



# Aanchal Ispat Limited

CIN : L27106WB1996PLC076866 | GSTN/UID : 19AAACV8542M1ZQ | UAN : WB10C0007296

An ISO 9001:2015 Company



Date: 05/09/2024

To,  
Department of Corporate Services  
BSE Limited  
Phiroze Jeejeebhoy towers  
Dalal Street  
Mumbai – 400001

Dear Sir,

**Ref:-SCRIP CODE: 538812; ISIN: INE322R01014**

**Subject: 29<sup>th</sup> Annual Report of Aanchal Ispat Limited.**

With reference to the above-captioned subject, please find attached a copy of the 29<sup>th</sup> Annual Report of the Company under Regulation 34 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. The Annual report is also available on the website of the company [www.aanchalispac.com](http://www.aanchalispac.com).

You are requested to take note of the same.

Yours Faithfully

Thanking You

**For and on behalf of suspended Board of  
Directors of Aanchal Ispat Limited**

**Mukesh  
Goel** Digitally signed  
by Mukesh Goel  
Date: 2024.09.05  
17:45:51 +05'30'  
**Mukesh Goel**

**For Aanchal Ispat Ltd**

**SANTANU** Digitally  
**U** signed by  
**BRAHMA** SANTANU  
**BRAHMA**

**Mr. Santanu Brahma  
(Resolution Professional)  
Registration No.: IBBI/IPA-  
001/IPP01482/20182019/12251**

*Encl: as above*

**Registered Office**  
J.L. No. 5, National Highway No.6,  
Chamrail, Howrah 711114,  
Phone : 033 22510128 / 033 23230052  
Email : [info@aanchalispac.com](mailto:info@aanchalispac.com) | [aanchalispac1996@gmail.com](mailto:aanchalispac1996@gmail.com)  
Visit us as [www.aanchalispac.com](http://www.aanchalispac.com)







**29th**  
ANNUAL  
REPORT

**Aanchal Ispat Limited**

**CORPORATE INFORMATION**

**AANCHAL ISPAT LIMITED (Now in CIRP)**

**RESOLUTION PROFESSIONAL**

**CA Santanu Brahma**

Resolution Professional

In CIRP matters of Aanchal Ispat Ltd.

IBBI Regn. No. IBBI/IPA-01/IP-P01482/2018-19/12251 (AFA valid till 04.10.2024)

Regd. Address with IBBI: AH - 276, Salt Lake City, Sector - II, Kolkata - 700091

**Process Email ID: [aanchal.cirp@gmail.com](mailto:aanchal.cirp@gmail.com)**

(To be used for ALL communication relating to CIRP)

Email ID regd. with IBBI: [ip.santanubrahma@gmail.com](mailto:ip.santanubrahma@gmail.com)

**SUSPENDED BOARD OF DIRECTORS**

1. Mr. Mukesh Goel, Chairman & Managing Director
2. Mr. Manoj Goel, Whole Time Director
3. Mr. Mukesh Agarwal, Independent Director
4. Ms. Nilu Nigania, Independent Director
5. Ms. Shikha Jaiswal, Independent Director

**STATUTORY AUDITOR**

**M/s Rajesh Jalan & Associates**

Chartered Accountants

56, Metcalfe Street, 1st Floor, Room No. 1A,  
Kolkata 700 013

**SECRETARIAL AUDITOR**

**Ms. Manisha Saraf**

11, Dacres Lane, 1st Floor,  
Kolkata- 700069

**COST AUDITOR**

**Mr. Rana Ghosh**

9-B, Arpuli Lane, Kolkata-700012

**REGISTRAR & SHARE TRANSFER AGENT**

**Purva Sharegistry (India) Pvt. Ltd.**

Unit no. 9, Shiv Shakti Ind.Estt.

J.R. Boricha Marg

Opp. Kasturba Hospital Lane

Lower Parel (E) Mumbai-400 011

Email: [support@purvashare.com](mailto:support@purvashare.com)

**REGISTERED OFFICE**

Mouza-Chamrail

National Highway-6 11,

Liluah, Howrah-711114

Tel: 03212246121

Fax: 03212246069

E-Mail: [cs@aanchalispac.com](mailto:cs@aanchalispac.com)

**CIN: L27106WB1996PLC076866**

**WEBSITE: [www.aanchalispac.com](http://www.aanchalispac.com)**

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**NOTICE TO THE MEMBERS OF THE COMPANY**

The Hon'ble National Company Law Tribunal, Kolkata Bench ("NCLT") had vide its order dated 12th September, 2023 admitted the application for the initiation of the Corporate Insolvency Resolution Process ("CIRP") of the company in terms of the Insolvency and Bankruptcy Code (IBC), 2016 read with the rules and regulations framed thereunder as amended from time to time ("Code"). Accordingly pursuant to the provisions of Section 17 of the IBC the powers of the Board of Directors of the Corporate Debtor stands suspended and such powers shall be vested with Mr. Sriram Mittal appointed as the Insolvency Resolution Professional (the IRP). Further the committee of creditors (CoC) of the company pursuant to the meeting held on 11th October, 2023 and in terms of Section 22 (2) of the Code resolved with 100% voting share to replace the existing Interim Resolution Professional with CA Santanu Brahma as the resolution professional (RP) for the company. Accordingly the NCLT has in its hearing dated 17th November, 2023 through video conferencing pronounced the approval for the appointment of CA Santanu Brahma as the RP ("Resolution Professional") of the Company.

As per Notification no. SEBI/LAD-NRO/GN/2018/21 dated May 31 2018 regulations 17,18, 19, 20 and 21 of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 related to Board of Directors, Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee respectively shall not be applicable during the insolvency resolution process period in respect of a listed entity which is undergoing CIRP under the Code provided that the role and responsibilities of the Board of Directors as specified under regulation 17 shall be fulfilled by the interim resolution professional or resolution professional in accordance with sections 17 and 23 of the Insolvency and Bankruptcy Code. Hence the status of the Board of Directors and Committees provided in this Report is as on the date of commencement of CIRP i.e. 12th September, 2023.

**NOTICE IS HEREBY GIVEN THAT THE TWENTY-NINTH (29<sup>TH</sup>) ANNUAL GENERAL MEETING OF THE MEMBERS OF AANCHAL ISPAT LIMITED WILL BE HELD ON MONDAY, 30<sup>TH</sup> SEPTEMBER, 2024 AT 1.00 P.M. THROUGH VIDEO CONFERENCING ("VC") /OTHER AUDIO VISUAL MEANS ('OAVM') TO TRANSACT THE FOLLOWING BUSINESS:**

**ORDINARY BUSINESS**

1. TO RECEIVE, CONSIDER AND ADOPT THE AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024, THE STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024 ON THAT DATE TOGETHER WITH THE REPORTS OF THE BOARD OF DIRECTORS AND AUDITORS THEREON AND THE REPORT ON SECRETARIAL AUDIT.
2. TO APPOINT A DIRECTOR IN PLACE OF MR. MANOJ GOEL (DIN: 00554986), WHO RETIRES BY ROTATION AND BEING ELIGIBLE, OFFERS HIMSELF FOR RE-APPOINTMENT.

*\* His appointment on the Board is being part of compliance with section 152(6) of the Companies Act, 2013. However, the Board shall continue to remain suspended during the continuance of Corporate Insolvency Resolution Process (CIRP). The tenure of directors will be subject to Resolution Plan as may be approved by tribunal.*

**SPECIAL BUSINESS**

3. RATIFICATION OF REMUNERATION PAYABLE TO MR. RANA GHOSH, THE COST AUDITOR OF THE COMPANY FOR THE FINANCIAL YEAR 2024-25.

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

**"RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions, if any of the Companies Act, 2013 and rules made there under (including any statutory modification(s) or re-enactment thereof) and subject to applicable notification or circular as may be issued by the Ministry of Corporate Affairs (MCA) in this regard, the remuneration of Rs. 40,000/- plus applicable GST and reimbursement of out of pocket

expenses as recommended by the suspended Board of Directors and approved by the Resolution Professional to be paid to Mr. Rana Ghosh, Cost Accountant of the Company for the Financial Year 2024-25, be and is hereby ratified, confirmed and approved.”

**On behalf of the suspended Board of Directors of  
Aanchal Ispat Limited  
(Authorised by the Resolution Professional)**

**Date: 05.09.2024**

**Registered Office:**  
Mouza-Chamarail national  
Highway 6 Liluah  
Howrah 711114

**Sd/-  
Mukesh Goel  
(Managing Director)  
DIN:00555061**

**NOTES**

1. Pursuant to General Circular Nos. 14/2020, 17/2020, 20/2020, 02/2021, 19/2021, 21/2021, 02/2022, 10/2022 and 09/2023 dated April 08, 2020, April 13, 2020, May 05, 2020, January 13, 2021, December 08, 2021, December 14, 2021, May 05, 2022, December 28, 2022 and September 25, 2023 respectively, issued by the Ministry of Corporate Affairs (“MCA Circulars”) and Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79, SEBI/HO/CFD/CMD2/CIR/P/2021/11, SEBI/HO/CFD/CMD2/ CIR/P/2022/62, SEBI/HO/CFD/PoD-2/P/CIR/2023/4 and SEBI/HO/CFD/CFDPoD-2/P/CIR/2023/167 dated May 12, 2020, January 15, 2021, May 13, 2022, January 05, 2023 and October 07, 2023 respectively, issued by the Securities & Exchange Board of India (“SEBI Circulars”), the 29th AGM of the Company is being conducted through Video Conferencing or Other Audio-Visual Means (“VC/OAVM”), which does not require physical presence of members at a common venue. The venue of the 29th AGM shall be deemed to be the Registered Office of the Company
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.aanchalisp.com](http://www.aanchalisp.com). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and the AGM Notice is also available on the website of PURVA (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. <https://evoting.purvashare.com/>. (Agency for providing the Remote e-Voting facility).
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.



**THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-**

1. The remote e-voting period begins on Friday 27<sup>th</sup> September, 2024 at 09.00 A.M. and ends on Sunday, 29<sup>th</sup> September, 2024 at 5.00 P.M. The remote e-voting module shall be disabled by PURVA for e-voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 23<sup>rd</sup> September, 2024 may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 23<sup>rd</sup> September, 2024.
2. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
3. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions.
4. Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.  
In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.
5. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

**Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode is given below:**

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li> <li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME/PURVA, so that the user can visit the e-Voting service providers' website directly.</li> <li>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> </ol>



	<p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdsindia.com">www.cdsindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ol>
<p>Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b></p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL.**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

**Login method for e-Voting and joining virtual meeting for shareholders other than individual shareholders holding in Demat form & physical shareholders.**

- The shareholders should log on to the e-voting website <https://evoting.purvashare.com>.
- Click on “Shareholder/Member” module.
- Now enter your User ID:  
 For CDSL: 16 digits beneficiary ID,  
 For NSDL: 8 Character DP ID followed by 8 Digits Client ID,  
 Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) or [www.evoting.nsdl.com](http://www.evoting.nsdl.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- If you are a first-time user follow the steps given below:

<b>For Shareholders holding shares in Demat Form other than individual and Physical Form</b>	
<b>PAN</b>	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> <li>Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li> </ul>
<b>Dividend Bank Details</b>  <b>OR</b>  <b>Date of Birth (DOB)</b>	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.  If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).



6. After entering these details appropriately, click on “SUBMIT” tab.
7. Shareholders holding shares in physical form will then directly reach the Company selection screen.
8. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
9. Click on the EVENT NO. for the relevant <Company Name> on which you choose to vote.
10. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO/ABSTAIN” for voting. Select the option YES or NO or ABSTAIN as desired. The option YES implies that you assent to the Resolution, option NO implies that you dissent to the Resolution and option ABSTAIN implies that you are not voting either for or against the Resolution.
11. Click on the “NOTICE FILE LINK” if you wish to view the Notice.
12. After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
13. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.

#### **Facility for Non – Individual Shareholders and Custodians – Remote Voting**

1. Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to <https://evoting.purvashare.com> and register themselves in the “Custodians / Mutual Fund” module.
2. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [evoting@purvashare.com](mailto:evoting@purvashare.com).
3. After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
4. A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
5. Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer at the email address [Manisha\\_saraf2007@gmail.com](mailto:Manisha_saraf2007@gmail.com) and to the Company at the email address [cs@aanchalisp.com](mailto:cs@aanchalisp.com), if they have voted from individual tab & not uploaded same in the Purva e-voting system for the scrutinizer to verify the same.

#### **INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM is the same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend the meeting will be available where the EVENT NO. of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 5 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 5 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

**PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP).
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

**If you have any queries or issues regarding attending AGM & e-Voting from the Purva e-Voting System, you can write an email to [evoting@purvashare.com](mailto:evoting@purvashare.com) or contact at 022-49614132 and 022-49700138.**

**All grievances connected with the facility for voting by electronic means may be addressed to Ms. Deepali Dhuri, Compliance Officer, Purva Sharegistry (India) Private Limited, Unit No. 9, Shiv Shakti Industrial Estate, J. R. Boricha Marg, Lower Parel (East), Mumbai - 400011 or send an email to [evoting@purvashare.com](mailto:evoting@purvashare.com) or contact at 022- 022-49614132 and 022-35220056.**

**On behalf of the suspended Board of Directors of  
Aanchal Ispat Limited  
(Authorised by the Resolution Professional)**

**Date: 05.09.2024**

**Registered Office:**  
Mouza-Chamarail national  
Highway 6 Liluah  
Howrah 711114

**Sd/-  
Mukesh Goel  
(Managing Director)  
DIN:00555061**



**Explanatory Statement pursuant to section 102 (1) of the Companies Act, 2013, (The Act)****Item No. 3**

## Ratification of Cost Auditor's Remuneration FY 2024-2025

The suspended Board of Directors recommended and the Resolution Professional approved the appointment of M/s. Rana Ghosh & Co, Mr. Rana Ghosh as Cost Auditor to conduct the audit of the cost records of the Company for the financial year 2024-2025 on the remuneration payable to them as per details furnished in item no. 3 of the Notice of the Annual General Meeting.

In accordance with the provisions of Section 148 of the Act read with Rule 14 (a) of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors is required to be ratified by the shareholders of the Company. Accordingly, consent of the Shareholders is being sought for ratification of the remuneration payable to the Cost Auditors for the financial year 2024-2025.

None of the Directors and Key Managerial Personnel of the Company, including their relatives are concerned with or interested in, financially or otherwise, in the resolution as set out at item no. 3.

The Board recommends the Ordinary Resolution set out at Item No. 3 for approval by shareholders

**On behalf of the suspended Board of Directors  
of Aanchal Ispat Limited  
(Authorised by the Resolution Professional)**

**Date: 05.09.2024**

**Registered Office:**  
Mouza-Chamarail national  
Highway 6 Liluah  
Howrah 711114

**Sd/-  
Mukesh Goel  
(Managing Director)  
DIN:00555061**

**Annexure to the Notice****Details of Director seeking re-appointment at the Annual General Meeting**

<b>Particulars</b>	<b>Manoj Goel</b>
<b>DIN</b>	<b>00554986</b>
<b>Date of Birth</b>	<b>18/06/1980</b>
<b>Date of Appointment</b>	<b>23/12/2009</b>
<b>Qualifications</b>	<b>B.Com</b>
<b>Expertise in specific</b>	<b>Manoj Goel has worked and developed expertise across all functions within the Company</b>
<b>Directorships held in other companies</b>	<b>Penguin Creation Private Limited Pratik Suppliers Private Limited</b>
<b>Memberships / Chairmanships of committees of other companies</b>	<b>NIL</b>
<b>Number of shares held in the Company</b>	<b>17,16,900</b>



## **MANAGEMENT DISCUSSION & ANALYSIS REPORT**

### **1. OVERVIEW**

The objective of this report is to convey the Management's perspective on the external environment and steel 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 FY 2023-24. This should be read in conjunction with the Company's financial statements, the schedules and notes thereto and other information included elsewhere in this Report and Annual Accounts 2023-24. 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.

### **2. GLOBAL ECONOMY**

The global economy for the fiscal year (FY) 2023-2024 has been characterized by a mix of recovery, adaptation, and ongoing challenges. As nations continue to navigate the aftermath of the COVID-19 pandemic and respond to new economic and geopolitical developments, various factors have influenced economic performance across the globe.

#### **i. Economic Growth**

**a. Global Growth Trends:** The global economy experienced a moderate recovery trajectory in FY 2023-2024. According to the International Monetary Fund (IMF) and other financial institutions, global GDP growth is estimated to be around 3.0% to 3.5%, a deceleration from the sharp rebound seen in the previous year but still indicative of ongoing recovery. This growth is driven by the continued normalization of economic activities, particularly in emerging markets and developing economies (EMDEs).

#### **b. Regional Performance:**

- **United States:** The U.S. economy has shown resilience, with growth rates around 2.5% to 3.0%. Consumer spending and a strong labor market have supported this growth, despite persistent inflationary pressures and monetary tightening by the Federal Reserve.
- **Eurozone:** Growth in the Eurozone has been modest, with projections around 1.5% to 2.0%. Economic activity is recovering unevenly across member states, influenced by varying degrees of energy dependence and fiscal policies.
- **China:** China's economy has rebounded with growth rates of approximately 4.0% to 5.0%. This recovery has been driven by increased domestic consumption, infrastructure investment, and a gradual easing of COVID-19-related restrictions. However, challenges such as an aging population and real estate sector issues continue to pose risks.
- **Emerging Markets:** Emerging markets have shown robust growth, averaging around 4.5% to 5.0%. These economies benefit from rising commodity prices and improved trade conditions, though they face vulnerabilities related to global interest rate hikes and geopolitical tensions.

#### **ii. Inflation and Monetary Policy**

Inflation remains a key concern globally. In advanced economies, inflation rates have moderated from their peak levels but remain above historical averages. Central banks, particularly in the U.S. and Eurozone, have continued to implement tight monetary policies to curb inflation, leading to higher interest rates and tighter financial conditions.

Emerging markets have also grappled with inflationary pressures, though to varying degrees. Countries with high commodity export dependence have experienced somewhat better inflation management compared to those reliant on imports.

#### **iii. Supply Chain and Trade Dynamics**

Supply chain disruptions, while less severe than during the pandemic's peak, continue to affect global trade and production. Logistics issues and geopolitical tensions have led to persistent supply bottlenecks, particularly in

technology and energy sectors. Efforts to diversify supply chains and build resilience have been underway, with varying degrees of success across industries and regions.

Trade dynamics have been influenced by ongoing geopolitical tensions, particularly between major economies such as the U.S. and China. Trade policies and tariffs have fluctuated, impacting global trade flows and economic stability.

#### **iv. Geopolitical and Environmental Factors**

Geopolitical uncertainties, including conflicts and regional tensions, have impacted economic stability and investor confidence. The ongoing conflict in Ukraine, for instance, has had significant ramifications for energy markets and European economies.

Environmental factors, particularly climate change, have also increasingly influenced economic policies. Governments and businesses are investing in green technologies and sustainable practices, driven by both regulatory frameworks and shifting consumer preferences.

#### **v. Investment and Innovation**

Investment in technology and innovation has continued to be a major driver of economic growth. Sectors such as artificial intelligence, renewable energy, and digital infrastructure are seeing significant capital inflows. These investments are expected to play a crucial role in shaping future economic trends and competitiveness.

The global economy for FY 2023-2024 presents a landscape of cautious optimism amid persistent challenges. While growth prospects remain positive, the economy faces ongoing inflationary pressures, geopolitical uncertainties, and environmental considerations. Adaptation and resilience will be key for economies as they navigate this complex and evolving environment.

### **3. OVERVIEW OF THE INDIAN ECONOMY**

The Indian economy for the fiscal year (FY) 2023-2024 has demonstrated notable resilience and growth, driven by strong domestic demand, government initiatives, and structural reforms. Despite global economic uncertainties and domestic challenges, India remains one of the fastest-growing major economies in the world.

#### **i. Economic Growth**

India's economy has been projected to grow at a robust rate of approximately 6.0% to 6.5% for FY 2023-2024. This growth trajectory reflects the continued recovery from the COVID-19 pandemic and the impact of various policy measures aimed at sustaining economic momentum.

#### **ii. Inflation and Monetary Policy**

##### **a. Inflation Trends:**

Inflation has remained a significant concern, driven by rising food and energy prices. The Consumer Price Index (CPI) inflation rate has been hovering around 5.0% to 6.0%. The Reserve Bank of India (RBI) has been actively managing inflation through monetary policy adjustments.

##### **b. Monetary Policy:**

The RBI has adopted a cautious approach to monetary policy, implementing interest rate hikes to control inflation while balancing the need to support economic growth. The central bank's stance has been influenced by both domestic inflationary pressures and global financial conditions.

### iii. Fiscal Policy and Government Initiatives

The Indian government has maintained a focus on fiscal consolidation while continuing to invest in growth-enhancing sectors. The budget for FY 2023-2024 emphasizes infrastructure development, social welfare programs, and economic reforms.

- **Infrastructure Development:** The government has allocated significant funds to improve infrastructure, including roads, railways, and urban development projects.
- **PLI Schemes:** The Production-Linked Incentive schemes aim to boost manufacturing and attract foreign direct investment (FDI) by offering incentives to companies that increase production and create jobs.
- **Digital Economy:** Efforts to enhance digital infrastructure and promote digital payments have continued, supporting financial inclusion and modernizing various sectors of the economy.

### iv. Trade and External Sector

#### a. Trade Balance:

India's trade balance has been influenced by fluctuating global commodity prices and trade policies. While exports have grown, imports have also increased, leading to trade deficits. Efforts to boost export competitiveness and diversify trade partners are ongoing.

#### b. Foreign Exchange Reserves:

India's foreign exchange reserves have remained healthy, providing a buffer against external shocks and supporting the stability of the Indian Rupee.

### v. Geopolitical and Environmental Factors

#### a. Geopolitical Tensions:

Geopolitical developments, including regional tensions and global trade dynamics, have impacted India's external economic environment. The government has navigated these challenges by diversifying trade relationships and strengthening regional partnerships.

#### b. Environmental Concerns:

Climate change and environmental sustainability are increasingly important issues. India has committed to ambitious targets under international climate agreements and is investing in renewable energy sources and sustainable practices.

## 4. INDIAN IRON AND STEEL INDUSTRY OVERVIEW (FY 2023-2024)

In FY 2023-2024, India solidified its position as the world's second-largest steel producer, with an estimated production of around 125 million metric tons (MMT). The industry benefited from strong domestic demand, driven by infrastructure projects like the National Infrastructure Pipeline (NIP) and the expansion of the automotive sector. This growth was supported by government initiatives such as the Production Linked Incentive (PLI) scheme, which encouraged capacity expansion and technological upgrades.

India's steel consumption also saw a rise, fuelled by urbanization, industrialization, and the push for infrastructure development, including roads, railways, and housing. The country's steel demand is expected to grow by approximately 7-8%, aligning with the government's vision to achieve 300 MMT of steel production capacity by 2030.

Despite the growth, the industry faced challenges, including high input costs, particularly for coking coal, of which India is heavily import-dependent. Environmental concerns also prompted Indian steelmakers to explore green steel production methods, with several companies announcing investments in decarbonization technologies. The focus on sustainability and reducing carbon emissions is expected to shape the future trajectory of India's steel industry.



## Government Initiatives

In FY 2023-2024, the Government of India implemented several initiatives to strengthen the iron and steel sector, aiming to enhance production capacity, promote sustainability, and support domestic demand. Key initiatives include:

- **Production Linked Incentive (PLI) Scheme:**

The government expanded the PLI scheme to include the specialty steel sector, with an allocation of ₹6,322 crores (~\$850 million). The scheme incentivizes the production of high-value steel products like coated steel, high-strength steel, and alloy steel, promoting the modernization of steel manufacturing and reducing reliance on imports.

- **National Steel Policy 2017 – Continued Emphasis:**

The government reaffirmed its commitment to the National Steel Policy (NSP) 2017, which aims to achieve 300 million metric tons (MMT) of steel production capacity by 2030. FY 2023-2024 saw continued investments in expanding domestic steel capacity, aligning with this long-term vision.

- **Development of Steel Clusters:**

To support small and medium enterprises (SMEs) in the steel sector, the government focused on developing steel clusters. These clusters provide shared infrastructure, such as common facilities for testing and processing, to boost efficiency and competitiveness among SMEs.

- **Focus on Decarbonization:**

The Indian government encouraged the adoption of green steel production methods, supporting research and development in hydrogen-based steelmaking and other low-carbon technologies. Public sector enterprises like Steel Authority of India Limited (SAIL) and private companies were urged to invest in cleaner technologies, aligning with global efforts to reduce carbon emissions.

### Infrastructure Push:

The government's infrastructure development plans, including the National Infrastructure Pipeline (NIP) and the PM Gati Shakti initiative, have directly boosted demand for steel. These projects emphasize the use of domestically produced steel in road construction, railways, ports, and urban development, ensuring a stable demand for the industry.

- **Steel Scrap Recycling Policy:**

To promote the use of recycled steel and reduce dependency on imported raw materials, the government continued to push the Steel Scrap Recycling Policy. This policy encourages the establishment of steel scrap centers and the adoption of efficient recycling practices, contributing to a circular economy.

- **Tariff and Trade Measures:**

The government implemented various tariff measures to protect the domestic steel industry from cheap imports, particularly from countries like China and South Korea. Anti-dumping duties and safeguard measures were enforced to ensure a level playing field for domestic producers.

These initiatives reflect the Indian government's comprehensive approach to bolstering the iron and steel sector, ensuring that it remains competitive, sustainable, and aligned with the country's broader economic goal

## 5. OUTLOOK

Looking ahead, the Indian economy is expected to continue its growth trajectory, supported by strong domestic demand, strategic investments, and ongoing reforms. However, challenges such as inflation, global economic uncertainties, and environmental issues will require vigilant policy management and adaptive strategies.

For FY 2023-2024, the Indian economy presents a picture of robust growth amidst a complex global and domestic landscape. With a focus on infrastructure, investment, and economic reforms, India is well-positioned to sustain its growth momentum while addressing key challenges and leveraging emerging opportunities.

## 6. OPPORTUNITIES& THREATS

### ➤ OPPORTUNITIES

- **Infrastructure Development and Urbanization:**

The global push towards infrastructure development, especially in emerging economies, is expected to drive demand for iron and steel products. Government initiatives in countries like India, China, and those in Southeast Asia to build smart cities, improve transportation networks, and develop urban infrastructure will likely boost finished steel consumption.

