reduce material loss. Undertaken impactful actions to make its quality control process robust and reduce cost of production. We have implemented strict control on raw material purchase and implemented productivity measures, both manpower and machine productivity. Also a number of cost control and cost management measures were initiated during the periods of slowdown this year to improve the financial performance.

Key Financial Ratios:

In accordance with the SEBI (listing Obligations and Disclosure Requirements) Amendment Regulations, 2018 the Company is required to give details of significant changes (changes of 25% or more as compared to immediately previous financial year) in financial ratios are as follows.

Particulars	2022-23	2021-22	Reasons for deviation
Inventory Turnover Ratio	28.53	25.20	Improvement in Turnover
Trade Receivables Turnover Ratio	20.25	24.04	change in Collection pattern
Trade Payable Turnover Ratio	10.11	8.11	Improvement in Payments

Manpower Development in HR and Industrial relations:

Over the years Company has maintained consistency in its efforts in training and developing its human resource with a view to face the competition. Industrial relations were in order throughout the year and there was satisfactory co-operation between the management and the workers in working towards the overall objectives of the Company.

EL FORGE LIMITED

Financial Review			
Particulars	2022-23	2021-22	Increase / (Decrease) in%
Income			
Revenue from operations (incl.excise duty)	5846.31	4033.62	44.94%
Land Income	-	-	
Other income	4.99	16.75	-70.21%
Total	5851.30	4050.37	44.46%
Expenditure			
Cost of materials and services consumed	3216.78	2218.94	44.97%
Changes in inventories of finished goods, stock-in-trade and work-in-progress	-56.91	-30..72	85.25%
Total	3159.87	2188.22	44.40%
Cost of Land Sold	-	-	
Employee benefits expense	965.45	750.51	28.64%
Finance costs	39.77	43.28	-8.11%
Depreciation and amortisation expense	488.71	617.30	-20.83%
Other expenses	1335.01	991.08	34.70%
Total	5988.81	4590.39	30.46%
Profit/ (Loss) before exchange gain/ (loss) on swap contracts, exceptional items and tax	-137.52	-540.01	-74.53%
Exchange gain/ (loss) on swap contracts	0.00	0.00	0.00
Profit/ (Loss) before exceptional items and tax	-137.52	-540.01	-74.53%
Exceptional Items [Income / (Expenses)]	93.15	143.16	-34.93%
Profit/ (Loss) before extraordinary items and tax	-230.66	-396.85	-41.88%
Extraordinary Items	0.00	0.00	0.00
Profit/ (Loss) before tax	-230.66	-396.85	-41.88%
Tax expense:			
(a) Current tax expense	0.00	0.00	0
(b) (Less): MAT credit	0.00	0.00	0
(c) Short / (Excess) provision for tax relating to prior years	0.00	0.00	0
(d) Net current tax expense	0.00	0.00	0
(e) Deferred Tax	0.00	0.00	0
Tax expense	0.00	0.00	0
Profit for the year from continuing operations	-230.66	-396.85	-41.88%
Basic Earning per Share	-1.13	-1.95	
Diluted Earning per share	-1.13	-1.95	
Face Value (Rs.).	10.00	10.00	

EL FORGE LIMITED

Revenues

The revenues are from the sale of forgings. During the year there has not been any income from sale of land.

Costs

Material Costs :The material cost for the year remained the same at 55% of the sale value as in the previous year.

Staff Cost :There is a marginal increase in the staff costs in order to maintain and retain talent with the company.

Other expenses :The management has made constant efforts to bring down costs and as a result other costs have also dropped during the year compared to the previous year.

Depreciation :

The depreciation has been charged according to the provisions of the companies Act, 2013

Summary of Balance Sheet is given below :

Particulars	As At 31/03/2023	As At 31/03/2023	Inc/(Dec) %
Source of Funds			
Share holders Funds	-6080.44	-5849.78	3.94%
Non current Liabilities	8736.13	8736.13	0.00%
Current Liabilities	1056.05	804.40	31.28%
Total	3711.74	3690.75	
Application of Funds			
Fixed Assets	2347.42	2656.23	-11.63%
Investments	0.01	0.01	0.00%
Loans & other Non Current Assets	86.66	68.61	26.31%
Current Assets	1277.65	965.90	32.28%
Total	3711.74	3690.75	

Summary of Cash Flow Sheet is given below :

Particulars	2022-23	2021-22
Profit / Loss (-) for the year	230.66	(396.85)
Operating profit before working capital changes	296.35	98.57
Cash generated from operations	(334.04)	(1.58)
Income tax paid	0.00	0.00
Net cash flow from operating activities [A]	(334.04)	(1.58)
Net cash flow from investing activities [B]	(203.93)	100.95
Net cash flow (used in) financing activities [C]	(39.77)	(43.28)
Net cash Inflow [A+B+C]	90.33	59.24
Opening cash and cash equivalents	142.21	82.97
Closing cash and cash equivalents*	232.54	142.21

Human Resources

El Forge has always been a people driven Company and its employees remain its most valuable asset. Our employees have always extended full cooperation and support in good as well as difficult times, and have unstintingly helped to deliver on all our commitments. The Human Resources practices at your Company empowers the employees through greater knowledge, opportunity, responsibility, accountability and reward. Emphasis is laid on identifying & nurturing talent. Continuous improvement techniques are followed for betterment of the skills in the organisation by implementing TQM & other training programs and there exists an excellent system of assessment of the employees based on the sound HR practices.

During the year under review, there were 152 employees on the rolls of the company.

EL FORGE LIMITED

Foreign Exchange Risk

The Company is exposed to foreign exchange risks on account of its exports. Your Company has formulated a hedging strategy for foreign currency exposures.

Internal control systems and their adequacy

The Company has an internal control system that is geared towards achieving efficiency in operations, optimum utilisation of resources effective monitoring and applicable laws and regulations. The have in place adequate compliance with all company a proper and term an operations provide reason of internal controls commensurate with its size nature to enable assurance that all assets are safeguarded, transactions are authorised, recorded and stated properly and applicable statues and corporate policies are duly complied with.

Cautionary Statement

The information and opinion expressed in this Report may contain certain forward-looking statements, which the management believes are true to the best of its knowledge at the time of its preparation. The management shall not be liable for any loss, which may arise as a result of any action taken on the basis of the information contained herein. Prior written permission of the Company may be obtained for furnishing this information to any person

EL FORGE LIMITED

ANNEXURE D

Statement of Disclosure of Remuneration under Section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sr. No. Requirement Information Ratio % Change

- 1) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year

There are only two employees as on March 31, 2023, who are Key Managerial Personnel. Their remuneration is disclosed in the Financial Statements

- 2) % increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, in the Financial Year .

The reappointment of the Vice Chairman & Managing Director, the effective from 1st April,2023 and hence stating increase in remuneration does not arise.

- 3) % increase in the median remuneration of employees in the Financial Year

There are only two senior employees who are the Key management personnel. Both have been appointed with effect from 1st April,2023. Hence increase in median remuneration is not applicable.

- 4) No. of permanent employees on the rolls of the Company 152 as on March 31, 2023

Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration

N.A. as both the employees are Key Managerial Personnel.

- 5) Affirmation that the remuneration is as per the remuneration policy of the company

Affirmed #Chairman does not draw any remuneration. *Directors other than the Vice Chairman & Managing Director do not receive any remuneration other than by way of sitting fees, which depends upon number of meetings attended by them during the year.

EL FORGE LIMITED

ANNEXURE - E TO THE DIRECTORS' REPORT CERTIFICATE BY CHIEF FINANCIAL OFFICER OF THE COMPANY

We hereby certify that for the year ended 31st March, 2023 on the basis of the review of the financial statements and the cash flow statements and the best of our knowledge and belief.

1. These statements do not contain any materially untrue statement or omit to state a material fact or contain statement that might be misleading.
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards applicable laws and regulations.
3. These are to the best of our knowledge and belief, no transactions entered into by the Company during the year 2022-23 which are fraudulent, illegal or violation of the Company's Code of Conduct.
4. We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of the internal control systems of the Company.
5. We further certify that.
 - a) There has been no significant changes in internal control over financial reporting during the year.
 - b) There have been no instances of significant fraud of which we have become aware and the involvement therein, of management or an employee having a significant role in the Company's internal control system over financial reporting and
 - c) There has not been any significant change in Accounting policies during the year requiring disclosure in notes to the financial statements.

Place: Chennai

R.SOWMITHRI

Date: 10/08/2023

CHIEF FINANCIAL OFFICER

EL FORGE LIMITED

Form No.,MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31.03.2023

Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 and Pursuant to Regulation 24A of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015.

To
The Members
El Forge Limited
21C, A.R.K.Colony
Eldams Road
Alwarpet, Chennai 600018

I have conducted the Secretarial Audit of the Compliance of applicable statutory provisions and the adherence to good Corporate practices by M/s.El Forge Limited, CIN L34103TN1934PLC000669 (“the Company”) Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company’s books papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit. I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended 31st March, 2023 complied with the statutory provisions listed hereunder and also that the Company has proper board processes and compliance mechanism in place to the extent, I the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minutes books, forms and returns filed and other records maintained by the Company for the financial year ended 31st March, 2023 according to the provisions of

- I. The Companies Act, 2013(the Act) and the rules made thereon;
- II. The Companies Act, 1956 (to the extent applicable);
- III. The Securities Contracts(Regulation)Act,1956 (“SCRA”) and the rules made there under;
- IV. The Depositories Act,1996 and the Regulations and Bye-laws framed there under;
- V. Foreign Exchange Management Act,1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- VI. The Following Regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’)
 - A. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.
 - B. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations 1992 and the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations 2015;
 - C. The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations 1993 regarding the Companies Act and dealing with client;
 -
 - D. The Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulations 2015; ■
 - E. Securities and Exchange Board of India (Share Based Employee Benefits) Regulations.
- VII. We are informed that the Company, during the year, was not required to comply with the following regulations, and consequently not required to maintain any books, papers, minute books and other records or other records or file any forms/returns under:

EL FORGE LIMITED

- a. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 1999
- b. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- c. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- d. The Securities and Exchange Board of India (Buy back of Securities) Regulations, 1998;

VIII. Based on the study of the systems and processes in place and a review of reports of (1) the heads of the Departments; (2) Occupier/Manager of the Factories located in Appur (3) the compliance reports made by the Functional heads of various departments which are submitted to the Board of Directors of the Company; (4) a test check on the licences and returns made available on other applicable laws. I report that the Company has complied with the provisions of the following statutes and the rules made there under to the extent it is applicable to them.

- Motor Vehicles Act,1988
 - The Explosive Act,1884,
 - The Petroleum Act,1934
 - The Environment (Protection)Act,1986
 - The Water(Prevention and Control of Pollution) Act,1974
 - The Air(Prevention and Control of Pollution) Act,1981
 - Factories Act,1948
 - Industrial Disputes Act,1947
 - The Payment of Wages Act,1936
 - The minimum Wages Act,1948
 - Employees \ State Insurance Act,1948
 - The Employees Provident Funds and Miscellaneous Provisions Act,1952
 - The Payment of Bonus Act,1965
 - The Payment of Gratuity Act,1972
 - The Contract Labour(Regulation &Abolition) Act,1972
 - The Maternity Benefit Act,1961
 - The Child Labour(Prohibition & Regulation)Act,1986
 - The Industrial Employment (Stating Order) Act,1946.
 - The Employees Compensation Act,1923.
 - The Apprentices Act,1961
 - Equal Remuneration Act,1976
 - The Employment Exchange (Compulsory Notification of Vacancies)Act,1959.
 - The Building and other Construction Workers (Regulation of Employment & Conditions of Service)Act, 1996.
 - Conferment of Permanent Status Act,1981
 - The Municipality/Local Acts.
 - The Public Liability Insurance Act,1991
 - Indian Electricity Act,2003
 - The Energy conservation Act,2001
 - The Environment Impact Assessment Notification, 2006
 - The inflammable Substance Act,1952
 - The Legal Metrology Act,2009
 - The Coastal Regulation Zone Notification,2011
- have also examined compliance with the applicable clauses of the following
- I. Secretarial Standards issued by the Institute of Company Secretaries of India.
 - II. The Listing Agreements entered into by the Company with BSE Ltd.
- During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above.
- I further report that
 - The Board of Directors of the Company is duly constituted with the proper balance of Executive Directors,

EL FORGE LIMITED

Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

- Adequate notice is given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Based on the minutes made available to us, we report majority decision is carried through and that there were no dissenting votes from any Board member that was required to be captured and recorded as part of the minutes.

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

Date: 10/08/2023

Place : Chennai

Name of Company Secretary in Practice : B. Venkatalakshmi
FCS No. 1005
CP No. 677
UDINO: F0001005E00746706

Note:

This report is to be read with our letter of even date which is annexed Annexure A and forms an integral part of this report.

EL FORGE LIMITED

ANNEXURE – A

To
The Members
EL FORGE LIMITED

1A, Sriperumbudur High Road (via) Singaperumal Koil Appur Village, Kattangulathur Onrium,
Chengalpattu Dist., PIN 603 204.

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

Date :10/08/2023
Place : Chennai

Name of Company Secretary in Practice : B. Venkatalakshmi
FCS No. 1005
CP No. 677
UDINO: F0001005E00750182

■

EL FORGE LIMITED

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS (Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members
EL FORGE LIMITED

1A, Sriperumbudur High Road (via) Singaperumal Koil Appur Village, Kattangulathur Onrium, Chengalpattu Dist., PIN 603 204.

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of EL FORGE LIMITED having CIN L34103TN1934PLC000669 and having registered office at “1A, Sriperumbudur High Road (via) Singaperumal Koil, Appur Village, Kattangulathur Onrium, Chengalpattu Dist., PIN 603 204. (hereinafter referred to as ‘the Company’), produced before me by the Company for the purpose of issuing this certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verification (including Directors Identification number (DIN) status at the portal www.mca.gov.in as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2023 have been debarred or disqualified from being appointed or continuing as Director of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs.

Sr. No.	Name of Director	DIN	Date of appointment in Company
NA	NA	NA	NA

Ensuring the eligibility of for the appointment / continuity of ever director on the board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. This certificate is neither an assurance as to the future viability of the company nor of the efficiency or effectiveness with which the management has conducted the affairs of the company.

Date: 10/08/23

Place : Chennai

Name of Company Secretary in Practice :

B.Venkatalakshmi

FCS No. 1005

CP No. 677

UDINO: F0001005E00746706

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements To the Members of El Forge Limited [CIN: L34103TN1934PLC000669]

01. Financial Statements, period, etc.

I have audited the accompanying standalone financial statements of El Forge Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income) for the year then ended, the Statement of Changes in Equity, the Statement of Cash Flows for the year then ended, and notes to the Standalone Financial Statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

02. Opinion.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its Loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

03. Basis for Opinion

- (01) I conducted my audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act.
- (02) My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report.
- (03) I am 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 my audit of the financial statements under the provisions of the Act and the Rules, made there under, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics.
- (04) I believe that the audit evidence obtained by me is sufficient and appropriate to provide a basis for my opinion.

04. Emphasis of Matter

I draw attention to the following:

- (01) Refer Sl. No. 05.12. of Note No. 5 to the financial Statements, wherein the option to exercise conversion of preferential shares to equity shares has not been received by the company;
- (02) Refer Sl No.05.08 of Note No. 5 to the financial statements wherein Moneys due to statutory authorities, as ascertained by the management, have been provided fully. Any difference between the amount provided in the Notes to the financial statements and amount demanded by the statutory authorities shall be accounted in the year of request of demand; and
- (03) Refer Sl No.05.16 of Note No. 5 to the financial statements, relating to IND AS 19, employees Benefit.

My opinion is not modified in respect of the above said matters.

05. Key Audit Matters

- (01) Key audit matters are those matters those, in my professional judgment, were of most significance in my audit of the financial statements (Standalone) of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.
- (02) I have determined the matters described below to be the key audit matters to be communicated in my report. I have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements of my report, including in relation to these matters. Accordingly, my audit included the performance of procedures designed to respond to my assessment of the risks of material misstatement of the standalone financial statements. The results of my audit procedures, including the procedures performed to address the matters below, provide the basis for my audit opinion on the accompanying standalone financial statements.

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

To the Members of El Forge Limited

Key Audit Matters	How was the matter addressed in my audit
<p>01. Uncertain tax positions Direct and Indirect Taxes: The Company has uncertain tax matters pending litigations under direct tax and some indirect tax laws. The litigation involves significant judgement to determine the possible outcome based on which accounting treatment is given to the disputed amount. These matters are considered to be key audit matter given the magnitude of potential outflow of economic resources and uncertainty of potential outcome. [Refer Sl. No. 05.03 and 05.09 of Note No. 05 to the standalone Financial Statements]</p>	<p>01. My audit procedures include the following: (01) Obtained details of uncertain tax position and gained understanding thereof; (02) Obtained details of completed tax assessments and also demands raised; (03) Read and analysed relevant communication with the authorities; (04) Considered the legal advice obtained by the management on possible outcome of the litigation; (05) Assessed the disclosures in accordance with the requirements of Ind AS 37 on "Provisions, Contingent Liabilities and Contingent Assets".</p>
<p>02. Accumulated Loss and negative net worth (01) The management has made an assessment of the negative net worth and initiated certain steps to address the aforesaid situation (02) The Management has also taken certain steps to address the accumulated loss as at 31-03-2023, which exceeds its total paid up capital Rs.2032.43 Lakh by an amount of Rs. 6080.44 Lakh</p>	<p>02. I have performed following procedure (01) Obtained an understanding of the management process in addressing negative net worth; (02) Reviewed the overall reasonableness of the estimated sales (both in terms of Quantity and volume), in respect of the future periods, which is based on the present level (Feb., 2023 & March 2023) of capacity utilization. (03) The revenue growth, in the succeeding periods and the relative gain/ surplus on the above. (04) I have considered the accumulated loss as at 31-03-2023 of the company as a key audit matter.</p>
<p>03. Impairment of non-financial assets</p>	<p>03. My audit procedures in relation to impairment assessment included, but not limited to the following: (01) Obtained an understanding of the management process for identification of possible impairment indicators and process performed by the management for impairment testing and the management process of determining the Value-in- Use (VIU); (02) Obtained and assessed the management's impairment assessment computation by testing the underlying assumptions used in determining the cash flow projections and VIU; (03) Had a discussion with the management on the underlying key assumptions used for cash flow projections and discount rate, considering evidence available to support these assumptions and my understanding of the business; (04) Tested the arithmetical accuracy of the cash flow projections; and (05) Evaluated the appropriateness and adequacy of the disclosures made in the standalone financial statements with respect to impairment of non-financial assets.</p>

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)
To the Members of El Forge Limited

Key Audit Matters	How was the matter addressed in my audit
04. Going Concern assumption	<p>04. I have performed following procedures</p> <p>(01) Obtained an understanding of the management's process for identification of events or conditions that may cast significant doubt over the Company's ability to continue as a going concern and the process to assess the corresponding mitigating factors existing against each such event or condition;</p> <p>(02) The assessment of the management of the company is considered an important matter for "Going Concern Assumptions"; and this is largely based on the exceptions made by the Management, which can be influenced by the subjective element (Such as estimated future cash flow, excepted sales and margin thereon, etc.)</p> <p>(03) Obtained the projections for the next twelve months from the management, based on their future business plans;</p> <p>(04) Held discussions with the management personnel to understand the assumptions used and estimates made by them for determining the projections for the next twelve months;</p> <p>(05) Evaluated the reasonableness of the key assumptions such as expected growth in the revenue, expected saving in the costs etc. and my understanding of the business and the industry;</p> <p>(06) Tested the arithmetical accuracy of the calculations.</p>

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

To the Members of El Forge Limited

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

- (01) The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's report but does not include the financial statements and my auditor's report thereon.
- (02) My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon. In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact.
- (03) I have nothing to report in the above regard, for the year under report.