The ongoing construction boom in residential, commercial, and industrial sectors offers significant opportunities for the iron and steel industry.

- **Green Steel Production:**

The shift towards sustainable and green steel production methods presents an opportunity for companies that can adapt quickly. Innovations like hydrogen-based steelmaking and carbon capture technologies are gaining traction, supported by government incentives and rising consumer demand for environmentally friendly products.

Companies investing in green technologies can gain a competitive edge as global standards and regulations become stricter.

- **Technological Advancements:**

The adoption of Industry 4.0 technologies, such as automation, AI, and IT, can enhance operational efficiency, reduce costs, and improve product quality. Smart manufacturing and predictive maintenance can lead to better resource utilization and lower production costs.

Advanced materials and alloy development can open new markets and applications for steel products.

- **Growing Demand from Automotive Sector:**

The automotive industry's shift towards electric vehicles (EVs) and lighter, stronger materials is driving demand for advanced high-strength steels (AHSS). This trend is expected to create new opportunities for steel producers who can supply the necessary materials.

The growing global demand for EVs is expected to bolster steel demand for manufacturing battery packs, body frames, and other components.

- **Government Policies and Trade Agreements:**

Favourable government policies, including subsidies for domestic production and protective tariffs against imports, can provide a boost to local iron and steel manufacturers.

Bilateral and multilateral trade agreements can open new markets and reduce export barriers for steel producers.

## ➤ **THREATS**

### • Raw Material Price Volatility:

The iron and steel industry is highly sensitive to fluctuations in the prices of raw materials, such as iron ore, coking coal, and scrap metal. Any significant increase in these prices can erode profit margins, especially for producers who rely heavily on imported raw materials.

Supply chain disruptions, driven by geopolitical tensions or natural disasters, could exacerbate these challenges.

### • Environmental Regulations:

The tightening of environmental regulations worldwide poses a significant threat to traditional steelmaking processes, which are carbon-intensive. Compliance with stricter emission norms can increase production costs and require significant capital investments in cleaner technologies.

Failure to adapt to these regulations could result in penalties, loss of market share, and reputational damage.

### • Global Economic Uncertainty:

Economic slowdowns in key markets, such as Europe and China, could dampen demand for steel products. Additionally, global inflationary pressures and rising interest rates could reduce investment in infrastructure and construction, key drivers of steel demand.

Uncertainty around trade policies, especially in major economies like the U.S. and China, could lead to disruptions in the global steel trade, impacting export-oriented producers.

### • Overcapacity and Competition:

Overcapacity remains a persistent issue in the global steel industry, leading to intense price competition. Producers in countries like China continue to operate at high levels, contributing to global supply gluts and downward pressure on prices.

The emergence of low-cost producers in developing countries could further increase competition, making it challenging for established players to maintain market share.

### • Technological Disruptions:

The rise of alternative materials, such as aluminium and composites, particularly in the automotive and aerospace industries, poses a threat to steel demand. These materials are often lighter and more corrosion-resistant, making them attractive substitutes for steel in certain applications.

Failure to keep pace with technological advancements in steelmaking and material science could lead to obsolescence and loss of competitive advantage.

## 7. **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has an Internal Financial Controls ('IFC') framework, commensurate with the size, scale, and complexity of the Company's operations. The Board of Directors of the Company is responsible for ensuring that IFC have been laid down by the Company and that such controls are adequate and operating effectively. The internal control framework has been designed to provide reasonable assurance with respect to recording and providing reliable financial and operational information, complying with applicable laws, safeguarding assets from unauthorised use, executing transactions with proper authorization and ensuring compliance with corporate policies. The Company's internal financial control framework is commensurate with the size and operations of the business and is in line with the requirements of the Companies Act, 2013.

The Company has laid down Standard Operating Procedures and policies to guide the operations of each of its functions. Business heads are responsible to ensure compliance with these policies and procedures. Robust and continuous internal monitoring mechanisms ensure timely identification of risks and issues. The management, statutory auditors and internal auditors have also carried out adequate due diligence of the control environment of the Company through rigorous testing.



The Internal Audit team monitors and evaluates the efficacy and adequacy of internal control systems in the Company, its compliance with operating systems, accounting procedures, and policies at all locations of the Company and its subsidiaries. Based on the report of internal audit function, process owners undertake corrective action(s) in their respective area(s) and thereby strengthen the controls. Significant audit observations and corrective action(s) thereon are presented to the Audit Committee. The Audit Committee at its meetings, reviews the reports submitted by the Internal Auditor. Also, the Audit Committee at frequent intervals has independent sessions with the statutory auditor and the Management to discuss the adequacy and effectiveness of internal financial controls.

## **8. FINANCIAL PERFORMANCE**

The Company had prepared its financial statements based on Indian Accounting Standard (Ind AS). The financial statements were prepared under the historical cost convention on an accrual basis. Figures of the previous years were reclassified/ regrouped to confirm the presentation requirements under Ind AS and the requirements laid down under Schedule III of the Companies Act, 2013.

The Company's revenue in FY 2023-24 was Rs. 10,939 lakhs compare to Rs. 19,453 lakhs in the previous financial year. EBIDTA stood at Rs. (691.22) lakhs in FY 2023-24 compared to Rs. (3003.93) lakhs in the previous financial year. The Company reported a post-tax loss of Rs. 625.30 lakhs in FY 2023-2024 compared to a post-tax loss of Rs. 2346.86 lakhs in the previous financial year.

## **9. HUMAN RESOURCE**

The Company recognizes the importance of human resources in realizing its growth ambitions and believes in nurturing talent within the organization to take up leadership positions. The Company believes in investing in people development and process improvements, aligned with Company's vision and values. As of March 31, 2024, the Company has 126 employees.

## **CAUTIONARY STATEMENT**

*Statements made in Management Discussion and Analysis Report describing the Company's objectives, estimates, expectations, or predictions are "Forward-looking Statement" within the meaning of applicable laws and regulations. They are based on certain assumptions and expectations of future events. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operation include global and Indian demand-supply condition, raw material availability, trained manpower, changes in Government regulations, tax regimes, economic development within India, and the countries within which the Company conducts business and other incidental factors*

## **BOARD'S REPORT**

### ***To the Members,***

The Hon'ble National Company Law Tribunal, Kolkata Bench ("NCLT") had vide its order dated 12th September, 2023 admitted the application for the initiation of the Corporate Insolvency Resolution Process ("CIRP") of the company in terms of the Insolvency and Bankruptcy Code (IBC), 2016 read with the rules and regulations framed thereunder as amended from time to time ("Code"). Accordingly pursuant to the provisions of Section 17 of the IBC the powers of the Board of Directors of the Corporate Debtor stands suspended and such powers shall be vested with Mr. Sriram Mittal appointed as the Insolvency Resolution Professional (the IRP). Further the committee of creditors(CoC) of the company pursuant to the meeting held on 11th October, 2023 and in terms of Section 22 (2) of the Code resolved with 100% voting share to replace the existing Interim Resolution Professional with CA Santanu Brahma as the resolution professional (RP) for the company. Accordingly the NCLT has in its hearing dated 17th November, 2023 through video conferencing pronounced the approval for the appointment of CA. Santanu Brahma as the RP ("Resolution Professional") of the Company.

As per Notification no. SEBI/LAD-NRO/GN/2018/21 dated May 31 2018 regulations 17,18, 19, 20 and 21 of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 related to Board of Directors, Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee respectively shall not be applicable during the insolvency resolution process period in respect of a listed entity which is undergoing CIRP under the Code provided that the role and responsibilities of the Board of Directors as specified under regulation 17 shall be fulfilled by the interim resolution professional or resolution professional in accordance with sections 17 and 23 of the Insolvency and Bankruptcy Code. Hence the status of the Board of Directors and Committees provided in this Report is as on the date of commencement of CIRP i.e. 12th September, 2023.

We hereby presents the 29<sup>TH</sup> Annual Report of Aanchal Ispat Limited (the Company) along with the audited financial statements for the financial year ended March 31, 2024.

### **1. FINANCIAL RESULTS**

The Company's financial performance for the year ended 31<sup>st</sup> March, 2024 is summarised below:

	<b>( in lakhs)</b>	
<b>PARTICULARS</b>	<b>2023-2024</b>	<b>2022-2023</b>
<b>Sales and other operating Income</b>	<b>10,939.05</b>	<b>19,453.67</b>
<b>Earnings before Interest, Tax, Depreciation &amp; amortization (EBITDA)</b>	<b>(339.76)</b>	<b>(2218.29)</b>
Finance costs	351.46	765.15
Depreciation and amortization expenses	62.99	63.81
<b>Profit/ (loss) before tax</b>	<b>(754.21)</b>	<b>(3047.25)</b>
a) Current Tax	-	-
b) Current Tax Expense relating to Prior Year's	-	-
c) Deferred Tax	(129.40)	(701.55)
<b>Profit/(loss) for the period</b>	<b>(624.81)</b>	<b>(2345.71)</b>

### **2. RESULTS OF OPERATIONS AND STATE OF THE COMPANY'S AFFAIRS:**

The Company's revenue in FY 2023-24 was Rs. 10,939.05 lakhs compare to Rs. 19,453.67 lakhs in the previous financial year. EBIDTA stood at Rs. (339.76) lakhs in FY 2023-24 compared to Rs. (2218.29) lakhs in the previous financial year. The Company reported a post-tax loss of Rs. 624.81 lakhs in FY 2023-24 compared to a post-tax loss of Rs. 2345.71 lakhs in the previous financial year.

### **3. TRANSFER TO RESERVES**

The Company has not transferred any amount to the Reserves for the year ended 31st March, 2024.

### **4. DIVIDEND**

The company has not recommend the payment of any dividend on equity shares for the year ended 31st March, 2024.

## 5. CHANGE IN THE NATURE OF BUSINESS

The company is engaged in manufacturing of a wide range of TMT Bars, MS Rounds & Angles, besides Trading of Steel Products etc. There has been no change in the nature of business of the Company.

## 6. SHARE CAPITAL

The paid up Equity Share Capital as at March 31, 2024 stood at `20.85 cores. During the year under review, the Company has not issued shares or convertible securities or shares with differential voting rights nor has granted any stock options or sweat equity or warrants. As on March 31, 2024, none of the Directors of the Company hold instruments convertible into Equity Shares of the Company.

## 7. ANNUAL RETURN

In terms of provisions of Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management & Administration) Rules, 2014, a copy of the Annual Return as prescribed under Section 92 of the Companies Act, 2013 forms a part of this report and is annexed as **Annexure – “A”** and the same can also be assessed at the website of the Company at [www.aanchalispac.com](http://www.aanchalispac.com).

## 8. DEPOSITS

The Company has not accepted any public deposit during the year under review and no amount against the same was outstanding at the end of the year.

## 9. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The company is not having a holding or subsidiary company during the year and no other company has become a holding/subsidiary/ joint venture.

## 10. SECRETARIAL STANDARDS OF ICSI

The Ministry of Corporate Affairs has mandated SS-1 and SS-2 with respect to board/committee meetings and general meetings respectively. The company is under CIRP w.e.f 12<sup>th</sup> September, 2024, therefore the company has ensured compliance with the Secretarial Standards to the extent possible.

## 11. REGULATORY STATEMENT

In conformity with the provision of regulation 34(2) (c) of SEBI (LODR), Regulations 2015, the Cash Flow Statement for the year ended 31.03.2024 is annexed hereto. The equity shares of the Company are listed on the BSE Ltd.

## 12. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS, AND OUTGO

As required under Section 134 (3) (m) of the Act read with Rule 8 of The Companies (Accounts) Rules, 2014, particulars relating to conservation of Energy, R & D, Technology absorption, and foreign exchange earnings/outgo are separately provided in the annexure to this report as **Annexure – “B”**.

## 13. MANAGEMENT’S DISCUSSION AND ANALYSIS REPORT

As per the terms of Regulation 34(2) read with Schedule V of SEBI Listing Regulations, Management’s Discussion and Analysis Report for the year under review is presented in a separate section forming part of the Annual Report.

## 14. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Since the Company is undergoing Corporate Insolvency Resolution Process (CIRP) w.e.f 12th September, 2023, the powers of the Directors have been suspended and such powers are vested in CA. Santanu Brahma, in the capacity of Resolution Professional.



There were no changes in the composition of the Board of Directors.

None of the Directors of the Company is disqualified for being appointed as Director, as specified under section 164(2) of the Companies Act, 2013 and Rule 14(1) of the Companies (Appointment and Qualification of Directors) Rules, 2014.

Ms. Puja Kaul, Company Secretary resigned from her post w.e.f 12<sup>th</sup> September, 2023.

Mr. Mukesh Kumar Agarwal, Chief Financial Officer (CFO) of the company resigned from his post w.e.f 15<sup>th</sup> November, 2023 but it is not yet approved by the Committee of Creditors (CoC).

#### **15. RETIREMENT BY ROTATION AND SUBSEQUENT RE-APPOINTMENT**

In accordance with the provisions of Section 152 and other applicable provisions, if any, of the Act (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and the Articles of Association of the Company, Mr. Manoj Goel, Director, is liable to retire by rotation at the ensuing AGM and being eligible have offered himself for re-appointment. A resolution seeking shareholders' approval for his re-appointment along with other required details forms part of the Notice.

The Managing Director & CEO and Independent Directors of the Company are not liable to retire by rotation.

\*His appointment on the Board is being part of compliance with section 152(6) of the Companies Act, 2013. However, the Board shall continue to remain suspended during the continuance of Corporate Insolvency Resolution Process.

#### **16. DECLARATION BY INDEPENDENT DIRECTORS**

Since the Company is undergoing Corporate Insolvency Resolution Process (CIRP) w.e.f 12<sup>th</sup> September, 2023, the powers of the Directors have been suspended and such powers are vested in CA. Santanu Brahma, in the capacity of Resolution Professional.

Hence, the provisions of Section 149 of the Act, is not applicable on the company.

#### **17. NUMBER OF MEETINGS OF THE BOARD**

09 (Nine) meetings of the Board of Directors were held during the financial year 2023-2024. The maximum gap between any two meetings was less than 120 days, as stipulated under SEBI's Listing Requirements, 2015. The details of the meetings of the Board of Directors of the Company convened and attended by the Directors during the financial year 2023-2024 are given in the Corporate Governance Report which forms part of this Annual Report.

#### **18. NOMINATION AND REMUNERATION POLICY**

The salient features of the Nomination and Remuneration Policy of the Company are set out in the Corporate Governance Report which forms part of this Annual Report. The said Policy of the Company, inter alia, provides that the Nomination and Remuneration Committee shall formulate the criteria for appointment & re-appointment of Directors on the Board of the Company and persons holding Senior Management positions in the Company, including their remuneration and other matters as provided under Section 178 of the Act and Listing Regulation.

#### **19. BOARD EVALUATION**

The Board of Directors of the company are suspended pursuant to the Pursuant to Hon'ble NCLT, Kolkata bench order for admission of Corporate Insolvency Resolution Process (CIRP) under the Insolvency Bankruptcy Code, 2016 w.e.f September 12, 2023.

Though the Company is under CIRP, the Company has over the years developed a robust familiarization process for the newly appointed directors with respect to their roles and responsibilities, way ahead of the prescription of the regulatory provisions. The process has been aligned with the requirements under the Act and other related Regulations. This process inter-alia includes providing an overview of the Company's business model, the risks and opportunities etc. Details of the Familiarization Programme are also available on the Company's website at <https://www.uspdev.com/pdf/familiarisation-Program.pdf>

## **COMMITTEES**

As on 31st March, 2024, the Board stands suspended due to the CIRP. During the year the company has three committees: Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee.

During the year, all recommendations made by the committees were approved by the Board. A detailed note on the composition of the Board and its committees is provided in the corporate governance report.

### ➤ **AUDIT COMMITTEE**

Under Corporate Insolvency Resolution Process, the Power/role of Audit Committee is exercisable by the RP. Although the terms of reference for each Committee in the absence of CIRP are mentioned hereunder

The Audit Committee comprised of 3 non-executive directors and all three are independent. During the year, the Audit Committee met (Five) times to deliberate on various matters on 30.05.2023, 01.06.2023, 09.06.2023, 20.06.2023, 14.08.2023.

The Composition of the Audit Committee and the attendance of each member at these meetings are as follows:-

Name	Position Held	Number of Meetings during the Financial Year 2023-24	
		Entitled	Attended
Ms. Nilu Nigania	Chairperson	5	5
Mr. Mukesh Agarwal	Member	5	5
Ms. Shikha Jaiswal	Member	0	0

The Audit Committee ensures an effective internal control system.

### ➤ **NOMINATION AND REMUNERATION COMMITTEE**

The Nomination and Remuneration Committee comprises 4 non-executive directors, out of which three are independent. During the year, the Nomination and Remuneration Committee met once to deliberate on various matters on 12.09.2023.

The Composition of the Nomination and Remuneration Committee and the attendance of each member at these meetings are as follows:-

Name	Position Held	Number of Meeting during the Financial Year 2023-24	
		Entitled	Attended
Mr. Mukesh Agarwal	Chairman	1	1
Ms. Nilu Nigania	Member	1	1
Ms. Shikha Jaiswal	Member	0	0

### ➤ **STAKEHOLDER'S RELATIONSHIP COMMITTEE**

The Stakeholders Relationship Committee comprises 3 non-executive directors and all three are independent. During the year, the Committee did not meet due to the ongoing Corporate Insolvency Resolution Process (CIRP).

The Composition of the Nomination and Remuneration Committee and the attendance of each member at these meetings are as follows:-

Name	Position Held	Number of Meeting during the Financial Year 2023-24	
		Entitled	Attended
Mr. Mukesh Agarwal	Chairman	1	1
Ms. Nilu Nigania	Member	1	1
Ms. Shikha Jaiswal	Member	0	0

## 20. SEPARATE MEETING OF INDEPENDENT DIRECTORS

Due to the ongoing Corporate Insolvency Resolution Process (CIRP) there could not be any separate meeting of the Independent Directors during the FY 2023-2024.

## 21. FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTORS

All independent directors inducted into the Board are familiarized with the operations and functioning of the Company. The details of the training and familiarization program are provided in the Corporate Governance report.

## 22. DIRECTORS RESPONSIBILITY STATEMENT

In compliance with the provisions of Section 134(5) of the Companies Act, 2013 the suspended Board of Directors to the best of their knowledge and hereby confirm the following:

- a) in the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March 2024, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) Selection of 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 31<sup>st</sup> March, 2024 and profit and loss account of the Company for that period;
- c) 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 annual accounts are prepared on a going concern basis; and
- e) The company had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) Devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 23. AUDITORS & AUDITORS' REPORT

### Statutory Auditors

M/s Rajesh Jalan & Associates, Chartered Accountants, Kolkata (FRN 326370E) were appointed as Statutory Auditors of the Company for the term of five years at the 25<sup>TH</sup> Annual General Meeting held on 15<sup>TH</sup> December, 2020 as per the provisions of the Companies Act, 2013.

The Auditors have issued a modified opinion on the Financial Statements for the financial year ended 31<sup>st</sup> March, 2024. The Auditors' Report for the financial year ended 31<sup>st</sup> March, 2024 on the financial statements of the Company is a part of this Annual Report.

### **Cost Auditor**

Pursuant to Section 148 of the Act, read with the Companies (Cost Records and Audit) Rules, 2014 and amendments thereof, the Company is required to maintain cost accounting records in respect of certain specified products, and accordingly, such accounts and records are made and maintained in the prescribed manner. The cost accounting records maintained by the Company are required to be audited and, accordingly, M/s. Rana Ghosh & Co were appointed Cost Auditors for FY 2023-24.

The Resolution Professional has re-appointed M/s. Rana Ghosh & Co Cost Accountant, as Cost Auditors for auditing the cost records of the Company for the financial year 2024-25. The Act mandates that the remuneration payable to the Cost Auditor is ratified by the shareholders. Accordingly, a resolution seeking ratification of the shareholders for the remuneration payable to the Cost Auditors for the financial year 2024-25 is included in the Notice convening the 29<sup>th</sup> Annual General Meeting.

### **Internal Auditor**

The Company appointed M/s Sailesh Agarwal & Associates LLP (FRN: E300263 ) for the FY 2023-24 an Independent firm of Chartered Accountants to act as an Internal Auditor as per the suggestion of auditors and the recommendation of the Audit Committee in the Board Meeting held on 9<sup>th</sup> June, 2023 in order to strengthen the internal control system for the Company.

### **Secretarial Auditor**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company appointed M/s Manisha Saraf & Associates, Practicing Company Secretaries, as its secretarial auditor to undertake the Secretarial Audit for FY 2023-24. The Company has received consent from M/s. Manisha Saraf & Associates to act as the auditor for conducting an audit of the secretarial records for the financial year ending 31st March, 2024. The secretarial audit report certified by the secretarial auditors, in the specified form MR-3 is annexed herewith and forms part of this report (**Annexure “C”**). The secretarial audit report does not contain any qualifications, reservations, or adverse remarks.

## **24. CODE OF CONDUCT**

**The Code of Conduct of Directors, KMP's and Senior executive of the Company is already in force and the same has been placed on the Company's website [www.aanchalispac.com](http://www.aanchalispac.com) and the declaration for the affirmation with the same forms a part of this report.**

## **25. CORPORATE GOVERNANCE**

Your Company has practice sound Corporate Governance and taken necessary actions at appropriate times for enhancing and meeting stakeholders' expectations while continuing to comply with mandatory provisions of Corporate Governance. Your Company has complied with the requirements of all applicable regulations read with Schedule-V of SEBI Listing regulations as issued by SEBI and amended from time to time.

A report on Corporate Governance along with certificate from M/s Rajesh Jalan & Associates, Chartered Accountants, regarding the compliance of conditions is presented in a separate section forming part of the Annual Report.

## **26. POLICY RELATING TO DIRECTOR'S APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The policy of the Company on Director's appointment and remuneration, including criteria for determining qualifications, independence, and other matters is as provided under subsection(3) of Section 178 of the Companies Act, 2013 is available on the company's website at [www.aanchalispac.com](http://www.aanchalispac.com).



**27. PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES**

The particulars of employees as required under Section 197 (12) of the Act read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, (as amended) are given in separate annexure attached hereto as **Annexure-“D”** and forms a part of this report.

Further stating there were no such employees drawing remuneration in excess of the limits set out in Section 197 (12) of the Companies Act, 2013 read with Rule 5(2) & 5 (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**28. DETAILS OF RELATED PARTIES TRANSACTIONS PURSUANT TO SECTION 188(1) OF THE COMPANIES ACT, 2013**

During the financial year, all transactions entered into with the Related Parties as defined under the Companies Act, 2013, were in the ordinary course of business on arm's length basis and as such did not attract provisions of Section 188 (1) of Companies Act, 2013. The company has formulated a policy on related party transactions. Particulars of related party transactions pursuant to Section 134(3) (h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 in Form AOC-2 is attached at **Annexure – “E”**. Approvals from the Audit Committee are obtained even for transactions which are in the ordinary course of business and repetitive in nature. Further, on a quarterly basis, disclosures are made to the Audit Committee and to the Board in its meetings. Details of related party transactions are given in the notes to financial statements.

**29. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

Details of loans, guarantees, and investments under the provisions of Section 186 of the Act read with the Companies (Meetings of Board and its Powers) Rules, 2014, as on 31st March, 2024, are set out in **Note 8** to the Financial Statements of the Company.

**30. RISK MANAGEMENT POLICY**

The risk management strategy of your Company is based on a clear understanding of various risks, and adherence to well-laid-out risk policies and procedures that are benchmarked with industry best practices. The Company has developed robust systems and embraced adequate practices for identifying, measuring, and mitigating various risks – business, strategic, operational, market, credit, liquidity, reputational and process risks – and ensuring that they are maintained within pre-defined risk appetite levels.

**31. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the provisions of section 135 of the Companies Act, 2013 along with Companies (Corporate Social Responsibility Policy) Rules, 2014 as they are not applicable.

**32. WHISTLE BLOWER POLICY**

The Company has established an effective Whistle blower policy (Vigil mechanism) and procedures for its Directors and employees whereby employees, directors and other stakeholders can report matters such as generic grievances, corruption, misconduct, fraud, misappropriation of assets, and non-compliance with code of conduct to the Company. The policy safeguards the whistle blowers to report concerns or grievances and also provides direct access to the Chairman of the Audit Committee. During the year under review, none of the personnel has been denied access to the Chairman of the Audit Committee. This policy is available on Company's website [www.aanchalisp.com](http://www.aanchalisp.com).

**33. CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING**

The Company has also adopted the Code of Practice and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (“the Code”) in line with the SEBI PIT Regulations.

**34. INTERNAL FINANCIAL CONTROLS**

The Company has adopted policies and procedures 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 accounting records, and the timely preparation of financial disclosures.

The Company has an Internal Control System commensurate with the size, scale and complexity of its operations. These are routinely tested and certified by Statutory as well as Internal Auditor. Significant audit observations and corrective action are reported to the Audit Committee.

The concerned executives monitor and evaluate the efficacy and adequacy of internal control system in the Company, its compliance with operating systems, accounting procedures and policies at all locations of the Company. Based on the report of internal audit function, process owners undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee.

**35. INSURANCE**

The Company has taken appropriate insurance for all assets against foreseeable perils.

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

There were no complaints pending for the redresses at the beginning of the year and no complaints received during the financial year.

**37. COURT/TRIBUNAL ORDERS**

There were no instances of any significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and the Company's operations in the future.

**38. MATERIAL CHANGES AFFECTING THE COMPANY**

There are no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of this report.

There has been no change in the nature of business of the Company.

**39. APPRECIATION**

The management thank the shareholders for their continued support and they would like to place on record their appreciation for the dedicated services rendered by the Employees at all levels.

We thank our customers, vendors, dealers, investors, business associates and bankers for their continued support during the year.

We place on record our appreciation of the contribution made by the employees at all levels. Our resilience to meet challenges was made possible by their hard work, solidarity, co-operation and support.