07. Responsibilities of Management and those charged with governance for the standalone financial statements

- (01) The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- (02) The aforesaid responsibility also includes
 - (a) 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;
 - (b) Selection and application of appropriate implementation and maintenance of accounting policies;
 - (c) Making judgments and estimates that are reasonable and prudent; and
 - (d) Design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
- (03) 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.
- (04) The Board of Directors is also responsible for overseeing the company's financial reporting process.

08. Auditor's Responsibilities for the Audit of standalone financial statements

- (01) My objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my 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.
- (02) A further description of the auditor's responsibilities for the audit of the standalone financial statements is included in Annexure-01. This description forms part of my auditor report.

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

To the Members of El Forge Limited

09. Report on Other Legal and Regulatory Requirements

- (01) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I give in the Annexure 02, a statement on the matters specified in the paragraph 3 and 4 of the order.
- (02) In continuation of the above and as required by Section 143(3) of the Act, I report that:
- (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
 - (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books [As explained to me, the company does not have any branch, either in India or outside India].
 - (c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - (d) In my opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on 31-03-2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31-03-2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to my separate Report in Annexure 03.
- (03) With respect to the other matters to be included in the Auditor's Report in accordance Section 143 (3) (j) of the Act, read with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
- (a) Relating to Pending Litigation [Clause 11(a)]
The company has not disclosed the impact, if any, of pending litigations on its financial position in its financial statement, since no pending litigations shall have an impact on the financial position of the Company.
 - (b) Relating to Long term contracts including derivative contracts [Clause 11(b)]
The company has not made provision, as required under any law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts, since the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses
 - (c) Relating to Investor Education and Protection Fund [Clause 11(c)]
There has been no delay in transferring amounts, required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2023.
 - (d) Funds advanced/ received and Ultimate Beneficiaries [Clause 11(e) (i) to (iii)]
- (A) The management has represented that, to the best of it's knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (B) The management has represented, that, to the best of it's knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

To the Members of El Forge Limited

- (C) Based on such audit procedures considered reasonable and appropriate in the circumstances, nothing has come to my notice that has caused me to believe that the representations under the aforesaid sub-clause (i) and (ii) Rule 11(e) of the Companies (Audit and Auditors) Rules, 2014 contain any material misstatement [i.e., Paragraph 09(03)(d)(A) and (B) of this report].
- (e) Payment or declaration of the dividend [Clause 11(f)]
Reporting of payment or declaration of the dividend, during the year by the company, in compliance with section 123 of the Act, is not applicable, since no dividend has been declared or paid during the year under report.
- (f) With respect to the matters to be included in the Auditor's Report in accordance with requirement of Section 197(16) of the Act, as amended, relating to Remuneration to Directors:
In my opinion and to the best of my information and according to the explanations given to me, the remuneration paid, during the current year by the Company to its directors, is in accordance with the provisions of Section 197 of the Act.

10. Others Matters

(01) Previous Financial Statements

Financial Statements as at March 31, 2023 includes comparative information for the Financial Year 2021-22, ended on 31-03-2022 (hereinafter referred to "Previous FS"). The previous FS were not audited by me but by a Firm of Chartered Accountants, in India (Hereinafter, referred to as the "Predecessor Auditors"). The Predecessor Auditors have issued a modified conclusion / a modified opinion, vide their reports dated 30-05-2022, in respect of the Previous FS. These reports of the Predecessor Auditor have been relied upon by me for the purpose of my audit of the Financial Statements as at 31-03-2023. I have not given any modified opinion or report, in respect of the Financial Statements as at 31-03-2023. In respect of the modified opinion given by the Predecessor Auditor, I state as follows:

- (a) In respect of Qualified Opinion of the Predecessor Auditor
The company has paid entire amount outstanding as at March 31, 2023, towards the gratuity liability to the Gratuity Fund managed by LIC of India (In other words no money is outstanding, towards Gratuity liability to the Fund Manager);
- (b) In respect of Emphasis of Matters of the Predecessor Auditor
 - (i) impact of COVID-19 pandemic situation on the Company's financial results as assessed by the management (In other words, there is no serious impact, as of now, compared to the first instance of COVID-19).
 - (ii) The company has transferred fully, (on or before March 31, 2023), the unclaimed Public Deposits, to the Investor Education and Protection Fund. (In other words, deposit holders' money is not with the Company but with the Government of India)
- (c) In view of the above, I have excluded the aforesaid modified opinion / Emphasis of Matters of the Predecessor Auditor in my report.

(02) Annexure enclosed herewith

The various Annexure enclosed with Report forms an integral part of the reports and are to be read in conjunction therewith.

D. Venkatesan (Membership No.: 026465)
Chartered Accountant
UDIN: 23026465BGVHEM9615

Place: Chennai.
Date: 12 05 2023

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

To the Members of El Forge Limited

Annexure-01 of Responsibilities for Audit of Standalone Financial Statement

[Referred in paragraph 08(02) of the aforesaid Report]

As part of an audit in accordance with Standards on Auditing (SAs), I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

01. Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my 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.
02. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
03. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
04. 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 I conclude that a material uncertainty exists, I am required to draw attention in an auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Company to cease to continue as a going concern.
05. Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
06. I 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 I identify during my audit.
07. I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

D. Venkatesan (Membership No.: 026465)

Chartered Accountant

UDIN: 23026465BGMVHEM9615

Place: Chennai.

Date: 12 05 2023

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 [Referred in paragraph 09(01) of the aforesaid Report]

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013 ("the Act") and on the basis of such checks as I considered appropriate, I further state, on the matters specified in paragraphs 3 of the Order, to the extent applicable; as required by paragraphs 4 of the Order, in the case of any unfavourable or qualified auditor's report on the matters relating to paragraph 3, I also give or state the reasons for such unfavourable or qualified answer, as the case may be; or wherever I am unable to express any opinion or answer to a particular question specified in paragraphs 3 of the Order, the report indicates such fact together with the reasons why it is not possible for me to give an answer to such question.

01. Clause 3(i) of the Order, in respect of its Property, Plant and Equipment

- (01) Clause 3(i)(a), relating to Property, Plant and Equipment
The company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (02) Clause 3(i)(b), relating to Physical Verification of Property, Plant and Equipment
- (a) Property, Plant and Equipment (PPE) have been physically verified by the management at reasonable intervals; the management has the programme of verifying the PPE in phased manner, in such a way all the PPE are verified once in Two (2) years; considering the nature of the business and the nature of PPE, in my opinion, the frequency of physical verification is reasonable; and
- (b) No material discrepancies were noticed on such physical verification, carried out based on the aforesaid programme; the remaining part of the Clause, namely, "whether the same (material discrepancies) have been properly dealt with in the books of account" is not applicable for the year under report
- (03) Clause 3(i)(c), relating to title deeds of all the immovable properties
- (a) The Company has owned Immovable properties; and the same has been disclosed in the Financial Statements of the Company, during the year under report, and is held in the name of company
- (b) The remaining part of the Clause, namely, "Providing the details of the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) not held in the name of the company" is not applicable for the year under report. In view of the above, I have not reported the details (format of which is stated in the aforesaid Sub-Clause).
- (04) Clause 3(i)(d), relating to Revaluation of Property, Plant and Equipment
- (a) The Company has not revalued any Property, Plant and Equipment (PPE), including Right of Use assets, or intangible assets or both during the year under report;
- (b) The remaining part of the Clause, namely, "Whether the revaluation is based on the valuation by a Registered Valuer and specifying the amount of change, if change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment or intangible assets" is not applicable for the year under report. In view of the above, I have not reported the details
- (05) Clause 3(i)(e) of the Order, relating to Benami Transactions (Prohibition) Act, 1988
- (a) There have been no proceedings initiated, during the year under report, under the Benami Transactions (Prohibition) Act, 1988 or no proceedings have been pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under;
- (b) The remaining part of the Clause, namely, "Whether the company has appropriately disclosed the details in its financial statements" is not applicable

02. Clause 3(ii) of the Order, relating to Inventory (or Current Assets)

- (01) Clause 3(ii)(a) of the Order, relating to physical verification of inventory
- (a) Physical verification of inventory has been conducted, by the Management of the Company, once in a year, which is, in my opinion a reasonable interval; and, in my opinion, the coverage and procedure of such verification by the management is appropriate;
- (b) No discrepancies were noticed on such verification; the remaining part of the Clause, namely, "any discrepancies of 10% or more in the aggregate for each class of inventory were noticed and if so, whether they have been properly dealt with in the books of account" is not applicable to the company for the year under report.

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements *(Continued)*

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 *[Referred in paragraph 09(01) of the aforesaid Report]*

- (02) Clause 3(ii)(b) of the Order, relating to quarterly returns or statements filed by the company with such banks or financial institutions
- (a) During the year, the Company has not been sanctioned working capital limits (the Loan), whether in less than Rupees Five Crore (Rs.5.00 Crore) or excess of Rupees Five Crore (Rs.5.00 Crore), in aggregate, from banks or financial institutions on the basis of security of current assets;
 - (b) In view of the above, there is no requirement of filing quarterly statements, in respect of quarter ended June, September, December and March, relating to the year under report.
 - (c) The remaining part of the sub-clause, namely disclosing the discrepancies and reconciling the same, in the respect of amount submitted to the banks and books of account, is not applicable to the company for the year under report;
- 03. Clause 3(iii) of the Order, relating to investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured**
- (01) During the year under report, the company has not entered into any of the transactions or, as the case may be, any events, namely:
- (a) Making of any investments in companies, firms, Limited Liability Partnerships or any other parties ("Hereinafter referred to as "the Specified persons");
 - (b) Providing of any guarantee or security to the Specified persons;
 - (c) Granting loans or advances in the nature of loans, secured or unsecured, to the Specified persons;
- (02) Accordingly, all the provisions of the sub-clauses of the clause 3(iii) of the Order are not applicable to the Company for the year under report, namely.
- (a) Clause 3(iii)(a), Loans, Advances & Guarantee: (a) whether during the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity [not applicable to companies whose principal business is to give loans], if so, indicate-
 - (i) the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associates; [Clause 3(iii)(a)(A)]
 - (ii) the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates; [Clause 3(iii)(a)(B)]
 - (b) Clause 3(iii)(b): Any Investments, Loans, Advances & Guarantee- prejudicial to the interest of the company:
 - (i) The Company has (a) not made any Investments (b) not provided any guarantee (c) not given any Security and (d) not granted any loans or provided advances in the nature of loans and provided any guarantee (hereinafter in this Paragraph / Sub-Paragraph referred to as "the Financial Transactions")
 - (ii) The remaining part of the Clause, namely, "Whether the terms and conditions of the Financial Transactions are prejudicial to the interest of the company" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.
 - (c) Clause 3(iii)(c): Repayment of Loans and Advances (Principal & Interest)
 - (i) The Company has not given any loans or advances in the nature of loans to any person.
 - (ii) The remaining part of the Clause, namely, "Whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements *(Continued)*

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 *[Referred in paragraph 09(01) of the aforesaid Report]*

- (d) Clause 3(iii)(d): Overdue Loans and Advances
 - (i) The Company has not given any loans or advances in the nature of loans to any person. Accordingly, the question of Overdue Amount and stating the same, if overdue for more than ninety days, do not arise.
 - (ii) The remaining part of the Clause, namely, "Whether reasonable steps have been taken by the company for recovery of the principal and interest" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.
 - (e) Clause 3(iii)(e): Renewal or extension of Loans and Advances
 - (i) The Company has not given any loans or advances in the nature of loans to any person. Accordingly, the question of renewal or extension or fresh loan granted to settle the overdue of existing loan to the same party, which has fallen due during the year under report, Amount and stating the same, if overdue for more than ninety days, do not arise.
 - (ii) The remaining part of the Clause, namely, "specifying the aggregate amount of such dues renewed or extended or settled by fresh loans and the percentage of the aggregate to the total loans or advances in the nature of loans granted during the year" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.
 - (f) Clause 3(iii)(f): Loans and Advances repayable on demand
 - (i) The Company has not given any loans or advances in the nature of loans to any person, which are payable on demand or without specifying any terms or period of repayment.
 - (ii) The remaining part of the Clause, namely, "specifying the aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.
- 04. Clause 3(iv) of the Order, relating to compliance of Sections 185 & 186 of the Act**
- (01) Compliance of Section 185 of the Act (Loan to directors, etc.):
 - (a) The Company has not given any loan, including any loan represented by a book debt, to any of its directors or to any other person in whom the director is interested or given any guarantee or provided any security in connection with any loan taken by director or such other person, during the year under report;
 - (b) The Company has not entered into any transaction (referred above) with the aforesaid parties, during the earlier year(s); accordingly, no amount is outstanding (in respect of loan) as at the end of the financial year or no agreement or contract is pending (in respect of guarantee given or security provided) as at the end of the financial year;
 - (c) Accordingly, I have not made any observation on the compliance of the aforesaid section.
 - (02) Compliance of Section 186 of the Act 2013 (Loans, investments, guarantees, and security)
 - (a) The Company has not (i) given any loan to any person or other body corporate, (ii) given any guarantee or provide security in connection with a loan to any other body corporate or person, and (iii) acquired by way of subscription, purchase or otherwise, the securities of any other body corporate, during the year;
 - (b) In view of the above, the provisions of section 186 of the Act are not applicable to the Company for the year under report; accordingly, I have not made any observation on the compliance of the aforesaid section

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 [Referred in paragraph 09(01) of the aforesaid Report]

05. Clause 3(v) of the Order, relating to Deposits

- (01) The Company has not received or renewed, any deposit, during the year under report, within the meaning of the Act and the Deposit Rules made there under;
- (02) Considering the observations made in the aforesaid sub-paragraph, the remaining part of the Clause of the Order, given below, is not applicable to the Company for the year under report.
- (a) Whether the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Deposit Rules framed there under, where applicable, have been complied with?
- (b) If not, the nature of contraventions should be stated; If an order [not the Order, abbreviated for Companies (Auditor's Report) Order, 2020] has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal, whether the same has been complied with or not?
- (03) Accordingly, I have not made any observation, relating to the above.

06. Clause 3(vi) of the Order relating to Cost Records

I have broadly reviewed the books of account and records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014 as specified by the Central Government for maintenance of cost records under Section 148(1) of the Act, in respect of the products manufactured by the Company and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. However, I have not made a detailed examination of the said accounts and records with a view to determine whether they are accurate or complete.

07. Clause 3(vii) of the Order, relating to payments and outstanding Statutory Dues

- (01) Payment of undisputed Statutory dues: Based on the records examined by me and according to the information and explanations given to me, In my opinion, the Company is regular in depositing the undisputed statutory dues, [in respect of Goods and Service Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues, to the extent applicable to the company for the year under report] to the appropriate authorities. There are no undisputed amounts payable in respect of such applicable statutory dues as at March 31, 2023 for a period of more than six months from the date they became payable.
- (02) Non-Payment of disputed Statutory dues: As explained to me and based on the records of the Company examined by me, no statutory dues referred to in sub-clause (a) remain unpaid on account of any dispute between the Company and authorities concerned, except the following:

Sl. No.	Nature of the Statute	Nature of the dues	Amount (Rs. In Lacs)	Year to which the amounts relates	Forum where dispute is pending
1	ESI	ESI contribution	0.77	Year – 2001	Employee Insurance court, Chennai
2	Income Tax	Income Tax Demand	132.74	Assessment Year 2007-08	CIT Appeals, Chennai
3	The Central Excise	Excise Demand	13.38	2007-08 to 2012-13	Additional Commissioner of Central Excise Div. appeal Chennai III

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 [Referred in paragraph 09(01) of the aforesaid Report]

08. Clause 3(viii) of the Order, relating to unrecorded transactions.

- (01) During the year under report, no Tax Assessment under the Income Tax Act, 1961 (43 of 1961) has been made. Accordingly, surrendering or disclosing of income during the year in the tax assessments under the Income Tax Act, 1961 does not arise;
- (02) The remaining part of the Clause, namely, "whether the previously unrecorded income has been properly recorded in the books of account during the year" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.