**On behalf of the suspended Board of Directors of Aanchal Ispat  
Limited  
(Authorised by the Resolution Professional)**

Sd/-

**Mukesh Goel  
(Managing Director)  
DIN:00555061**

**Place: Howrah  
Date: 30.05.2024**

<b>FORM NO. MGT 9</b>
<b>EXTRACT OF ANNUAL RETURN</b>
<b>as on financial year ended on 31.03.2024</b>
<b>Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management &amp; Administration ) Rules, 2014.</b>

**I REGISTRATION & OTHER DETAILS:**

i	CIN	L27106WB1996PLC076866
ii	Registration Date	30/01/96
iii	Name of the Company	AANCHAL ISPAT LIMITED (NOW IN CIRP)
iv	Category/Sub-category of the Company	COMPANY LIMITED BY SHARES
v	Address of the Registered office & contact details	Mouza-chamrail National Highway-6, Liluah, Howrah-711114, West Bengal Email ID- cs@aanchalispac.com Website- www.aanchalispac.com Tel-033-22510128/23230052
vi	Whether listed company	Yes
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	Purva Sharegistry(India) Pvt. Ltd. Unit No. 9 Shiv Shakti Ind. Estt. J.R Boricha Marg, Opp. Kasturba Hospital Lane, Lower Parel(E) Mumbai-400011 Tel- 022-23016761/23018261 Email- busicomp@vsnl.com Website- www.purvashare.com

**II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated

SL No	Name & Description of main products/services	NIC Code of the Product /service
1	IRON & STEEL PRODUCTS	24105

**III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES**

SI No	NAME & ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
NIL					

IV SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity) i Category - wise Share holding

Category of Shareholders	No. of Shares held at the beginning of the year as on 01-04-2023				No. of Shares held at the end of the year as on 31-03-2024				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									0%
a) Individual/HUF	38,01,750.00	-	38,01,750.00	18.23%	38,06,503.00	-	38,06,503.00	18.23%	0%
b) Central Govt.or State Govt.	-	-	-	0%	-	-	-	0%	0%
c) Bodies Corporates	56,83,420.00	-	56,83,420.00	27.25%	28,85,547.00	-	28,85,547.00	13.84%	-13.42%
d) Bank/FI	-	-	-	0%	-	-	-	0%	0%
e) Any other	-	-	-	0%	-	-	-	0%	0%
<b>SUB TOTAL:(A) (1)</b>	<b>94,85,170.00</b>	<b>-</b>	<b>94,85,170.00</b>	<b>45.48%</b>	<b>66,92,050.00</b>	<b>-</b>	<b>66,92,050.00</b>	<b>32.07%</b>	<b>-13.42%</b>
(2) Foreign									
a) NRI- Individuals	-	-	-	0%	-	-	-	0%	0%
b) Other Individuals	-	-	-	0%	-	-	-	0%	0%
c) Bodies Corp.	-	-	-	0%	-	-	-	0%	0%
d) Banks/FI	-	-	-	0%	-	-	-	0%	0%
e) Any other...	-	-	-	0%	-	-	-	0%	0%
<b>SUB TOTAL (A) (2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>0%</b>
<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	<b>94,85,170.00</b>	<b>-</b>	<b>94,85,170.00</b>	<b>45.48%</b>	<b>66,92,050.00</b>	<b>-</b>	<b>66,92,050.00</b>	<b>32.07%</b>	<b>-13.42%</b>
<b>B. PUBLIC SHAREHOLDING</b>									
(1) Institutions									
a) Mutual Funds	-	-	-	0%	-	-	-	0%	0%
b) Banks/FI	-	-	-	0%	-	-	-	0%	0%
c) Central govt	-	-	-	0%	-	-	-	0%	0%
d) State Govt.	-	-	-	0%	-	-	-	0%	0%
e) Venture Capital Fund	-	-	-	0%	-	-	-	0%	0%
f) Insurance Companies	-	-	-	0%	-	-	-	0%	0%
g) FII/S	-	-	-	0%	-	-	-	0%	0%
h) Foreign Venture Capital Funds	-	-	-	0%	-	-	-	0%	0%
i) Others (specify)	-	-	-	0.48%	-	-	-	0%	-0.48%
<b>SUB TOTAL (B)(1):</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0%</b>	<b>0.00%</b>
(2) Non Institutions									
a) Bodies corporates/LLP									
i) Indian	13,02,454.00	-	13,02,454.00	6.25%	12,09,293.00	-	12,09,293.00	0.06%	-0.4467%
ii) Overseas	-	-	-	0%	-	-	-	0%	0%
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	37,45,177.00	2.00	37,45,179.00	17.96%	53,37,615.00	2.00	53,37,617.00	25.60%	7.64%
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	46,48,412.00	-	46,48,412.00	22.29%	59,23,142.00	-	59,23,142.00	22.29%	0.00%
c) Others (specify)	-	-	-	0%	-	-	-	0%	-
Non-resident individuals overseas Corporate Bodies	6,79,466.00	-	6,79,466.00	3.26%	7,83,667.00	-	7,83,667.00	3.76%	0.50%
foreign Nationals	-	-	-	0.00%	-	-	-	0.00%	0.00%
Clearing Members Trusts	1,36,436.00	-	1,36,436.00	0.65%	1,63,927.00	-	1,63,927.00	0.79%	0.13%
HUF	8,56,633.00	-	8,56,633.00	4.11%	7,44,054.00	-	7,44,054.00	3.57%	-0.54%
<b>SUB TOTAL (B)(2):</b>	<b>1,13,68,578.00</b>	<b>2.00</b>	<b>1,13,68,580.00</b>	<b>54.52%</b>	<b>1,41,61,698.00</b>	<b>2.00</b>	<b>1,41,61,700.00</b>	<b>61.80%</b>	<b>7.28%</b>
<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>	<b>1,13,68,578.00</b>	<b>2.00</b>	<b>1,13,68,580.00</b>	<b>54.52%</b>	<b>1,41,61,698.00</b>	<b>2.00</b>	<b>1,41,61,700.00</b>	<b>61.80%</b>	<b>7.28%</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>									
	-	-	-	0.00%	-	-	-	0.00%	0.00%
<b>Grand Total (A+B+C)</b>	<b>2,08,53,748.00</b>	<b>-</b>	<b>2,08,53,750.00</b>	<b>100%</b>	<b>2,08,53,748.00</b>	<b>2.00</b>	<b>2,08,53,750.00</b>	<b>94%</b>	<b>6.14%</b>



## (ii) Share Holding of Promoters

Sl No.	Shareholders Name	Shareholding at the beginning of the year 01-04-2023			Shareholding at the end of the year on 31-03-2024			% change in share holding during the year
		No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	No of shares	% of total shares of the company	% of shares pledged encumbered to total shares	
1	MAINA SECURITIES PVT. LTD.	47,16,000	22.61%	-	25,46,127	12.21%	-	-10.41%
2	PRATIK SUPPLIERS PRIVATE LIMITED	6,28,000	3.01%	-	-	0.00%	-	-3.01%
3	MUKESH GOEL	19,94,850	9.57%	-	19,94,850	9.57%	-	0.00%
4	MANOJ GOEL	17,16,900	8.23%	-	17,16,900	8.23%	-	0.00%
5	AANCHAL CEMENT LIMITED	3,39,420	1.63%	-	3,39,420	1.63%	-	0.00%
6	MONIKA GOEL	42,000	0.20%	-	42,000	0.20%	-	0.00%
7	RASHMI GOEL	33,000	0.16%	-	37,753	0.18%	-	0.02%
8	SITARAM GOYAL	15,000	0.07%	-	15,000	0.07%	-	0.00%
	<b>TOTAL</b>	<b>94,85,170</b>	<b>45.48%</b>	<b>-</b>	<b>66,92,050</b>	<b>32.09%</b>	<b>-</b>	<b>-13.39%</b>

## (ii) CHANGE IN PROMOTERS' SHAREHOLDING ( SPECIFY IF THERE IS NO CHANGE)

Sl. No.		Share holding at the beginning of the Year as on 01-04-2023		Cumulative Share holding during the year as on 31-03-2024	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	94,85,170.00	45.48%	97,85,170.00	45.48%
	Change in Share-holding during the year	(27,93,120)	-13.39%	(27,93,120.00)	-13.39%
	At the end of the year	66,92,050.00	32.09%	69,92,050.00	32.09%

## (iii) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters &amp; Holders of GDRs &amp; ADRs)

Sl. No		Share holding at the beginning of the Year as on 01-04-2023		Cumulative Shareholding during the year as on 31-03-2024	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
1	<b>PRAVIN KUMAR WASHA</b>				
	At the beginning of the year	5,74,468.00	3.17%	5,74,468.00	3%
	bought during the year	86,823.00	0.42%	86,823.00	0.42%
	Sold during the year	-	-	-	-
	At the end of the year	6,61,291.00	3.59%	6,61,291.00	3.59%
2	<b>RAJESH HARICHANDRA BUDHRANI</b>				
	At the beginning of the year	5,00,000.00	2.40%	5,00,000.00	2.40%
	bought during the year	1,55,000.00	0.74%	1,55,000.00	0.74%
	Sold during the year	-	-	6,55,000.00	3.14%
	At the end of the year	6,55,000.00	3.14%	6,55,000.00	3.14%
3	<b>SOLEX FINANCE PRIVATE LIMITED</b>				
	At the beginning of the year	3,06,000.00	1.47%	3,06,000.00	1.47%
	bought during the year	-	-	3,06,000.00	1.47%
	Sold during the year	-	-	3,06,000.00	1.47%
	At the end of the year	3,06,000.00	1.47%	3,06,000.00	1.47%
4	<b>KULIN SHANTILAL VORA</b>				
	At the beginning of the year	-	-	-	-
	bought during the year	2,50,000.00	1.20%	2,50,000.00	1.20%
	Sold during the year	-	-	2,50,000.00	1.20%
	At the end of the year	2,50,000.00	1.20%	2,50,000.00	1.20%

Sl. No		Shareholding at the end of the year		Cumulative Shareholding during	
		No.of shares	% of total shares of the company	No of shares	% of total shares of the company
5	<b>JEDWIN STEPHEN DSOUZA</b>				
	At the beginning of the year	-	0.00%	-	0.00%
	bought during the year	2,08,893.00	1.00%	2,08,893.00	1.00%
	Sold during the year	-	-	2,08,893.00	1.00%
	At the end of the year	2,08,893.00	1.00%	2,08,893.00	1.00%
6	<b>AMASS TRADING LLP</b>				
	At the beginning of the year	-	-	-	-
	bought during the year	1,48,481.00	0.71%	1,48,481.00	0.71%
	Sold during the year	-	-	1,48,481.00	0.71%
	At the end of the year	1,48,481.00	0.71%	1,48,481.00	0.71%
7	<b>AANCHAL INTERNATIONAL PRIVATE LIMITED</b>				
	At the beginning of the year	2,66,289.00	1.28%	2,66,289.00	1.28%
	bought during the year	-	-	2,66,289.00	1.28%
	Sold during the year	1,32,047.00	0.63%	1,32,047.00	0.63%

	At the end of the year	<b>1,34,242.00</b>	<b>0.64%</b>	<b>1,34,242.00</b>	<b>0.64%</b>
8	<b>YOUTHVISION COMMODITIES PRIVATE LIMITED</b>				
	At the beginning of the year	1,13,820.00	0.55%	1,13,820.00	0.00%
	bought during the year	-	0%	1,13,820.00	0.55%
	Sold during the year	-	0%	1,13,820.00	0.55%
	At the end of the year	<b>1,13,820.00</b>	<b>0.55%</b>	<b>1,13,820.00</b>	<b>0.55%</b>
9	<b>IL AND FS SECURITIES SERVICES LIMITED</b>				
	At the beginning of the year	1,07,000.00	0.51%	1,07,000.00	0.51%
	bought during the year	-	-	1,07,000.00	0.51%
	Sold during the year	-	-	1,07,000.00	0.51%
	At the end of the year	<b>1,07,000.00</b>	<b>0.51%</b>	<b>1,07,000.00</b>	<b>0.51%</b>
10	<b>BRIJMOHAN KOTHARI HUF(HUF)</b>				
	At the beginning of the year	1,00,000.00	0.48%	1,00,000.00	0.48%
	bought during the year	-	-	1,00,000.00	0.48%
	Sold during the year	-	-	1,00,000.00	0.48%
	At the end of the year	<b>1,00,000.00</b>	<b>0.48%</b>	<b>1,00,000.00</b>	<b>0.48%</b>

## (ii) Shareholding of Directors &amp; KMP

Sl. No	For Each of the Directors & KMP	Shareholding at the end of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No of shares	% of total shares of the company
1	<b>Mukesh Goel (Managing Director)</b>				
	At the beginning of the year	19,94,850	9.57%	19,94,850	9.57%
	Changes during the year	-	0%	19,94,850	9.57%
	At the end of the year	19,94,850	9.57%	19,94,850	9.57%
2	<b>Manoj Goel(Whole Time Director)</b>				
	At the beginning of the year	17,16,900	8.23%	17,16,900	8.23%
	Changes during the year	-	0.00%	17,16,900	8.23%
	At the end of the year	17,16,900	8.23%	17,16,900	8.23%
3	<b>Mukesh Agarwal</b>				
	At the beginning of the year	-	0%	-	0%
	Changes during the year	-	0%	-	0%
	At the end of the year	-	0%	-	0%
4	<b>Shikha Jaiswal</b>				
	At the beginning of the year	-	0%	-	0%
	Changes during the year	-	0%	-	0%
	At the end of the year	-	0%	-	0%
5	<b>Nilu Nigania</b>				
	At the beginning of the year	-	0%	-	0%
	Changes during the year	-	0%	-	0%
	At the end of the year	-	0%	-	0%
6	<b>Mukesh Kumar Agarwal (Chief Financial Officer)</b>				
	At the beginning of the year	-	0%	-	0%
	Changes during the year	-	0%	-	0%
	At the end of the year	-	0%	-	0%
8	<b>Puja Kaul (Company Secretary)</b>				
	At the beginning of the year	-	0%	-	0%
	Changes during the year	-	0%	-	0%
	At the end of the year	-	0%	-	0%

\* Ms. Puja Kaul resigned from the post of Company Secretary w.e.f 12th September, 2023

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## V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment			
	Secured Loans excluding deposits	Unsecured Loans	Deposits
<b>Indebtness at the beginning of the financial year</b>			
i) Principal Amount	7,842.84	-	-
ii) Interest due but not paid	246.51	-	-
iii) Interest accrued but not due	-	-	-
<b>Total (i+ii+iii)</b>	8,089.35	-	-
<b>Change in Indebtedness during the financial year</b>			
Additions	321.65	-	-
Reduction		-	-
<b>Net Change</b>		-	-
<b>Indebtedness at the end of the financial year</b>			
i) Principal Amount	8,061.02		
ii) Interest due but not paid	349.98		
iii) Interest accrued but not due			
<b>Total (i+ii+iii)</b>	8,411.00		

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

## A. Remuneration to Managing Director, Whole time director and/or Manager/Executive Director:

Sl.No	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		Mr. Mukesh Goel (Managing Director)	M. Manoj Goel (Whole Time Director)	
1	<b>Gross salary</b>	6.25	3.75	10.00
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	-	-	-
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-
2	Stock option	-	-	-
3	Sweat Equity	-	-	-
4	Commission as % of profit	-	-	-
	others (specify)	-	-	-
5	Others, please specify	-	-	-
	<b>Total (A)</b>	<b>6.25</b>	<b>3.75</b>	<b>10.00</b>
	<b>Ceiling as per the Act</b>	Schedule V of Companies Act, 2013		

**B. Remuneration to other directors:**

Sl.No	Particulars of Remuneration	Name of the Directors			Total Amount
		Ms. Nilu Nigania	Mr. Mukesh Agarwal	Ms. Shikha Jaiswal	
1	<b>Independent Directors</b>				
	(a) Fee for attending board committee meetings	-	-	-	-
	(b) Commission	-	-	-	0
	(c ) Others, please specify	-	-	-	0
	<b>Total (1)</b>	-	-	-	-
2	<b>Other Executive Directors</b>				
	(a) Fee for attending board committee meetings	-	-	-	-
	(b) Commission	-	-	-	-
	(c ) Others, please specify.	-	-	-	-
	<b>Total (2)</b>	-	-	-	-
	<b>Total (B)=(1+2)</b>	-	-	-	-
	<b>Overall Ceiling as per the Act.</b>	Schedule V of Companies Act, 2013			

**C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD:**

(in Lakhs)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		Total
		CFO (Mukesh Kumar Aagrwal)	CS (Ms. Puja Kaul)	
1	<b>Gross Salary</b>			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	6.54	2.23	8.77
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	-	-	-
	(c ) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	as % of profit	-	-	-
	others, specify	-	-	-
5	Others, please specify	-	-	-
	<b>Total</b>	<b>6.54</b>	<b>2.23</b>	<b>8.77</b>

## VII

## PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made if any (give details)
<b>A. COMPANY</b>					
Penalty			NIL		
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty			NIL		
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty			NIL		
Punishment					
Compounding					

**For and on behalf of suspended Board of Directors of Aanchal Ispat Limited**

**(Authorised by the Resolution Professional)**

**Sd/-  
Mukesh Goel  
Chairman & Managing  
Director  
DIN: 00555061**

**Place: Howrah  
Date: 30.05.2024**



## **ANNEXURE -B TO THE BOARD'S REPORT**

### **Particulars pursuant to the provisions of Section 134 (m) of the Companies Act, 2013 and Rule 8 (3) of the Companies Accounts Rules, 2014**

- **CONSERVATION OF ENERGY:**

Your company gives priority to Energy conservation. It regularly reviews measures to be taken for Energy Conservation/ Consumption and its effective utilization.

1. The steps taken or impact on conservation of energy:

- Installation of Automatic Power Factor Correction Equipment;
- Using Energy Star Equipment;
- Became a paperless business;
- Unplug computers over the weekend;
- Good insulation;
- Proper use of compressors;
- Use of recuperator in rolling mill;
- Adoption of LED light for the entire plant lightening;
- Adoption of Solar Energy is in pipeline for Domestic Consumption and common pathway lightening;
- Rainwater Water Harvesting is being adopted for its water requirement for Manufacturing during the monsoon which will result in saving electrical energy for extracting ground water.

2. The steps taken by the Company for utilising alternate sources of energy:

- Use of translucent sheets;
- Embrace natural lighting.

3. The capital investment in energy conservation equipment: NIL

- **TECHNOLOGY ABSORPTION:**

1. Efforts made towards technology absorption:

- Method improvements in manufacturing process;
- Increasing level of Automation in the production side;
- Improvement in safety measures for workers at the plant;
- Upgrading Pollution control equipment for air/water;
- The re-heating Furnace of Structural Unit and TMT Unit's Internal Lining was re-casted with latest engineering technology to get maximum yield of Heat with lesser consumption of Fuel.

2. Benefits derived as a result of such efforts:

- Improvement in productivity;
- Cost Reduction;
- Improvement in profit;
- Energy conservation;
- Better quality products.

3. No fresh technology has been imported during the year.

4. The expenditure incurred on research or development: NIL

- **FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflow is as follows:

<b><u>Particulars</u></b>	<b><u>FY 2023-2024 (Rs. in Lakhs)</u></b>
Foreign Exchange earned in terms of actual inflows	NIL
Foreign Exchange outgo in terms of actual outflows	NIL

**ANNEXURE -C TO THE BOARD'S REPORT****Form No. MR-3  
SECRETARIAL AUDIT REPORT**

*[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]*

**For the Financial Year ended 31<sup>st</sup> March, 2024**

To,  
The Resolution Professional,  
**AANCHAL ISPAT LIMITED**  
Mouza- Chamarail National Highway 6  
Liluah, Howrah-711114  
West Bengal

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Aanchal Ispat Limited** (hereinafter called '**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.

*During the period under review, the Company was admitted into CIRP by the Hon'ble NCLT, Kolkata Bench vide order dated September 12, 2023, under the provisions of the IBC, 2016. The company is currently under CIRP.*

*CA. Santanu Brahma (IP Registration No: IBBI/IPA-01/IP-P01482/2018-19/12251) has been appointed as the Resolution Professional ("RP") of the company, replacing Mr. Sriram Mittal. This appointment was approved by the Hon'ble NCLT, Kolkata, vide order dated November 17, 2023. Presently, the powers of the Board of Directors of the Company have been suspended, and these powers are now vested with the RP to manage the affairs of the company.*

Based on my verification of the company's books, papers, minute books, registers, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2024 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:-

I have examined the books, papers, minute books, registers, forms and returns filed and other records maintained by Aanchal Ispat Limited ("the Company") as given in **Annexure-I**, for the financial year ended on 31<sup>st</sup> March, 2024 according to the provisions of: -

- (i) The Companies Act, 2013 ("**the Act**") and the rules made thereunder including statutory amendments made thereto and modifications thereof for the time being in force;
- (ii) The Securities Contracts (Regulation) Act, 1956 ("**SCRA**") and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (**Not Applicable to the company during the audit period**);

- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('**SEBI Act**'), to the extent applicable: -
- (a) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - (c) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits & Sweat Equity) Regulations, 2021; **(Not Applicable to the company during the audit period);**
  - (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **(Not Applicable to the company during the audit period);**
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **(Not Applicable to the company during the audit period);**
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **(Not Applicable to the company during the audit period);** and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018. **(Not Applicable to the company during the audit period);**

I have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company. The sector specific and other list of head/groups of general Acts, Laws and Regulations as applicable to the Company is given in **Annexure-II**.

I have also examined compliance with the applicable clauses of the following:

- (a) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (b) The Listing Agreements entered into by the Company with Bombay Stock Exchange.

I further report that the compliance by the Company of applicable financial laws such as direct and indirect tax laws and maintenance of financial records and books of accounts have not been reviewed in this audit since the same have been subject to review by the statutory financial auditors, tax auditors and other designated professionals.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above except to the extent mentioned below: -

Sr. No.	Compliance Requirement	Deviations	Observations/Remarks
1	Regulation 7 of SEBI (Prohibition of Insider Trading) Regulations, 2015  Regulation 7(2)(a) – Continual Disclosure	Non-submission of the disclosure by the promoter, member of the promoter group, designated person, or director of every company regarding the number of securities acquired or disposed, if the traded value of the securities exceeds 10 lakh rupees in a calendar quarter.	Every promoter, member of the promoter group, designated person and director of every company shall disclose the same within two trading days of receipt of the disclosure or from becoming aware of such information.
2	Regulation 7 of SEBI (Prohibition of Insider Trading) Regulations, 2015  Regulation 7(2)(b) – Continual Disclosure	Non-submission of information regarding transactions occurring under Regulation 7(2)(a) to the stock exchange.	Every company shall notify the particulars of such trading to the stock exchange on which the securities are listed within two trading days of receipt of the disclosure or from becoming aware of such information.  There has been a significant sale of shares in the promoter shareholding of the company. For the quarter ended June 2023, the shareholding was 45.48%; for September 2023, it was 32.21%; and for the quarter ended December 2023, it was 32.09%. The shares have been sold in the open market.
3	Regulation 29 of SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011	Non-submission of disclosure w.r.t. acquisition and disposal of shares or voting rights.	The disclosures under Regulation 29 shall be made within two working days of the receipt of intimation of allotment of shares, or the acquisition of shares or voting rights in the target company to, –(i) every stock exchange where the shares of the target company are listed; and (ii) the target company at its registered office.  There has been a significant sale of shares in the promoter shareholding of the company. For the quarter ended June 2023, the shareholding was 45.48%; for September 2023, it was 32.21%; and for the quarter ended December 2023, it was 32.09%. The shares have been sold in the open market.

Sr. No.	Compliance Requirement	Deviations	Observations/Remarks
			The company has not complied with the regulations regarding the reduction of shares and the sale of shares in the open market.
4	Regulation 6(1) of SEBI LODR Regulations, 2015	Non-compliance with requirement to appoint a qualified Company Secretary as the Compliance Officer pursuant to resignation of Ms. Puja Kaul, Company Secretary of the Company w.e.f. 12.09.2023	<p>The company has not appointed a qualified Company Secretary as the Compliance Officer till date.</p> <p>Additionally, BSE has imposed a fine of Rs. 23,600/- (inclusive of GST) for this non-compliance.</p> <p>This fee was required to be paid within 15 days from the date of the letter, but it has not been paid.</p>
5	Regulation 29 of SEBI LODR Regulations, 2015	Non-submission of intimation for the Board Meeting held for the quarter ended March 31, 2023 in XBRL mode	The company was required to intimate the same in XBRL mode within 24 hours of its submission in PDF mode, which was submitted on 23.05.2023. Therefore, it was required to be submitted by 24.05.2023.
6	Regulation 29 of SEBI LODR Regulations, 2015	Non-submission of intimation for the Board Meeting held for the quarter ended June 30,2023 in XBRL mode	The company was required to intimate the same in XBRL mode within 24 hours of its submission in PDF mode, which was submitted on 07.08.2023. Therefore, it was required to be submitted by 08.08.2023.
7	Company's Code of Conduct under the SEBI (Prohibition of Insider Trading) Regulations, 2015 Closure of Trading Window	Delay in intimation of closure of trading window from 1st April, 2023 till 48 hours after the announcement of the financial results of the Company for the quarter and year ended 31 <sup>st</sup> March, 2023	The company intimated the closure on April 1, 2023, but it should have been intimated on or before March 31, 2023.
8	Regulation 33 of SEBI LODR Regulations, 2015	Delay in submission of financial results for the quarter ended September 30, 2023	<p>The company was required to intimate the same by November 14, 2023. However, it was intimated on December 19, 2023, resulting in delayed reporting. The information was communicated again on December 21, 2023, as the initial communication to the exchange on December 19, 2023, did not specify the time for the commencement and conclusion of the meeting.</p> <p>BSE has imposed a fine of Rs. 2,00,600/- (inclusive of GST) for this non-compliance.</p> <p>The fine has not yet been paid by the company.</p>



9	Regulation 33 of SEBI LODR Regulations, 2015	Delay in submission of financial results in XBRL mode for the quarter ended September 30, 2023	The Company was required to inform the exchange regarding the financial results for the quarter ended September 30, 2023, in XBRL format within 24 hours of the submission of the same in PDF, i.e., by 24 hours of December 19, 2023. However, it was communicated on December 21, 2023, resulting in a delay.
Sr. No.	Compliance Requirement	Deviations	Observations/Remarks
10	Regulation 31 of SEBI LODR Regulations, 2015	Clarification is sought regarding the discrepancies found in the shareholding pattern submitted by the company for the quarters ended September 30, 2023, and December 31, 2023. Additionally, a revised filing of the shareholding pattern is requested.	The Company has timely filed the shareholding pattern under Regulation 31 of LODR for the quarters ended September 30, 2023, and December 31, 2023. However, due to some discrepancies found by the exchange, the exchange asked the Company to submit a revised shareholding pattern for both quarters in XBRL format. This was intimated on October 26, 2023, and February 13, 2024.
11	Regulation 23 (9) of SEBI LODR Regulations, 2015	Delay in submission of Related Party Transaction for the half year ended 30 <sup>th</sup> September, 2023	The company was supposed to intimate the same within every six months on the date of publication of its standalone and consolidated Financial Results, i.e., 19.12.2023. However, it was intimated on January 9, 2024, resulting in a delay in reporting.
12	Regulation 27 (2) of SEBI LODR Regulations, 2015	Delay in submission of Corporate Governance Report for the quarter ended 30 <sup>th</sup> September, 2023	The Company was required to intimate the same by October 21, 2023. However, it was intimated on October 25, 2023, resulting in delayed reporting.  BSE has imposed a fine of Rs. 2,360/- (inclusive of GST) for this non-compliance.  The fine has not yet been paid by the company.
13	Regulation 47 of SEBI LODR Regulations, 2015	Delay in publication of financial results in the national daily newspaper for the quarter and half-year ended September 30, 2023	The Company was required to intimate the same within 48 hours of the conclusion of the meeting. The meeting concluded on December 15, 2023. Hence, the intimation should have been reported by December 17, 2023, but it was reported on December 21, 2023, resulting in delayed reporting.
14	Regulation 30 of SEBI LODR Regulations, 2015	Delay in intimation regarding the resignation of Ms. Puja Kaul from the post of Company Secretary and Compliance Officer of the Company, effective from September 12, 2023	The Company was required to intimate the same within 24 hours of the occurrence of the event, i.e., by September 13, 2023. However, the intimation was made on September 14, 2023, resulting in delayed reporting.
15	Regulation 36 of SEBI LODR Regulations, 2015	Delay in sending the annual report to the holders of securities	The Company was required to send the annual report to the holders of securities not less than twenty-one days before the

Sr. No.	Compliance Requirement	Deviations	Observations/Remarks
16	Regulation 30 of SEBI LODR Regulations, 2015 read with Schedule III, Part A, point no. 16	Delayed intimation of information as specified in Schedule III, Part A, Point No. 16.	<p>annual general meeting, i.e., by September 7, 2023. However, it was sent on September 9, 2023, resulting in a delay.</p> <p>The Hon'ble NCLT, Kolkata Bench admitted the company into Corporate Insolvency Resolution Process (CIRP) through its order dated September 12, 2023, under the provisions of the Insolvency and Bankruptcy Code, 2016.</p> <p>The company is required to make the intimations as per Schedule III, Part A, Point No. 16. However, these intimations were delayed.</p>
17	Section 197 and 198 of the Companies Act, 2013 read with Schedule V	<p>The Company can pay remuneration to the managerial person or other directors in case of no profits or inadequate profits, provided the company has not defaulted on payment of dues to any bank, public financial institution, non-convertible debenture holders, or any other secured creditor.</p> <p>However, the company has defaulted on repayment of principal and interest payments since October 2022 and also paid remuneration from April 2023 to August 2023, resulting in non-compliance with Section 197 of the Companies Act, 2013.</p>	<p>The management has informed that the Company has unintentionally paid remuneration to KMP which is not in accordance with the provisions of the Companies Act, 2013.</p> <p>However, Section 197(9) of Companies Act, 2013 states that <i>"If any director draws or receives, directly or indirectly, by way of remuneration any such sums in excess of the limit prescribed by this section or without approval required under this section, he shall refund such sums to the company, within two years or such lesser period as may be allowed by the company, and until such sum is refunded, hold it in trust for the company"</i>.</p> <p>The remuneration paid during the FY 2022-23, which was supposed to be refunded during the period under review, was not refunded. The management informed that due to the company being under Corporate Insolvency Resolution Process (CIRP), the said amount was not refunded.</p> <p>Furthermore, the company has also paid remuneration during the period from April 2024 to August 2024, despite defaults in repayment.</p>

**Note:**

- i. The company has been sanctioned working capital limits of Rs 82.69 Crores, in aggregate, from bank on the basis of security of current assets during the year. According to the information and explanation given to us, the Company has defaulted in repayment of principal and interest payments from October 2022 and the company has not filed any quarterly statements with the Bank.
- ii. The Company has not accepted any deposits from the public and hence 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 Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- iii. According to the information and explanations given to us, the Company has generally deposited statutory dues from time to time with the appropriate authorities except as below:

Nature of payment	Amount	Month of Payment	Due date	Remarks
PF	62156.00	April 2023	15/05/2023	Paid on April 2024
PF	61498.00	May 2023	15/06/2023	Paid on April 2024
PF	60318.00	June 2023	15/07/2023	Paid on April 2024
PF	67149.00	July 2023	15/08/2023	Paid on April 2024
PF	63493.00	August 2023	15/09/2023	Paid on April 2024
PF	122590.00	September 2023	15/10/2023	Paid on April 2024
ESI	23707.00	April 2023	15/05/2023	Paid on April 2024
ESI	23432.00	May 2023	15/06/2023	Paid on April 2024
ESI	22834.00	June 2023	15/07/2023	Paid on April 2024
ESI	26080.00	July 2023	15/08/2023	Paid on April 2024
ESI	24263.00	August 2023	15/09/2023	Paid on April 2024
ESI	26718.00	October 2023	15/10/2023	Paid on April 2024
TDS	42028.21	March 2017	07/04/2018	Pending
TDS	32000.00	November 2018	07/12/2018	Pending
TDS	32000.00	December 2018	07/01/2019	Pending
TDS	99000.00	March 2019	07/04/2020	Pending
TDS	126000.00	March 2018	07/04/2018	Pending
TDS	8486.50	August 2018	07/09/2018	Pending
TDS	12200.00	September 2018	07/10/2018	Pending
TDS	20768.00	October 2018	07/11/2018	Pending
TDS	5468.00	November 2018	07/12/2018	Pending
TDS	10000.00	December 2018	07/01/2019	Pending
TDS	25000.00	October 2018	07/11/2018	Pending
TDS	25000.00	November 2018	07/12/2018	Pending
TDS	50000.00	December 2018	07/01/2019	Pending
TDS	52000.00	January 2019	07/02/2019	Pending
TDS	2000.00	February 2019	07/03/2019	Pending
TDS	45230.00	March 2019	07/04/2019	Pending

- iv. According to the information and explanations given to us, the Company has not deposited dues of income tax, duty of excise and value added tax as applicable as at 31<sup>st</sup> March 2024 on account of a dispute as follows:

(In Lacs)

Name of the Statute	Nature of Dues	Amount Involved (Rs. In Lakhs)	Period to which the amount relates	Forum where Dispute is Pending
The Central Excise Act, 1944	Excise Duty	Rs. 164.81 Lakhs	FY 2007 - 08	Customs & Central Excise, Service Tax Tribunal
Income Tax Act, 1961	Income Tax	Rs. 601.90 lakhs	FY 2010 - 11	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs.173.42 Lakhs	FY 2011 - 12	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs. 74.86 Lakhs	FY 2012 - 13	CIT(A)-1, Kolkata
Income Tax Act, 1961	Income Tax	Rs. 18.10 Lakhs	FY 2013 - 14	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs. 43.83 Lakhs	FY 2014 - 15	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs.12.25 Lakhs	FY 2015 - 16	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs. 1.79 Lakhs	FY 2016 - 17	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs.72.84 Lakhs	FY 2017 - 18	CIT(A)-1, Kolkata
West Bengal Value Added Tax Act,2003 (Transfer to SOD Scheme)	VAT	Rs. 252.57 Lakhs	FY 2012 - 13	Sr Joint Commissioner, Howrah Circle

- v. According to the information and explanations given to us, the company has defaulted in repayment of its loan and interest payments to the bank as follows:

Name of Lender	Principle	Interest	Period of Continuing Default Start Month
Karur Vysya Bank	339.11	246.51	Oct 2022

#### I further report that:

The Board of Directors of the Company are duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors as applicable. 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. However, the Hon'ble NCLT, Kolkata Bench vide order dated September 12, 2023, admitted the Company under CIRP pursuant to which the powers of the Board of Directors of the Company have been suspended, and these powers are now vested with the RP to manage the affairs of the company.

As per the SEBI (Listing Obligations and Disclosure Requirements) (Third Amendment) Regulations, 2018, a company undergoing corporate insolvency resolution process is exempt from complying with relevant regulations under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This includes provisions related to the Board of Directors, including Independent Directors, as well as the constitution, meetings, and terms of reference of the Audit Committee, Nomination and Remuneration Committee, and Stakeholders Relationship Committee.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance or at a shorter notice with the consent of Directors, 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.

None of the Directors in any meeting dissented on any resolution and hence there was no instance of recording any dissenting member's view in 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 and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period the company has not undertaken events/ actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

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

**For Manisha Saraf & Associates  
Practising Company Secretary**

**SD/-**

**Manisha Saraf**

**(Proprietor)**

**Membership No: F7607**

**Certificate of Practice No: 8207**

**FRN: S2019WB666200**

**Peer Review Certificate No.: 2044/2022**

**UDIN: F007607F000531834**

**Date: May 30, 2024**

**Place: Kolkata**

**ANNEXURE-I****List of documents verified**

1. Memorandum & Articles of Association of the Company.
2. Annual Report for the financial year ended 31<sup>st</sup>March,2024.
3. Minutes of the meetings of the Board of Directors, Audit Committee, Nomination & Remuneration Committee and Stakeholders' Relationship Committee along with Attendance Register held during the financial year under report.
4. Minutes of General Body Meetings held during the financial year under report.
5. All Statutory Registers.
6. Agenda papers submitted to all the directors/members for the Board Meetings and Committee Meetings.
7. Declarations received from the Directors of the Company pursuant to the provisions of Section 184 of the Companies Act, 2013.
8. Intimations received from directors under the prohibition of Insider Trading Code.
9. E-Forms filed by the Company, from time-to-time, under applicable provisions of the Companies Act, 2013 and attachments thereof during the financial year under report.
10. Intimations / documents / reports / returns filed with the Stock Exchanges pursuant to the provisions of Listing Agreement during the financial year under report.



**ANNEXURE-II****List of applicable laws to the Company**

1. The Environment (Protection) Act, 1986
2. Water (Prevention and Control of Pollution) Act, 1974 and the Air (Prevention and Control of Pollution) Act, 1981
3. Factories Act, 1948
4. Bureau of Indian Standard
5. Industrial Disputes Act, 1947

**ANNEXURE-III**

To,  
The Resolution Professional,  
**AANCHAL ISPAT LIMITED**  
Mouza- Chamarail National Highway 6  
Liluah, Howrah-711114  
West Bengal

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

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 our audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the process and practices, I 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. Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For Manisha Saraf & Associates**  
**Practising Company Secretary**

**SD/-**  
**Manisha Saraf**  
**(Proprietor)**  
**Membership No: F7607**  
**Certificate of Practice No: 8207**  
**FRN: S2019WB666200**  
**Peer Review Certificate No.: 2044/2022**  
**UDIN: F007607F000531834**

**Date: May 30, 2024**

**Place: Kolkata**

**Annexure - D to the Board's Report****DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197 (12) OF THE COMPANIES ACT, 2013 READ WITH RULES 5 (1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

The percentage decrease in remuneration of each Director, Chief Financial Officer, and Company Secretary during the Financial Year 2023-2024 and the ratio of the remuneration of each Director to the median remuneration of the employees of the Company are as under:

SL No.	Name of the Director/KMP	Remuneration of Director/KMP for the year (Rs in Lacs)	% increase in Remuneration in the year	Ratio of Remuneration of each Director/to median remuneration of employees for the year
1	Mr. Mukesh Goel, Managing Director	6.25	-	2.97:1
2	Mr. Manoj Goel, Whole Time Director	3.75	-	1.78:1
3	Mr. Mukesh Kumar Agarwal, Chief Financial Officer	6.61	-	3.14:1
4	Ms. Puja Kaul, Company Secretary	2.23	-	1.06:1

**Note:**

1. It is hereby affirmed that the remuneration paid during the year ended 31<sup>st</sup> March, 2024 was as per the Remuneration Policy of the Company.
2. There were 126 permanent employees on the rolls of the Company as on 31<sup>st</sup> March, 2024.
3. There is a decrease of 9.70% in the median remuneration of the Company from last year.

**ANNEXURE-E**  
**Form No. AOC-2**

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

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

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

Sl. No.	Name(s) of the related party	Nature of transaction	Duration of the transaction	Salient terms of the transaction	Justification for transactions	Date of approval by the board	Amount paid as advances	Date of Special Resolution
1.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL

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

Sl. No.	Particulars of Related Party	Nature of Transaction	Duration of the transaction	Transactions value in Rs. ( ` in Lakhs)	Date of approval by the board	Balance as at 31 <sup>st</sup> March, 2023 Dr./ (Cr.) ( ` in Lakhs)
1.	Key Managerial Person (KMP)	-Director Remuneration -Salary -Sitting Fees -Transactions on Current Account	April, 2023 to March, 2024.	10.00 9.24 NIL NIL	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board is not applicable.	0.00 0.00 0.00 NIL
2.	Company in which KMP/ Relatives of KMP can exercise significant influence	-Transactions on Current Account -Sales of Goods -Purchases of Goods -Job Charges received -Cutting Charges received -Rent Received -EMD Received	April, 2023 to March, 2024.	NIL 7834.29 7315.51 798.76 0.11 2.10 200.00		NIL 300.87 0.00 0.00 0.00 0.00 200.00

**Related Parties:**

Description of relationship	Names of related parties
Ultimate Holding Company	Nil
Holding Company	Nil
Subsidiaries	Nil
Fellow Subsidiaries (to be given only if there are transactions)	Nil
Associates	Nil
Key Management Personnel (KMP)	Manoj Goel, Director
	Mukesh Goel, Managing Director
	Mukesh Kr. Agarwal, Chief Financial Officer (resigned w.e.f 15.11.2023)
	Puja Kaul , Company Secretary (resigned w.e.f 12.09.2023)
Relatives of KMP	Maina Devi Goel
	Monika Goel
	Rashmi Goel
	Manoj Goel HUF
	Mukesh Goel HUF
	Sita Ram Goyal
	Sita Ram Goyal HUF
Company in which KMP / Relatives of KMP can exercise significant influence	Maina International Ltd.
	Maina Securities (P) Ltd.
	Penguin Creation Pvt Ltd
	Pratik Suppliers Pvt Ltd
	Rashi Boutique (P) Ltd
	Khush Suppliers (P) Ltd.
	Rashi Agro Snacks (P) Ltd.

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## **REPORT ON CORPORATE GOVERNANCE**

### **1. Company's Philosophy on Corporate Governance**

The principles of Corporate Governance are based on transparency, accountability, and focus on the sustainable success of the Company over the long term. At Aanchal Ispat Limited, we feel proud to belong to a Company whose visionary founders laid the foundation stone for good governance long back and made it an integral principle of the business.

Responsible corporate conduct is integral to the way we do our business. Our actions are governed by our values and principles, which are reinforced at all levels within the Company. At Aanchal Ispat Limited, we are committed to doing things the right way which means taking business decisions and acting in a way that is ethical and in compliance with applicable legislation. Our Code of Business Principles (the Code) is an extension of our values and reflects our continued commitment to ethical business practices across our operations. We acknowledge our individual and collective responsibilities to manage our business activities with integrity. Our Code inspires us to set standards that not only meet applicable legislation but go beyond in many areas of our functioning.

### **CORPORATE INSOLVENCY RESOLUTION PROCESS ("CIRP")**

The Hon'ble National Company Law Tribunal, Kolkata Bench ("NCLT") had vide its order dated 12th September, 2023 admitted the application for the initiation of the Corporate Insolvency Resolution Process ("CIRP") of the company in terms of the Insolvency and Bankruptcy Code (IBC), 2016 read with the rules and regulations framed thereunder as amended from time to time ("Code"). Accordingly pursuant to the provisions of Section 17 of the IBC the powers of the Board of Directors of the Corporate Debtor stands suspended and such powers shall be vested with Mr. Sriram Mittal appointed as the Insolvency Resolution Professional (the IRP). Further the committee of creditors (CoC) of the company pursuant to the meeting held on 11th October, 2023 and in terms of Section 22 (2) of the Code resolved with 100% voting share to replace the existing Interim Resolution Professional with CASantanu Brahma as the resolution professional (RP) for the company. Accordingly the NCLT in its hearing dated 17th November, 2023 through video conferencing pronounced the approval for the appointment of CA Santanu Brahma as the RP ("Resolution Professional") of the Company.

As per Notification no. SEBI/LAD-NRO/GN/2018/21 dated May 31 2018 regulations 17,18, 19, 20 and 21 of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 related to Board of Directors, Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee respectively shall not be applicable during the insolvency resolution process period in respect of a listed entity which is undergoing CIRP under the Code provided that the role and responsibilities of the Board of Directors as specified under regulation 17 shall be fulfilled by the interim resolution professional or resolution professional in accordance with sections 17 and 23 of the Insolvency and Bankruptcy Code. Hence the status of the Board of Directors and Committees provided in this Report is as on the date of commencement of CIRP i.e. 12th September, 2023.

### **2. Board of Directors**

Pursuant to the NCLT order for commencement of the CIRP and in line with the provisions of the Code, the powers of the Board of Directors stood suspended and exercised by RP.

- i. As of March 31, 2024, the Company had five Directors (Suspended), comprising two Executive Directors and three Independent Directors. Notably, Ms. Nilu Nigania was set to be re-appointed for a second term of five consecutive years, from August 14, 2023, to August 13, 2028. This re-appointment was approved by the Board of Directors during their meeting on August 14, 2023, and was scheduled to be placed before the shareholders at the 28th Annual General Meeting (AGM) on September 28, 2023, for approval. However, due to the initiation of the Corporate Insolvency Resolution Process (CIRP) on September 12, 2023, the Board was suspended under Section 17 of the Insolvency and Bankruptcy Code, 2016. Consequently, the appointment of Ms. Nilu Nigania as an Independent Director was no longer valid, as the Board's powers were ceased upon the commencement of CIRP.

Ms. Puja Kaul, Company Secretary resigned from her post w.e.f 12th September, 2023.

Mr. Mukesh Kumar Agarwal, Chief Financial Officer (CFO) of the company resigned from his post w.e.f 15th November, 2023 but it is not yet approved by the Committee of Creditors (CoC).

**ii. None of the Directors on the Board:**

- holds directorships in more than ten public companies;
- serves as Director or as Independent Directors (ID) in more than seven listed entities; and
- Who are the Executive Directors serves as IDs in more than three listed entities.

None of the Directors is related to each other except Mukesh Goel and Manoj Goel.

**iii. Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations and Section 149(6) of the Act along with rules framed thereunder. In terms of Regulation 25(8) of SEBI Listing Regulations, they have confirmed that they are not aware of any circumstance or situation that exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations and that they are independent of the management.**

**iv. Nine Board Meetings were held during the year under review and the gap between two meetings did not exceed one hundred and twenty days. The said meetings were held on: April 07, 2023; May 30, 2023; June 01, 2023; June 09, 2023; June 20, 2023; July 17, 2023; September 03, 2022; August 14, 2023; September 04, 2023; September 12, 2023.**

The necessary quorum was present for all the meetings.

**v. The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year under review and at the last Annual General Meeting (“AGM”), names of other listed entities in which the Director is a director, and the number of Directorships and Committee Chairmanships / Memberships held by them in other public limited companies as on March 31, 2024, are given herein below. Other directorships do not include directorships of private limited companies, foreign companies, and companies registered under Section 8 of the Act. Further, none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which he/she is a Director. For the purpose of determining the limit of the Board Committees, chairpersonship, and membership of the Audit Committee and Stakeholders relationship Committee has been considered as per Regulation 26(1) (b) of SEBI Listing Regulations.**

**vi. Expertise & Skills of the Board of Directors:**

The Board of Directors of the Company are required to uphold ethical standards of integrity and probity and are required to have expertise, experience and core knowledge in the sectors relevant for the growth of the Company. The Board members of the Company are holding such skills, expertise and competencies that allow them to make effective contribution to the Board and its Committees. The Board has identified the following skills/expertise/competencies fundamental for the effective functioning of the Company which are currently available with the Board:

<b>Finance</b>	Leadership in Corporate/ business finance is an important and inevitable function and efficient financial management is crucial for success and sustenance. It results in proficiency in financial management, procurement and utilisation of funds and controlling the financial activities and management of financial resources.
<b>Strategy &amp; Planning</b>	Appreciation of long-term trends, strategic choices and experience in guiding and leading management teams to make decisions in uncertain environments.
<b>Global Business</b>	Understanding of global business dynamics, across various geographical markets with an understanding of industry verticals, regulatory jurisdictions, economic conditions, cultures and a broad perspective on global market opportunities.
<b>Leadership</b>	Leadership experience leads to maximize efficiency and to achieve Company goals by understanding the opportunities and threats, processes, strategic planning and risk management and discussing the financial performance and long-term growth.



<b>Procurement, Sales &amp; Marketing</b>	Experience in procurement of raw materials, production aspects, marketing technical aspect of production, quality control, purchase management and developing strategies to grow sales and market share, build brand awareness and enhance Company reputation.
<b>Governance</b>	Experience in developing governance practices, serving the best interests of all stakeholders, maintaining board and management accountability, building long-term effective stakeholder engagements, driving corporate ethics and values and observing appropriate governance practices.
<b>Administration</b>	Leadership in administration of a Company, results in long-term growth by planning, organising, directing and controlling the operations, creating rules and regulations and making decisions towards achieving a common goal or objective of the Company

Director	Finance	Strategy & Planning	Global Business	Leadership	Procurement, Sales & Marketing	Governance	Administration
Mr. Mukesh Goel	✓	✓	✓	✓	✓	✓	✓
Mr. Manoj Goel	✓	✓		✓	✓		✓
Mr. Mukesh Agarwal	✓			✓			✓
Ms. Shikha Jaiswal	✓	✓		✓	✓		✓
Ms. Nilu Nigania	✓	✓		✓		✓	✓

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**As mentioned above details of directors on the board, their attendance at Board Meetings held during the year under review and at the last Annual General Meeting (“AGM”), and various other details as on March 31, 2024 are given herein below:-**

Name of the Director	Category	Number of Board Meetings held during the FY 2024	Number of Board Meetings attended during the FY 2024	Whether attended last AGM held on September 28, 2023	Number of directorships in other Public Companies		Number of Committee positions held in other Public Companies		Directorship in other listed entity
					Chairman	Member	Chairman	Member	
Mr. Mukesh Goel (Chairman)	Managing Director	9	9	YES	-	-	-	-	-
Mr. Manoj Goel	Whole Time Director	9	9	YES	-	-	-	-	-
Mr. Mukesh Agarwal	Independent, Non-Executive	9	9	YES	-	-	-	-	-
Ms. Nilu Niigania	Independent, Non-Executive	9	9	YES	-	-	-	-	-
Ms. Shikha Jaiswal	Independent, Non-Executive	9	0	YES	-	-	-	-	-

**# Presently, the Board of Directors stand suspended due the ongoing CIRP and their powers are exercised by the Resolution Professional.**

- vi. During FY 2024, no meetings of the Independent Directors has been held due to the on-going CIRP.
- vii. The Board periodically reviews the compliance reports of all laws applicable to the Company.
- viii. Details of equity shares of the Company held by the Directors as on March 31, 2024 are given below:

<i>Name</i>	<i>Category</i>	<i>Number of equity shares</i>
Mr. Mukesh Goel	Managing Director	1,994,850
Mr. Manoj Goel	Whole Time Director	1,716,900
Mr. Mukesh Agarwal	Independent, Non-Executive	-
Ms. Nilu Niigania	Independent, Non-Executive	-
Ms. Shikha Jaiswal	Independent, Non-Executive	-

### 3. **Board Evaluation**

In terms of the requirement of the Companies Act, 2013 and the Listing Regulations, an annual performance evaluation of the Board is undertaken where the Board formally assesses its own performance with the aim to improve the effectiveness of the Board and the Committees. The Independent Directors at their separate meeting review the performance of: Non-Independent Directors and the Board as a whole, Chairman of the Company after taking into account the views of Executive Directors and Non-Executive Directors, the quality, quantity, and timeliness of flow of information within the Company. The primary objective of the policy is to provide a framework and set standards for the evaluation of the Board as a whole and each Director individually. The Board evaluation process is carried out by the Nomination and Remuneration Committee and can be accessed on the Website of the Company.

During the year no evaluation of the board was conducted as the power of the board stand suspended and being exercised by the Resolution Professional.

### 4. **Terms of Appointment of Independent Directors**

**As per Regulation 46 of SEBI Listing Regulations and Section 149 read with Schedule IV of the Act Terms and conditions of appointment / re-appointment of Independent Directors are available on the Company's website.**

### 5. **Familiarization Programme**

**The details of such familiarization programmes under Regulations 25(7) and 46 of SEBI Listing Regulations for Independent Director(s) are available on the website of the Company.**

### 6. **Committees of the Board**

The Board Committees play a crucial role in the governance structure of the Company and have been constituted to deal with specific areas/activities as mandated by applicable regulations, which concern the Company and need a closer review. The Chairman of the respective Committee(s) brief the Board about the summary of the discussions held in the Committee Meetings. The minutes of the meetings of all Committees are placed before the Board for review.

During the year, all recommendations of the Committees of the Board which was mandatorily required have been accepted by the Board until the initiation of the Corporate Insolvency Resolution Process (CIRP) w.e.f September 12, 2023.

The Company has 3 (three) Committees of the Board, namely, the Audit Committee, Nomination, and Remuneration Committee, and Stakeholders Relationship Committee.

#### ➤ **Audit Committee**

Due to the ongoing Corporate Insolvency Resolution Process (CIRP) and the suspension of the Board effective from September 12, 2023, the Audit Committee is currently not functioning.

The Audit Committee met 5 (Five) times during the financial year 2023-24. The composition of the Audit Committee of the Board of Directors of the Company along with the details of the meetings held and attended during the financial year 2023-24 are detailed below:

Five meetings of the Audit Committee were held during the year 2023-24, on the following dates: May 30, 2023; June 01, 2023; June 09, 2023; June 20, 2023; August 14, 2023.

The Composition of the Committee and the attendance of each member of the committee during the year 2023-24 are given below:

Sl. No	Name of the Committee Members	Designation in the Committee	No. of meetings held during the tenure	No. of meetings attended
1.	Ms. Nilu Nigania	Chairperson	5	5
2.	Mr. Mukesh Agarwal	Member	5	5
3.	Ms. Shikha Jaiswal	Member	5	0

Five meetings of the Audit Committee were held during the year under review and the gap between two meetings did not exceed one hundred and twenty days.