09. Clause 3(ix)(a) of the Order, relating to Loan

- (01) Clause 3(ix)(a) of the Order, relating to Repayment of any Loan
The Company has not defaulted in repayment of any loan. Accordingly, I have not reported the period and the amount of default (lender wise details).
- (02) Clause 3(ix)(b) of the Order, relating to Wilful Defaulter
As per the explanation/ representation given to me, the company is not a declared wilful defaulter by any bank or financial institution or other lender
- (03) Clause 3(ix)(c) of the Order, relating to application of Term Loans
 - (a) Bank Term Loan
 - (i) The Company has not obtained any term loan, during the year under report, from Banks, Financial Institution, etc.; no Term Loan taken by the Company from the aforesaid parties, during the earlier years, is outstanding as on the date of the Financial Statements.
 - (ii) Accordingly, application of the Term Loan for the purpose for which the loans were obtained does not arise.
 - (b) Reporting on application of Term Loan
- (04) Clause 3(ix)(d) of the Order, relating to application of Short-Term fund for long term purposes
 - (a) The funds raised by the Company on short term basis have not been utilized for long term purposes.
 - (b) The remaining part of the Clause, namely, "Indicating the nature and amount" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.
- (05) Clause 3(ix)(e) of the Order, relating to taking of any funds from any entity or person to meet obligations of its subsidiaries, associates or joint ventures
 - (a) In my opinion this clause is applicable only to Holding Company [in other words, the company does not have any subsidiary, associate or joint venture, etc.], within the meaning of the Companies Act, 2013. Since the Company is not a Holding Company, this clause is not applicable in its entirety.
 - (b) Hence, this Clause, namely "Whether the company has taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures, if so, details thereof with nature of such transactions and the amount in each case" is not applicable to the company for the year under report.
- (06) Clause 3(ix)(f) of the Order, relating to raising funds on the pledge of securities of its subsidiaries, associates or joint ventures
 - (a) In my opinion this clause is applicable only to Holding Company [in other words, the company does not have any subsidiary, associate or joint venture, etc.], within the meaning of the Companies Act, 2013. Since the Company is not a Holding Company, this clause is not applicable in its entirety.
 - (b) Hence, this Clause, namely "Whether the company has raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, if so, give details thereof and also report if the company has defaulted in repayment of such loans raised" is not applicable to the company for the year under report

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 [Referred in paragraph 09(01) of the aforesaid Report]

10. Clause 3(x)(a) of the Order, relating to further issue of shares

- (01) Clause 3(x)(a) of the Order, relating to initial public offer or further public offer:
- (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year under report;
 - (b) The remaining part of the Clause, namely, "Reporting of the details together with delays or default and subsequent rectification, if any, as may be applicable" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.
- (02) Clause 3(x)(b) of the Order, relating to preferential allotment or private placement
- (a) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible), during the year under report;
 - (b) The remaining part of the Clause, namely, "Whether the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised, if not, provide details in respect of amount involved and nature of non-compliance" is not applicable to the Company for the year under report. Accordingly, I have not stated anything in the above regard.

11. Clause 3(xi) of the Order, relating to Fraud & whistle-blower complaints

- (01) Clause 3(xi)(a), relating to instance of Fraud
- During the course of my examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to me, I have neither come across any instance of any fraud by the Company or on the Company, noticed or reported during the year, nor have i been informed of any such case by the Management.
- (02) Clause 3(xi)(b), relating to Reporting of Fraud
- During the course of my examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to me, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the reporting under Clause 3(xi)(b) of the Order is not applicable to the Company.
- (03) Clause 3(xi)(c), relating to whistle-blower complaint
- During the course of my examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to me, the Company has not received whistle-blower complaints during the year, and accordingly, there has been no need for me to consider the same and no bearing on my audit and reporting.

12. Clause 3(xii) of the Order, relating to Nidhi Company

- (01) In my opinion, the Company is not carrying out any activities resulting in Nidhi, accordingly reporting of certain matters, under the clause, namely, "(01) the net-owned funds to deposit liability ratio is more than 1:20 as on the date of balance sheet, (02) compliance with the maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability; (03) details of default in payment of interest on deposits or repayment thereof for any period", are not applicable to company for the financial year under report; and
- (02) In view of the above, I have not made any observation under the aforesaid Clause.

13. Clause 3(xiii) of the Order, relating to sections 177 and 188 of the Act.

- (01) It has been explained that the related party transactions have been entered into (by the Company and with Related Parties) in the ordinary course of business (or incidental to the ordinary course of business of the company) and on an arm's length basis; accordingly, approval of the Board of Directors and shareholders is not required in respect of related party transactions entered into by the company.
- (02) As matter of abundant caution, the company has obtained the approval of Board of Directors in respect of the Related Party Transactions, covered under section 2(76) of the Act.

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 [Referred in paragraph 09(01) of the aforesaid Report]

- (03) Considering the above, in my opinion, the Company has complied with the provisions of Sections 177 and 188 of Act, where applicable; and the details relating to Related Party Transactions have been disclosed in the standalone Financial Statements of the Company (i.e., the Management of the Company), as required by the applicable accounting standards, for the year under report.

14. Clause 3(xiv)(a) of the Order, relating to Internal Audit Systems

- (01) Clause 3(xiv)(a), relating Internal Audit Systems, commensurate with business
In my opinion and according to the information and explanation given to me, the Company has an internal audit system commensurate with the size and nature of its business.
- (02) Clause 3(xiv)(b), reports of the Internal Auditors
Appointment of Internal Auditor, pursuant to Section 138(1) of the Act, read with Rule 13 of Companies (Accounts) Rules 2014, is applicable to the Company for the year under report. However, the Company has not appointed any Internal Auditors. In view of the above, it is not possible for me to consider the reports of the Internal Auditor for the period under audit.

15. Clause 3(xv) of the Order, relating to Non-Cash Transactions

- (01) During the financial year under report, the company has not entered into any non-cash transactions with director(s) or persons connected with him(them);
- (02) The remaining part of the Clause, namely, "Whether the provisions of section 192 of Act have been complied with" is not applicable to the company for the year under report.

16. Clause 3(xvi) of the Order, relating to registration under section 45-IA of the Reserve Bank of India Act, 1934

- (01) Clause 3(xvi)(a) Registration under section 45-IA of the Reserve Bank of India Act, 1934
During the financial year under report, the Company is not falling under the category or definition of a "Non-Banking Financial Company", as defined under Clause (f) of Section 45-I of Reserve Bank of India Act, 1934. Accordingly, in my opinion, company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 [RBI Act, 1934].
- (02) Clause 3(xvi)(b), relating to conducting of NBFC Activities, without Certificate of registration
Since the Company is not carrying out any Non-Banking Financial Companies (NBFC) or Housing Finance activities, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934; accordingly, "carrying out the aforesaid activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the RBI Act, 1934" is not applicable to the Company for the year under report.
- (03) Clause 3(xvi)(c) Core Investment Company (CIC)
In my opinion and according to the information and explanation given to me, the Company is not a Core Investment Company as defined in the Core Investment Companies (Reserve Bank) Directions, 2016. Accordingly, the entire clause of the Order, as given below, is not applicable:

"Whether the company is a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, if so, whether it continues to fulfil the criteria of a CIC, and in case the company is an exempted or unregistered CIC, whether it continues to fulfil such criteria"

- (04) Clause 3(xvi)(d) Core Investment Company (CIC)
As represented by the management, the Company (or Group) does not have any Core Investment Company as part of the Company (or Group) as per the definition of Core Investment Companies (Reserve Bank) Directions, 2016. Accordingly, the entire clause of the Order, as given below, is not applicable:

"Whether the Group has more than one CIC as part of the Group, if yes, indicate the number of CICs which are part of the Group"

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements *(Continued)*

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 *[Referred in paragraph 09(01) of the aforesaid Report]*

17. Clause 3(xvii) of the Order, relating to Cash Loss

- (01) The company has not incurred cash losses during the current financial year and in the immediately preceding financial year.
- (02) The remaining part of the Clause, namely, "Stating the amount of cash losses" is not applicable to the company for the year under report.

18. Clause 3(viii) of the Order, relating to resignation of the statutory auditors

There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable.

19. Clause 3(xix) of the Order, relating to the capability of the company to meet its liabilities existing at the date of balance sheet as and when falls due

According to the information and explanations given to me and on the basis of the (01) financial ratios of the current year, (02) ageing and expected dates of realization of financial assets and payment of financial liabilities, (03) other information accompanying the financial statements (04) my knowledge of the Board of Directors and management plans (which relate to future events and are reduced into financial amount) and (05) based on my examination of the evidence supporting the assumptions (the source of which is of internal management), nothing has come to my attention, which causes me to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. I, however, state that this is not an assurance as to the future viability of the company. I further state that my reporting is based on the facts up to the date of the audit report and I neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

20. Clause 3(xx) of the Order, relating to Corporate Social Responsibility

- (01) Clause 3(xx)(a), Transferring to fund relating to Corporate Social Responsibility
Up to the immediately preceding financial year, the provisions of section 135 (which deals with Corporate Social Responsibility) of the Companies Act 2013 are not applicable. Accordingly, the entire clause, given below, is not applicable to the Company for the year under report.
"Whether, in respect of other than ongoing projects, the company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act"
- (02) Clause 3(xx)(b), relating to meeting the obligation Corporate Social Responsibility
Up to the immediately preceding financial year, the provisions of section 135 (which deals with Corporate Social Responsibility) of the Companies Act 2013 are not applicable. Accordingly, the entire clause, given below, is not applicable to the Company for the year under report

"Whether any amount remaining unspent under sub section 5 of section 135 of the Companies Act, 2013, pursuant to any ongoing project, has been transferred to special account in compliance with provision of sub section (6) of section 135 of the of the Companies Act, 2013"

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements *(Continued)*

[To the Members of El Forge Limited]

Annexure-02 of Statement on the matters specified in paragraphs 3 of the Companies (Auditor's Report) Order, 2020 *[Referred in paragraph 09(01) of the aforesaid Report]*

21. Clause 3(xxi) of the Order, relating to Qualifications in the standalone Financial Statements included in Consolidated Financial Statements

In my opinion, this Clause shall apply to cases where consolidated Financial Statements are required to be prepared. Since the Company is not a holding Company within the meaning of Section 2(46) of the Companies Act, 2013, this clause is not applicable to the Company, for the year under report. Accordingly, the entire clause, given below, is not applicable to the Company.

“Whether there have been any qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements, if yes, indicate the details of the companies and the paragraph numbers of the CARO report containing the qualifications or adverse remarks

D. Venkatesan (Membership No.: 026465)
Chartered Accountant
UDIN: 23026465BGVHEM9615

Place: Chennai.
Date: 12 05 2023

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements *(Continued)*

[To the Members of El Forge Limited]

Annexure 03 of Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") to the Independent Auditor's Report of even date on the Standalone Ind AS financial statements of El Forge Limited

11. Financial Statements, period, Name etc.

I have audited the internal financial controls with reference to standalone Ind AS financial statements of El Forge Limited ("the Company") as of March 31, 2023 in conjunction with my audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

12. 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India (the "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 the 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 ("the Act").

13. Auditor's Responsibility

- (01) My responsibility is to express an opinion on the Company's internal financial controls with reference to these standalone Ind AS financial statements based on my audit. I conducted my audit in accordance with the Guidance Note and the Standards on Auditing, as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these standalone Ind AS financial statements was established and maintained and if such controls operated effectively in all material respects.
- (02) My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to these standalone Ind AS financial statements and their operating effectiveness. My audit of internal financial controls with reference to standalone Ind AS financial statements included obtaining an understanding of internal financial controls with reference to these standalone Ind AS financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
- (03) I believe that the audit evidence, I have obtained, is sufficient and appropriate to provide a basis for my audit opinion on the Company's internal financial controls with reference to these standalone Ind AS financial statements.

14. Meaning of Internal Financial Controls with Reference to these Standalone Ind AS Financial Statements

A company's internal financial controls with reference to standalone Ind AS financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to standalone Ind AS financial statements includes those policies and procedures that

EL FORGE LIMITED

Independent Auditor's Report on the Standalone Financial Statements (Continued)

[To the Members of El Forge Limited]

Annexure 03 of Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") to the Independent Auditor's Report of even date on the Standalone Ind AS financial statements of El Forge Limited

- (01) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (02) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (03) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone Ind AS financial statements.

15. Inherent Limitations of Internal Financial Controls with Reference to Standalone Ind AS Financial Statements

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

16. Opinion

In my opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone Ind AS financial statements and such internal financial controls with reference to standalone Ind AS financial statements were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

D. Venkatesan (Membership No.: 026465)
Chartered Accountant
UDIN: 23026465BGVHEM9615

Place: Chennai.
Date: 12-05-2023

EL FORGE LIMITED

Balance Sheet as at March 31, 2023 (Amounts in Indian Rupees in Lakh, unless stated otherwise)

Particulars	Note No.	As at 31-03-2023	As at 31-03-2022
ASSETS			
Non-current assets			
Property, Plant and Equipment	1.01	2347.42	2656.23
Capital work-in-progress		0.00	0.00
Financial Assets			
(i) Investments	1.02	0.01	0.01
(iv) Others	1.03	85.40	59.90
Other Non-Current Assets	1.04	1.26	8.71
Total Non-Current Assets		2434.09	2724.85
Current assets			
Inventories	1.05	417.75	429.86
Financial Assets			
(i) Investments			
(ii) Trade Receivables	1.06	378.32	199.23
(iii) Cash and cash equivalents	1.07	228.80	138.47
(iv) Bank Balances, other than above (iii)	1.08	3.74	3.74
Other Current Assets	1.09	183.60	147.47
Current Tax (Net)	1.10	65.44	47.13
Total Current Assets		1277.65	965.90
Total Assets [Non-Current Assets + Current Assets]		3711.74	3690.76
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	1.11	2032.43	2032.43
Other Equity	1.12	-8112.88	-7882.21
Total Equity		-6080.44	-5849.78
Liabilities			
Non-current liabilities			
Financial Liabilities			
(i) Borrowings	1.14	1211.12	1211.12
(ii) Other Financial Liabilities	1.15	7525.01	7525.01
Total Non-current liabilities		8736.13	8736.13
Current liabilities			
Financial Liabilities			
(i) Borrowings		0.00	0.00
(ii) Trade Payables	1.16	388.18	243.50
(a) Due to Micro and Small Enterprises			
(SME)			
(b) Due to Other than MSE			
(iii) Other Financial Liabilities	1.17	158.54	151.73
Other Current Liabilities	1.18	432.15	406.82
Provisions	1.19	77.18	2.35
Current Tax Liabilities (Net)		0.00	0.00
Total Current liabilities		1056.05	804.41
Total Equity and Liabilities		3711.74	3690.76

Basic information of the Company & Financial Statements (FS) information, are given in Note No.3.00.

Significant Accounting Policies & other information are given in Note No. 4.00 and 5.00 respectively.

On behalf of Board of El Forge Limited

As per my report of even date attached

CIN: L34103TN1934PLC000669

UDIN: 23026465BGVHEM9615

V. SRIKANTH

K. V. RAMACHANDRAN

D.Venkatesan

Chairman

Vice Chairman & Managing

Chartered Accountant

Director

(DIN 00076856)

(DIN: 00322331)

ICAI M. No. 026465

R. SOWMITHRI

Chief Financial Officer & Company Secretary

Place: Chennai

Place: Chennai

Date: 12-05-2023

Date: 12-05-2023

EL FORGE LIMITED

Statement of Profit or Loss for the Financial Year ended March 31, 2023 (Amount in Rs.)

Particulars	Note No.	For 2022-23	For 2021-22
01. Income			
Revenue from operations	2.01	5846.31	4033.62
Land Income		0.00	0.00
Other income	2.02	4.99	16.75
Total Income		5851.30	4050.38
02. Expenses			
Cost of Materials and Services Consumed	2.03	3216.78	2218.94
Changes in inventories of FG, SIT and WIP*	2.04	-56.91	-30.72
Cost of the Land Sold		0.00	0.00
Employee Benefits Expenses	2.05	965.45	750.51
Finance Costs	2.06	39.77	43.28
Depreciation and Amortisation Expense	2.07	488.71	617.30
Other Expenses	2.08	1335.01	991.08
Total Expenses		5988.81	4590.38
* Finished goods, stock-in-trade and work-in-progress			
03. Profit/ (Loss) before, exceptional items and tax		-137.52	-540.01
04. Exceptional items [Income (-) / Expenses]	2.09	93.15	-143.16
05. Profit/ (Loss) before extraordinary items and tax [05 = 03 - 04]		-230.66	-396.85
06. Extraordinary Items [Income (-) / Expenses]		0.00	0.00
07. Profit/ (Loss) before tax [07= 05 - 06]		-230.66	-396.85
08. Tax expense:			
(a) Current tax expense		0.00	0.00
(b) Deferred Tax		0.00	0.00
09. Profit for the year from continuing operations [09 = 07- 08]		-230.66	-396.85
10. Profit from discontinued operations		0.00	0.00
11. Tax Expense of discontinued operations		0.00	0.00
12. Profit for the year from discontinued operations [12 = 10-11]		0.00	0.00
13. Net profit/(Loss) for the period [13 = 09+12]		-230.66	-396.85
14. Other Comprehensive Income			
(01) Items not be reclassified			
(a) Items that will not be reclassified to Profit or Loss		0.00	0.00
(b) Tax on Items that will not be reclassified to Profit or Loss			
or Loss		0.00	0.00
(c) Net of Tax on Items that will not be reclassified to Profit or Loss			
Loss		0.00	0.00
(02) Items be reclassified			
(a) Items that will be reclassified to Profit or Loss		0.00	0.00
(b) Tax on Items that will be reclassified to Profit or Loss			
Loss		0.00	0.00
(c) Net of Tax on Items that will be reclassified to Profit or Loss			
Loss		0.00	0.00
(03) Total Other Comprehensive Income [14= (01)(c) - (02)(c)]		0.00	0.00
15. Total Comprehensive Income [15 = 13 + 14]		-230.66	-396.85
16. Earnings per equity share (Face value Rs.10 each)			
(01) For Continuing Operations			
- Basic (in Rs.)	2.10	-1.13	-1.95
- Diluted (in Rs.)	2.10	-1.13	-1.95
17. Earnings per equity share (Face value Rs.10 each)			
(01) For Discontinued & Continuing operation			
- Basic (in Rs.)			
- Diluted (in Rs.)			

Basic information of the Company & Financial Statements (FS) information, are given in Note No.3.00.

Significant Accounting Policies & other information are given in Note No. 4.00 and 5.00 respectively.

On behalf of Board of El Forge Limited
CIN: L34103TN1934PLC000669

As per my report of even date attached
UDIN: 23026465BGVHEM9615

V. SRIKANTH K. V. RAMACHANDRAN
Chairman Vice Chairman & Managing Director
(DIN 00076856) (DIN: 00322331)

D.Venkatesan
Chartered Accountant
ICAI M. No. 026465

R. SOWMITHRI
Chief Financial Officer & Company Secretary

Place: Chennai
Date: 12-05-2023

Place: Chennai
Date: 12-05-2023

EL FORGE LIMITED

Statement of Change in Equity for the year ended 31-03-2023

A. Equity Share Capital

Particulars	Balance As at 31-03- 2023	Changes in Equity Share Capital due to prior period errors	Restated balance As at 31- 03-2023	Changes in equity share capital during 2022-23	Balance as at As at 31-03- 2023
Balance at the beginning of the current reporting period	2032.43	0.00	2032.43	0.00	2032.43

Particulars	Balance As at 31-03- 2022	Changes in Equity Share Capital due to prior period errors	Restated balance As at 31- 03-2022	Changes in equity share capital during 2021-22	Balance as at As at 31-03- 2022
Balance at the beginning of the Previous reporting period	2032.43	0.00	2032.43	0.00	2032.43

B. Other Equity

Particulars	Reserve and Surplus				Other items of Other Comprehensive Income	Total
	Capital Reserve	Securities Premium;	General Reserve	Retained Earning		
Balance [Credit/ Debit (-)] as at 01-04-2022	215.86	2263.97	1003.18	11365.22	-	7882.21
Profit / loss (-) for the year 2022-23	0.00	0.00	0.00	-230.66	0.00	-230.66
Other Comprehensive income for the year 2022-23	0.00	0.00	0.00	0.00	0.00	0.00
Changes in accounting policy or prior period errors	0.00	0.00	0.00	0.00	0.00	0.00
Restated balance (Total Comprehensive Income)	215.86	2263.97	1003.18	11595.88	0.00	8112.88
Dividends Paid [Shown, as negative figure (-)]				0.00		
Transfer to retained earnings			0.00	0.00		
Any other change (to be specified)	0.00	0.00		0.00		
Balance as at 31-03-2023	215.86	2263.97	1003.18	11595.88	0.00	8112.88

EL FORGE LIMITED

B. Other Equity

Particulars	Reserve and Surplus				Other items of Other Comprehensive Income	Total
	Capital Reserve	Securities Premium	General Reserve	Retained Earning		
Balance as at 01-04-2021	215.86	2263.97	1003.18	-10968.37	0.00	-8112.88
Profit / loss (-) for the year 2021-22	0.00	0.00	0.00	-396.85	0.00	
Other Comprehensive income for the year 2021-22	0.00	0.00	0.00	0.00	0.00	
Changes in accounting policy or prior period errors	0.00	0.00	0.00	0.00	0.00	
Restated balance (Total Comprehensive Income)	215.86	2263.97	1003.18	-11365.22	0.00	-8112.88
Dividends Paid [Shown, as negative figure (-)]	0.00	0.00	0.00	0.00	0.00	0.00
Transfer to retained earnings	0.00	0.00	0.00	0.00	0.00	0.00
Any other change (to be specified)	0.00	0.00	0.00	0.00	0.00	0.00
Balance as at 31-03-2022	215.86	2263.97	1003.18	-11365.22	0.00	-8112.88

Basic information of the Company & Financial Statements (FS) information, are given in Note No.3.00.

Significant Accounting Policies & other information are given in Note No. 4.00 and 5.00 respectively.

On behalf of Board of El Forge Limited

As per my report of even date attached

CIN: L34103TN1934PLC000669

UDIN: 23026465BGVHEM9615

V. SRIKANTH
Chairman
Director
(DIN 00076856)

K. V. RAMACHANDRAN
Vice Chairman & Managing
(DIN: 00322331)

D.Venkatesan
Chartered Accountant
ICAI M. No. 026465

R. SOWMITHRI
Chief Financial Officer & Company Secretary

Place: Chennai
Date: 12-05-2023

Place: Chennai
Date: 12-05-2023

EL FORGE LIMITED

Cash Flow Statement for the Financial Year 2022- 23 (Amount in Rs. Lakh)

Particulars	As at 31-03-2023	As at 31-03-2023	As at 31-03-2022	As at 31-03-2022
01. Cash Flow from Operations				
(01) Net Profit / Loss (-) before Tax		-230.66		-396.85
(02) Adjustment for [Add/ Less (-)]				
Depreciation	488.71		617.30	
Profit (-)/ Loss on Sales of Property, Plant & Equipments	-1.47		6.65	
Interest Expenses	39.77		43.28	
Profit/ Loss - Sales of Investments	0.00		-171.80	
		527.01		495.43
(03) Operating Profit before working Capital Changes		296.35		98.58
(04) Adjustment for Net Changes in				
Current Liabilities & Provisions	251.64		40.55	
Sundry Debtors	-179.09		-62.83	
Inventories	12.11		-70.66	
Loans & Advances	-46.98		-4.07	
		37.69		-97.01
(05) Cash Generation from Operation		334.04		1.58
(06) Less: Other Provisions, if any		0.00		0.00
(07) Net Cash from Operating Activities		334.04		1.58
02. Cash Flow from Investing Activities				
Payment for Purchase of Property, Plant & Equipments	-184.21		-88.84	
Proceeds for sales Property, Plant & Equipments	5.78		7.58	
Proceeds for Sale of Investments	0.00		171.80	
Deposits (Given)/ Receipts	-25.50		10.41	
Payment for Purchase of Investments	0.00		0.00	
Dividend Received	0.00		0.00	
Net Cash Flow from Investing Activities		-203.93		100.95
03. Cash Flow from Financing Activities				
Interest Paid	-39.77		-43.28	
Net Cash Flow from Investing Activities		-39.77		-43.28
04. Net Increase/ Decrease in Cash & Cash Equivalent (04= 01+02+03)		90.33		59.25
05. Add: Cash & Cash Equivalent- Opening Balance		142.21		82.97
06. Cash & Cash Equivalent- Closing Balance [06 = 04 + 05]		232.54		142.21
07. Cash & Cash Equivalent- as per Financial Statements (Closing Balance)		232.54		142.21
Note: Closing Balance Cash & Cash Equivalent-represents				
Cash in Hand		13.83		10.47
Cash at Bank - Current A/c.		29.60		7.63
: Deposit A/c.		185.38		120.38
: Earmark A/c.		3.74		3.74
Total		232.54		142.21

Significant Accounting Policies & other information are given in Note No. 4.00 and 5.00 respectively.

On behalf of Board of El Forge Limited

As per my report of even date attached

CIN: L34103TN1934PLC000669

UDIN: 23026465BGVHEM9615

V. SRIKANTH
Chairman
(DIN 00076856)

K. V. RAMACHANDRAN
Vice Chairman & Managing Director
(DIN: 00322331)

D.Venkatesan
Chartered Accountant
ICAI M. No. 026465

R. SOWMITHRI

Chief Financial Officer & Company Secretary

Place: Chennai

Place: Chennai

Date: 12-05-2023

Date: 12-05-2023

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)
Note 1.01 Property, Plant and Equipment

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Reconciliation		
(a) Gross Carrying Amount		
(A) Opening Balance	12197.60	12202.77
(B) Add: Acquisitions (Thro' business combinations)	0.00	0.00
(C) Add: Additions	184.21	88.84
(D) Add/ Less (-): Deletion/ Other Adjustments	-86.11	-94.01
(E) Total (amount in the End)	12295.70	12197.60
(b) Accumulated Depreciation		
(A) Opening Balance	9541.37	9003.85
(B) Add: Additions for the Year	488.71	617.30
(C) Add/ Less (-) : Adjustments	-81.80	-79.78
(D) Add: Impairment Loss	0.00	0.00
(E) Less: Reversal of Impairment Loss	0.00	0.00
(F) Total	9948.28	9541.37
(c) Net Block		
(A) Gross Block (Closing Balance)	12295.70	12197.60
(B) Less: Depreciation (Closing Balance)	9948.28	9541.37
Net Amount	2347.42	2656.23

Footnote: Column-wise details are given in the Note 2.16.01

Note 1.02 Financial Assets : Investments

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Investment in Equity Instruments		
in Equity Instruments (Quoted)		
Fully paid up shares of Rs.10/- each in Indusland Bank Ltd	0.01	0.01
Sub-Total	0.01	0.01
Less: Impairment in Value of Investments, if any.	-	-
Total Investment in Equity Instruments (Net)	0.01	0.01

(02) Market Value of the Quoted Investments

Footnote: The details of Quantity in respect of the above are given in the Note 2.16.02

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 1.03 Financial Assets : Others

Particulars	As at 31-03-2023	As at 31-03-2022
Unsecured, considered good		
(01) Security Deposits	7.66	7.66
(02) Others		
(a) EB Deposits	74.04	48.59
(b) Other Deposits	3.70	3.65
Total	85.40	59.90

Note 1.04 Other Non-Current Assets

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Capital Advances		
Unsecured and considered good	1.26	8.71
Total	1.26	8.71

Note 1.05 Inventories

Particulars	As at 31-03-2023	As at 31-03-2022
(a) Raw materials and Components	137.17	160.75
(b) Work-in -progresss	19.43	21.02
(c) Finished goods	130.68	136.76
(d) Flash Stock	103.46	38.88
(e) Stock-in-trade - Traded goods	-	-
(f) Stores, spares and consumable tools	27.02	72.46
Total	417.75	429.86
Less: Provision, if any, as against carrying value	0.00	0.00
Net Amount	417.75	429.86

Footnote: The details of method of valuation of Inventory are given in the Note No. 04.05

Note 1.06 Trade Receivables

Particulars	As at 31-03-2023	As at 31-03-2022
(a) Undisputed Trade receivables		
(i) Secured & Considered good	0.00	0.00
(ii) Unsecured but Considered good	378.32	199.23
(iii) Considered doubtful	0.00	0.00
Sub-Total	378.32	199.23
(iv) Less: Allowance for Bad & Doubtful debts	0.00	0.00
(v) Net Balance [(v)= (i)+(ii)+(iii)-(iv)]	378.32	199.23
(b) Disputed Trade receivables		
(i) Secured & Considered good	0.00	0.00
(ii) Unsecured but Considered good	0.00	0.00
(iii) Considered doubtful	0.00	0.00
Sub-Total	0.00	0.00
(iv) Less: Allowance for Bad & Doubtful debts	0.00	0.00
(v) Net Balance [(v)= (i)+(ii)+(iii)-(iv)]	0.00	0.00
(c) Unbilled items, if any.		
(i) Secured & Considered good	0.00	0.00
(ii) Unsecured but Considered good	0.00	0.00
(iii) Considered doubtful	0.00	0.00
Sub-Total	0.00	0.00
(iv) Less: Allowance for Bad & Doubtful debts	0.00	0.00
(v) Net Balance [(v)= (i)+(ii)+(iii)-(iv)]	0.00	0.00
(d) Summary only Net Balance		
(i) Undisputed Trade Receivable	378.32	199.23
(ii) Disputed Trade Receivable	0.00	0.00
(iii) Unbilled items, if any.	0.00	0.00
Total	378.32	199.23

Footnote: Aging Schedule, in respect of the above are given in the Note 2.16.03

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 1.07 Cash and cash equivalents

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Balances with Banks in Current account	29.60	7.63
(02) Balance with deposit Account (including margin)	185.38	120.38
(03) Cash and stamps on hand	13.83	10.47
Total	228.80	138.47

Note 1.08 Bank Balances, other than above (iii)

Particulars	As at 31-03-2023	As at 31-03-2022
Balance with Banks On Earmarked Accounts	3.74	3.74
Total	3.74	3.74

Note 1.09 Other Current Assets

Particulars	As at 31-03-2023	As at 31-03-2022
Unsecured, Considered Good unless otherwise stated		
(01) Material advances	12.44	29.08
(02) Balances with government authorities		
(a) GST Input Credit	54.34	62.86
(b) GST Refund Receivables	3.31	28.59
(03) Staff Advance	17.75	17.67
(04) Prepaid Expenses	95.76	9.27
Total	183.60	147.47

Note 1.10 Current Tax (Net)

Particulars	As at 31-03-2023	As at 31-03-2022
TDS and TCS Receivables	65.44	47.13
Total	65.44	47.13

Note 1.11 Equity Share Capital

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Authorised:		
(a) Equity Shares of Rs.10/= (Rupees Ten) each		
2,60,00000 (Previous Year 2,60,00000) Numbers	2,600.00	2,600.00
(b) Preference Shares of Rs.10/= (Rupees Ten) each		
2,60,00000 (Previous Year 2,60,00000) Numbers	2,600.00	2,600.00
Total Authorised Capital	5200.00	5200.00

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Particulars	As at 31-03-2023	As at 31-03-2022
(02) Issued, Subscribed and Paid up:		
(a) Equity Shares of Rs.10/= (Rupees Ten) each		
2,03,24,304 (Previous year 2,03,24,304) Numbers	2,032.43	2,032.43
Total Paid up Capital	2032.43	2032.43
(03) A reconciliation of the number of Equity shares		
(a) outstanding at the beginning	20324304	20324304
(b) Add: Issued during the year/ period	0	0
(c) Sub-Total	20324304	20324304
(d) Less: Buy Back/ Adjustments	0	0
(e) Number of shares at the end	20324304	20324304
(04) Aggregated amount of shares Capital		
(a) Paid Up capital	2032.43	2032.43
(b) Less: Calls-in Arrears	0.00	0.00
(c) Add: Forfeited shares	0.00	0.00
(d) Closing Balance	2032.43	2032.43
(05) Person holding 5% or more of the shares (No. and %)		
Chendur Forgings Limited		
Number	6385006.00	6385006.00
Percentage	31.42%	31.42%
(06) Details on equity shares		
(i) During the immediately preceding five financial years, no share has been		
(a) issued as fully paid up, pursuant to contract without payment being received in cash (Number of shares allotted) ;	0	0
(b) issued as fully paid up by way of bonus shares (Aggregate number and class of shares allotted); and	0	0
(c) Bought back (Aggregate number and class of shares);	0	0
(ii) During the immediately preceding five financial years,		
(a) No calls unpaid (showing aggregate value of calls unpaid by Directors and officers) on shares subscribed by the members;	0	0
(b) No shares have been forfeited (amount originally paid up) by the company	0	0
(07) Details of Equity Shares held by the promoters and changes thereof		
Particulars	As at 31-03-2023	As at 31-03-2022
No. of shares at beginning of the Year (i.e., 01-04-22 / 01-04-2021)	8273358	8273358
No. of shares at the end of the Year (i.e., 31-03-2023/ 31 03 2022)	8273677	8273358
% of Total Shares	40.71	40.71
% change during the year (i.e., FY 2022-23/ FY 2021 22)	0	0

Footnote: promoter-wise details, in respect of the above are given in the Note 2.16.07

(08) Further details on equity Shares

(a) The Company has two kinds of shares, namely Equity Shares and Preference Shares

(b) The Company has only one class of equity shares

(c) The Company has only one class of Preference Shares

(d) Since there is only one class of shares the rights, preferences & restrictions attaching to each class are not applicable

(e) No shares are held by any holding company.