The Chairman of the Audit Committee was present at the Annual General Meeting of the Company held on 28<sup>th</sup> September, 2023.

All the members of the Committee are financially literate. The scope of the Audit Committee, inter alia, includes:

- a) Review of the Company's financial reporting process, the financial statements and financial/risk Management policies;
- b) Review of the adequacy of the internal control systems and finance of the internal audit team;
- c) Discussions with the management and the external auditors, the audit plan for the financial year and joint post-audit and review of the same.
- d) Recommendation for appointment, remuneration & terms of appointment of Auditors, etc.

#### • Terms & Reference

- Oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- Recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
  - (a) Matters required being included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
  - (b) Changes, if any, in accounting policies and practices and reasons for the same;
  - (c) Major accounting entries involving estimates based on the exercise of judgment by management;
  - (d) Significant adjustments made in the financial statements arising out of audit findings;
  - (e) Compliance with listing and other legal requirements relating to financial statements;
  - (f) Disclosure of any related party transactions;
  - (g) Modified opinion(s) in the draft audit report;
- Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- Approval or any subsequent modification of transactions of the listed entity with related parties;
- Scrutiny of inter-corporate loans and investments;
- Valuation of undertakings or assets of the listed entity, wherever it is necessary;
- Evaluation of internal financial controls and risk management systems;

- Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- Discussion with internal auditors of any significant findings and follow up there on;
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- To review the functioning of the whistle blower mechanism;
- Approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- Carrying out any other function as is mentioned in the terms of reference of the audit committee.

AIL has systems & procedures in place to ensure that the audit committee mandatorily reviews the following information:

- (1) Management discussion and analysis of financial condition and results of operations;
- (2) Statement of significant related party transactions (as defined by the audit committee), submitted by management;
- (3) Management letters / letters of internal control weaknesses issued by the statutory auditors;
- (4) Internal audit reports relating to internal control weaknesses; and
- (5) The appointment, removal and terms of remuneration of the internal auditor shall be subject to review by the audit committee.
- (6) Statement of deviations:
  - (a) Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
  - (b) Annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice in terms of Regulation 32(7).

➤ **Nomination & Remuneration Committee**

Due to the ongoing Corporate Insolvency Resolution Process (CIRP) and the suspension of the Board effective from September 12, 2023, the Nomination & Remuneration Committee is currently not functioning.

The Nomination and Remuneration Committee of the Board of Directors of the Company met once (1) during the financial year 2023-2024 to discuss and deliberate on various matters. The composition of the Nomination and Remuneration Committee along with the details of the meetings held and attended by the members of the Committee during the financial year 2023-24 is detailed below:

One meeting of the Nomination & Remuneration Committee was held during the year 2023-24, on the following date: September 12, 2023.

The Composition of the Committee and the attendance of each member of the committee during the year 2023-24 are given below:

S No	Name of the Committee Members	Designation in the Committee	No. of meetings held during the tenure	No. of meetings attended
1.	Mr. Mukesh Agarwal	Chairman	1	1
2.	Ms. Nilu Nigania	Member	1	1
3.	Ms. Shikha Jaiswal	Member	1	0

- **Terms & Reference**

The terms of reference of the Committee includes:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
2. Formulation of criteria for evaluation of performance of independent directors and the board of directors;
3. Devising a policy on diversity of board of directors;
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal;
5. Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

- **Performance Evaluation Criteria for Independent Directors**

The performance evaluation criteria for independent directors is determined by the Nomination and Remuneration Committee. An indicative list of factors on which evaluation was carried out includes participation and contribution by a director, commitment, effective deployment of knowledge and expertise, integrity and maintenance of confidentiality and independence of behaviour and judgement.

➤ **Stakeholders' Relationship Committee**

Due to the ongoing Corporate Insolvency Resolution Process (CIRP) and the suspension of the Board effective from September 12, 2023, the Stakeholders' Relationship Committee is currently not functioning.

The Stakeholders Relationship Committee has been constituted as per the applicable provisions of the Section 178 of the Companies Act, 2013 and Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

No Meetings of the Stakeholders' Relationship committee could be held during the FY 2023-2024.

The Composition of the Committee and the attendance of each member of the committee during the year 2023-24 are given below:

S No	Name of the Committee Members	Designation in the Committee	No. of meetings held during the tenure	No. of meetings attended
1.	Mr. Mukesh Agarwal	Chairman	-	-
2.	Ms. Nilu Nigania	Member	-	-
3.	Ms. Shikha Jaiswal	Member	-	-

The Chairman of the Stakeholders Relationship Committee attends the Annual General Meetings of the Company to answer shareholders queries. The minutes of the Stakeholders Relationship committee are reviewed by the Board of Directors at its subsequent meeting.

## 7. Remuneration to Directors

The Company has formulated a remuneration policy which determines the compensation structure of the Executive/Non-Executive Directors. The Company's Remuneration policy is in consonance with the existing industry practices and aims at attracting and retaining high caliber talent. The policy is reviewed and reassessed by the Nomination & Remuneration Committee from time to time and the Board is responsible for approving and overseeing implementation of the same.

The salient features of the remuneration policy is available on the website of the Company at [www.aanchalispac.com](http://www.aanchalispac.com).

## 8. Remuneration Policy

The Nomination & Remuneration Policy of the Company, inter alia, provides that the Nomination and Remuneration Committee shall formulate the criteria for appointment of Directors on the Board of the Company and persons holding Senior Management positions in the Company, including their remuneration and other matters as provided under Section 178 of the Companies Act, 2013 and Listing Regulations. As required under the Listing Regulations effective 1st April, 2019, the Nomination and Remuneration Committee will recommend to the Board the payment of remuneration to the senior management.

## 9. Details of the Remuneration for the year ended March 31, 2024

### a. NON-EXECUTIVE DIRECTORS/EXECUTIVE DIRECTOR:

(Rs in Lacs)

Name	Commission	Sitting fees
Ms. Nilu Nigania	-	-
Mr. Mukesh Agarwal	-	-
Ms. Shikha Jaiswal	-	-

### b. MANAGING DIRECTOR AND EXECUTIVE DIRECTOR:

(Rs in Lacs)

Name	Salary	Benefits, Perquisites and Allowances	Commission
Mr. Mukesh Goel	6.25	-	-
Mr. Manoj Goel	3.75	-	-

## 10. General Body Meetings

### i. Location and time, where last three Annual General Meetings were held("AGM"):

Financial Year	Date	Time	Venue	Special Resolution passed; if any
2021	30.09.2021	01.00 P.M.	The Meetings were held through two-way video conferencing	-
2022	30.09.2022	1.00 P.M		-
2023	28.09.2023	1.00 P.M.		-

**ii. Postal Ballot:**

No Special Resolution was passed through Postal Ballot during the financial year 2023-24. Further, no Special Resolution is proposed to be passed through Postal Ballot as on the date of this Report.

**iii. CEO/CFO Certification**

Pursuant to the initiation of the CIRP process vide the NCLT order dated 12<sup>th</sup> September, 2023, the powers of the Board of Directors stand suspended.

Mr. Mukesh Kumar Agarwal, Chief Financial Officer (CFO) of the company resigned from his post w.e.f 15th November, 2023 but it is not yet approved by the Committee of Creditors (CoC).

The Resolution Professional authorised Mr. Mukesh Goel, Managing Director of the suspended Board of Directors to issue the certificate in terms of Regulation 17(8) of Securities & Exchange Board of India (Listing Obligation and Disclosure Requirements), Regulations, 2015.

**iv. Compliance Certificate on Corporate Governance**

As required by Schedule V of the Listing Regulations, the Auditors Certificate on Corporate Governance is forming part of this report.

Rajesh Jalan & Associates, Chartered Accountants (Firm Registration No. 326370E) has been appointed as the Statutory Auditors of the Company. The particulars of payment of Statutory Auditors' fees, on a consolidated basis for FY 2024 is given below:

Particulars	Amount Rs.
Audit Fees	2,50,000
Other matters	-

**11. Other Disclosures****Related Party Transactions**

There are no material-related party transactions during the year under review that have conflicts.

**Vigil Mechanism and Whistle Blower Policy**

The Company has this Policy and has established the necessary vigil mechanism for directors and employees to report concerns about unethical behaviour. No person has been denied access to the Chairman of the Audit Committee. The said policy has been uploaded on the website of the Company.

**Subsidiary Companies**

The Company have no subsidiary Company during the year under review. Therefore the Company is not required to prepare Consolidated Financial Statement.

**Policy on Determination of Materiality for Disclosures**

The Company has adopted this policy.



### **Secretarial Compliance Report**

SEBI vide its Circular No. CIR/CFD/CMD1/27/2019 dated 8th February, 2019 read with Regulation 24(A) of the Listing Regulations, directed listed entities to conduct Annual Secretarial compliance audit from a Practicing Company Secretary of all applicable SEBI Regulations and circulars/guidelines issued Strategic Review Statutory Reports Financial Statements 133 thereunder. The said Secretarial Compliance report is in addition to the Secretarial Audit Report by Practicing Company Secretaries under Form MR – 3 and is required to be submitted to Stock Exchanges within 60 days of the end of the financial year. The Company has engaged the services of Mrs. Manisha Saraf (CP No.8207), Practicing Company Secretary and Secretarial Auditor of the Company for providing this certification.

### **Reconciliation of Share Capital Audit Report**

A qualified practicing Company Secretary carried out a share capital audit as required under Regulation 76 of the Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018 and SEBI Circular No D&CC / FITTC/ Cir-16/2002 dated December 31, 2002 to reconcile the total admitted equity share capital with the National Securities Depository Limited (“NSDL”) and the Central Depository Services (India) Limited (“CDSL”) and the total issued and listed equity share capital. The audit report confirms that the total issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

### **Code of Conduct**

The members of the Board and Senior Management Personnel have affirmed compliance with the Code of Conduct under Regulation 17 of the SEBI Listing Regulations applicable to them during the year ended March 31, 2024.

## **12. Means of Communication**

The Company recognizes the importance of two-way communication with shareholders and of giving a proper reporting of results and progress and responds to questions/issues raised in a timely and consistent manner. Shareholders seeking information may contact the Company directly throughout the year. They also have an opportunity to ask questions in person at the Annual General Meeting.

- **Website:** Comprehensive information about the Company, and its business operations and investor’s information can be viewed at the Company website [www.aanchalispac.com](http://www.aanchalispac.com).
- **Financial result:** The quarterly, half-yearly and annual results are regularly posted by the Company on its website. These are also submitted to the Stock Exchanges in accordance with the SEBI (LODR) Regulations, 2015 and also be published in one English daily newspaper and in one Bengali (regional language) newspaper within 48 hours of approval thereof.
- **Annual Report:** Annual Report containing inter alia audited Annual Accounts, Directors’ Report, Auditors’ Report and other important information is circulated to members and others entitled thereof.
- **Corporate Filing:** Announcements, Quarterly Results, Shareholding Pattern, Corporate Governance Report etc. of the Company is regularly filed by the Company with BSE Limited and is also available on the website of the Company.

### 13. General shareholder information

#### i. Annual General Meeting for FY 2024

Date: September, 30, 2024

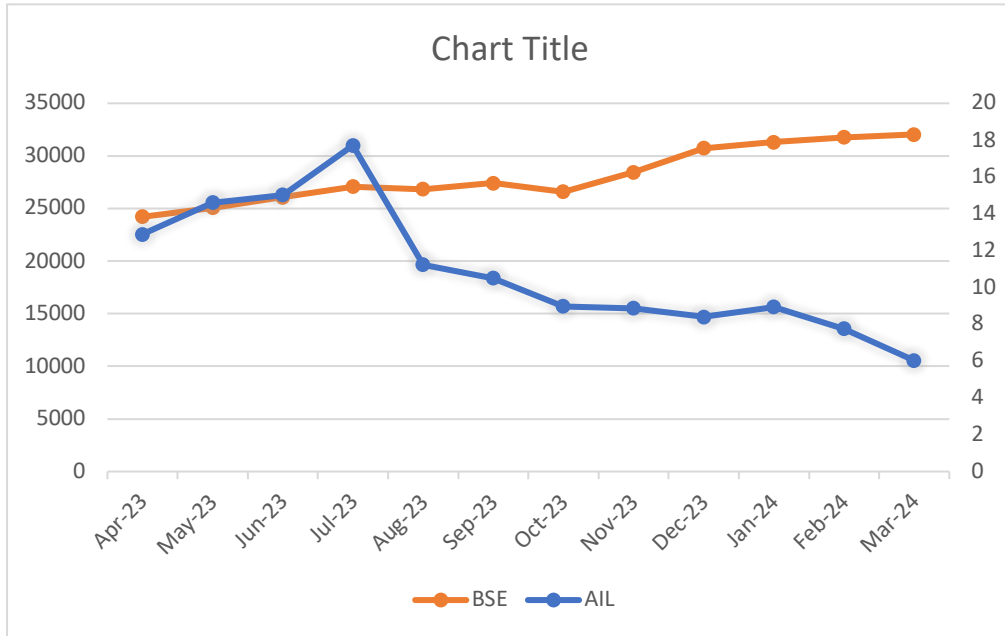
Time: 1.00 p.m.

Venue: The Ministry of Corporate Affairs ('MCA') has vide its General Circular No. 14/2020 dated April 8, 2020, General Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020, General Circular No. 10/2022 dated December 28, 2022 and subsequent circulars issued in this regard, the latest being General Circular No. 09/2023 dated September 25, 2023 (collectively referred to as 'MCA Circulars') permitted the holding of the Annual General Meeting through video-conferencing/other audio-visual means ('VC/OAVM'), without the physical presence of the Members. In compliance with the provisions of the Act and MCA Circulars, the AGM of the Company is being held through VC/OAVM. The deemed venue of the AGM shall be Mouza-Chamarail, NH-666, Liluah, howrah-71114.

#### • Stock Market Price Data

Month	High Price	Low Price	No.of Shares
Apr-23	17.43	12.02	7,05,607
May-23	16.55	12.35	7,78,076
Jun-23	16.5	12.5	17,22,561
Jul-23	19.05	12	60,16,060
Aug-23	17.95	10.79	58,80,730
Sep-23	11.89	10.35	20,90,803
Oct-23	10.7	8.6	10,02,428
Nov-23	9.5	8.66	5,15,984
Dec-23	9.88	8	9,49,437
Jan-24	8.94	7.36	8,64,292
Feb-24	9.6	7.75	5,85,712
Mar-24	7.9	5.86	9,57,675

- **Performance in comparison to broad-based indices:**



ii. **Financial Calendar**

Year ending: March 31

AGM in: September

iii. **Dividend Payment:** No Dividend Declared

iv. **Date of Book Closure /Record Date:** As mentioned in the Notice of this AGM

v. **Listing on Stock Exchanges:**

BSE Limited

P. J. Towers, Dalal Street, Mumbai 400 001

Stock Codes / Symbol BSE: 538812

vi. **Corporate Identity Number (CIN) of the Company:** L27106WB1996PLC076866

**14. Registrar to an issue and share transfer agents**

The Company's share transfers are handled by Purva Share registry Pvt. Ltd., Registrar and Share Transfer Agents (RTA). The details are as follows:

<b>Address</b>	No. 9, Shiv Shakti Ind. Estate, Gr. Floor, J. R. Boricha Marg, Lower Parel, Mumbai-400 011
<b>Contact No. &amp; Contact Person</b>	Tel: +91 22 2301 6761/8261 Fax: +91 22 2301 2517 Contact Person: Mr. Rajesh Shah
<b>Website</b>	<a href="http://www.purvashare.com">www.purvashare.com</a>
<b>Email</b>	<a href="mailto:busicomp@vsnl.com">busicomp@vsnl.com</a>
<b>SEBI Registration No.</b>	INR000001112

**15. Share Transfer System**

The Company has appointed Purva Shareregistry Pvt. Ltd. (Registrar & Share Transfer Agent) to carry out share transfer for physical as well as electronic mode. The Company's shares are traded on stock exchanges in compulsory demat mode. Share transfers, which are received in physical form, are processed and the Share Certificates are returned within a period of 15 days from the date of receipt of request for transfer provided the documents being valid and complete in all respects. The dematerialised shares are transferred directly to the beneficiaries by the depositories i.e. National Securities Depository Limited and Central Depository Services (India) Limited.

**16. Shareholding as on 31st March, 2024**

No. of Shares Slab	No. of Shareholders	No. of Shareholders	No. of Shares Slab	No. of Shares
Shareholding	Number	% of Total Share holders	Number	% of Total Shares
Upto 5000	4080	64.44	5,17,413.00	2.48
5001 to 10000	732	11.56	6,18,682.00	2.97
10001 to 20000	522	8.24	8,18,308.00	3.92
20001 to 30000	232	3.67	6,06,913.00	2.91
30001 to 40000	121	1.91	4,40,131.00	2.11
40001 to 50000	127	2.01	6,00,071.00	2.87
50001 to 100000	279	4.41	19,97,226.00	9.58
100001 and above	238	3.76	1,52,55,006.00	73.15
Grand Total	6331	100.00	2,08,53,750.00	100.00

**Categories of Shareholders:**

Sl No.	Description	No. of Shares	Percentage of Capital (%)
I.	Promoters & Promoters Group	66,92,050	32.09
II.	Public Shareholding	141,61,700	67.91
i.	<u>Non Institutions</u>		
a.	Bodies Corporate	11,86,491	5.69
b.	Individuals	1,12,60,759	54.00
c.	HUF	7,44,054	3.57
d.	LLP	22802	0.11
ii.	<u>Institutional</u>		
d.	<u>Financial Institutions</u>	-	-
	Market Maker	-	-
f.	Non-Resident Individual	7,83,667	3.76
g.	Clearing Member	1,63,927	0.79
TOTAL (I+II)		2,08,53,750	100.00

**17. Dematerialization of shares**

Break up of shares in physical and demat form as on 31st March, 2024 is as follows:

PARTICULARS	NO. OF SHARES	% OF TOTAL NO. OF SHARES
<b>Physical Segment</b>	<b>2</b>	<b>0.00</b>
<b>Demat Segment</b>	<b>2,08,53,748</b>	<b>100.00</b>
NSDL	1,03,47,843	49.62
CDSL	1,05,05,905	55.38

**18. Details of Corporate Policies**

Particulars	Website Details/Links
Terms and conditions of appointment of Independent Directors	<a href="http://www.aanchalispac.com/Terms%20&amp;%20Conditions%20for%20Appointment%20of%20Independent%20Directors.pdf">http://www.aanchalispac.com/Terms%20&amp;%20Conditions%20for%20Appointment%20of%20Independent%20Directors.pdf</a>
Familiarisation Programme for Independent Directors	<a href="http://www.aanchalispac.com/Familiarization%20Programme%20of%20Independent%20Directors.pdf">http://www.aanchalispac.com/Familiarization%20Programme%20of%20Independent%20Directors.pdf</a>
Remuneration Policy of Directors, KMPs & Other Employees	<a href="http://www.aanchalispac.com/Remuneration%20Policy.pdf">http://www.aanchalispac.com/Remuneration%20Policy.pdf</a>
Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information	<a href="http://www.aanchalispac.com/upload/Code%20of%20Practices%20and%20Procedures%20for%20Fair%20Disclosure%20of%20Unpublished%20Price%20Sensitive%20Information.pdf">http://www.aanchalispac.com/upload/Code%20of%20Practices%20and%20Procedures%20for%20Fair%20Disclosure%20of%20Unpublished%20Price%20Sensitive%20Information.pdf</a>
Policy on Related Party Transactions	<a href="http://www.aanchalispac.com/Related%20Party%20Transaction%20Policy.pdf">http://www.aanchalispac.com/Related%20Party%20Transaction%20Policy.pdf</a>

Whistle Blower Policy	<a href="http://www.aanchalispac.com/Whistle%20Blower%20Policy.pdf">http://www.aanchalispac.com/Whistle%20Blower%20Policy.pdf</a>
Code of Conduct for Directors and Senior Management	<a href="http://www.aanchalispac.com/Code%20of%20Co nduct%20for%20Directors%20and%20Senior%20Management.pdf">http://www.aanchalispac.com/Code%20of%20Co nduct%20for%20Directors%20and%20Senior%20Management.pdf</a>
Performance Evaluation	<a href="http://www.aanchalispac.com/Performance%20Ev aluation.pdf">http://www.aanchalispac.com/Performance%20Ev aluation.pdf</a>
Policy on Material Events or Information	<a href="http://www.aanchalispac.com/Policy%20on%20M aterial%20Events%20or%20Information.pdf">http://www.aanchalispac.com/Policy%20on%20M aterial%20Events%20or%20Information.pdf</a>
Prevention of Sexual Harassment (POSH)	<a href="http://www.aanchalispac.com/upload/Prevention %20on%20Sexual%20Harassment%20Policy.pdf">http://www.aanchalispac.com/upload/Prevention %20on%20Sexual%20Harassment%20Policy.pdf</a>
Risk Management Policy	<a href="http://www.aanchalispac.com/upload/Risk%20Ma nagement%20Policy.pdf">http://www.aanchalispac.com/upload/Risk%20Ma nagement%20Policy.pdf</a>
Policy on preservation of documents	<a href="http://www.aanchalispac.com/upload/Policy%20o n%20preservation%20of%20documents.pdf">http://www.aanchalispac.com/upload/Policy%20o n%20preservation%20of%20documents.pdf</a>
Policy on Insider Trading	<a href="http://www.aanchalispac.com/Policy%20on%20In sider%20Trading.pdf">http://www.aanchalispac.com/Policy%20on%20In sider%20Trading.pdf</a>

**19. Outstanding global depository receipts or American depository receipts or warrants or any convertible instruments, conversion date and likely impact on equity**

There were no outstanding GDR's/ADR's/ Warrants or any convertible instruments as on 31<sup>st</sup> March, 2024.

**20. Commodity price risk or foreign exchange risk and hedging activities**

The Company is not engaged in hedging activities

**21. Plant locations**

National Highway No.6 Mouza- Chamrail, Howah, Pin-711114, Website: [www.aanchalispac.com](http://www.aanchalispac.com)

Tel: +91321 2246121 Email: [info@aanchalispac.com](mailto:info@aanchalispac.com)

**22. Address for Correspondence**

For any queries relating to the shares of the Company, correspondence may be addressed to the following:

<p><b>CA Santanu Brahma</b>  <b>Resolution Professional</b>  <b>Aanchal Ispat Ltd</b>          AH - 276, Salt Lake City,          Sector - II, Kolkata – 700091          West Bengal          e-mail:<a href="mailto:aanchal.cirp@gmail.com">aanchal.cirp@gmail.com</a>          Tel: +91 9830072700</p>	<p><b>Mr. Mukesh Goel</b>  <b>Managing Director for the</b>  <b>Suspended Board of</b>  <b>Directors</b>          Aanchal Ispat Limited          National Highway No. 6,          Mouza- Chamrail,          Howrah, Pin-711114,          West Bengal          Email: <a href="mailto:cs@aanchalispac.com">cs@aanchalispac.com</a>          Tel: +91 3212 246121          Fax: +91 3212 246069</p>	<p><b>M/s Purva Sharegistry (India)</b>  <b>Pvt. Ltd.</b>          No.9, Shiv Shakti Ind. Estate,          Gr. Floor,          J.R Boricha Marg, Lower Parel,          Mumbai, Pin-400 011,          Maharashtra          Email: <a href="mailto:busicomp@vsnl.com">busicomp@vsnl.com</a>          Tel: +91 22 2301 6761/ 8261          Fax: +91 22 2301 2517          Contact Person: Mr. Rajesh          Shah</p>
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**INDEPENDENT AUDITORS CERTIFICATE ON COMPLIANCE WITH CORPORATE GOVERNANCE  
REQUIREMENTS UNDER SEBI (LISTING OBLIGATIONS REGULATION 2015 AND DISCLOSURE  
REQUIREMENTS)**

To,  
The Members  
Aanchal Ispat Limited,

We have examined the compliance of conditions of Corporate Governance by M/s. Aanchal Ispat Ltd (“the Company”), for the year ended 31st March, 2024, as stipulated in the applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”). The Honorable National Company Law Tribunal, Kolkata Bench, admitted the petition for initiation of Corporate Insolvency Resolution Process (CIRP) under section 7 of the Insolvency & Bankruptcy Code, 2016 (“the Code”) against the Company vide its order dated 12<sup>th</sup> September, 2023 and appointed an Interim Resolution Professional (‘IRP’), Mr. Sriram Mittal to manage the affairs of the Company in accordance with the provisions of the Code. The Committee of Creditors (‘CoC’) of the Company, in its meeting held on 11<sup>th</sup> October, 2023 replaced the IRP and appointed Mr. Santanu Brahma (IBBI Regn. No. IBBI/IPA-001/IP-P0I482/2018-19/12251) as the Resolution Professional (‘RP’) for the Company. In view of the pendency of the CIRP, the management of affairs of the Company and power of the Board of Directors stood suspended and are now vested with the RP.

According to clause 2A & 2B of regulation 15 of the Listing Regulations, provision of regulation 17 shall not be applicable to a listed entity undergoing corporate insolvency resolution process under the Insolvency & Bankruptcy Code, 2016. Further, the provisions as specified in regulations 18, 19, 20 and 21 shall not apply in respect to a listed entity which is under undergoing corporate insolvency resolution process under the Insolvency & Bankruptcy Code, 2016. Subsequent to the date of commencement of CIRP, the provisions of above mentioned regulations shall be fulfilled by the Interim Resolution Professional / Resolution Professional, to the extent deemed appropriate, during the insolvency resolution process on account of suspension of the powers of the Board of Directors and its Committees thereof. Compliance of the conditions of Corporate Governance is the responsibility of the Company’s Management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the IND AS financial statements of the Company.

In our opinion and to the best of our information and according to our examination of the relevant accounts, other relevant records and the explanations given to us and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations, during the year ended 31st March, 2024.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

**For Rajesh Jalan & Associates**  
**Chartered Accountants**  
**Firm Registration No. 326370E**  
**Sd/-**  
**[Rajesh Jalan]**  
**Partner**  
**Membership No.065792**  
**UDIN: 24065792BKEXZO2945**

**Place: Kolkata**  
**Dated: 31.08.2024**

**CEO & CFO CERTIFICATION**

To,  
**Aanchal Ispat Limited**  
J.L No. 5, National Highway-6,  
Chamrail, Howrah-711114  
West Bengal

**Sub: Compliance certificate pursuant to Regulation 17(8) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015**

In terms of Regulation 17(8) of Securities & Exchange Board of India (Listing Obligation and Disclosure Requirements), Regulations, 2015, I, Mr. Mukesh Goel, Managing Director of the suspended Board of Directors, authorised by CA. Santanu Brahma, Resolution Professional of the company hereby certify that:

A) We have reviewed the Financial Statements and the Cash Flow Statement for the financial year ended 31st March, 2024 and that to the best of our knowledge and belief:

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements 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.

B) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the aforesaid period which are fraudulent, illegal or violative of the Company's Code of Conduct.

C) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal control systems, if any, of which we are aware, and that we have taken the required steps to rectify these deficiencies.

D) We have indicated to the Auditors and the Audit Committee:

- (a) Significant changes in internal control over financial reporting during the year;
- (b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statement; and
- (c) that we have not come across any instances of significant fraud and the involvement therein of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**For Aanchal Ispat Limited**  
**(Now in CIRP)**

Sd/-  
**Mr. Mukesh Goel**  
**(Managing Director of the Suspended Board of Directors)**  
**DIN:00555061**

**Date: 31.08.2024**  
**Place: Howrah**



## Independent Auditor's Report

To the Members of

**AANCHAL ISPAT LIMITED**

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

We have audited the accompanying standalone financial statement of **AANCHAL ISPAT LIMITED**

("The Company"), which comprises the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss and the statement of cash flows for the year ended on that date, and a summary of significant accounting policies and other explanatory information.

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements, give the information required by the Company Act 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2024; and of the **loss**, its cash flows for the year ended on that date;

### **Basis for opinion**

We conducted our audit in accordance with the standards on auditing (SAs) specified under section 143 (10) of the Act. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the Standalone financial statement section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone financial statement under the provisions of the Act and the rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements except below:

### **Basis for Qualified opinion**

In the Financial Statements where in management has considered outstanding trade receivables and advance to suppliers of Rs. 5649.32 lakhs and Rs 265.45 lakhs as at the balance sheet date. Out of them Rs 3967.54 Lakhs and Rs 121.00 respectively for period more than two year. Due to confirmations being not available and pending reconciliation adjustments we are unable to comment on their recoverability of these receivable advance and its consequential effect on these financial statements. This Matter was also qualified in report on the financial statements for the year ended March 2021, March 2022 and March 2023. However management are trying their best to recover such outstanding.

**Emphasis of Matter**

- a) We draw attention to Note No. 35 of the accompanying standalone result, where CA Santanu Brahma (IP Registration No: IBBI/IPA-01/IP-P01482/2018-19/12251) is appointed as a Resolution Professional (“RP”) of the company in place of Mr. Sriram Mittal and the same has been also approved by Hon’ble NCLT Kolkata it’s vide order dated 17 th Nov 2023. Presently, the powers of the Board of Directors of the Company, has been stands suspended and such powers are now vested with the RP in order to manage the affairs of the company.
- b) As per Ind AS-1 “Presentation of Financial statements” wherein it has been explained by the management the financial statement have been prepared on going concern basis. The company has substantial amount of accumulated loss of past year and huge outstanding of statutory liability and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements which raises significant concern over going concern ability of the company.
- c) We draw attention to Note No. 33<sup>th</sup> of the accompanying standalone results, the company had defaulted in repayment of principal and interest payments to Karur Vysa Bank in respect of its borrowings as on 1<sup>st</sup> October 2022 and the default continues as on 31<sup>st</sup> march 2024.

Further since the company is under CIRP, provision for interest have not been made from 12.09.2023 i.e. date of CIRP.

- d) We draw attention to Note No. 36<sup>th</sup> of the statement wherein three Prospective Resolution Applicants(PRAs) has shown their interest for acquiring the company and deposited the EMD for the same and their submitted Resolution Plans are pending before the Committee of Creditors(CoC) for its approvals.
- e) We draw attention to Note No. 37<sup>th</sup> of the statement wherein the position of whole time company secretary were vacant in the company and such vacancy was not yet filled by the company. It has also been informed that CFO of the company resign with effect from 15/11/2023.The same is considered in 3<sup>rd</sup> CoC meeting. This matter is still pending for approval by CoC.
- f) Based upon the audit procedure performed and according to the information and explanation given to us, that during CIRP, whole of the long term borrowings as on 31<sup>st</sup> march 2024 has been classified as current borrowings.
- g) We draw attention to Note No. 38<sup>th</sup> of the statement wherein the company has made substantial purchase and sale with its sister concern Aanchal International Limited at arm’s length price.
- h) We draw attention that during CIRP. The impact of all the claims admitted by the Resolution Professional and the effect of the same has not been given in the Financial Statements of corporate debtor.
- i) It has been informed that the there is a difference in amount of class wise inventories since it is adjusted as per the instructions of stores manager.

Our conclusion is not modified in respect of above matters.

### Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone financial statements of the current period. These matters were addressed in the context of our audit of the Standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matter described below to be the key audit matter to be communicated in our report.

### Related party transactions

See note 26 to the standalone financial statements

The key audit matter	How the matter was addressed in our audit
<p>We identified the accuracy and completeness of disclosure of related party transactions as set out in respective notes to the standalone Ind AS financial statements as a key audit matter due to:</p> <p>The significance of transactions with related parties during the year ended March 31, 2024.</p>	<p>Our procedures in relation to the disclosure of related party transactions included:</p> <ol style="list-style-type: none"> <li>1. Obtaining an understanding of the Company's policies and procedures in respect of the capturing of related party transactions and how management ensures all transactions and balances with related parties have been disclosed in the standalone Ind AS financial statements.</li> <li>2. Obtaining an understanding of the Company's policies and procedures in respect of evaluating arms-length pricing and approval process by the audit committee and the board of directors.</li> <li>3. Agreeing the amounts disclosed to underlying documentation and reading relevant agreements, evaluation of arms –length, on as sample basis, as part of our evaluation of the disclosure.</li> </ol>

Tax litigations – provisions and contingencies

See note 27 to the standalone financial statements

The key audit matter	How the matter was addressed in our audit
<p>The Company is involved in several ongoing direct and indirect tax litigations</p> <p>A disclosure for contingent liabilities is made where there is a possible obligation or a present obligation that may probably not require an outflow of resources. When there is a possible or a present obligation where the likelihood of outflow of resources is remote, no provision or disclosure is made.</p> <p>We have identified tax litigations, provisions and contingencies as a key audit matter because it requires the management to make judgements and estimates in relation to the exposure arising out of litigations. The key judgement lies in the estimation of provisions where they may differ from the future obligations. The Company operates under several tax laws and some of these have a significant impact on the financial statements of the Company.</p>	<p>We have applied the following audit procedures in this area, among others to obtain sufficient appropriate audit evidence:</p> <ol style="list-style-type: none"> <li>1. We tested the effectiveness of key controls around the recording and assessment of tax provisions and contingent liabilities.</li> <li>2. We assessed the value of the provisions and contingent liabilities in light of the nature of the exposures, applicable regulations and related correspondences with the authorities.</li> <li>3. We assessed the relevant historical and recent judgments passed by the court authorities.</li> <li>4. Obtained Management's assessment of the open cases and compared to assess the reasonableness of the provision or contingency.</li> </ol>

**Information other than the financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the IND AS financial statements and our auditor's report thereon.

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

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

***Management's Responsibility and Those charged with Governance for the Financial Statement***

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibility for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the IND AS financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional

omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the IND AS financial statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the IND AS financial statement, including the disclosures, and whether the IND AS financial statement represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

#### **Report on the other Legal and regulatory Requirements**

- 1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, We give in the **Annexure A** on the matters specified in paragraph 3 & 4 of the order.
- 2) As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books except for the possible effects of the matters described in basis of opinion section above and the matters stated in the paragraph (j)(vi) below on reporting under Rule11(g) of the Companies (Audit and Auditors) Rules, 2014.

- c) The Balance Sheet and the Statement of Profit and Loss, and the cash flow statement dealt with by this Report are in agreement with the books of account.
- d) Except for the possible effects of the matters described in basis of opinion section above, in our opinion, the aforesaid financial statements comply with the Ind AS Specified under Section 133 of the Act.
- e) On the basis of written representations received from the directors as on 31 March, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2024, from being appointed as a director in terms of Section 164(2) of the Act.
- f) The modifications relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2(b) above on reporting under Section 143(3)(b) of the Act and paragraph (j)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- i) The matters described in the basis for opinion section above and material uncertainty related to going concern section above, in our opinion, may have an adverse effect on the functioning of the company.
- j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our Information and according to the explanations given to us:
- i. The company has disclosed the impact of pending litigation on its financial position in its standalone financial statement.(Refer Note No 27 to the financial statements )
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There are no amount required to be transferred, to the Investor Education and Protection Fund by the Company
  - iv.
    - a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from the borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entity ("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 manners 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 its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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;

- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause one (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. No dividend is declared or paid during the year.
- vi. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023. Based on our examination which included test checks, except for the instances mentioned below, the Company has used accounting softwares for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software:

The feature of recording audit trail (edit log) facility was not enabled at the application layer of the accounting software's relating to revenue, trade receivables and general ledger for the period 1 April 2023 to 10 August 2023. Further, for the periods where audit trail (edit log) facility was enabled and operated throughout the year for the respective accounting software, we did not come across any instance of the audit trail feature being tampered with.

For **Rajesh Jalan & Associates**  
**Chartered Accountants**  
(Firm Registration No. : 326370E)

Place : Kolkata  
Date : 30/05/2024

SD/-  
**(Rajesh Jalan)**  
Partner  
(ICAI UDIN: 24065792BKEXZD7899)

The **Annexure A** referred to in paragraph 1 of the Our Report of even date to the members of **M/s AANCHAL ISPAT LIMITED** on the accounts of the company for the year ended 31<sup>st</sup> March, 2024.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

- 1) (a) (i) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment's and relevant details of right of use assets.  
 (ii) The Company is not having any intangible assets. Therefore, the provision of Clause is not Applicable to the company.  
  
 (b) According to the information and explanations given to us, property, plant and equipment's have been physically verified by the management in a phased periodical manner which in our opinion is reasonable having regards to the size of the company and nature of its assets. No material discrepancies were noticed on such verification.  
  
 (c) *Based upon the audit procedure performed and according to the records of the company, 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 favor of the lessee) are held in the old name of the company. (Title Deed is in the Name of Vinita Projects (P) Ltd which is the old name of Aanchal Ispat Ltd. CIN No-U27106WB1996PLC076866)*  
  
 (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.  
  
 (e) According to the information and explanation given to us, No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- 2) (a) The management has conducted physical verification of inventory at reasonable intervals during the year, except for inventory lying with third parties. In our opinion, the coverage and procedure of such verification by the management is appropriate and no discrepancies of 10% or more in the aggregate for each class of inventory were noticed. In respect of inventory lying with third parties, these have substantially been confirmed by the third parties.  
  
 (b) *The company had sanctioned working capital limits of Rs 82.69 crores, in aggregate, from bank on the basis of security of current assets. According to the information and explanation given to us, the Company has defaulted in repayment of principal and interest payments from October 2022 and the company has not filled any quarterly statement with the bank. So, we are unable to comment on that.*
3. The company has not made investments in companies, firms, Limited Liability Partnerships and not granted unsecured loans to other parties, during the year, in respect of which:
  - (a) The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the Order is not applicable.
  - (b) The company has not made any investments and hence reporting under clause 3(iii)(b) of the Order is not applicable.
  - (c) The Company has not provided any loans or advances in the nature of loans hence reporting with respect to repayment of principal and regular payment of interest is not applicable.
  - (d) The Company has not provided any loans or advances in the nature of loans hence reporting with respect to overdue amounts and steps taken by the company for the recovery is not applicable.
  - (e) There were no loan granted by the Company which has fallen due during the year and has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.



- (f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii) (f) is not applicable.
4. The company has complied with the provisions of Section 185 and 186 of the companies Act 2013 in respect of loans granted, investments made and guarantees and securities provided as applicable.
5. The Company has not accepted any deposits from the public and hence 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 Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) We have broadly reviewed the cost records maintained by the Company relating to its products pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 148(1) of the Act, and are of the opinion that prima facie the prescribed Cost Records have been made and maintained. We have, however, not made a detailed examination of the cost record with a view to determine whether they are accurate or complete.
- 7) a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues, including provident fund, employees' state insurance, sales tax, income tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues, as applicable, and no statutory dues which have remained outstanding as at the last day of the financial year concerned for a period of more than six months from the date they became payable with the appropriate authorities except as below:

Nature of payment	Amount	Month of Payment	Due date	Remarks
PF	62156.00	April 2023	15/05/2023	Paid on April 2024
PF	61498.00	May 2023	15/06/2023	Paid on April 2024
PF	60318.00	June 2023	15/07/2023	Paid on April 2024
PF	67149.00	July 2023	15/08/2023	Paid on April 2024
PF	63493.00	August 2023	15/09/2023	Paid on April 2024
PF	122590.00	September 2023	15/10/2023	Paid on April 2024
ESI	23707.00	April 2023	15/05/2023	Paid on April 2024
ESI	23432.00	May 2023	15/06/2023	Paid on April 2024
ESI	22834.00	June 2023	15/07/2023	Paid on April 2024
ESI	26080.00	July 2023	15/08/2023	Paid on April 2024
ESI	24263.00	August 2023	15/09/2023	Paid on April 2024
ESI	26718.00	October 2023	15/10/2023	Paid on April 2024

TDS	42028.21	March 2017	07/04/2018	Pending
TDS	32000.00	November 2018	07/12/2018	Pending
TDS	32000.00	December 2018	07/01/2019	Pending
TDS	99000.00	March 2019	07/04/2020	Pending
TDS	126000.00	March 2018	07/04/2018	Pending
TDS	8486.50	August 2018	07/09/2018	Pending
TDS	12200.00	September 2018	07/10/2018	Pending
TDS	20768.00	October 2018	07/11/2018	Pending
TDS	5468.00	November 2018	07/12/2018	Pending
TDS	10000.00	December 2018	07/01/2019	Pending
TDS	25000.00	October 2018	07/11/2018	Pending
TDS	25000.00	November 2018	07/12/2018	Pending
TDS	50000.00	December 2018	07/01/2019	Pending
TDS	52000.00	January 2019	07/02/2019	Pending
TDS	2000.00	February 2019	07/03/2019	Pending
TDS	45230.00	March 2019	07/04/2019	Pending

b) The particulars of dues of sales tax, income tax, wealth tax, service tax, duty of customs, duty of excise, value added tax and cess as applicable as at 31st March 2024 which have not been deposited on account of a dispute are as follows –

Name of the Statute	Nature of Dues	Amount Involved (Rs. In Lakhs)	Period to which the amount relates	Forum where Dispute is Pending
The Central Excise Act, 1944	Excise Duty	Rs. 164.81 Lakhs	FY 2007 - 08	Customs & Central Excise, Service Tax Tribunal
Income Tax Act, 1961	Income Tax	Rs. 601.90 lakhs	FY 2010 - 11	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs.173.42 Lakhs	FY 2011 - 12	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs. 74.86 Lakhs	FY 2012 - 13	CIT(A)-1, Kolkata

Income Tax Act, 1961	Income Tax	Rs. 18.10 Lakhs	FY 2013 - 14	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs. 43.83 Lakhs	FY 2014 - 15	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs.12.25 Lakhs	FY 2015 - 16	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs. 1.79 Lakhs	FY 2016 - 17	CIT (A)- 1, Kolkata
Income Tax Act, 1961	Income Tax	Rs.72.84 Lakhs	FY 2017 - 18	CIT(A)-1, Kolkata
West Bengal Value Added Tax Act, 2003(Transfer to SOD Scheme)	VAT	Rs. 252.57 Lakhs	FY 2012 - 13	Sr Joint Commissioner, Howrah Circle

**NOTE: It is important to note that the company is currently under Corporate Insolvency Resolution Process (CIRP).**

8. As explained and informed us there was no transactions unrecorded income that have been surrendered or disclosed as income during the year in the tax assessment under the income Tax Act, 1961 (43of 1961).
9. a) *According to the information and explanations given to us, the company has defaulted in repayment of its loan and interest payments to the bank as below:*

Name of Lender	Principle	Interest	Period of Continuing Default Start Month
Karur Vysya Bank	339.11	246.51	Oct 2022

b) According to the information and explanations given to us including representations received from the management of the company, and on the basis of our audit procedures, we report that the company has not declared a willful defaulter by any bank or financial or other lender.

c) In our opinion and according to the information and explanation given to us, the term loan taken by the company have been applied for the purpose for which they were raised

d) In our opinion and according to the information and explanation given to us, funds raised by the company on short term basis have not been utilized for long term purpose.

e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, the Company has not taken any funds from any entity or person on account of or to meet the obligation of its subsidiaries.

f) According to the information and explanations given to us, the company has not raised any loans during the year on the pledge of securities held in the subsidiaries.

10. a) The company has not raised moneys by way of initial public offer or further public offer(including debt instruments)during the year, Hence, reporting under clause 3(x)(a)of the order is not applicable.

- b) The company has not made any preferential allotment of share or fully or partial convertible debentures during the year. Hence, reporting under clause 3(x)(b) of the order is not applicable
11. a) No fraud by the company and no material fraud on the company has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the companies Act has been filed in form ADT-4 as prescribed under rule 13 of the companies rules 2014 with the central government, during the year and up to the date of this report.
- c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.
12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
13. In our opinion, and according to the information and explanation given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. a) In our opinion and according to the information and explanations given to us, the company has an internal audit system as required under section 138 of the Act which is Commensurate with the size and nature of its business.
- b) We have considered the reports issued by the internal auditors of the company till date for the period under audit.
15. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
16. a) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause a), b) c) of the Order are not applicable to the Company and hence not commented upon.
- b) As informed to us there is no core Investment Company within the group, hence provisions of the clause not applicable.
17. The company have incurred cash loss during the year and also in immediately preceding financial year.
18. There has been no resignations of the statutory auditors of the company during the year.
19. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, we draw attention to the Ind As financial statement which indicate that company has not been able to make the repayment of borrowing availed from the bank and account has become NPA. Further as on 12.09.2023 Company have moved to NCLT by it's one of the creditors and still under CIRP as on the date of this audit report. Therefore, material uncertainty may exists as on the date of audit report which raises significant concern over going concern ability of the company. However the Resolution Professional as on date is undertaking and will endeavor to take all the possible steps to run the company as a going concern. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we 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. The provisions of Section 135 towards corporate social responsibility are not applicable on the company. Accordingly, the provisions of clause 3(xx) of the Order is not applicable.
21. The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **Rajesh Jalan & Associates**  
**Chartered Accountants**  
(Firm Registration No. : 326370E)

Place : Kolkata  
Date : 30/05/2024

SD/-  
**(Rajesh Jalan)**  
Partner  
(ICAI UDIN: 24065792BKEXZD7899)

**“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of M/s AANCHAL ISPAT LIMITED**

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

We have audited the internal financial controls over financial reporting of AANCHAL ISPAT LIMITED (“the Company”) as of March 31, 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

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

**Auditors’ Responsibility**

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting except note given in Audit Report in opinion paragraph for Sundry debtors and advance.

**Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide

reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

### **Basis for Opinion**

According to information and explanation given to us and based on our audit, the following weakness have been identified in the effectiveness of the Company's internal financial controls over financing reporting as at March 31, 2024:

- a) Refer to Note 5 and 9 of the financial statements, in respect of long outstanding overdue trade receivables and advance, whereby evidences of control over monitoring / assessing recoverability of such over dues, including assessment of provision for doubtful trade receivables and advances were not operation effectively. This could potentially result in the company not recognizing a provision for doubtful / old overdue trade receivables.
- b) The Company's internal controls over updating the customers/ vendors master data with present addresses were not operating effectively in past but now it will be updated as and when new vendor added.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India"

For **Rajesh Jalan & Associates**  
**Chartered Accountants**  
(Firm Registration No. : 326370E)

Place : Kolkata  
Date : 30/05/2024

SD/-  
**(Rajesh Jalan)**  
Partner  
(ICAI UDIN: 24065792BKEXZD7899)

<b>AANCHAL ISPAT LIMITED</b>			
CIN: L27106WB1996PLC076866			
Registered Office: Chamrail, NH- 6, Howrah-711114			
Email: info@aanchalispac.com, Tel: 03212-246121,			
<b>Balance Sheet as at 31st March, 2024</b>			
			Rs. in Lakhs
Particulars	Note No.	As at March 31st, 2024	As at March 31st, 2023
<b>A ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant and Equipment	2	2,458.86	2,528.04
(b) Capital Work in Progress	2(c)	47.82	47.82
(c) Financial Assets			
(i) Investments	3	8.79	8.79
(d) Deferred Tax Assets		949.44	820.04
<b>Total-Non-current assets</b>		<b>3,464.91</b>	<b>3,404.70</b>
<b>2 Current assets</b>			
(a) Inventories	4	1,177.83	1,614.52
(b) Financial Assets			
(i) Trade receivables	5	5,649.32	5,463.63
(ii) Cash and cash equivalents	6	0.71	8.08
(iii) Bank Balances other than (iii) above	7	612.28	11.67
(iv) Loans and Deposits	8	66.24	35.56
(c) Other current assets	9	727.84	592.81
<b>Total-Current assets</b>		<b>8,234.22</b>	<b>7,726.27</b>
<b>TOTAL ASSETS</b>		<b>11,699.14</b>	<b>11,130.97</b>
<b>B EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share capital	10	2,085.38	2,085.38
(b) Other Equity	11	(402.91)	235.55
<b>Total-Equity</b>		<b>1,682.47</b>	<b>2,320.92</b>
<b>LIABILITIES</b>			
<b>1 Non-current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	12	-	5,569.59
(b) Provisions	13	26.27	19.94
(c) Deferred tax liabilities (Net)		-	-
<b>Total-Non-current liabilities</b>		<b>26.27</b>	<b>5,589.53</b>
<b>2 Current liabilities</b>			
(a) Short-term borrowings			
(a) Financial Liabilities			
(i) Borrowings	14	8,411.00	2,519.75
(ii) Trade payables	15	243.16	98.36
(b) Other current liabilities	16	1,146.90	413.82
(c) Provisions	17	189.34	188.58
<b>Total-Current liabilities</b>		<b>9,990.39</b>	<b>3,220.51</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>11,699.14</b>	<b>11,130.97</b>

Significant Accounting Policies and Notes to Accounts

1 to 40

The accompanying notes are an integral part of the financial statements.

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

For Aanchal Ispat Limited

FOR RAJESH JALAN &amp; ASSOCIATES

Chartered Accountants

Firm Registration No: 326370E

sd/-

[ Rajesh Jalan]

Partner

ICAI Membership No. 065792

Kolkata, 30th May, 2024

(UDIN- 24065792BKEXZD7899)

sd/-

CA Santanu Brahma

(Resolution Professional)

IBBI Regn. No. IBBI/IPA-01/IP-P01482/2018-19/12251

For and on behalf of suspended board of directors of Aanchal Ispat Ltd

sd/-

Mukesh Goel



**AANCHAL ISPAT LIMITED**

CIN: L27106WB1996PLC076866

Registered Office: Chamrail, NH- 6, Howrah-711114

Email: info@aanchalispac.com, Tel: 03212-246121,

**Profit and Loss for the Year ended 31st March, 2024**

( ` in Lakhs)

Particulars		Note No.	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>INCOME</b>				
I	Revenue from operations	18	10,934.70	19,406.47
II	Other income	19	4.34	47.20
III	<b>Total Income (I+II)</b>		<b>10,939.05</b>	<b>19,453.67</b>
<b>EXPENSES</b>				
IV	Cost of materials purchased	20	9,512.32	18,103.90
	Changes in inventories of finished goods and work in progress	21	436.69	85.19
	Employee benefits expense	22	247.24	202.65
	Finance costs	23	351.46	765.15
	Depreciation and amortization expense	2	62.99	63.81
	Other expenses	24	1,082.55	3,300.70
	<b>Total expenses (IV)</b>		<b>11,693.26</b>	<b>22,521.40</b>
V	<b>Profit/(Loss) before exceptional items and tax (III-IV)</b>		<b>(754.21)</b>	<b>(3,067.74)</b>
VI	Exceptional items		-	(20.48)
	Forfeiture of Advances		-	(14.19)
	Sundry Balance Written off		-	(6.29)
VII	<b>Profit/(Loss) before tax(V-VI)</b>		<b>(754.21)</b>	<b>(3,047.25)</b>
VIII	<b>Tax expense:</b>			
	Current tax/MAT		-	-
	MAT Credit		-	-
	Deferred tax		(129.40)	(701.55)
IX	<b>Profit/(Loss) for the year (VII-VIII)</b>		<b>(624.81)</b>	<b>(2,345.71)</b>
X	Other Comprehensive Income / (Expenses)(net of tax)		(0.48)	(1.15)
	Items that will not be reclassified subsequently to Profit and Loss			
	<b>Total-Other Comprehensive Income (net of tax)</b>		<b>(0.48)</b>	<b>(1.15)</b>
XI	<b>Total Comprehensive Income for the Year (IX-X)</b>		<b>(625.30)</b>	<b>(2,346.86)</b>
	<b>Earnings per equity share</b>			
	[Nominal Value per share: Rs. 10 (2021-22: Rs. 10)]			
	<b>Basic - Rs.</b>		<b>(3.00)</b>	<b>(11.25)</b>
	<b>Diluted - Rs.</b>		<b>(3.00)</b>	<b>(11.25)</b>

Significant Accounting Policies and Notes to Accounts

1 to 40

The accompanying notes are an integral part of the financial statements.

This is the Statement of Profit and Loss referred to in our report of even date.