(f) No shares are reserved for issue under options and contracts/ commitments for the sale of shares/ disinvestment

(g) (i) Preference share Capital has been grouped under Note 1.14 Borrowings (Non-current liabilities, Financial Liabilities)

(ii) In view of the above issued, subscribed and paid up details of preference share capital are not given)

EL FORGE LIMITED

Note 1.12 Other Equity

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Capital Reserve		
Balance as at the beginning of the year	215.86	215.86
Add: Additions/ Transfers/ Created	-	-
Less: Transfers/ Utilized/ Adjusted	-	-
Balance as at the end of the period	215.86	215.86
(02) Securities Premium Account		
Balance as at the beginning of the period	2,263.97	2,263.97
Add: Pursuant to business combination	-	-
Add: Premium on issue of shares	-	-
Less: Utilized/ Adjusted (Right Issue Expenses)	-	-
Balance as at the end of the period	2263.97	2263.97
(03) General Reserve		
Balance as at the beginning of the year	1,003.18	1,003.18
Add: Additions/ Transfers/ Created	-	-
Less: Transfers/ Utilized/ Adjusted	-	-
Balance as at the end of the period	1003.18	1003.18

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Particulars	As at 31-03-2023	As at 31-03-2022
(04) Retained Earnings (Surplus in Statement of Profit and Loss)		
Balance as at the beginning of the year profit/(loss)	-11365.22	-10968.37
Add: Current year profit/(loss)	-230.66	-396.85
Less: Ind AS impact on Retained Earnings on transition date	0.00	0.00
Balance as at the end of the year profit/(loss)	-11595.88	-11365.22
(05) Summary of the Other Equity (Year End Balance only)		
(a) Capital Reserve	215.86	215.86
(b) Securities Premium Account	2263.97	2263.97
(c) General Reserve	1003.18	1003.18
(d) Retained Earnings [Surplus/ Deficit (-), Statement of Profit and Loss]	-11595.88	-11365.22
Total	-8112.88	-7882.21

Note 1.14 Borrowings (Non-current liabilities, Financial Liabilities)

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Unsecured Borrowings at Amortised Cost		
Preference Share -Liability	1,211.12	1,211.12
Total	1211.12	1211.12

Note 1.15 Other Financial Liabilities

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Secured Borrowings (At amortised cost)		
Loans from Others	468.98	468.98
(02) Unsecured		
Advances Received	7,056.03	7,056.03
Total	7525.01	7525.01

Note Current liabilities (Financial Liabilities), Borrowings

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Secured Borrowings (At amortised cost)		
(a) Loan Payable on Demand		
Loans from Banks	-	-
Total	0.00	0.00

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 1.16 Trade Payables

Particulars	As at 31-03-2023	As at 31-03-2022
(01) Due to MESE*		
(a) Undisputed Amount	-	-
(b) Disputed Amount	-	-
Sub-Total (MESE)	0.00	0.00
(02) Due to other than MESE		
(a) Undisputed Amount	388.18	243.50
(b) Disputed Amount	-	-
Sub-Total (Other than MESE)	388.18	243.50
(03) Summary of Trade Payable		
(i) Due to MESE	0.00	0.00
(ii) Due to Other than MESE	388.18	243.50
Summary as at Particulars	388.18	243.50
* Micro Enterprises and Small Enterprises		

Footnote: Details of Aging Schedule of the above are given in the Note 2.16.06

Note 1.17 Current liabilities, Other Financial Liabilities

Particulars	As at 31-03-2023	As at 31-03-2022
Current maturities of Long-term debts at amortised cost	-	-
Interest accrued and due on borrowings	59.38	53.21
Unclaimed dividend	3.74	3.74
Unclaimed Public Deposits	-	3.81
Employee Benefits	95.41	90.98
Total	158.54	151.73

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 1.18 Other Current Liabilities

Particulars	As at 31-03-2023	As at 31-03-2022
a) Advance from Customers	360.97	330.51
b) Statutory Liabilities	71.18	76.31
Total	432.15	406.82

Note 1.19 Provisions

Particulars	As at 31-03-2023	As at 31-03-2022
a) Provision for employee benefits		
i. Post retirement benefits- Gratuity	77.18	2.35
Total	77.18	2.35

Note Current Tax Liabilities (Net)

Particulars	As at 31-03-2023	As at 31-03-2022
Provision for taxation (net of advance tax)	-	-
Total	0.00	0.00

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 2.01 Revenue from operations

Particulars	For 2022-23	For 2021-22
(01) Sale of Products		
Manufactured Goods (Steel Forgings)	4,736.62	3,303.71
(02) Sale of Services (Labour Charges)	496.33	303.31
(03) Other operating revenues (Sale of Flash)	613.36	426.60
Total	5846.31	4033.62

Note Land Income

Particulars	For 2022-23	For 2021-22
Sale of land	-	-
Total	0.00	0.00

Note 2.02 Other income

Particulars	For 2022-23	For 2021-22
Dividend income from Non-Current Investments	0.03	0.02
Profit on exchange fluctuation	0.16	0.25
Duty Drawbacks Receipts	-	1.52
Miscellaneous Receipts	4.79	14.97
Total	4.99	16.75

Note 2.03 Cost of Materials and Services Consumed

Particulars	For 2022-23	For 2021-22
Opening Stock	160.75	112.26
Add: Purchases	3,193.19	2,267.42
Less Closing Stock	137.17	160.75
Cost of Materials & Services Consumed	3216.78	2218.94

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 2.04 Changes in inventories of FG, SIT and WIP*

Particulars	For 2022-23	For 2021-22
(01) Opening Inventories		
- Work-in-progress	21.02	21.50
- Finished goods	136.76	133.77
- Flash Stock	38.88	10.66
Total, Opening Inventories	196.65	165.93
(02) Closing Inventories		
- Work-in-progress	19.43	21.02
- Finished goods	130.68	136.76
- Flash Stock	103.46	38.88
Total, Closing Inventories	253.57	196.65
(03) Changes in Inventories		
Total, Opening Inventories	196.65	165.93
Total, Closing Inventories	253.57	196.65
Net change [Increase (-)/ Decrease]	-56.91	-30.72

Note 2.05 Employee Benefits Expenses

Particulars	For 2022-23	For 2021-22
a) Salaries, wages, and bonus	600.73	470.78
b) Contribution to provident, gratuity and other funds	101.48	20.82
c) Welfare expenses	263.24	258.92
Total	965.45	750.51

Note 2.06 Finance Costs

Particulars	For 2022-23	For 2021-22
a) Interest Expense	38.85	42.40
b) Interest Expenses on preference liability	-	-
c) Other borrowing costs	0.92	0.87
Total	39.77	43.28

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)
Note 2.07 Depreciation and Amortisation Expense

Particulars	For 2022-23	For 2021-22
Depreciation on Tangible assets		
(i) Buildings	65.75	65.75
(ii) Plant and equipment	403.87	480.10
(iii) Electrical Installations	14.19	69.84
(iv) Furniture and fittings	-	-
(v) Office equipment's	0.34	0.90
(vi) Computers	1.41	0.62
(vii) Motor Vehicle	3.16	0.09
Total Depreciation on Tangible assets	488.71	617.30
Amortisation Expense on Intangible assets		
(i) Brand/Trademarks		
- Acquired	-	-
(ii) Software's		
- Acquired	-	-
Total Amortisation Expense on Intangible assets	0.00	0.00
(B)	0.00	0.00
Depreciation and Amortisation Expenses		
Total Depreciation on Tangible assets	488.71	617.30
Total Amortisation Expense on Intangible assets		
(B)	0.00	0.00
Total	488.71	617.30

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)
Note 2.08 Other Expenses

Particulars	For 2022-23	For 2021-22
Consumption of Stores and Spare Parts	138.31	74.93
Power & Fuel	686.97	546.07
Job Charges	46.92	22.17
Repairs & Maintenance - Building	0.06	3.94
Repairs & Maintenance - Machinery	137.78	91.69
Repairs & Maintenance - Others	37.25	39.56
Payments to Auditors	4.00	4.20
Insurance	13.77	8.05
Printing and stationery	4.96	3.25
Travelling and conveyance	37.99	40.05
Rent	33.26	29.37
Rates and taxes	3.71	12.46
Packing and Forwarding	36.14	37.18
Miscellaneous expenses	153.90	78.16
Total	1335.01	991.08

Note 2.09 . Exceptional items [Income (-) / Expenses]

Particulars	For 2022-23	For 2021-22
Doubtful debts written off	0.49	-
a) Deferred revenue expenditure written off	-	12.25
b) Loss on sale of investment	-	-
c) Loss / Profit (-) on sales of assets	-1.47	6.65
d) Liability no longer required written off/ Assets Written off	32.98	-25.99
e) Obsolete Stock Written off / Prior period items	61.15	35.73
f) Profit on Sale of leasehold Rights	-	-171.80
Total	93.15	-143.16

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Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 2.10 Earnings per equity share (Face value Rs.10 each)

Particulars	For 2022-23	For 2021-22
(01) Profit		
Profit / Loss (-) after tax	-230.66	-396.85
Less: Dividend on Preference shares	0.00	0.00
Profit attributable to ordinary shareholders- for B & D [@] EPS	-230.66	-396.85
(02) Weighted average number Shares		
(a) WAN* of Ordinary Shares for basic EPS	20324304	20324304
(b) Add: Adjustment of shares, if any.	0	0
(c) Total WAN* of Ordinary Shares for basic EPS	20324304	20324304
(d) Add: Adjustment for shares, if any.	0	0
(e) WAN* of Ordinary Shares and POS** for diluted EPS	20324304	20324304
(03) Nominal (or Face) Value of Ordinary Share (₹)	10.00	10.00

(04) Basic earnings per Ordinary Share (₹) -1.13 -1.95

(05) Diluted earnings per Ordinary Share (₹) -1.13 -1.95

(06) No discounting business & hence no such profit/ loss (-)

@ B & D stands for "Basic and Diluted"

* WAN stands for "Weighted Average Number"

** POS stands for Potential Ordinary Shares

2.11 Contingent Liabilities & Commitments

(01) Claims against the company not acknowledged as debt;	146.89	146.89
(02) Guarantees given;	0.00	0.00
(03) Other money for which the company is contingently liable	0.00	0.00
(04) Whether Commitments are classified as:		
(05) Others		
(a) Pending contracts*	0.00	0.00
(b) Uncalled liability on shares & other investments partly paid	0.00	0.00
(c) Other commitments (specify nature).	0.00	0.00

*Estimated amount remaining to be executed on capital a/c & not provided for;

2.12. Raw Materials Consumed

(01) In Value		
(a) Total Consumption	3216.78	2218.94
(b) Indigenous Raw Materials consumption	3216.78	2218.94
(c) Imported Raw materials consumption	0.00	0.00
(02) in Percentage		
(a) Total Consumption	100.00	100.00
(b) Indigenous Raw Materials consumption	100.00	100.00
(c) Imported Raw materials consumption	0.00	0.00

2.13. Spare Parts and Components Consumption

(01) In Value		
(a) Total Consumption	138.31	74.93
(b) Indigenous Stores Consumption	138.31	74.93
(c) Imported Stores Consumption	0.00	0.00
(02) in Percentage		
(a) Total Consumption	100.00	100.00
(b) Indigenous Stores Consumption	100.00	100.00
(c) Imported Stores Consumption	0.00	0.00

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Particulars	As at 31-03-2023	As at 31-03-2022 / For 2021-22
2.14 Earnings in foreign exchange, namely:		
(01) Export of goods calculated on F.O.B. basis;	69.51	90.40
(02) Royalty, know-how ,professional and consultation fees;	0.00	0.00
(03) Interest and dividend;	0.00	0.00
2.15 Foreign Exchange, Outflow:		
(01) Purchase of Capital Goods	0.00	0.00
(02) Purchase of Stores & Spares	0.00	0.00
(03) Interest and dividend;	0.00	0.00
(04) Royalty, know-how ,professional and consultation fees;	0.00	0.00

Note 2.16, Details relating to various Footnotes referred in relevant notes on Financial Statements

Note 2.16.01 of Column-wise details, relating to Note 1.01 Property, Plant and Equipment

Name of the Fixed Assets	Gross Carrying Amount: Opening Balance As at 01-04-2022	Gross Carrying Amount: Additions during the year	Gross Carrying Amount: Deletions/ Transfer during the year	Gross Carrying Amount: Closing Balance as at 31-03-2023	Accumulated Depreciation: Opening Balance As at 01-04-2020	Depreciation : Addition during the year	Depreciation : Deduction during the year	Accumulated Depreciation: Closing Balance as at 31-03-2023	Net Block: As at 31-03-2023	Net Block: As at 31-03-2022
Land	73.32	33.68	0.00	107.00	0.00	0.00	0.00	0.00	107.00	73.32
Building	2069.99	0.00	0.00	2069.99	973.16	65.75	81.80	957.10	1112.89	1096.83
Plant & Machinery	9560.64	113.84	86.11	9588.37	8121.96	418.06	0.00	8540.02	1048.35	1438.68
Furniture & Fixtures	226.61	0.00	0.00	226.61	215.28	0.00	0.00	215.28	11.33	11.33
Office Equipments	250.02	4.40	0.00	254.42	230.88	1.75	0.00	232.62	21.79	19.14
Motor Vehicle	17.00	32.30	0.00	49.30	0.09	3.16	0.00	3.25	46.05	16.91
Total	12197.60	184.21	86.11	12295.70	9541.37	488.71	81.80	9948.28	2347.42	2656.23
Previous Year (Summary)	12202.77	88.84	94.01	12197.60	9003.85	617.30	79.78	9541.37	2656.23	3198.92

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 2.16.02 of Entity-wise details, relating to Note 1.02 Financial Assets : Investments

Particulars	As at 31-03-2023 Numbers	As at 31-03-2023 Amount	As at 31-03-2022 Numbers	As at 31-03-2022 Amount
(01) Investment in Equity Instruments in Equity Instruments (Quoted)				
Fully paid-up shares of Rs.10/- each in IndusInd Bank Ltd	436	0.01	436	0.01
Sub-Total		0.01		0.01
Less: Impairment in Value of Investments, if any.		-		-
Total Investment in Equity Instruments (Net)		0.01		0.01

(02) Market Value of the Quoted Investments

Note 2.16.03 of Aging Schedule, relating to Note 1.06 Trade Receivables

Particulars	Amount not due	Outstanding for the periods Less than 6 months	Outstanding for the periods between 6 months and 1 year	Outstanding for the periods between 1 year and 2 years	Outstanding for the periods between 2 and 3 years	Outstanding for the periods More than 3 years	Total
(01) Current Year : As at 31-03-2023							
(a) Undisputed Trade receivables							
(i) Secured & Considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Unsecured but Considered good	0.00	374.50	3.81	0.00	0.00	0.00	378.32
(iii) Considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-Total	0.00	374.50	3.81	0.00	0.00	0.00	378.32
(iv) Less: Allowance for Bad & Doubtful debts	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(v) Net Balance [(v)= (i)+(ii)+(iii)-(iv)]	0.00	374.50	3.81	0.00	0.00	0.00	378.32
(b) Disputed Trade receivables							
(i) Secured & Considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Unsecured but Considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-Total	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Less: Allowance for Bad & Doubtful debts	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(v) Net Balance [(v)= (i)+(ii)+(iii)-(iv)]	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Note 2.16.04 of Aging Schedule, relating to (d) Summary only Net Balance

Particulars	Amount not due	Outstanding for the periods Less than 6 months	Outstanding for the periods between 6 months and 1 year	Outstanding for the periods between 1 year and 2 years	Outstanding for the periods between 2 and 3 years	Outstanding for the periods More than 3 years	Total
(c) Summary of Trade receivables (net Balance)							
(i) Undisputed Trade receivables	0.00	374.50	3.81	0.00	0.00	0.00	378.32
(ii) Disputed Trade receivables	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sum of Net Balance as at 31-03-2023	0.00	374.50	3.81	0.00	0.00	0.00	378.32
Additional Particulars: There has been no Trade Receivable, falling under category of "Having significant increase in Credit Risk", "Credit Impaired" & "Unbilled"							
(02) Previous Year : As at 31-03-2022							
(a) Undisputed Trade receivables							
(i) Secured & Considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Unsecured but Considered good	0.00	199.23	0.00	0.00	0.00	0.00	199.23
(iii) Considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-Total	0.00	199.23	0.00	0.00	0.00	0.00	199.23
(iv) Less: Allowance for B & D debts	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(v) Net Balance [(v)= (i)+(ii)+(iii)-(iv)]	0.00	199.23	0.00	0.00	0.00	0.00	199.23

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 2.16.05 of Aging Schedule, relating to Note 1.06 Trade Receivables, Continued

Particulars	Amount not due	Outstanding for the periods Less than 6 months	Outstanding for the periods between 6 months and 1 year	Outstanding for the periods between 1 year and 2 years	Outstanding for the periods between 2 and 3 years	Outstanding for the periods More than 3 years	Total
(b) Disputed Trade receivables							
(i) Secured & Considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Unsecured but Considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-Total	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Less: Allowance for B & D debts	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(v) Net Balance [(v)= (i)+(ii)+(iii)-(iv)]	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(c) Summary of Trade receivables (net Balance)							
(i) Undisputed Trade receivables	0.00	199.23	0.00	0.00	0.00	0.00	199.23
(ii) Disputed Trade receivables	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sum of Net Balance as at 31-03-2022	0.00	199.23	0.00	0.00	0.00	0.00	199.23
Additional Particulars: There has been no Trade Receivable, falling under category of "Having significant increase in Credit Risk", Credit Impaired" & "Unbilled"							
(03) Corresponding Current Year & Previous Year Amt							
Net Balance (Undisputed & Disputed Trade receivables)							
(i) Current Year as at 31-03-2023	0.00	374.50	3.81	0.00	0.00	0.00	378.32
(ii) Previous Year as at 31-03-2022	0.00	199.23	0.00	0.00	0.00	0.00	199.23

Note 2.16.05 of Aging Schedule, relating to Note 1.06 Trade Receivables, Continued

(04) Out of the Trade Receivable, amount due from specified persons

Particulars	Amount not due	Outstanding for the periods Less than 6 months	Outstanding for the periods between 6 months and 1 year	Outstanding for the periods between 1 year and 2 years	Outstanding for the periods between 2 and 3 years	Outstanding for the periods More than 3 years	Total
(i) Current Year as at 31-03-2023							
(a) Severally Due from Directors/ Officers	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(b) Jointly Due with Directors/ Officers	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(c) Firm in which Director is a Partner	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(d) Pvt Co. in which Director is a member	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(e) Pvt Co. in which Director is a Director	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Previous Year as at 31-03-2022							
(a) Severally Due from Directors/ Officers	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(b) Jointly Due with Directors/ Officers	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(c) Firm in which Director is a Partner	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(d) Pvt Co. in which Director is a member	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(e) Pvt Co. in which Director is a Director	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	0.00	0.00	0.00	0.00	0.00	0.00	0.00

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 2.16.06 of Aging Schedule, relating to Note 1.16 Trade Payables

Particulars	Unbilled dues	Amount where no due date of payment is specified	Outstanding for the periods less than 1 year	Outstanding for the periods between 1 year and 2 years	Outstanding for the periods between 2 years and 3 years	Outstanding for the periods More than 3 years	Total
(01) Current Year : As at 31-03-2023							
(a) Summary (Details are given below)							
(i) Due to Micro Enterprises & Small Enterprises (MESE)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Due to Other than MESE	0.00	0.00	388.18	0.00	0.00	0.00	388.18
Summary as at 31-03-2023	0.00	0.00	388.18	0.00	0.00	0.00	388.18
(b) Details of the summary, referred above							
(i) Undisputed amount due to MSME	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Undisputed amount due to Other than MESE	0.00	0.00	388.18	0.00	0.00	0.00	388.18
(iii) Disputed amount due to MSME	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed amount due to Other than MESE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	0.00	0.00	388.18	0.00	0.00	0.00	388.18
(02) Previous Year : As at 31-03-2022							
(i) Due to MESE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Due to Other than MESE	0.00	87.88	155.62	0.00	0.00	0.00	243.50
Summary as at 31-03-2022	0.00	87.88	155.62	0.00	0.00	0.00	243.50

Note 2.16.06 of Aging Schedule, relating to Note 1.16 Trade Payables Continued

Particulars	Unbilled dues	Amount where no due date of payment is specified	Outstanding for the periods less than 1 year	Outstanding for the periods between 1 year and 2 years	Outstanding for the periods between 2 years and 3 years	Outstanding for the periods More than 3 years	Total
(02) Previous Year : As at 31-03-2022							
Continued							
(b) Details of the summary, referred above							
(i) Undisputed amount due to MSME	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(ii) Undisputed amount due to Other than MESE	0.00	87.88	155.62	0.00	0.00	0.00	243.50
(iii) Disputed amount due to MSME	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed amount due to Other than MESE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	0.00	87.88	155.62	0.00	0.00	0.00	243.50
(03) Disclosure for Corresponding Previous Year Amt							
(a) Due to MESE							
(01) Current Year : As at 31-03-2023	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(02) Previous Year : As at 31-03-2022	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(b) Due to Others than MESE							
(01) Current Year : As at 31-03-2023	0.00	0.00	388.18	0.00	0.00	0.00	388.18
(02) Previous Year : As at 31-03-2022	0.00	87.88	155.62	0.00	0.00	0.00	243.50

EL FORGE LIMITED

Notes annexed to and forming an integral part of the Financial Statements as at 31-03-2023 (Amt in Rs. Lakh)

Note 2.16.06 of Aging Schedule, relating to Note 1.16 Trade Payables Continued

(04) Interest, Principal, etc., to Micro, Small & Medium Enterprises, as per MSMED Act, 2006

Particulars	(i) Amount due principal amount and the interest	(ii) Amount remains unpaid principal amount and the interest	(iii) Amount of the interest paid beyond the appointed day	(iv) Amount of the interest paid within the appointed day	(v) Amount of principal paid but the interest unpaid	(vi) Amount of the interest accrued but unpaid	(vii) The amount of further interest due and payable (Footnote 02)
(a) As at 31-03-2023 / For 2022-23	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(b) As at 31-03-2022 / For 2021-22	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Footnote:

- MSMED Act stands for Micro, Small and Medium Enterprises Development Act, 2006
- For the purpose of disallowance as a deductible expenditure under section 23 of MSMED Act.
The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise

Note 2.16.07, relating to Note 1.11 Equity Share Capital, (07) Details of Equity Shares held by the promoters and changes thereof

Current Year: As at 31-03-2023 and Previous Year: As at 31-03-2022

Promoter Name	No. of shares at 01-04-22	No. of shares at the end of 31-03-2023	% of Total Shares, 31-03- 2023	% change during the year, FY 2022-23	No. of shares at 01- 04-2021	No. of shares at the end of 31 03 2022	% of Total Shares, 31 03 2022	% change during the year, FY 2021 22
V Srikanth	522202	522202	2.57	0.00	522202	522202	2.57	0.00
V Ramachandran	331720	331720	1.63	0.00	331720	331720	1.63	0.00
K.V.Ramachandran	133166	133166	0.66	0.00	133166	133166	0.66	0.00
V.Subha	113578	113578	0.56	0.00	113578	113578	0.56	0.00
Chitra Venkataraman	66450	66450	0.33	0.00	66450	66450	0.33	0.00
K.V.Srikanth	12500	12500	0.06	0.00	12500	12500	0.06	0.00
P.L.Reddy	8100	8100	0.04	0.00	8100	8100	0.04	0.00
V Balu	6708	6708	0.03	0.00	6708	6708	0.03	0.00
Nandinl Ramachandran	4000	4000	0.02	0.00	4000	4000	0.02	0.00
Nandini Srikanth	343277	343277	1.69	0.00	343277	343277	1.69	0.00
Ananya Srikanth	3195	3195	0.02	0.00	3195	3195	0.02	0.00
Rohini Ramaswamy	1300	1300	0.01	0.00	1300	1300	0.01	0.00
R.Visweswaran	487	487	0.00	0.00	487	487	0.00	0.00
V JayaLakshmi	1169	1169	0.01	0.00	1169	1169	0.01	0.00
K.R.Srihari			340300	340300	1.67	0.00	340300	340300
K.R.Manasvini	200	200	0.00	0.00	200	200	0.00	0.00
Chendur Forgings Ltd	6385006	6385006	31.42	0.00	6385006	6385006	31.42	0.00
Total As at 31-03-2023	8273358	8273358	40.71	0.00	8273358	8273358	40.71	0
Total (Previous Year)	40.71	8273358	40.71	0.00	8273358	8273358	40.71	0.00

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 3.00, relating to Basic information of the Company & Financial Statements (FS) information

3.01. Company Over review

- (01) EL Forge Ltd (the earlier name was Ellore Electric Supply Company limited) incorporated during the year 1934, and started its forging operations during the year 1963. The Company is engaged in the business of manufacturing Rough Steel Forgings i.e., fuel injection forgings, steering rods, tie rods, engine and gear boxes, starter items etc. for automobile industry. The company exports its products to the US, China, etc. It has a manufacturing unit at Appur Village, near Chennai.
- (02) Established OME's are the major clients of the Company.
- (03) The present installed capacity of forgings is 12000 TPA
- (04) On Quality front, the Appur plant is an ISO / TS 16949 -2009 accredited, unit.

3.02. Basis of Accounting and Preparation of Financial Statements

03.02.01. Basis of preparation and compliance with Ind AS

- (01) The financial statements of the Company have been prepared and presented in accordance with the Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis of accounting, except for Assets and Liabilities that have been measured on fair value basis. GAAP comprises of Indian Accounting Standards (Ind AS) as notified under Section 133 of the Companies Act, 2013 (hereinafter referred to as "the Act") read together with Rule 4 of Companies (Indian Accounting Standards) Rules 2015, as amendment, to the extent applicable, pronouncements of regulatory bodies applicable to the Company and other provisions of the Act. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to existing accounting standards requires a change in the accounting policy hitherto in use. Management evaluates all recently issued or revised accounting standards on an on-going basis.
- (02) Ministry of Corporate Affairs ("MCA") through a notification dated March 24, 2021, amended Division II of Schedule III of the Companies Act, 2013 and applicable for the reporting period beginning on or after April 1, 2021. The amendment encompasses certain additional disclosure requirements. The Company has applied and incorporated the requirements of amended Division II of Schedule III of the Companies Act, 2013, to the extent applicable on it, while preparing these financial statements.
- (03) The financial statements are presented in Indian Rupees lakhs unless otherwise stated.
- (04) All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set-out Note No. 04.18. Based on the nature of products and services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

03.02.02. Statement of Compliance

The Financial Statements comprising Balance Sheet, Statement of Profit and Loss, Statement of changes in Equity, Cash Flow Statement, together with notes, there on, for the year ended 31-03-2023 have been prepared in accordance with Ind AS, as notified above duly approved by the Board of Directors at its meeting held on May 12, 2023.

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 3.00, relating to Basic information of the Company & Financial Statements (FS) information

03.02.03. Basis of measurement

The Ind AS Financial Statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting, measuring certain financial assets and liabilities, at Fair Value as required by relevant Ind ASs. The Fair value measurement is described below:

- (01) The Company does not have any financial instruments, such as, derivatives and accordingly, measures financial instrument, at fair value at each balance sheet date does not arise. Accordingly, the principle of Fair value, in respect of the above, has not been stipulated here.
- (02) A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.
 - (a) Fair value for measurement and /or disclosure purpose in these financial statements is determined on such a basis, except for share based payment transactions that are within the scope of Ind AS 102, leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.
 - (b) The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.
- (03) All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:
 - (a) Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
 - (b) Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
 - (c) Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

- (04) For other fair value, in respect of the Financial Instruments, related disclosures refer Sl. No. 05.14. of Notes on Financial Statements.

03.02.04. Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). Indian rupee is the functional currency of the Company.

The financial statements are presented in Indian Rupees (₹) which is the Company's presentation currency. All financial information presented in Indian Rupees has been rounded up to the nearest lakh except where otherwise indicated.

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 3.00, relating to Basic information of the Company & Financial Statements (FS) information

03.02.05. Recent Standards not yet effective and not adopted by the Company

Ministry of Corporate Affairs (“MCA”) notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

Ind AS 1 – Presentation of Financial Statements

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general-purpose financial statements. The Company does not expect this amendment to have any significant impact in its financial statements.

Ind AS 12 – Income Taxes

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The Company does not expect this amendment to have any significant impact in its financial statements.

Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are “monetary amounts in financial statements that are subject to measurement uncertainty”. Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The Company does not expect this amendment to have any significant impact in its financial statements.

03.02.06. The amendments are extensive and the Company will evaluate the same to give effect to them as required by law.

Significant Accounting Policies

The Company has applied following accounting policies to all periods presented in the Ind AS Financial Statements.

04.01. Revenue Recognition

4.01.01. The Company earns revenue from export/ domestic of manufactured steel forgings, sale of product and services and right to receive export incentives from Government.

4.01.02. The Company recognizes revenue when its customer obtains control of promised goods or services, in an amount that reflects the consideration which the entity expects to receive in exchange for those goods or services excluding the amount collected on behalf of third parties.

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 4.00, relating to Significant Accounting Policies, forming an integral part thereof

4.01.03. The revenue recognition in respect of the various streams of revenue is described as follows

(01) Export and Domestic sale of steel forgings (Sale of product)

- (a) Revenue is earned from manufacture and export/ domestic sale of steel forgings. Revenue is recognized upon completion of obligation of the Company, under the contract.
- (b) Revenue is recognized at the transaction price agreed with the customer through a sale order received from the customers or per the contract.

(02) Sales of Services

Revenue is earned from sale of products and services. Revenue is recognized upon completion of services or upon transfer of risk and reward of products to the customer.

Revenue from rendering of services is recognized upon completion of services and all the obligation under the contract has been performed and the Company has an enforceable right to payment for services rendered

(03) Export Benefits or Incentives

Export incentives, in the nature of duty draw back or “Duty Entitlement Pass Book” under “Duty Exemption Scheme”, framed by the government, are recognized in the Statement of Profit & Loss when the right to receive credit as per terms of the scheme is established in respect of export made and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds.

(04) Dividend

Dividend income is recognized when the right to receive payment is established.

(05) Interest

Interest income is recognized using effective rate of interest method.

04.02. Property, Plant and Equipment

4.02.01. Initial Cost

- (01) Property, Plant and Equipment is stated at cost less accumulated depreciation and where applicable accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials, direct labour and any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.
- (02) When parts of an item of Property, Plant and Equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.
- (03) Amounts paid as advances towards the acquisition of Property, Plant and Equipment is disclosed separately under other non-current assets as capital advances and the cost of assets not put to use as on Balance Sheet date are disclosed under “Capital work-in-progress”.

4.02.02. Subsequent costs

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is de-recognized. The costs of the day-to-day servicing of property, plant and equipment are recognized in the Statement of Profit or Loss.

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 4.00, relating to Significant Accounting Policies, forming an integral part thereof

4.02.03. De-Recognition

Gains and losses on disposal of an item of Property, Plant and Equipment are determined by comparing the proceeds from disposal with the carrying amount of Property, Plant and Equipment and are recognized net within “other income / other expenses” in the Statement of Profit and Loss.

4.02.04. Depreciation

Depreciation is recognized in the Statement of profit and loss on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the Company will obtain ownership by the end of the lease term.

04.03. Loans and Borrowings

04.03.01. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate (hereinafter referred as EIR) method. Gains and losses are recognized in statement of profit and loss when the liabilities are derecognized as well as through the EIR amortization process.

04.03.02. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

04.04. Borrowing Costs

04.04.01. Borrowing costs are interest and other costs (including exchange difference relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs) incurred in connection with the borrowing of funds. Interest expense is recognized using effective interest method.

04.04.02. Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset. Other borrowing costs are recognized as expenses in the period in which they are incurred. To the extent the Company borrows funds generally and uses them for the purpose of obtaining a qualifying asset, the Company determines the amount of borrowings costs eligible for capitalization by applying a capitalization rate to the expenditure incurred on such asset. The capitalization rate is determined based on the weighted average of borrowing costs applicable to the borrowings of the Company which are outstanding during the period, other than borrowings made specifically towards purchase of the qualifying asset. The amount of borrowing costs that the Company capitalizes during a period does not exceed the amount of borrowing costs incurred during that period.

04.05. Inventories

04.05.01. Inventories are valued at the lower of cost and net realizable value except scrap and by products which are valued at net realizable value. Costs, incurred in bringing the inventory to its present location and conditions, are accounted and considered for valuation. The method of valuation is detailed in the following paragraph.

04.05.02. Raw materials: cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 4.00, relating to Significant Accounting Policies, forming an integral part thereof

04.05.03. Finished goods and work in progress: Cost includes direct labour and an appropriate share of fixed and variable production overheads. Fixed production overheads are allocated on the basis of normal capacity of production facilities. Cost is determined on moving weighted average basis.

(01) Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

(02) Obsolete inventories are identified and written down to net realizable value. Slow moving and defective inventories are identified and provided to net realizable value.

(03) differences relating to investments in subsidiaries and associates to the extent that it is probable that they will not reverse in the foreseeable future; and

(04) Arising due to taxable temporary differences arising on the initial recognition of goodwill, as the same is not deductible for tax purposes.

04.05.04. Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

04.05.05. A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

04.05.06. Deferred taxation arising on investments in subsidiaries and associates is recognized except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred taxation on temporary differences arising out of undistributed earnings of the equity method accounted investee is recorded based on the management's intention. If the intention is to realize the undistributed earnings through sale, deferred tax is measured at the capital gains tax rates that are expected to be applied to temporary differences when they reverse. However, when the intention is to realize the undistributed earnings through dividend, the company's share of the income and expenses of the equity method accounted investee is recorded in the statement of income, after considering any taxes on dividend payable by the equity method accounted investee and no deferred tax is set up in the books as the tax liability is not with the company.

04.06. Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 4.00, relating to Significant Accounting Policies, forming an integral part thereof

04.07. Provisions

04.07.01. Provisions are recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

04.07.02. A provision for onerous contract is recognised when the expected benefits to be derived by the Company from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognises any impairment loss on the assets associated with that contract.

04.08. Employee benefit schemes

04.08.01. Short-term employee benefits

Employee benefits payable wholly within twelve months of receiving employee services are classified as short-term employee benefits. These benefits include salaries and wages, performance incentives and compensated absences which are expected to occur in next twelve months. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognized as an expense as the related service is rendered by employees.

04.08.02. Compensated absences:

Compensated absences accruing to employees and which can be carried to future periods but where there are restrictions on availment or encashment or where the availment or encashment is not expected to occur wholly in the next twelve months, the liability on account of the benefit is determined actuarially using the projected unit credit method.

04.08.03. Post-employment benefits

(01) Defined contribution plan

Retirement benefits, in form of superannuation, are a defined contribution scheme. The Company has no obligation, other than the contribution payable to the superannuation fund. The Company recognizes contribution payable to the superannuation scheme as expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to a reduction in future payment or a cash refund.

(02) Defined benefit plans – Gratuity and Provident fund

(a) Gratuity

The Company has a defined benefit plan (the “Gratuity Plan”). The Gratuity Plan provides a lump sum payment to employees who have completed five years or more of service at retirement, disability or termination of employment, being an amount based on the respective employee’s last drawn salary and the number of years of employment with the Company.

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 4.00, relating to Significant Accounting Policies, forming an integral part thereof

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets if any. This cost is included in employee benefit expense in the statement of profit and loss. The liability or asset recognised in the balance sheet in respect of gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets if any. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income and are never reclassified to profit or loss. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in the statement of profit and loss as past service cost.

(b) Provident Fund

Eligible employees of the Company receive benefits from a provident fund, which is a defined benefit plan. Both the eligible employee and the Company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary. The Company contributes a portion to the Govt. Provident Fund Trust. The trust invests in specific designated instruments as permitted by Indian law. The remaining portion is contributed to the Government administered pension fund. The rate at which the annual interest is payable to the beneficiaries by the trust is administered by the Government.

(c) Termination benefits

Termination benefits are payable when employment is terminated by the Company before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Company recognises termination benefits at the earlier of the following dates: (a) when the Company can no longer withdraw the offer of those benefits; and (b) when the Company recognises costs for a restructuring that is within the scope of Ind AS 37 and involves the payment of termination benefits. In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than 12 months after the end of the reporting period are discounted to present value.

04.09. Foreign currency transactions

04.09.01. Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate prevailing at the date of transaction.

04.09.02. Measurement of foreign currency items at the balance sheet date

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Notes No. 4.00, relating to Significant Accounting Policies, forming an integral part thereof

04.09.03. Foreign currency monetary assets and liabilities denominated in foreign currencies are translated at the functional currency at the exchange rate prevailing at the reporting date.

- (01) Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.
- (02) Exchange differences arising on settlement or translation of monetary items are recognized as income or expense in the period in which they arise with the exception of exchange differences on gain or loss arising on translation of non-monetary items measured at fair value which is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCI or profit or loss are also recognized in OCI or profit or loss, respectively).

04.10. Earnings per share

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit and loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. Diluted EPS is determined by adjusting the profit and loss attributable to equity shareholders and the weighted average number of equity shares outstanding for the effects of all dilutive potential equity shares.

04.11. Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. Revenue and expenses are identified to segments on the basis of their relationship to the operating activities of the segment. Inter segment revenue are accounted for based on the cost price. Revenue, expenses, assets and liabilities which are not allocable to segments on a reasonable basis, are included under "Unallocated revenue/ expenses/ assets/ liabilities".

04.12. Leases

At the inception of a lease, the lease arrangement is classified as either a finance lease or an operating lease, based on the substance of the lease arrangement.

04.12.01. Assets taken on finance lease:

A finance lease is recognized as an asset and a liability at the commencement of lease, at lower of the fair value of leased asset or the present value of the minimum lease payments. Initial direct costs, if any, are also capitalized and subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset. Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

04.12.02. Assets taken on operating lease:

- (01) Assets taken on operating leases are not recognized on the Company's Balance Sheet. Payments made under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis over the term of the lease.
- (02) Subsequent to initial recognition, the security deposit is measured at amortized cost using the effective interest method with the carrying amount increased over the lease period up to the refundable amount. The amount of increase in the carrying amount of deposit is recognized as interest income. The lease prepayment is amortized on a straight-line basis over the lease term as lease rental expense.