For Aanchal Ispat Limited

FOR RAJESH JALAN &amp; ASSOCIATES

Chartered Accountants

Firm Registration No: 326370E

SD/-

[ Rajesh Jalan]

Partner

ICAI Membership No. 065792

Kolkata, 30th May, 2024

(UDIN- 24065792BKEXZD7899)

SD/-

CA Santanu Brahma

(Resolution Professional)

IBBI Regn. No. IBBI/IPA-01/IP-P01482/2018-19/12251

For and on behalf of suspended board of directors of Aanchal Ispat Ltd

SD/-

Mukesh Goel

<b>AANCHAL ISPAT LIMITED</b>		
CIN: L27106WB1996PLC076866		
Registered Office: Chamrail, NH- 6, Howrah-711114		
Email: info@aanchalispac.com, Tel: 03212-246121,		
<b>Cash Flow Statement as on 31st March, 2024</b>		
( Rs.in Lakhs)		
Particulars	As at March 31st, 2024	As at March 31st, 2023
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before Tax and Extra Ordinary Items	(754.21)	(3,047.25)
<b>Adjustment For:</b>		
Depreciation and amortisation expenses	62.99	63.81
Interest Income	(0.82)	(0.73)
Finance Cost	351.46	765.15
Bad debts	-	2,063.33
<b>Operating Profit before working capital changes</b>	<b>(340.59)</b>	<b>(155.69)</b>
<b>Adjustment for increase/decrease in operating assets</b>		
Inventory	436.69	85.19
Trade Receivables	(185.69)	156.65
Other Financial Assets	(30.69)	(2.45)
Other Non Current Assets	-	-
Other Current Assets	(135.03)	392.39
<b>Adjustments for increase/decrease in operating liabilities</b>		
Trade Payable	144.80	(372.29)
Other Non-Financial Liabilities	733.07	109.60
Short Term Provisions	0.76	2.93
Long Term Provisions	6.33	3.75
<b>Cash Generated from operations:</b>	<b>629.67</b>	<b>220.08</b>
Direct Taxes Paid	-	-
<b>Net Cash Generated from Operating Activities (A)</b>	<b>629.67</b>	<b>220.08</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant and Equipments (Net)	(7.45)	(16.02)
Interest Received	0.82	0.73
<b>Net Cash Used in Investing Activities (B)</b>	<b>(6.63)</b>	<b>(15.29)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Short Term Borrowings	5,891.24	792.51
Long Term Borrowings	(5,569.59)	(494.77)
Finance Cost	(351.46)	(765.15)
<b>Net Cash Generated/used in Financing Activities (C)</b>	<b>(29.80)</b>	<b>(467.42)</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>	<b>593.24</b>	<b>(262.63)</b>
<b>Opening Cash &amp; Cash Equivalens</b>	<b>19.75</b>	<b>282.38</b>
<b>Closing Cash &amp; Cash Equivalents</b>	<b>612.99</b>	<b>19.75</b>
* Comprises:		
(a) Cash in Hand	0.01	0.53
(b) Balance with banks		
(i) In Current Accounts	0.70	7.55
(ii) In Deposits Accounts	612.28	11.67
	<b>612.99</b>	<b>19.75</b>

\* As defined in AS 3 Cash Flow Statements

Notes:

(i) The Cash Flow Statement refelects the combined cash flows pertaining to continuing and discounting operations.

(ii) Previous Year's figures have been recast/restated where necessary

See accompanying notes forming part of financial statements

1 to 36

**For Aanchal Ispat Limited**  
**For and on behalf of Board**

SD/-

**FOR RAJESH JALAN & ASSOCIATES****Chartered Accountants****Firm Registration No: 326370E**

SD/-

**[ Rajesh Jalan ]****Partner****ICAI Membership No. 065792****Kolkata, 30th May, 2024****(UDIN- 24065792BKEXZD7899)****CA Santanu Brahma**  
**(Resolution Professional)****IBBI Regn. No. IBBI/IPA-01/IP-P01482/2018-19/12251****For and on behalf of suspended board of**  
**directors of Aanchal Ispat Ltd**

SD/-

**Mukesh Goel**

## 1) NOTES AND SIGNIFICANT ACCOUNTING POLICIES

### (I) General Corporate Information

M/s AANCHAL ISPAT LIMITED (the company) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The shares of the company are listed on Bombay Stock Exchange. The company caters to domestic markets only. The company has been incorporated with the object of manufacturing of Mild Steel TMT Re-bars, Structural Re-bars, Round and other Sectional products. The Company also engages in trading of Mild Steel Billets, Cement and Clinker and TMT and Structural Re-Bars.

### (II) Statement of compliance

Standalone financial statements have been prepared in accordance with accounting principles generally accepted in India including Indian Accounting Standard (Ind AS) prescribed under the section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirement of Division II of Schedule III of the Companies Act 2013, as applicable to standalone financial statement.

### (III) Basis of preparation and presentation

These financial statements of the Company are prepared under the historical cost except for certain financial instruments that are measured at fair value at end of each reporting period. Historical cost is generally based on fair value of the consideration given in exchange for goods and services

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorised in to Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included in Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability

The Financial Statements is presented in INR and all values are rounded to the nearest lakhs (upto two decimal) except when otherwise stated.

### (IV) Use of Estimates

The preparation of separate financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures relating to contingent liabilities as at the date of the separate financial statements and the reported amounts of income and expense for the periods presented. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected. Future results could defer due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known/materialise.

**(V) Revenue Recognition****(i) Sale of goods**

Revenue from the sale of goods is recognised when the goods are delivered and titles have been passed, at which time all the following conditions are satisfied:

- The Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- The amount of revenue can be measured reliably;
- It is probable that the economic benefits associated with the transaction will flow to the Company; and
- The costs incurred or to be incurred in respect of the transaction can be measured reliably.

**(ii) Dividend and Interest income**

Dividend income is recognised when the company's right to receive dividend is established. Interest income is recognised on a time proportion basis taking into account the amount outstanding and the effective interest rate applicable.

**(VI) Foreign currencies**

Transactions in currencies other than entity's functional currency (foreign currency) are recorded at the rates of exchange prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies remaining unsettled at the end of the each reporting period are re-measured at the rates of exchange prevailing at that date.

**(VII) Employee Benefits**

i) Short-term benefits Short term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss of the year in which the related service is rendered.

ii) Defined contribution retirement benefits Payments to defined contribution retirement benefits are recognised as an expense when employees have rendered services entitling them to the contributions. Defined contribution plans are those plans where the Company pays fixed contributions to funds/schemes. Contributions are paid in return for services rendered by the employees during the year. The contributions are expensed as they are incurred in line with the treatment of wages and salaries. The liability as on the balance sheet is ascertained by an independent actuarial valuation.

iii) Defined benefit retirement benefits the cost of providing defined benefit retirement benefits are determined & recognised as per independent actuarial valuations report carried out at the end of each reporting period. The Company provides gratuity to its employees. All actuarial gains or losses are recognised in the statement of profit and loss in the period in which they occur.

**(VIII) Taxation****i) Current tax**

Current tax is payable based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The current tax is calculated using tax rates in accordance with the provisions of the Income Tax Act, 1961.

**ii) Deferred tax**

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right to such set off. Deferred tax assets are reviewed at each Balance Sheet date for their reliability.

**iii) Minimum alternate tax**

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is recognised as an asset in the balance sheet. When there is convincing evidence that the Company will pay normal income tax during the specified period and it is probable that future economic benefit associated with it will flow to the Company.

**iii) Current and deferred tax for the year**

Current and deferred tax are recognised in profit or loss, except when they are relating to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for the business combination.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.

**(IX) Property, Plant and equipment**

a) Buildings and Roads, Plant and Equipment, Furniture and Fixtures and Vehicles held for use in the production or supply of goods or services, or for administrative purposes are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes purchase cost of materials, including import duties and non-refundable taxes, any directly attributable costs of bringing an asset to the location and condition of its intended use and borrowing costs capitalised in accordance with the Company's accounting policy.

Depreciation is recognised so as to write off the cost of assets (other than properties under construction) less their residual values over the useful lives, using the straight-line method. Depreciation of assets commences when the assets are ready for their intended use. The estimated useful lives and residual values are reviewed at the end of each reporting period, with the effect of any changes is accounted as change in estimate on a prospective basis.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is recognised in the statement of profit and loss.

The Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as of April 1, 2016 measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

**(X) Intangible assets**

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment (if any) losses. Amortisation is recognised over their estimated useful lives. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses. Estimated useful lives of the intangible assets are as follows:

An intangible asset is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of intangible assets is recognised in the statement of profit and loss.

The Company has elected to continue with the carrying value of all of its intangible assets recognised as of April 1, 2015 measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

**(XI) Impairment of assets**

The carrying values of assets/cash generating units at each balance sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased such reversal of impairment loss is recognised in the Statement of Profit and Loss.

**(XII) Inventories**

Raw materials, work-in-progress and finished products are valued at lower of cost and net realisable value after providing for obsolescence and other losses, where considered necessary and stores and Spares are valued at cost less write off for obsolescence. Cost includes purchase price, non refundable taxes and duties and other directly attributable costs incurred in bringing the goods to the point of sale. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty. Net realisable value is the price at which the inventories can be realised in the normal course of business after allowing for the cost of conversion from their existing state to a finished condition and for the cost of marketing, selling and distribution.

Stores and spares are valued at cost comprising of purchase price, non refundable taxes and duties and other directly attributable costs after providing for obsolescence and other losses, where considered necessary.

**(XIII) Provisions, Contingent liabilities and Contingent assets****(i) Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. Provisions are not recognised for future operating losses. Provisions are not discounted to their present value are measured at the management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

**(ii) Contingent liabilities and assets**

Contingent liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company, or is a present obligation that arises from past events but is not recognised because either it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a reliable estimate of the amount of the obligation cannot be made. Contingent liabilities are disclosed and not recognised. In the normal course of business, contingent liabilities may arise from litigation and other claims against the company. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the company is involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

**(XIV) Foreign exchange gain and losses**

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in profit or loss.

**(XV) Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, Cash and cash equivalents includes cash on hand and short term deposits with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**(XVI) Trade and other payables**

These amounts represent liabilities for goods and services received by the Company prior to the end of reporting period which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost.

**(XVII) Borrowing costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Profit and Loss account.

**(XVIII) Earnings per share**

Basic earnings per share are computed by dividing the profit after tax before other comprehensive income by the weighted average number of equity shares outstanding during the financial year. Diluted earnings per share are computed by dividing the profit after tax by the weighted average number of equity and dilutive equity equivalent shares outstanding during the year.

**XIX) Events Occurring After Balance Sheet Date**

Assets and liabilities are adjusted for events occurring after balance sheet date that provide additional evidence to assist the estimation of amounts relating to condition existing at the balance sheet date.

**XX) Net Profit or Loss for the Period, Prior Period Items, and Changes in Accounting Policies**

Significant items of extraordinary items, and prior period incomes and expenditures, are accounted in accordance with Accounting Standard 5.

**XXI) Accounting for Government Grants**

1. Grants and subsidies from the government are recognized when there is reasonable assurance that the company will comply with the conditions attached to them and the grant / subsidy will be received.
2. When the grant or subsidy relates to revenue, it is recognised as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate. Where the grants relate to an asset, it is recognized as deferred income and released to income in equal amounts over the expected useful life of the released asset.
3. Where the company receives non-monetary grants, the asset is accounted for on the basis of its acquisition cost. If it is a non-monetary asset given free of cost it is recognised at nominal value.

**XXII) Investments**

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All the other investments are classified as long term investments.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for this diminution in value is made to recognize a decline other than temporary in the value of investment.

On disposal of an investments, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss

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## Notes to financial statements for the year ended 31st March, 2024

Note No: 2

## Property, Plant &amp; Equipment

(Rs. in Lakhs)

Particulars	Land	Gold & Jewelry	Plant & Machinery (20 Years)	Plant & Machinery (15 Years)	Factory Shed & Building	Furniture & Fixtures	Office Equipments	Computers & Peripherals	Motor Vehicle	Motor Cycle	Total Tangible Assets
<b>Cost or Deemed Cost</b>											
Balance at April 1, 2022	1,492.00	3.24	801.52	6.46	893.66	124.38	33.25	30.79	75.31	5.42	3,466.04
Additions	-	-	13.60	0.35	-	-	0.47	1.27	-	-	15.69
Revaluation	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at March 31, 2023</b>	<b>1,492.00</b>	<b>3.24</b>	<b>815.12</b>	<b>6.81</b>	<b>893.66</b>	<b>124.38</b>	<b>33.72</b>	<b>32.06</b>	<b>75.31</b>	<b>5.42</b>	<b>3,481.73</b>
Additions	-	-	6.98	-	0.47	-	-	-	-	-	7.45
Disposals	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at March 31, 2024</b>	<b>1,492.00</b>	<b>3.24</b>	<b>822.11</b>	<b>6.81</b>	<b>894.12</b>	<b>124.38</b>	<b>33.72</b>	<b>32.06</b>	<b>75.31</b>	<b>5.42</b>	<b>3,489.18</b>
<b>Accumulated Depreciation</b>											
Balance at April 1, 2022	-	-	438.04	4.26	167.38	101.98	28.19	29.14	49.48	2.10	820.57
Depreciation expenses	-	-	36.96	0.54	13.74	2.85	1.87	0.66	6.70	0.50	63.81
Disposals	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at March 31, 2023</b>	<b>-</b>	<b>-</b>	<b>475.00</b>	<b>4.80</b>	<b>181.12</b>	<b>104.83</b>	<b>30.06</b>	<b>29.80</b>	<b>56.18</b>	<b>2.60</b>	<b>884.38</b>
Depreciation expenses	-	-	37.14	0.54	13.67	2.83	1.37	0.51	6.44	0.50	62.99
Disposals	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at March 31, 2024</b>	<b>-</b>	<b>-</b>	<b>512.14</b>	<b>5.33</b>	<b>194.79</b>	<b>107.66</b>	<b>31.43</b>	<b>30.31</b>	<b>62.62</b>	<b>3.10</b>	<b>947.37</b>
<b>Carrying Amount</b>											
Balance at April 1, 2022	1,492.00	3.24	363.49	2.20	670.61	22.40	5.07	1.66	25.84	3.32	2,589.81
Additions	-	-	13.60	0.35	-	-	0.47	1.27	-	-	15.69
Depreciation adjustment for revalued assets: Note-1	-	-	-	-	13.64	-	-	-	-	-	13.64
Disposals	-	-	-	-	-	-	-	-	-	-	-
Depreciation	-	-	36.96	0.54	13.74	2.85	1.87	0.66	6.70	0.50	63.81
<b>Balance at March 31, 2023</b>	<b>1,492.00</b>	<b>3.24</b>	<b>340.13</b>	<b>2.02</b>	<b>643.23</b>	<b>19.55</b>	<b>3.66</b>	<b>2.27</b>	<b>19.13</b>	<b>2.82</b>	<b>2,528.04</b>
Additions	-	-	6.98	-	0.47	-	-	-	-	-	7.45
Depreciation adjustment for revalued assets	-	-	-	-	13.64	-	-	-	-	-	13.64
Disposals	-	-	-	-	-	-	-	-	-	-	-
Depreciation	-	-	37.14	0.54	13.67	2.83	1.37	0.51	6.44	0.50	62.99
<b>Balance at March 31, 2024</b>	<b>1,492.00</b>	<b>3.24</b>	<b>309.97</b>	<b>1.48</b>	<b>616.39</b>	<b>16.71</b>	<b>2.29</b>	<b>1.75</b>	<b>12.69</b>	<b>2.32</b>	<b>2,458.86</b>

**Note-a: Depreciation on Revalued Assets for Rs 13,64,013/- ( March 2023) and Rs. 13,64,013/- (March-2024) adjusted with total depreciation claimed during the year as this amount ultimate adjusted with Revaluation Reserve.**

**b. Title Deeds of all Immovable properties are in the name of the Companies.**

**c. Capital Work in Progress aging schedule :-**

CWIP	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total*
Projects in progress	-	0.33	47.49	-	47.82
Projects temporarily suspended	-	-	-	-	-

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**Notes to financial statements for the year ended 31st March, 2024****Note No. 3****Investments****(Rs. in Lakhs)**

( Unsecured , Considered good unless state otherwise )	31st March, 2024	31st March, 2023
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**Investment in Equity Instruments (Quoted):-**

Investment in Equity Shares (KVB 3000 Shares)	2.43	2.43
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**Other (Unquoted)**

Investment in Gold Bond	6.37	6.37
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<b>8.79</b>	<b>8.79</b>
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Note: Market Value of Quoted Shares as on 31.03.24 is Rs. 3.05 lakhs and on 31.03.23 is Rs. 3.05 lakhs

**Note No. 4****Inventories**

( At lower of cost and net realisable value )	31st March, 2024	31st March, 2023
---	---------------------	---------------------

(a) Raw Materials (At lower of Cost and Net Realisable Value)	17.39	158.88
---	-------	--------

(b) Finished Goods (At lower of Cost and Net Realisable Value)	541.50	707.47
--	--------	--------

(c) Stores and Spares (At cost less write off for obsolescence)	527.67	515.48
---	--------	--------

(d) Traded Goods (At lower of Cost and Net Realisable Value)	91.27	232.69
--	-------	--------

<b>1,177.83</b>	<b>1,614.52</b>
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1. The mode of valuation of Inventory stated in note no.1 (XII)

2. For details of caring amount of inventories pledged as security for secured borrowings refer note 14.

**Note No.5****Trade receivables**

	31st March, 2024	31st March, 2023
--	---------------------	---------------------

Outstanding for a period exceeding six months from due date of payment		
--	--	--

Secured , considered good		
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Unsecured , considered good	4,863.47	4,080.86
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Unsecured , considered doubtful		
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<b>4,863.47</b>	<b>4,080.86</b>
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Other Receivables		
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Secured, Considered good		
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Unsecured, Considered good	785.85	1,382.77
----------------------------	--------	----------

785.85	1,382.77
--------	----------

<b>5,649.32</b>	<b>5,463.63</b>
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Allowance for doubtful debts	-	-
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<b>5,649.32</b>	<b>5,463.63</b>
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**Notes to financial statements for the year ended 31st March, 2024**

- (a) No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person.
- (b) Trade receivables are pledged on pari passu first charge against working capital demand loans from Karur VysyaBank refer note 14.
- (c) The Company does not hold any collateral or other credit enhancements over these balances nor does it have a legal right of offset against any amounts owed by the Company to the counterparty.
- (d) For trade Receivable outstanding, following ageing schedule shall be given :-

**Trade Receivables ageing schedule****( Rs.in Lakhs)****FY 2023-24**

Particulars	Undisputed Trade Receivable	Disputed Trade Receivable
<b>Considered Good</b>		
Less than 6 months	785.85	-
6 months -1 year	178.70	-
1-2 Years	365.10	-
2-3 years	352.13	-
More than 3 years	-	-
<b>A</b>	<b>1,681.78</b>	<b>-</b>
<b>Credit Impaired/High Risk</b>		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 Years	-	-
2-3 years	519.23	-
More than 3 years	3,448.31	-
<b>B</b>	<b>3,967.54</b>	<b>-</b>
<b>Total (A+B)</b>	<b>5,649.32</b>	<b>-</b>

**FY 2022-23**

Particulars	Undisputed Trade Receivable	Disputed Trade Receivable
<b>Considered Good</b>		
Less than 6 months	1,382.77	-
6 months -1 year	298.58	-
1-2 Years	780.06	-
2-3 years	639.65	-
More than 3 years	299.25	-
<b>A</b>	<b>3,400.30</b>	<b>-</b>
<b>Credit Impaired/High Risk</b>		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 Years	-	-
2-3 years	-	-
More than 3 years	2,063.33	-
<b>B</b>	<b>2,063.33</b>	<b>-</b>
<b>Total (A+B)</b>	<b>5,463.63</b>	<b>-</b>

**Note No. 6****Cash and Cash Equivalents**

	31st March, 2024	31st March, 2023
Cash and Cash Equivalent		
Balance with Bank		
On Current Accounts	0.70	7.48
Cheques/Drafts on Hand	-	0.07
Cash In Hand	0.01	0.53
	<b>0.71</b>	<b>8.08</b>

**Note No. 7****Other Bank balances**

	31st March, 2024	31st March, 2023
<b>Balances with Banks</b>		
On Short Term Deposit including interest accrued	612.28	11.67
(Term deposit including Accrued Interest with KVB Bank Burrabazar Branch)	<b>612.28</b>	<b>11.67</b>

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**Notes to financial statements for the year ended 31st March, 2024****Note No. 8****Loans and Deposits****(` in Lakhs)**

	<b>31st March, 2024</b>	<b>31st March, 2023</b>
<b>Loans to Related Parties (Refer Point (i))</b>	-	-
<b>Other Financial Assets</b>		
<b>Unsecured, considered good :</b>		
- Others	66.24	35.56
	<b>66.24</b>	<b>35.56</b>

**Note No. 9****Other Current Assets:**

	<b>31st March, 2024</b>	<b>31st March, 2023</b>
<b>Other non financial assets</b>		
<b>(Unsecured, considered good unless stated otherwise)</b>		
<b>Advance other than Capital Advances</b>		
Advances Against Material	265.45	148.54
Bank Interest Receivable	31.01	31.01
Prepaid Expenses	1.11	2.58
Other Receivable	96.04	101.04
<b>Balances with Government Dept:</b>		
Excise/VAT/CST/GST	234.35	234.35
Income Tax Appeal Fees	2.02	2.00
Advance Tax	15.45	15.45
TDS	61.66	37.11
TCS	12.45	12.41
Self Assessment Tax	8.32	8.32
	<b>727.84</b>	<b>592.81</b>

Note: Excise /VAT/ CST/ GST includes RS. 39.25 lakhs against Excise Appeal, Rs. 11.93 lakhs for CST, Rs. 149.67 lakhs for VAT Appeal & SOD and RS. 33.50 lakhs for Income Tax Dept.

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**Notes to financial statements for the year ended 31st March, 2024****Note No. 10****SHARE CAPITAL**

( ` in Lakhs)

	31st March, 2024	31st March, 2023
<b>Authorised</b>		
2,20,00,000 Equity shares of Rs.10 each	2,200.00	2,200.00
	<b>2,200.00</b>	<b>2,200.00</b>
<b>Issued, Subscribed and Paid up</b>		
2,08,53,750 Equity Shares of Rs. 10/- each fully paid up	2,085.38	2,085.38
	<b>2,085.38</b>	<b>2,085.38</b>

**Statement of change in Equity**

1	<b>Reconciliation of the number of Equity Shares Outstanding</b>	31st March, 2024	31st March, 2023
	Balance at the beginning of the current reporting period	2,08,53,750	2,08,53,750
	Changes in Equity Share Capital due to prior period errors	-	-
	Restated balance at the beginning of the current reporting period	-	-
	Changes in equity share capital during the current year	-	-
	<b>Balance at the end of the current reporting period</b>	<b>2,08,53,750</b>	<b>2,08,53,750</b>

**2 Shares held by each shareholder holding more than 5 percent shares**

Name of shareholders	No. of Shares	%	No. of Shares	%	%
Mukesh Goel	1994850	9.57%	1994850	9.57%	0.00%
Manoj Goel	1716900	8.23%	1716900	8.23%	0.00%
Maina Securities Pvt Ltd	2546127	12.21%	4715000	22.61%	0.00%

**3. Shareholding of Promoters**

Shares held by promoters at the end of the year					
Promoter name	31st March, 2024		31st March, 2023		% Change during the year
	No. of Share	%of total shares	No. of Share	%of total shares	
Maina Securities Private Limited	2546127	12.21%	4715000	22.61%	-10.40%
Mukesh Goel	1994850	9.57%	1994850	9.57%	0.00%
Manoj Goel	1716900	8.23%	1716900	8.23%	0.00%
Pratik Suppliers Private Limited	0	0.00%	628000	3.01%	-3.01%
Aanchal Cement Limited	339420	1.63%	339420	1.63%	0.00%
Monika Goel	42000	0.20%	42000	0.20%	0.00%
Rashmi Goel	33000	0.16%	33000	0.16%	0.00%
Sitaram Goel	15000	0.07%	15000	0.07%	0.00%

**4. Terms/rights attached to Equity Shares**

- The Company has only one class of equity shares having a par value of Rs. 10 each. Each holder of one equity share is entitled to one vote per share.
- In the event of liquidation the equity shareholders are eligible to receive the remaining assets of the Company after payment of all preferential amounts in proportion to their shareholding.
- No Equity shares have been reserved for issue under options and contracts/commitments for the sale of shares / disinvestment as at the Balance Sheet date.

## Notes to financial statements for the year ended 31st March, 2024

### Note No. 11 OTHER EQUITY

Rs. In Lakhs

Particulars	Security Premium Reserve	Revaluation Reserve	General Reserve	Retained Earning	Other Comprehensive Income	Total
<b>Balance as at 31st March,2022</b>	1,458.68	1,825.52	36.00	(729.17)	3.87	2,594.89
Dividend Paid	-	-	-	-	-	-
Remeasurement of the net defined benefit liability/asset, net of tax effect	-	-	-	-	-	-
Adjustment in Reserve for depreciation on revalued asset	-	(13.64)	-	-	-	(13.64)
Equity Instrument through other comprehensive income	-	-	-	-	-	-
Profit for the year	-	-	-	(2,345.71)	-	(2,345.71)
<b>Balance as at 31 March,2023</b>	<b>1,458.68</b>	<b>1,811.88</b>	<b>36.00</b>	<b>(3,074.88)</b>	<b>3.87</b>	<b>235.55</b>
Dividend Paid	-	-	-	-	-	-
Remeasurement of the net defined benefit liability/asset, net of tax effect	-	-	-	-	-	-
Adjustment in Reserve for depreciation on revalued asset	-	(13.64)	-	-	-	(13.64)
Equity Instrument through other comprehensive income	-	-	-	-	-	-
Profit for the year	-	-	-	(624.81)	-	(624.81)
<b>Balance as at 31 March, 2024</b>	<b>1,458.68</b>	<b>1,798.24</b>	<b>36.00</b>	<b>(3,699.69)</b>	<b>3.87</b>	<b>(402.91)</b>

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**Notes to financial statements for the year ended 31st March, 2024****Note No. 12****Borrowings**

( ` in Lakhs)

	31st March, 2024	31st March, 2023
<b><u>Secured:-</u></b>		
<b><u>Term Loan</u></b>		
<b><u>Secured:-</u></b>		
Karur Vysya Bank	-	5,569.59
	-	<b>5,569.59</b>

Note: Since Company received recall notice from Bank and in CIRP as on 12.09.2023 ,entire long term debts transferred short term liabilities.