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Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 4.00, relating to Significant Accounting Policies, forming an integral part thereof

04.13. Cash Flow Statement

Cash flows are reported using indirect method as set out in Ind AS -7 “Statement of Cash Flows”, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

04.14. Research and development

Revenue expenditure towards research and development is charged to the statement of profit and loss in the year it is incurred. Capital expenditure on research and development related to property, plant and equipment is included in the cost of related property, plant and equipment.

04.15. Use of Estimates and Judgments

04.15.01. The preparation of the financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates under different assumptions and conditions.

04.15.02. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are elaborated in Note No. 04.03 (Loan), 04.04. (Borrowing Cost), 04.06 (Impairment of Non-Financial Assets), 04.09 (Employees Benefit Scheme), 4.10 (Provisions), 04.11 (Foreign Currency Transactions) and 04.14 (Lease) on the Financial Statements, shown in the preceding paragraphs.

04.16. Current /Non-Current Classification and Operating Cycle

04.16.01. An asset is classified as current if:

- (01) It is expected to be realized or sold and consumed in the Company’s normal operating cycle.
- (02) It is held primarily for the purpose of trading;
- (03) It is expected to be realized within twelve months after the reporting period or
- (04) It is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.
- (05) All other assets are classified as non-current.

04.16.02. A liability is classified as current if

- (01) It is expected to be settled in normal operating cycle;
- (02) It is held primarily for the purpose of trading;
- (03) It is expected to be settled with twelve months after reporting period;
- (04) It has no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- (05) All other assets are classified as non-current.

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Notes No. 5.00, relating to other information, forming an integral part thereof

04.16.03. Operating Cycle

The operating cycle is the time between acquisition of assets for processing and their realization in cash and cash equivalents. The Company's normal operating cycle is 45 days to 60 days.

05.01. Denomination

All the figures are rounded off to nearest Lakh (Indian Rupees)

05.02. Re-Grouping of Amounts

Previous year's figures have been regrouped, wherever necessary, to confirm to current year classification/ grouping.

05.03. Contingent Liabilities & Commitments

05.03.01. Claims against the company not acknowledged as debt (Amount in Rs. Lakh)

Sl. No.	Particulars	As at 31-03-2023	As at 31-03-2022
01	E.S.I under Appeal	0.77	0.77
02	Demand from Income Tax	132.74	132.74
03	Demand from Central Excise & service tax	13.38	13.38

05.03.02. The Company makes the assessment of likely outcome, based on the views of internal legal counsel and in consultation with external legal counsel representing the Company. The management is of the view that the outcome the aforesaid case shall be in favour of the company. Based on the above, the management of the view that no provision is required in the books of accounts, at this stage.

05.04. Realization of the amount due to the Company

In the opinion of the management the current assets and Loans and Advances will be recovered in full, in the normal course of business.

05.05. Disclosure of amount due to MSME

05.05.01. Our company has no dealings with MSME organizations (as per Micro, Small and Medium Enterprises Development Act, 2006); and hence we have not filed MSME returns with MCA.

05.05.02. As a matter of caution, we have written to all suppliers to confirm if they would come under the classification of MSME. None of them have confirmed the same and hence we can conclude that the trade payable is not to MSME's.

05.05.03. Accordingly, disclosure of details of amount due to in respect of Micro, Small and Medium Enterprises, vide Notification dated 11th October, 2018, issued by Ministry of Corporate Affairs, are not applicable to the Company for the year under report.

05.06. Netting off Interest Income

Interest Expenses is shown after setting off interest receipts (Income) amounting to Rs. 8.05 Lakh, (Previous year Rs. 3.92 Lakh).

05.07. Group Gratuity Fund

The Retirement Benefit Funds towards gratuity are administered by LIC under Group Gratuity Scheme.

05.08. Related Party Disclosure, as per Ind AS-24

The related parties' details are disclosed as follows:

05.08.01. List of Related Parties

(01) Related Parties	For the Year 2022-23	For the Year 2021-22
(a) Promoters	Yes	Yes
(i) Mr.V.Srikanth	Yes	Yes
(ii) Mr. K.V.Ramachandran	Yes	Yes
(b) Subsidiaries, Associates and Joint Venture: Nil	Yes	Yes
(c) Key Managerial Personnel	Yes	Yes
(i) Mr.K.R.Srihari (Son of Mr.K.V.Ramachandran, Vice Chairman & Managing Director)	Yes	Yes
(ii) Mrs. R Sowmithri	Yes	Yes
(iii) Mr. V. Srinivasan	Not a KMP	Yes

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Notes No. 5.00, relating to other information, forming an integral part thereof

05.08.02. Transaction Amount (In Rs. Lakh)

Particulars	FY 2022-23	FY 2021-22
(01) On account of Salaries and other benefits		
Mr.K.V.Ramachandran- Vice Chairman & Managing Director	76.95	64.00
Mr.K.R.Srihari - Chief Operating Office	46.61	30.23
Mrs.R.Sowmithri , Executive director (finance) & Company Secretary (Upto 30-03-2022; WEF 01-04-2022 CFO and Company Secretary)	42.83	42.00
Mr.V.Srinivasan Chief Financial Officer up to 30-03-2022 (After the aforesaid date not a KMP)	0.00	6.00
(02) Transaction with Related Parties		
(a) Interest paid to Chendur Forgings Ltd (Promoter)	46.89	46.89

05.08.03. Amount Outstanding (Amount in Rs. Lakh and "Cr" stands for Credit Balance)

Name of the Person	As at 31.03.23	As at 31.03.22
(a) Mr.K.V.Ramachandran- Vice Chairman & Managing Director	4.37 Cr	4.88 Cr
(b) Mr.K.R.Srihari - Chief Operating Office	3.00 Cr	0.78 Cr
(c) Mrs.R.Sowmithri, CFO and Company Secretary)	2.60 Cr	12.12 Cr
(d) Mr.V.Srinivasan	0	0.45 Cr
(e) Chendur Forgings Ltd (Loan and Int., Credit Balance)	468.98 Cr	468.98 Cr

05.09. Penalty and Interest

Non-payment or delayed payment of statutory due (Relating to earlier years) has attracted Interest and penalty. The amount of interest / late fees, has been arrived by the Management of the Company, based on the information available with them. The amount outstanding as at 31-03-2023 was Rs.51.89 Lakh, (Previous year Rs. 52.83 Lakh), has been provided in the books of account. The amount charged may be different from the amount, which may be demanded subsequently by the authorities concerned.

05.10. Investor Education & Protection Fund

05.10.01. Whenever the company declares dividend [or acceptance, including renewal, of Public Deposits or other nature covered thereof], it transfers the amount equivalent to an earmarked account, meant for the same, by opening an account with a bank. An unpaid amount, if any, lying in the aforesaid amount shall be transferred to Investor Education & Protection Fund, by taking Demand Draft, from the Bank.

05.10.02. In compliance of the above, the matured but unclaimed Public Deposits, relating to earlier Financial Year, amounting to Rs.3.81 Lakh, has been transferred to Investor Education & Protection Fund, during the year under report. No amount of public deposit is with the company as on the date.

05.11. Segment Reporting

The Company has two business segment (1) Manufacture and sale of steel forgings; (2) Land and Development described as "Other Operating Income" (Amount in Rs. Lakh)

Sl. No.	Particulars	For the Year 2022-23	For the Year 2021-22
01	Segment Revenue		
	Forgings	5846.31	4033.62
	Land & Developments	0.00	0.00
	Total Revenue	5846.31	4033.62
02	Segment Results [Profit/ Loss (-)]		
	Forgings	-102.73	-513.48
	Land & Developments	0.00	0
	Net Profit/ Loss (-) before Interest	-102.73	513.48
03	Interest cost (Less)	39.77	43.28
03	Other Income (Add)	4.99	16.75
04	Unallocable Items (Add)	-93.15	143.16
04	Net Profit/ Loss (-)	-230.66	-396.85

The Company is engaged in the business of manufacturing of Auto Ancillary part (Manufacture and sale of steel forgings). It is one of the reportable segments, as per AS 17. As the exports are mainly to Developed Countries, geographical risk is not different from domestic market and hence no separate secondary segment disclosure is required, in respect of the aforesaid reportable segments.

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Notes No. 5.00, relating to other information, forming an integral part thereof

05.12. Excising the option of conversion of preference Shares

- (01) The Company has issued 12,11,123 number of optionally convertible preference shares (OCCRPS), during the financial year 2011-12. These shares have been issued by the company and fully subscribed by the banks (Who has extended loan to the company). Among other terms, the issue has given an option to convert the preference shares into equity shares, in three consecutive financial years 2016-17, 2017-18 and 2018-19. Till the date of approval of the financial statements, the company has not received any intimation, regarding the aforesaid option.
- (02) The aforesaid shares have been issued, as an arrangement, while obtaining loan from consortium of banks. The entire loan has been settled by the Company, as per One Time Settlement (OTS) arrangements, either directly to the bank or to Assets Reconstructing Company (ARC); and no loan amount is outstanding as on the date to the Bank or the ARC; and
- (03) In the Opinion of the Company, the Banks has lost their option. However, the amount of Preference Shares has not been written off, due to some pending technical and/ or legal formalities

05.13. Payments to directors (other than managing director and executive director)

Particulars	Year ended 31-03-2023	Year ended 31-03-2022
Sitting fees	0.80	0.80

05.14. Financial instruments

05.14.01. Financial instruments by category

- (01) The carrying value and fair value of financial instruments by each category as at 31-03-2023 were as follows: (Amount Rs. In lakhs)

Particulars	Financial Assets/ Liabilities at amortised Cost	Financial Assets/ Liabilities at FVTPL	Financial Assets/ Liabilities at FVT OCI	Total Carrying value	Total fair value
Assets					
Investments	0.01	0.00	0.00	0.01	0.01
Trade Receivables	378.32	0.00	0.00	378.32	378.32
Cash and cash equivalents	232.54	0.00	0.00	232.54	232.54
Other Financial Assets	85.40	0.00	0.00	85.40	85.40
Liabilities					
Borrowings from banks	0.00	0.00	0.00	0.00	0.00
Borrowings from Others	8736.13	0.00	0.00	8736.13	8736.13
Trade Payable	388.18	0.00	0.00	388.18	388.18
Other financial Liabilities	158.54	0.00	0.00	158.54	158.54

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(02) The carrying value and fair value of financial instruments by each category as at March 31, 2022 were as follows: (Amount Rs. In lakhs)

Particulars	Financial Assets/ Liabilities at amortised Cost	Financial Assets/ Liabilities at FVTPL	Financial Assets/ Liabilities at FVT OCI	Total Carrying value	Total fair value
Assets					
Investments	0.01	0.00	0.00	0.01	0.01
Trade Receivables	199.23	0.00	0.00	199.23	199.23
Cash and cash equivalents	142.21	0.00	0.00	142.21	142.21
Other Financial Assets	59.90	0.00	0.00	59.90	59.90
Liabilities					
Borrowings from banks	0.00	0.00	0.00	0.00	0.00
Borrowings from Others	8736.13	0.00	0.00	8736.13	8736.13
Trade Payable	243.50	0.00	0.00	243.50	243.50
Other Financial Liabilities	151.73	0.00	0.00	151.73	151.73

(03) Interest income/(expenses), gains/(losses) recognized on financial assets and liabilities

Particulars	Year ended 31-03-2023	Year ended 31-03-2022
(a) Financial assets at amortized cost		
Interest income on other financial assets	8.04	3.92
(d) Financial liabilities at amortized cost		
Interest expenses on borrowings from banks, others and overdrafts	-46.89	-46.33

05.14.02. Financial risk management

The Company has exposure to the following risks from its use of financial instruments, namely Credit risk and Market risk

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors has established a risk management policy to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management systems are reviewed periodically to reflect changes in market conditions and the Company's activities. The Audit Committee oversees how management monitors compliance with the Company's risk management policies and procedures and reviews the risk management framework. The Audit Committee is assisted the Finance Department Finance Department undertakes reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

(01) Credit risk:

(a) Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Company's trade receivables, treasury operations and other activities that are in the nature of leases."

(b) Exposure to credit risk

The gross carrying amount of financial assets, net of any impairment losses recognized represents the maximum credit exposure. The maximum exposure to credit risk as at 31-03-2023 and 31-03-2022 was as follows:(Amount Rs. In lakhs)

Particulars	Year ended 31-03-2023	Year ended, 31-03-2022
Other investments	0.01	0.01
Trade receivables	378.32	199.23
Cash and cash equivalents	232.54	142.21
Other financial assets	85.40	59.90
Total	696.27	401.35

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(c) Financial assets that are past due but not impaired

There is no other class of financial assets that is past due but not impaired other than trade receivables. The age analysis of trade receivables has been considered from the date of invoice. The ageing of trade receivables, net of allowances that are past due, is given below: (Amount Rs. In lakhs)

Period (in days)	Year ended 31-03-2023	Year ended, 31- 03-2022
Past due 181 - 360 days	2.56	0.00
More than 360 days	3.81	0.00

(d) Financial assets that are neither past due nor impaired

Cash and cash equivalents, other assets and other receivables are neither past due nor impaired. The total trade receivables that are not past due as at 31-03-2023 amounts to ₹ 371.95 lakh (31-03-2022: ₹ 199.23 lakh) and impairment has not been recorded on the same.

The following are the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements:

As at 31-03-2023 (Amount Rs. In Lakh)

Particulars	Carrying amount	Contractual cash flows	0-12 months	1-3 years	3-5 years
Non-derivative financial liabilities					
Borrowings from Banks	0.00	0.00	0.00	0.00	0.00
Borrowings from others	8736.13	8736.13	0.00	0.00	8736.13
Trade payables	388.18	388.18	388.18	0.00	0.00
Other financial liabilities	158.54	158.54	158.54	0.00	0.00
Total	9282.85	9282.85	546.72	0.00	8736.13
Particulars	Carrying amount	Contractual cash flows	0-12 months	1-3 years	3-5 years
Non-derivative financial liabilities					
Borrowings from Banks	0.00	0.00	0.00	0.00	0.00
Borrowings from others	8736.13	8736.13	0.00	0.00	8736.13
Trade payables	243.50	243.50	243.50	0.00	0.00
Other financial liabilities	151.73	243.50	243.50	0.00	0.00
Total	9131.36	9131.36	546.72	0.00	8736.13

(02) Market risk:

Market risk is the risk of loss of future earnings or fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign exchange rates and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables. The Company is exposed to market risk primarily related to foreign exchange rate risk (currency risk), interest rate risk and the market value of its investments. Thus, the Company's exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities in foreign currencies.

(03) Currency risk:

The Company's has a limited risk in exposure to foreign currency. The Company's exposure to foreign currency risk as at 31-03-2023 was as follows:

(Euro in lakhs)

Cash and cash equivalents	Trade receivables	Trade payables	Foreign currency demand loan	Net Balance Sheet exposure
EUR	0.46	0.00	0.00	0.46

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The Company's exposure to foreign currency risk as at 31-03-2022 was as follows:

(Euro in lakhs)

Cash and cash equivalents	Trade receivables	Trade payables	Foreign currency loans	Net Balance Sheet exposure
EUR	0.22	0.00	0.00	0.22

(04) Interest rate risk:

Interest rate risk is the risk that an upward movement in interest rates would adversely affect the borrowing costs of the Company.

(05) Profile

At the reporting date the interest rate profile of the Company's interest – bearing financial instruments were as follows: (Amount Rs. In lakhs)

	31-03-2023	31-03-2022
Fixed rate instruments		
Financial assets		
- Fixed deposits with banks	0.00	0.00
Financial liabilities		
- Borrowings from banks/ ARCS	0.00	0.00
- Borrowings from others	8736.13	8736.13
Variable rate instruments	0.00	0.00
Financial liabilities	0.00	0.00
- Borrowings from banks	0.00	0.00
- Bank overdrafts	0.00	0.00

05.14.03. Capital management

The Company's capital comprises equity share capital, share premium, retained earnings and other equity attributable to equity holders. The primary objective of Company's capital management is to maximise shareholders value. The Company manages its capital and makes adjustment to it in light of the changes in economic and market conditions. The Company does so by adjusting dividend paid to shareholders. The total capital as on 31-03-2023 is ₹ -6080.44 Lakh (Previous Year: ₹ -5849.78 Lakh)

The Company monitors capital using gearing ratio, which is net debt divided by total capital plus net debt. Net debt comprises of long term and short-term borrowings less cash and bank balances. Equity includes equity share capital and reserves that are managed as capital. The gearing at the end of the reporting period was as follows: (Amount Rs. In lakhs)

Particulars	31-03-2023	31-03-2022
Debt	1680.11	1680.11
Less: cash and bank balances	-232.54	-142.21
Net debt (A)	1447.56	1537.89
Equity (B)	-6080.44	-5849.78
Net debt to Equity ratio [A/ B]	-0.24	-0.26

No changes were made in the objectives, policies or processes for managing capital of the Company during the current and previous year.

05.15. Contribution towards Corporate Social Responsibility

Our company does not fall under the criteria laid for Corporate Social Responsibility under section 135 of the Companies Act, 2013 and hence the section is not applicable to the Company for the year under audit report.

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05.16. Non-Disclosure of the details under Employees Benefits, Ind AS-19

- (01) The Company has opened a Gratuity Scheme with Life Insurance Corporation of India (LIC), for settling any amount due on account of Gratuity. Under the aforesaid Scheme, the company has to contribute annual premium, based on the amount arrived by LIC. The Company has made the payment of all the outstanding (as at 31-03-2023) Gratuity Premium to Life Insurance Corporation of India (LIC), during the subsequent year.
- (02) Due to aforesaid fact, the estimated return from the fund or scheme may not be ascertained or determined. Accordingly, no disclosure has been made, in terms of Ind AS-19. The Company is taking sincere steps of adopting Ind AS-19, any implications arising there from including the valuation of future liability on actual basis and determination of plan assets will be done during the next year.

05.17. Going Concern

Even though the net worth of the company has become negative and incurring losses (but no cash loss during the current Financial Year and the immediately preceding Financial Year), the Company continues to prepare its financial statements on going concern basis, due to fact that.