**Note No. 13****Provisions**

	31st March, 2024	31st March, 2023
Employee Benefits (Gratuity)	26.27	19.94
	<b>26.27</b>	<b>19.94</b>

**Note No. 14****Borrowings**

	31st March, 2024	31st March, 2023
<b>Short term Borrowings:</b>		
<b>From Bank :-</b>		
<b>Secured</b>		
<b>Working Capital Loan from banks</b>		
Cash Credit	1,466.39	1,408.43
<b>Current Maturities of Long Term Borrowings</b>		
- From Bank	6,944.60	1,111.33
	<b>8,411.00</b>	<b>2,519.75</b>

a) Cash credit facility (working capital loan) is payable on demand and effective interest rate of cash credit facility is 8.85% P.A. Working capital demand loans from bank is secured by hypothecation of movable raw material, stores and spares, book debts and other current assets. properties, finished Goods, semi Finished Goods,

b) Term Loan Included :-

(i) Rs. 4806.51 lakhs as WCDL and Rs. 850.35 lakhs as FTNL having effective rate of Interest of 9.15% secured by hypothecation of movable raw material, stores and spares, book debts and other current assets. properties, finished Goods, semi Finished Goods . Repable in 84 monthly installment start from 31/10/2023.

(ii) Rs. 1024.05 lakhs as WCTL -GECL having effective rate of Interest of Rs. 8.20% secured by hypothecation of movable raw material, stores and spares, book debts and other current assets. properties, finished Goods, semi Finished Goods .Repable in 48 monthly installment start from 31/01/2023.

c) The Company is default in repayments of the term loan from Oct 2023 . Total Principle repayment default is Rs. 339.11 Lakhs & interest default is Rs.246.51 lakhs as on balance sheet date.

d) Since company is under CIRP, entire long term debt shown in Current maturity



## Notes to financial statements for the year ended 31st March, 2024

## Note No 15

## Trade payables

( ` in Lakhs)

	31st March, 2024	31st March, 2023
a) Total outstanding dues of micro enterprises and small enterprises	-	-
b) Others		
i) Creditors for supply and service	243.16	98.36
	<b>243.16</b>	<b>98.36</b>

For Trade Payables due for Payment

## Trade Payables ageing schedule

## FY 2023-24

Particulars	MSME	Others
<b>Undisputed</b>		
Less than 1 year	-	229.97
1-2 Years	-	0.89
2-3 years	-	4.90
More than 3 years	-	-
	<b>A</b>	<b>235.76</b>
<b>Disputed</b>		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 Years	-	-
2-3 years	-	-
More than 3 years	-	7.40
	<b>B</b>	<b>7.40</b>
<b>Total (A+B)</b>	<b>-</b>	<b>243.16</b>

## FY 2021-22

Particulars	MSME	Others
<b>Undisputed</b>		
Less than 1 year	-	21.46
1-2 Years	-	57.59
2-3 years	-	1.28
More than 3 years	-	0.62
	<b>A</b>	<b>80.96</b>
<b>Disputed</b>		
Less than 6 months	-	-
6 months -1 year	-	-
1-2 Years	-	-
2-3 years	-	-
More than 3 years	-	17.40
	<b>B</b>	<b>17.40</b>
<b>Total (A+B)</b>	<b>-</b>	<b>98.36</b>

**Notes to financial statements for the year ended 31st March, 2024****Note No. 16****Other Current Liabilities**

	Rs.in Lakhs	
	31st March, 2024	31st March, 2023
Statutory Liabilities	515.65	387.74
For Expenses	13.69	13.42
Advance against Material	8.06	3.16
Other Advances	9.50	9.50
EMD DEPOSIT	600.00	-
	<b>1,146.90</b>	<b>413.82</b>

**Note No. 17****Provisions**

	31st March, 2024	31st March, 2023
Employee Benefits (Gratuity)	10.13	9.37
<b>Provision for Tax:</b>		
Income Tax	179.21	179.21
	<b>189.34</b>	<b>188.58</b>

a) In view of global nature of the pandemic Covid-19 and the uncertainty around its severity and duration of the impact, it is difficult to determine a potential impact on financial performance of the Company in near future. The Company will continue to monitor developments to identify significant uncertainties relating to revenue in future periods.

**Note No. 18****Revenue from operations**

	( Rs.in Lakhs)	
	31st March, 2024	31st March, 2023
Sale of products	10,115.50	19,392.92
Sale of Services	819.20	13.55
	<b>10,934.70</b>	<b>19,406.47</b>

**Note No. 19****Other income**

	31st March, 2024	31st March, 2023
Interest Income :		
- Bank & Gold Bond	0.82	0.73
- Late Payment	-	0.13
Discount Received	1.25	37.89
Cutting charges	0.11	-
Dividend Income	0.06	0.05
Rent Received	2.10	8.40
	<b>4.34</b>	<b>47.20</b>

**Note No.20**  
**Cost of Materials Purchased**

	<b>31st March, 2024</b>	<b>31st March, 2023</b>
Purchase	9,512.32	18,103.90
	<b>9,512.32</b>	<b>18,103.90</b>

**Note No. 21**  
**Changes in Inventories of Finished Goods & Work-in-Progress**

	<b>31st March, 2024</b>	<b>31st March, 2023</b>
<b>Opening Stock</b>		
Finished Goods	1,614.52	1,699.71
	<b>1,614.52</b>	<b>1,699.71</b>
<b>Closing Stock</b>		
Finished Goods	1,177.83	1,614.52
	<b>1,177.83</b>	<b>1,614.52</b>
	<b>436.69</b>	<b>85.19</b>

**Note No. 22**  
**Employee benefits expense**

	<b>31st March, 2024</b>	<b>31st March, 2023</b>
Salaries, Wages, Bonus and Allowances	218.18	157.11
Directors Remuneration & Sitting Fees	10.00	28.40
Contribution to Provident, Gratuity and other funds	10.39	10.12
Staff Welfare Expenses	1.57	0.34
Provision For Gratuity	7.10	6.67
	<b>247.24</b>	<b>202.65</b>

**Note No. 23**  
**Finance costs**

	<b>31st March, 2024</b>	<b>31st March, 2023</b>
Interest Expenses :-		
Banks	349.98	754.22
ILC Interest	-	-
Bank Charges and ancillary borrowing Cost	1.48	10.93
	<b>351.46</b>	<b>765.15</b>

Note:

Since company is under CIRP from 12/09/2023, no provision for interest is made on borrowing after 12.09.2023

**Note No. 24****Other Expenses****( Rs. in Lakhs)**

	<b>31st March, 2024</b>	<b>31st March, 2023</b>
<b><u>Direct Expenses</u></b>		
Carriage Inward	76.66	374.62
Consumption of Stores and Spares	84.02	81.37
Electricity charges	392.87	422.31
Labour Charges including loading & unloading charges	285.61	112.82
Rates & Taxes	22.87	15.99
Security Expenses	10.49	10.01
Volume Discount	88.71	101.65
<b><u>Administrative Expenses</u></b>		
Auditors Remuneration:		
Audit Fee & Tax Audit Fees	3.20	3.10
Advertisement Expense	1.11	1.49
CIRP Expenses	18.22	-
Carriage-Out-Ward	1.55	18.41
Communication Cost	1.49	1.52
Computer Expenses	0.07	0.25
Dematerialisation Exp	0.75	0.75
Discount Allowed	-	0.02
Filing fees	0.80	0.66
General Expenses	9.05	6.82
Insurance	1.68	2.03
Listing Expenses & Custodian Fees	5.39	3.19
Legal & Professional Fees	21.12	15.90
Electrical Expenses	5.13	4.28
Evoting Services	0.26	-
Car Expenses	5.29	11.67
Other Expense	0.06	0.41
Printing & Stationery	0.21	1.54
Rates & Taxes	5.89	8.78
Commision & Brokerage	0.41	-
Court Fees	2.00	-
Membership fees	-	2.47
Professional Tax Company	0.03	0.03
Bad Debts	-	2,063.33
Testing Expenses	-	0.06
Fee for Monitoring of Foreign Investment Limits.	0.10	-
Business Promotion	3.65	3.03
Interest & Penalty on Statutory Dues	-	3.01
Rent including lease rent	10.09	9.80
Repair & Maintenance	3.22	3.54
Service Charges to Share Registerer	-	0.74
Sundry Balance Written off	8.30	-
Late fine for GST	-	0.28
Subscription & Donation	0.12	3.36
Travelling & Conveyance	12.15	11.47
	<b>1,082.55</b>	<b>3,300.70</b>

Notes to the Financial Statements for the year ended 31st March, 2024

**Note: 25 (i) Income tax recognised in profit or loss:****(` in lakhs)**

	For the year ended (31.03.2024)	For the year ended (31.03.2023)
Current Tax		
- In respect of current year	NIL	NIL
- In respect of prior year	NIL	NIL
Deferred Tax in respect of current year	(129.40)	(701.55)
<b>Total Income tax recognised in the current year</b>	<b>(129.40)</b>	<b>(701.55)</b>

**25(ii) Income tax recognised in other comprehensive income:**

Arising on income and expenses recognised in other comprehensive income:

**(` in Lakhs)**

	For the year ended (31.03.2024)	For the year ended (31.03.2023)
Re-measurement of defined benefit obligations	(0.65)	(1.54)
Total income tax recognised in other comprehensive income	0.17	0.39
	<b>(0.48)</b>	<b>(1.15)</b>

**Comprehensive Income Net of Tax****Note 26: Related Party Disclosure****(` in Lakhs)**

Nature of Transaction	Related Party	Amount of Transaction	Balance as at 31st March, 2024 Dr. / (Cr.)
Remuneration to Key Managerial Personnel	Mukesh Goel (Director)	6.25	NIL
	Manoj Goel (Director)	3.75	NIL
	Mukesh Agarwal(KMP)	7.00	NIL
	Puja Kaul(KMP)	2.24	NIL
<b>Company in which KMP / Relatives of KMP can exercise significant influence</b>			
Sales of Goods	Maina International Ltd.	7834.29	300.87
Purchases of Goods	Maina International Ltd.	7315.51	NIL
Job Charges Received	Maina International Ltd.	798.76	NIL
Cutting charges Received	Maina International Ltd.	0.11	NIL
Rent Received	Maina International Ltd.	2.10	NIL
EMD Received	Mukesh Goel(Director)	200.00	200.00
*Maina International Ltd formerly known as Aanchal International Limited.			

**Related Parties:**

Description of relationship	Names of related parties
Ultimate Holding Company	Nil
Holding Company	Nil
Subsidiaries	Nil
Fellow Subsidiaries (to be given only if there are transactions)	Nil
Associates	Nil
Key Management Personnel (KMP)	Manoj Goel, Director Mukesh Goel, Managing Director Mukesh Kr. Agarwal, Chief Financial Officer (Resign w.e.f 15.11.2023) Puja Kaul , Company Secretary (Resign w.e.f 12.09.2023)
Relatives of KMP	Maina Devi Goel Monika Goel Rashmi Goel Manoj Goel HUF Mukesh Goel HUF Sita Ram Goyal Sita Ram Goyal HUF
Company in which KMP / Relatives of KMP can exercise significant influence	Maina International Ltd. Maina Securities (P) Ltd. Penguin Creation Pvt Ltd Pratik Suppliers Pvt Ltd Rashi Boutique (P) Ltd Khush Suppliers (P) Ltd. Rashi Agro Snacks (P) Ltd.

**Note: 27. Contingent Liability/commitment to the extent not provided for**

(` in Lakhs)

	As at 31st March, 2024	As at 31st March 2023		
(A) Contingent Liabilities				
(i) Unexpired Bank Guarantees	105.27	105.27		
(ii) Sundry Debtors considered doubtful	3000.00	3000.00		
<b>Note :</b> 1. Most of the debtors are due since long without any recovery from them. The management of the company are also send the recovery notices to various debtors but no repayment received from them till date. To give the effect of the same company made the contingent liabilities of Rs. 3000.00 lakhs. 2. Company has not accounted Interest over the outstanding Borrowing from Sep 2023 due to Continuation of CIRP proceedings from the total outstanding borrowing.				
Issuing Authority	Period	Action taken by the company	Amount (` in Lakhs)	Amount (` in Lakhs)
Commissioner of Central Excise, Haldia, Commissionerate	FY 2007-08	Appeal filed by the company on 13/07/2012 before customs excise service Tax Tribunal ( Company has already deposited Rs. 39.25 lakhs )	164.81	164.81

Demand Order u/s 153A r.w.s.143(3) of the IT Act,1961 raised by DCIT, Central Circle-2(4), Kolkata	FY 2010-11	Appeal filed by the company on 30.01.2020 before CIT(A), Kolkata-20	601.90	601.90
Demand Order u/s 153A r.w.s.143(3) of the IT Act,1961 raised by DCIT, Central Circle-2(4), Kolkata	FY 2011-12	Appeal filed by the company on 30.01.2020 before CIT(A), Kolkata-20	173.42	173.42
Demand Order u/s 153A r.w.s.143(3) of the IT Act,1961 raised by DCIT, Central Circle-2(4), Kolkata	FY 2012-13	Appeal filed by the company on 30.01.2020 before CIT(A), Kolkata-20	74.86	74.86
Demand Order u/s 153A r.w.s.143(3) of the IT Act,1961 raised by DCIT, Central Circle-2(4), Kolkata	FY 2013-14	Appeal filed by the company on 30.01.2020 before CIT(A), Kolkata-20	18.10	18.10
Demand Order u/s 153A r.w.s.143(3) of the IT Act,1961 raised by DCIT, Central Circle-2(4), Kolkata	FY 2014-15	Appeal filed by the company on 30.01.2020 before CIT(A), Kolkata-20	43.83	43.83
Demand Order u/s 153A r.w.s.143(3) of the IT Act,1961 raised by DCIT, Central Circle-2(4), Kolkata	FY 2015-16	Appeal filed by the company on 30.01.2020 before CIT(A), Kolkata-20	12.25	12.25
Demand Order u/s 153A r.w.s.143(3) of the IT Act,1961 raised by DCIT, Central Circle-2(4), Kolkata	FY 2016-17	Appeal filed by the company on 30.01.2020 before CIT(A), Kolkata-20	1.79	1.79
Demand Order u/s 143(3) of the IT Act,1961 raised by DCIT, Central Circle-2(4), Kolkata	FY 2017-18	Appeal filed by the company on 30.01.2020 before CIT(A), Kolkata-20	72.84	72.84
(b) Liabilities Under SOD:-		(TO be booked as and when final order received)		
Joint Commissioner Commercial Taxes, Howrah Circle	FY 2012-13	The company has already deposited Rs. 32.27 lakhs and applied for SOD scheme on 27/03/2021 (Total Liabilities Rs.56.42 lakhs).		
Joint Commissioner Commercial Taxes, Howrah Circle	FY 2013-14	Company already deposit Rs. 74.94 lakhs and Applied for SOD scheme as on 27/03/2021 (Total Liabilities Rs.132.28 lakhs).		
Joint Commissioner Commercial Taxes, Howrah Circle	FY 2015-16	Company already deposit Rs. 50.83 lakhs and Applied for SOD scheme as on 30/03/2021 (Total Liabilities Rs.82.77 lakhs)		
Claims against the company not acknowledged as debt*		By M/s Aldous commodities Pvt Ltd (Creditor) For Rs 142.40 lakhs		

\*The Company is Under CIRP and all the contingent liabilities will be revised and crystalize in financial statement as and when the final order of Hon'ble Nation Company Law Tribunal (NCLT), Kolkata Bench received.

**Note: 28:** Rs. 31,00,574/- shown as interest receivable from the bank (however request letter send to bank for the refund of some part of the interest amount) and such amount showing under current assets is carried forward from the last year but there is no surety of recoverability of such amount and in the absence of any confirmation or communication from the bank side and its consequential effect on these financial statement.

**Note 29: Foreign Currency Transaction during the year:**

	For the year ended 31 March, 2024	For the year ended 31 March, 2023
	-	-
Expenditure in foreign currency	Nil	Nil
Earnings in foreign exchange	Nil	Nil

**Note 30: Deferred Tax Assets/Liability**

(` in Lakhs)

	As at 31.03.2024	As at 31.03.2023
	Timing Difference	Timing Difference
Deferred Tax Assets	949.43	820.03
Less: Deferred Tax assets b/f	820.03	118.49
Add: Ind AS Adjustment	0	0
Deferred Tax Provision for the year	129.40	701.55
Deferred Tax Provision (Prior Period)	-	-

**Note 31: Additional Information to the Financial Statements pursuant to Companies Act, 2013 requirements:****31.01 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

	As at 31.03.2024 (` in Lakhs)	As at 31.03.2023 (` in Lakhs)
a). Principal amount remaining unpaid to the suppliers as at the end of the accounting year	Nil	Nil
b). Interest due thereon remaining unpaid to suppliers as at the end of the accounting year	Nil	Nil
c). Interest paid in terms of Section 16 along with the amount of payments made to suppliers beyond the appointment day during the year	Nil	Nil
d). Interest due and payable for the period of delays in making payment (which have been paid beyond the appointment date during the year but without adding interest specified under the act)	Nil	Nil
e). The amount of interest accrued during the year for the year remaining unpaid at the end of the accounting year.	Nil	Nil

The information above has been compiled to the best of knowledge and as per the information available with the management to the extent to which parties would be identified as Micro, Small and Medium Enterprises and relied upon by the auditors.

**Disclosures required under Section 22 the Micro, Small and Medium Enterprises Development Act, 2006:**

The Company is in the process of identifying the suppliers, who would be covered under the Micro, Small and Medium Enterprises Development Act, 2006. In this process the Company has given notice to its vendor/suppliers to inform about whether any of them are registered under the said Act. The Company has not yet received any information about such registration from the vendors. Since no information received from their side, we have considered all the outstanding supplier as non MSME.

31.02. There are no amounts that are due to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions in Companies Act 2013, and accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014 made there under.

31.03. Details of Benami Property held:-The company does not any Benami Property upto the end of financial year ended 31.03.2024 and no proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.



- 31.04. Company has not been traded or invested in Crypto currency or Virtual Currency during the financial year.
- 31.05. The company is having single reporting segment hence disclosure as require by the Ind-AS 108 is not applicable.
- 31.06. Disclosures of Loans or Advances in the nature of loans granted to promoters, directors, KMPs and the related parties (as defined under Companies Act 2013 is repayable on demand)

Type of borrower	Amount of loan or advance in the nature of loan outstanding		Percentage to the total loans and advances in the nature of loan	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Promoters	NIL	NIL	NIL	NIL
Directors	NIL	NIL	NIL	NIL
KMP's	NIL	NIL	NIL	NIL
Related party	NIL	NIL	NIL	NIL
Total	NIL	NIL	NIL	NIL

- 31.07. The company has not been declared as a wilful defaulter by any bank of financial institution or other lender till the Financial Year 2023-24.
- 31.08. As per the information available with the management, the company has not entered into any transactions with the companies who have been struck off under section 248 of the Companies Act 2013 or section 560 of the Companies Act, 1956.
- 31.09. No Undisclosed Income has been recorded in the Books of Account for Financial Year 2023-24.
- 31.10. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on the number of Layers) Rules 2017.
- 31.11. Analytical Ratios :-

	<b>31st March, 2024</b>	<b>31st March, 2023</b>	Difference in %
<b>1. Current Ratio</b> (Current Assets/Current Liabilities)	0.82	2.40	65.64
<b>2. Debt – Equity Ratio</b> (Total Debt/Shareholder's Equity)	5.00	3.49	(43.43)
<b>3. Debt Service Coverage Ratio</b> (Earnings available for debt service/Debt Service) Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.	(0.04)	(0.68)	94.25

Debt service = Interest & Lease Payments + Principal Repayments

<b>4. Return on Equity (ROE):</b> (Net Profits after taxes – Preference Dividend (if any)/Average Shareholder's Equity)	(0.31)	(0.67)	53.42
<b>5. Inventory Turnover Ratio</b> (Cost of goods sold OR sales/Average Inventory) Average inventory is (Opening + Closing balance / 2)	7.81	11.65	32.93
<b>6. Trade receivables turnover ratio</b> (Net Credit Sales/Average Accounts Receivable) Average trade debtors = (Opening + Closing balance / 2)	1.97	2.95	33.34
<b>7. Trade payables turnover ratio</b> (Net Credit Purchases/Average Trade Payables) Average trade payables = (Opening + Closing balance / 2)	55.71	63.63	12.46
<b>8. Net capital turnover ratio</b> (Net Sales/Average Working Capital) Working Capital = Current Assets- Current Liabilities	7.95	3.10	(156.20)
<b>9. EBITDA Margin (%)</b> (Earning before Interest Tax & Depreciation/Net sales)	-3.11%	-11.43%	72.82
<b>10. Operating Margin (%)</b> (Earning before interest and taxes less other income/Net Sales)	-3.72%	-12.11%	69.25
<b>11. Net profit ratio (%)</b> (Net Profit/Net Sales)	-5.71%	-12.09%	52.73
<b>12. Return on capital employed (ROCE)</b> (Earning before interest and taxes/Capital Employed) Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	(0.04)	(0.22)	81.81
<b>13. Return on Investment (ROI)</b> (MV at End -MV at Begin/MV at Begin)	(51.17)	(35.47)	(44.27)

Note:-

1. Current ratio: - reduced due to increase current maturities of short term borrowing and reduce in current assets
2. Debt Equity ratio:- Increase due to reduction in equity (loss of the company) and increase in loans due provision for interest
3. Debt Service Coverage Ratio/ Return on Equity / EBITDA Margin/ Net profit ratio/ Return on capital employed is improved because company have not made provision for interest from Sep 2023 and last year company incurred heavy loss due to bad debts written off.
4. Inventory Turnover Ratio : Due to reduction in holding period of inventory
5. Trade Receivable turnover ratio : Due to reduction in turnover
6. Net capital turnover ratio : Due to reduction of working capital

**Note 32: Reconciliation of total comprehensive income for the year ended March 31, 2024**

<b>As at 31.03.2024</b>	
<b>(` in lakhs)</b>	
<b>Profit as per previous GAAP</b>	(624.81)
Re classification of actuarial gains/losses, arising in respect of employees post Employment benefit Schemes, to other Comprehensive Income (OCI)	(0.65)
Tax Effect	0.17
<b>Total effect on transition to Ind AS</b>	<b>(0.48)</b>
<b>Total comprehensive income under Ind AS</b>	<b>(625.30)</b>

**Note 33: Default in Repayments of Term Loans**

The Company has defaulted in repayment of principal and interest payments. The period and amount of continuing default as on the Balance sheet date are as under:

<b>Name of Lender</b>	<b>Principle</b>	<b>Interest</b>	<b>Period of Continuing Default Start Month</b>
Karur Vysya Bank	339.11	246.51	Oct 2022

Since Company is become NPA no stock statements are submitted by the company to the Bank

**Note 34: Registration of charges or satisfaction with registrar of companies**

No charges or satisfaction yet to be registered with the Registrar of the Companies beyond the statutory period.

**Note 35: Going Concern**

An application was filed against M/s AANCHAL ISPAT LIMITED under Section 9 of Insolvency and Bankruptcy Code, 2016 read with Rule 6 of the Insolvency and Bankruptcy (Application to Adjudicating Authority) Rules, 2016 before the Hon'ble NCLT Kolkata with a prayer to commence the Corporate Insolvency Resolution Process (CIRP). The said application for initiation of Corporate Insolvency Resolution Process (CIRP) has been admitted by Hon'ble Nation Company Law Tribunal (NCLT), Kolkata Bench, (Hon'ble NCLT/ Hon'ble Adjudicating Authority) vide its order dated 12-09-2023 where in Mr. Sriram Mittal was appointed Interim Resolution Professional (IRP) of the company. The committee of Creditors has appointed CA. Santanu Brahma appointed as Resolution Professional (RP) of the company in place of Mr. Sriram Mittal and the same has been also approved by the Hon'ble NCLT Kolkata vide order dated 17/11/2023. Currently power of the power of the Board were suspended and such powers are now vested with RP. The NCLT order also provided for a moratorium with effect from 12-09-2023 till the completion of the Corporate Insolvency Resolution Process (CIRP) or until it approves the resolution plan under section 31(1) or passes an order for liquidation of the company under section 33, whichever is earlier. Currently, the CIRP process in respect of the company is in process. In terms of section 20 of Insolvency code, the management and operations of the Company are being managed by Resolution Professional (RP). The RP as on date is undertaking and will endeavour to take all possible steps to run the company as a going concern.

**Note 36:**

During the Year ended, March 2024, three Prospective Resolution Applicants (PRAs) has shown their interest for acquiring the company and deposited the EMD of Rs. 2.00 Cr. Each. The Name of PRAs are as follows:

- a) Mukesh Goel (MSME promoter of Aanchal Ispat Limited)
- b) M/s Agravanshi Pvt. Limited
- c) M/s Shree Ramdoot Rollers Pvt. Limited.

The Resolution plans submitted by the aforesaid PRAs are pending before the Committee of Creditors (CoC) for its approvals.

**Note 37:**

During the period the position of whole time company secretary were vacant in the company and such vacancy was not yet filled by the company. Company is in the process of finding a Company Secretary & Compliance Officer of the company but due to ongoing CIRP process suitable candidates are not turning up and hence the process is getting delayed.

**Note 38:**

During the year the company has made 76.91 % of purchase and 77.45% of sales with its sister concern Maina International Ltd.(formerly known as Anchal International Ltd) for optimum utilization of production capacity at arm's length price with the approval of Committee of creditors (CoC).

**Note 39:**

Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the Current year's classification / disclosures

40. Earning Per Shares												
Year Ended 31.03.2024	Continuing Operations				Discontinuing Operations				Total Operations			
	Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items	
	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted
Face Value of Shares	10	10	10	10	10	10	10	10	10	10	10	10
Profit	(6,24,81,317)	(6,24,81,317)	(6,25,29,781)	(6,25,29,781)					(6,24,81,317)	(6,24,81,317)	(6,25,29,781)	(6,25,29,781)
Weighted Average No of Shares	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750
EPS (Rs)	(3.00)	(3.00)	(3.00)	(3.00)	0	0	0	0	(3.00)	(3.00)	(3.00)	(3.00)

40. Earning Per Shares												
Year Ended 31.03.2023	Continuing Operations				Discontinuing Operations				Total Operations			
	Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items		Before Extraordinary and Exceptional Items		After Extraordinary and Exceptional Items	
	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted	Basic	Diluted
Face Value of Shares	10	10	10	10	10	10	10	10	10	10	10	10
Profit	(23,67,33,723)	(23,67,33,723)	(23,46,85,601)	(23,46,85,601)					(23,67,33,723)	(23,67,33,723)	(23,46,85,601)	(23,46,85,601)
Weighted Average No of Shares	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750	2,08,53,750
EPS (Rs)	(11.35)	(11.35)	(11.25)	(11.25)	0	0	0	0	(11.35)	(11.35)	(11.25)	(11.25)

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## **Aanchal Ispat Limited**

CIN : L27106WB1996PLC076866

**An ISO 9001:2015 Company**

### **Registered Office**

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