- (01) The volume of the business keeps on increasing, compared to the earlier periods/ quarter/ years;
- (02) The margin on sales also improving, compared to previous margins;
- (03) Steps or discussion is going on to restructure or re-negotiate the major debts of the company.
- (04) Steps or discussion is going on to restructure or re-negotiate the employee's compensation of the company.
- (05) Steps or discussion is going on to control operational and other costs, to improve profit.
- (06) The compensation of the aforesaid facts shall improve the financial position of the Company and, in the opinion of the management, performance of the shall become favourable, in the coming periods.

05.18. Re-Paying of liabilities Written off previously

During the earlier year, an amount of Rs. 517.19 Lakh payable to a creditor, has been written off and shown as income, since the same was not required to be payable. However, during the current year, the aforesaid creditor, demanded the payment and agreed to settle the same for an amount of Rs.200.00 Lakh, which is required to be paid on monthly instalment with effect from November 2022. Accordingly, an amount of Rs.50.00 Lakhs has been charged in Statement of Profit & Loss, during the year, in respect of the period from Nov., 2022 to March, 2023.

05.19. Code on Social Security, 2020

The Code on Social Security, 2020 relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact of the Code and the associated rules when it comes into effect and will record any related impact in the period the Code becomes effective.

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05.20. Advance Received against Slump Sale.

- 05.20.01. The company has, after complying with the statutory provisions (including that relating to SEBI) and in principle, taken a decision to sale of an undertaking (or Slump-Sale the company had entered into a Memorandum of Understanding (MOU) on 31-03-2018, with the Other Party), for a total consideration of not less than Rs 9500.00 Lakh to this effect. As against the total consideration, an advance has been received by the company from the Other Party, aggregating to Rs. 7056.02 as at 31-03-2023; the mutually agreed time to honour the full payment of the aforesaid consideration by the Other Party has already expired 30-04-2018
- 05.20.02. The Management has approached the buyer many times to recover the balance amount of consideration, as committed by the Other Party in terms of the MOU; but the company has not received the balance amount;
- 05.20.03. The Company, after giving due communication to the Party, revoked the offer and the same was also communicated to BSE Limited.
- 05.20.04. The company is of the view, the above deal requires fresh negotiation, since the aforesaid MOU is not valid now; accordingly, amount received is shown as liability, in the Financial Statements.

05.21. Additional Regulatory information/ details, as per the Companies Act 2013

- 05.21.01. Following Additional Regulatory Information, relating to disclosure in the Balance sheet
- (01) Title deeds of Immovable Property not held in name of the Company
The Title Deed of the company is held in the name of the Company.
- (02) Revaluation of the Property
During the Financial Year under report, the Company has not revalued its Property, Plant and Equipment. Disclosure relating to “whether the revaluation is based on the valuation by a registered valuer as defined under Rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017” is not applicable.
- (03) Loans or Advances to Promoters
During the year, the company has not made (or granted) any Loans or Advances in the nature of loans to promoters, Directors, Key Managerial Personnel (KMP) and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person. Accordingly, no disclosure has been made.
- (04) Intangible assets under development: Nil (Disclosure not applicable)
- (05) Benami Property
The Company, for the current year as well as previous year, does not have any Benami property and no proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made there under. Accordingly, the company has not made any disclosure in the above regard.
- (06) Wilful defaulter
The Company is not declared as wilful defaulter by any bank or financial institution (as defined under the Companies Act, 2013) or other lender in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India
- (07) Relationship with Struck off Companies
The Company has not made, or entered into, any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956. No disclosure is required under this paragraph.
- (08) Registration of charges or satisfaction with Registrar of Companies (ROC)
: Not Applicable

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- (09) Compliance with number of layers of companies
The Company has not made any investments in any other company or body corporate. Hence, the compliance of the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with Companies (Restriction on number of Layers) Rules, 2017 for the financial years ended March 31, 2022 and March 31, 2021 is not applicable to the company for the year under report.
- (10) Compliance with approved Scheme(s) of Arrangements
During the financial year, neither the Company nor its Board of Directors has entered into any Arrangement or Agreement either to amalgamate or acquire any company. Accordingly, compliance with approved Scheme(s) of Arrangements does not applicable to the Company for the year under report
- (11) Utilization of Borrowed funds and share premium
- (a) The Company, for the current year as well as previous year, has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (b) The Company, for the current year as well as previous year, has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (12) Borrowings from banks against Current Assets of the company
No disclosure required under this item is applicable to company, since no borrowings have been availed based on security of current assets of the Company.
- (13) Borrowings against Current Assets of same group companies/ entities
No disclosure required under this item is applicable to company, since no borrowings have been availed based on security of current assets of other entities (The Company does not have any company as a group company) within the same Group
- 05.21.02. Additional regulatory information, relating to Statement of Profit and Loss (Not Applicable items, only)
- (01) Transaction not recorded in the books:
The Company has not surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961), relating to any transaction not recorded in the books of accounts. Accordingly, no disclosure is required to be given by the Company, in the above regard.

EL FORGE LIMITED

EL Forge Limited [CIN: L34103TN1934PLC000669]

Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 5.00, relating to other information, forming an integral part thereof

- (02) Corporate Social Responsibility (CSR)
During the financial year the Company has not covered under section 135 of the Companies Act, 2013. Accordingly, no disclosure is required to be given by the Company, in the above regard.
- (03) Investment Crypto Currency
The Company, for the current year as well as previous year, has not traded or invested in Crypto currency or Virtual Currency. Accordingly, no disclosure is required to be given by the Company, in the above regard.

05.21.03. Explanation to Accounting Ratios

- (01) Numerator and Denominator
Whenever two numbers are to be divided and the dividing symbol (\div) is used; the numerical value left hand side of the symbol is numerator and the numerical value right hand side of the symbol is denominator; if slash (/) is used the numerical value left hand side of the symbol is numerator and the numerical value right hand side of the symbol is denominator; or if horizontal line (—) is used the numerical value above the line is numerator and the numerical value below the line is the denominator.
- (02) Quotient
A quotient is the result obtained, while dividing divide one number (i.e., numerator) by another number (Denominator).
- (03) Percentage (or Per Cent)
The word per cent means per 100. It is represented by the symbol “%”; percentage obtained by multiplying the quotient by 100 (One Hundred)
- (04) Change in Ratio in % (Based CY as basis)

The above implies difference is arrived taking CY figure (Quotient or percentage) reducing the FY Figure; aforesaid difference is divided by CY figure and multiplied by 100, to arrive the percentage
- (05) All the above is relevant, wherever Ratio and its formula are referred;
Earning for available for debt service is the sum of the followings
 - (a) Net Profit after taxes
 - (b) Non-cash operating expenses like depreciation and other amortizations
 - (c) Interest
 - (d) Other adjustments like loss on sale of Fixed assets etc.
- (06) Debt service = Interest & Lease Payments + Principal Repayments
- (07) Average inventory = (Opening inventory balance + Closing inventory balance) / 2
- (08) Net credit sales = Net credit sales consist of gross credit sales minus sales return
- (09) Average trade receivables = (Opening trade receivables balance + Closing trade receivables balance) / 2
- (10) Net credit purchases = Net credit purchases consist of gross credit purchases minus purchase return
- (11) Average trade payables = (Opening trade payables balance + Closing trade payables balance) / 2
- (12) Working capital = Current assets - Current liabilities.

EL FORGE LIMITED

EL Forge Limited [CIN: L34103TN1934PLC000669]

Notes to the Ind-AS financial statements for the year ended 31-03-2023, forming an integral part thereof.

Notes No. 5.00, relating to other information, forming an integral part thereof

- (13) Earnings before interest and taxes = Profit before exceptional items and tax
+ Finance costs - Other Income
- (14) Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax
Liability
- (15) Return on Investment: various contains of the formula are as follows:
- (i) T1 = End of time period
 - (ii) T0 = Beginning of time period
 - (iii) t = Specific date falling between T1 and T0
 - (iv) MV(T1) = Market Value at T1
 - (v) MV(T0) = Market Value at T0
 - (vi) C(t) = Cash inflow, cash outflow on specific date
 - (vii) W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow)
on day 't', calculated as $[T1 - t] / T1$

05.21.04. Accounting Ratios

Accounting Ratios are given in the separate Annexure, enclosed herewith

Signatories to all Notes on Financial Statements (Standalone)

As per my Report of even date attached
Ltd

D. Venkatesan (ICAI M.No. 026465)

Chartered Accountant

UDIN: 23026465BGMVHEM9615

On Behalf of Board of El Forge

V. Srikanth (DIN 0076856),
Chairman

K.V.Ramachandran, Vice Chairman & Managing Director
DIN:00322331

R. Sowmithri Chief Financial Officer & Company Secretary

Place: Chennai
Date: 12-05-2023

Place: Chennai
Date: 12-05-2023

EL FORGE LIMITED

Notes to the Ind-AS financial statements for the year ended 31-03-2023.

Notes No. 5, relating to other information, forming an integral part thereof

Annexure relating to Ratio or Accounting Ratio (Referred in the Notes to Financial Statements)

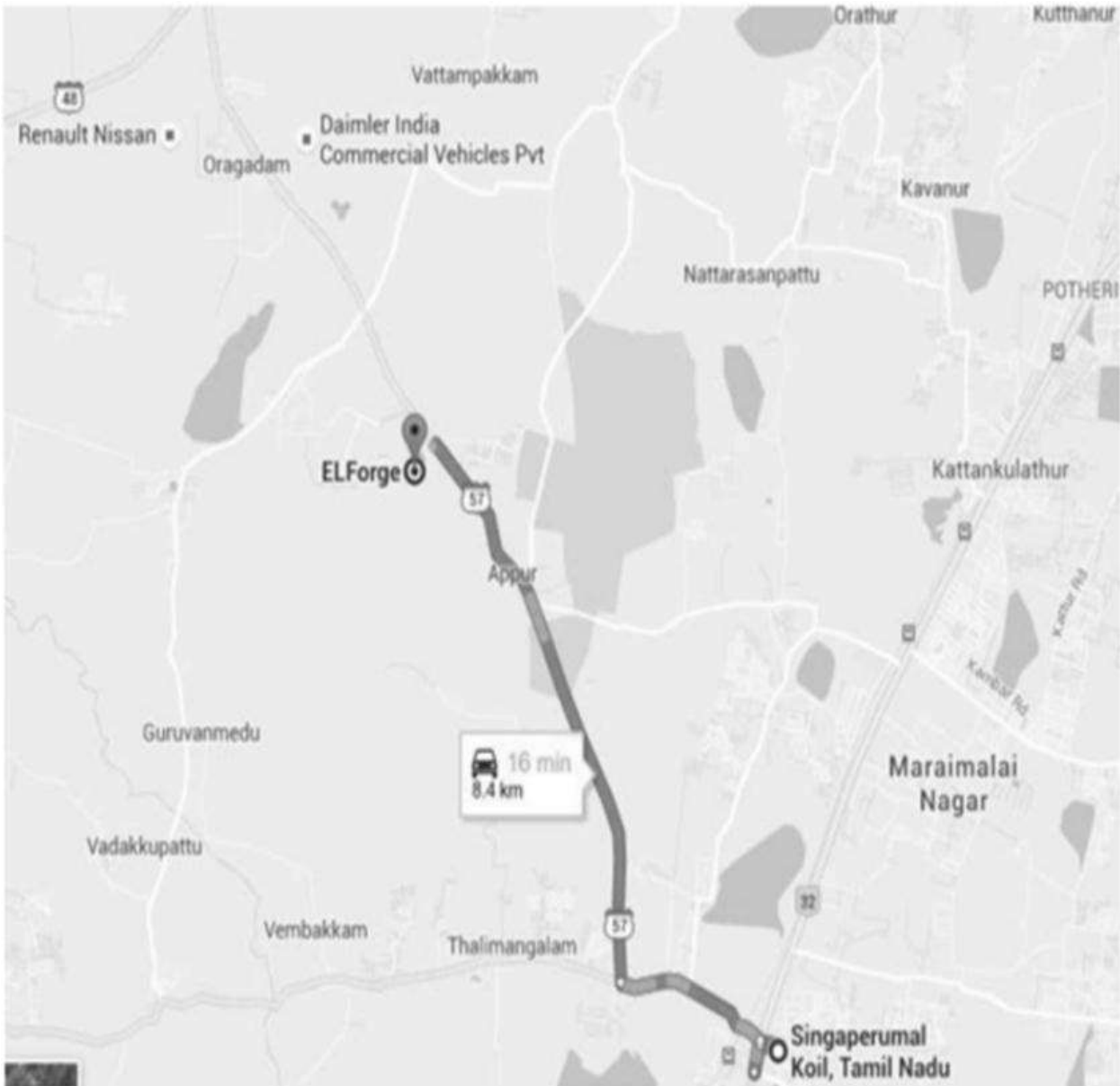
Particulars or name of the Ratio	Numerator	Denominator	For 2022-23 (CY), in %)	For 2021-22 (PY), in %	Change in Ratio in % [CY less PY] / PY*100	Reason for Change
(a) Current ratio	Current Assets	Current Liability	1.21	1.20	0.76	NA, since less than 25%
(b) Debt-equity ratio	Total Debt	Equity [Shareholders' Fund]	-1.61	-1.63	-1.26	NA, since less than 25%
(c) Debt service coverage ratio	Profit [(EBITDA)]	Debts service	9.83	2.79	252.83	The Cash Profit during the CY has increased the EBITA; further the E & E Loss (or Profit) has an impact on EBITA
(d) Return on equity ratio	Net Profit/ Loss (-) After Tax Less Preference Dividend	Equy [Shareholders' Fund]	3.87	7.02	-44.93	The net loss was less during the CY compared to Previous Year;
(e) Inventory turnover ratio	Turnover or Sales	Average nventory	28.53	25.20	13.21	Not Applicable (NA), since less than 25%
(f) Trade receivables turnover ratio	Turnover	Average Trade Recevables	20.25	24.04	-15.77	Not Applicable (NA), since less than 25%
(g) Trade payables turnover ratio	Credt Purchases	Average Trade Payable	10.11	8.11	24.73	Not Applicable (NA), since less than 25%
(h) Net capital turnover ratio	Turnover	Average Net Working Captal	30.52	53.89	43.37	The Turnover has increased and the Average the working capital level has also improved but in many fold, as compared to the Previous Level
(i) Net profit/ Loss (-) ratio	Turnover	Net Profit/ Loss (-) Ratio	-3.95	-9.84	-59.90	The net Loss has been less compared the previous year, due to increased Turnover during the Current Year , as compared to the Previous Year
(j) Return on capital employed	Profit earnngs before interest and taxes	Captal Employed	-6.21	-10.75	-42.21	The Loss increased during the CY has less compared to the Previous Year ;
(k) Return on investment*	Investment at the end less Investment at the beginning	Investment at the beginning	330.64	235.68	40.29	The Dividend Income earned during the CY has increased;

*Income less than Rs.100,000/= (Rs.3335/= and previous year Rs.1962/=)

E & E Stands for "Exceptional items [Income (-) / Expenses] & Extraordinary Items [Income (-) / Expenses]"

EL FORGE LIMITED

AGM VENUE ROUTE MAP



EL FORGE LIMITED
 CIN : L34103TN1934PLC000669
 Registered Office : No.1A, Sriperumbudur High Road (Via) Singaperumal Koil, Appur
 Village, Kattangulathur Onrium, Chengalpattu District 603204 Ph 044- 47112500
 Fax 044- 47112523 Website : www.elforge.com

ATTENDANCE SLIP

87TH ANNUAL GENERAL

I/We hereby record my/our presence at the 87TH Annual General Meeting at Registered Office of the Company at 1A Sriperumbudur High Road, Appur Village, Kattangulathur Onrium, Chengalpattu District, 603204 on Friday the 15th September, 2023 at 12 Noon

.....
Member's Folio / DP ID Client ID No.	Member's Proxy's Name in Block Letters	Member's Proxy's Signature

Voting through Electronic Means

<u>EVEN (E Voting Event Number)</u>	<u>USER ID</u>	<u>PASSWORD/PIN</u>

Notes :

1. Please fill up DP ID-Client ID No. and Name and sign this Attendance Slip and hand it over at the ENTRANCE OF THE MEETING HALL

2. Electronic Copy of the Annual Report No.2022-23 and Notice of the Annual General Meeting (AGM) along with Attendance Slip and Proxy Form are being sent to all the members whose address is registered with the Company/Depository Participant unless any member has requested a hard copy of the same. Members receiving electronic copy attending the AGM can print the copy of the Attendance Slip

Form No.MGT-11Proxy
Form
[pursuant to section 105(6) of the Companies
Act, 2013 and Rule 19(3) of the Companies
(Management and Administration) Rules 2014]

Name of the member(s) :

Registered Address :

E-mail ID :

Folio No./Client ID, DP ID :

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

- (1) Name : _____ Address: _____
 Email ID : _____ Signature _____ or failing him/er,
- (2) Name : _____ Address: _____
 Email ID : _____ Signature _____ or failing him/er,
- (3) Name : _____ Address: _____
 Email ID : _____ Signature _____ or failing him/er,

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 87th Annual General Meeting of the Company, to be held on Friday the 15th September, 2023 at 12 Noon at No.1A, Sriperumbudur High Road (Via) Singaperumal Koil, Appur Village, Kattangulathur Onrium, Chengalpettu District 603204 and at any adjournment thereof in respect of such resolutions as are indicated below

Resolution No.	Resolutions	Optional *	
		For	Against
1.	Consider and adopt Audited Financial Statements, Directors' Report and Auditors Report		
2.	To Appoint a Director in the Place of Mr. V Srikanth who retires by rotation and being eligible offers himself for reappointment		

Signed this ___ day of September, 2023.

Affix Revenue Stamp Re`l

Signature of Shareholder :

Signature of Proxyholder(s)

- Note: (1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting
- (2) It is optional to put a 'X' in the appropriate column against the Resolutions indicated in the Box. If You leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
- (3) Please complete all details including details of member(s) in above box before admission.