



INDEPENDENT AUDITOR'S REPORT

To The Members of HTL METAL PRIVATE Limited Report on the Ind AS Financial Statements

We have audited the accompanying Ind AS financial statements of HTL METAL PRIVATE Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2019, and the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

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

Auditor's Responsibility

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

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under and the Order issued under section 143(11) of the Act.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the



appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

We believe that the audit evidence obtained by us [and the audit evidence obtained by the branch auditors and other auditors in terms of their reports referred to in the Other Matters paragraph below,] is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Ind AS and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2019, and its profit/loss, total comprehensive income/ loss, its cash flows and the changes in equity for the year ended on that date.

Other Matters

The comparative financial information of the Company for the year ended 31st March 2018 and the transition date opening balance sheet as at 1st April 2017 included in these Ind AS financial statements, are based on the statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31st March 2018 and 31st March 2017 dated 30th May, 2018 and 30th May, 2017 respectively expressed an unmodified opinion on those financial statements, and have been restated to comply with Ind AS. Adjustments made to the previously issued said financial information prepared in accordance with the Companies (Accounting Standards) Rules, 2006 to comply with Ind AS have been audited by us.

Our opinion on the Ind AS financial statements is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable 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 it appears from our examination of these books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Company as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.



- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For A. N. GARG & COMPANY

Chartered Accountants

FRN- 004616N



A. N. GARG

(FCA, Partner)

M.No.-083687

Place: DELHI

Date: 13.05.2019

Annexure "A"
To the Independent Auditor's Report

The Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Report of even date to the financial statements of the company for the period 1st April' 2018 to 31st March'2019.

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:

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) These fixed assets have been physically verified by the management at reasonable intervals; any material discrepancies were not noticed on such verification;
- (c) The title deeds of immovable properties are held in the name of the company.
- (ii) Physical verification of inventory has been conducted at reasonable intervals by the management and any material discrepancies were not noticed.
- (iii) As informed, and according to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly paragraph 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order are not applicable to the Company.
- (iv) Based on information and explanations given to us In respect of loans, investments, guarantees, and security, have been complied with (wherever applicable on the company) necessary provision of section 185 & 186 of the Companies Act, 2013.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits during the year to which directives issued by the Reserve Bank of India and provisions of section 73 to 76 of the Companies Act, 2013 and rules framed there under.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2016, as amended, prescribed by the Central Government under sub – section (1) of Section 148 of the Companies Act, 2013, 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 records with a view to determine whether they are accurate or complete.
- (vii) (a) As explained to us and as per the books and records examined by us, undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Custom Duty, Wealth Tax, Sales Tax, GST, Excise duty, Cess and other statutory dues have been generally deposited with the appropriate authority on regular basis.



(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, service tax, sales-tax, GST, duty of custom, duty of excise, value added tax, cess and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(c) According to the information and explanations given to us by the management and relied upon by us, there are no dues of Income Tax, Custom Duty, Wealth Tax, Sales Tax, GST, Excise duty & Cess, which have not been deposited on account of any dispute.

(viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of dues bank or financial institutions. The Company did not have any outstanding in respect of debentures during the year.

(ix) In our opinion and according to the information and explanations given by the management the company has utilized the money raised by way of initial public issue offer/further public offer and the term loans during the year for the purposes for which they were raised.

(x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management.

(xi) According to the information and explanations given by the management, no managerial remuneration has been paid or provided during the year hence by the provisions of clause (xi) of section 197 read with Schedule V to the Companies Act 2013 not applicable of the Company.

(xii) 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.

(xiii) According to the information and explanations given by the management, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements, as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the company.

(xv) According to the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him during the year.



(xvi) According to the information and explanations given by the management, provision of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to company.

For A. N. GARG & COMPANY

Chartered Accountants

FRN- 004616N



A. N. GARG
(FCA, Partner)
M.No.-083687

Place: DELHI

Date: 13.05.2019

Annexure - B
To the Independent Auditor's Report

(Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

To the Members of HTL METAL PRIVATE Limited

We have audited the internal financial controls over financial reporting of HTL METAL PRIVATE Limited ("the Company") as of March 31, 2019 in conjunction with our audit of the standalone/ standalone Ind AS (retain as applicable) financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company 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 respective company policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013

Auditor's Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the 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.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on "the criteria for internal financial control over financial reporting established by the respective 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 A. N.GARG & COMPANY

Chartered Accountants

FRN- 004616N



A. N. GARG

(FCA, Partner)

M.No.-083687

Place: DELHI

Date: 13.05.2019

HTL Metal Private Limited
BALANCE SHEET
AS AT MARCH 31, 2019

		Rs. in Lakhs	
DESCRIPTION	Notes No.	As at 31.03.2019	As at 31.03.2018
ASSETS			
I Non-Current Assets			
(a) Property, Plant & Equipments	4	3,546.40	2,822.75
(b) Capital Work-in-Progress	5	150.69	588.88
(c) Investment Property			
(d) Intangible Assets			
(e) Financial Assets			
i Investments	6	0.03	0.03
ii Loans	7	149.81	36.26
(f) Other non-current assets	8	62.17	118.35
Total Non-Current Asset		3,909.10	3,566.27
Current Assets			
(a) Inventories	9	3,116.00	3,095.41
(b) Financial Assets			
i Investments			
ii Trade receivables	10	4,347.00	2,607.97
iii Cash and cash equivalents	11	12.09	29.46
iv Other Bank balances	12	24.88	24.62
v Loans			
vi Others Financial Assets			
(c) Other current assets	13	16.25	430.14
Total Current Assets		7,516.22	6,187.60
Total Assets		11,425.32	9,753.87
II EQUITY AND LIABILITIES:			
Equity			
(a) Equity share capital	14	236.00	236.00
(b) Other Equity	15	1,803.62	886.04
Total Equity		2,039.62	1,122.04
Non-Current Liabilities			
(a) Financial Liabilities			
i Borrowings	16	3,031.68	3,285.44
ii Trade payables			
iii Other financial liabilities			
(b) Provisions	17	3.73	2.96
(c) Deferred tax liabilities (Net)	20	82.95	20.10
Total Non-Current Liabilities		3,118.36	3,308.50
Current Liabilities			
(a) Financial Liabilities			
i Borrowings	18	4,996.29	3,321.32
ii Trade payables	19	147.52	1,044.08
iii Other financial liabilities	21	445.67	249.34
(b) Other current liabilities	22	421.57	553.44
(c) Provisions	23	110.92	59.54
(d) Current Tax Liabilities (Net)	20	145.36	95.62
Total Current Liabilities		6,267.34	5,323.33
Total Equity & Liability		11,425.32	9,753.87

The accompanying notes are an integral part of the financial statements

As per our report of even date

For A.N. Garg & Company
Chartered Accountants
ICA Regn No. 004616N


A.N. Garg
Partner
Membership No. 083687

New Delhi, May 13, 2019

For and on behalf of Board of Directors

Ajay Kumar Bansal
Director
DIN : 01070123

Anish Bansal
Director
DIN : 00670250

For HTL METAL PVT. LTD. For HTL METAL PVT. LTD.

Director

Director

HTL METAL PRIVATE LIMITED
STATEMENT OF PROFIT & LOSS
for the year ended March 31, 2019

Particulars	Notes	For the Year ended March 31, 2019	For the Year ended March 31, 2018
I Revenue from Operations	24	24,280.98	19,924.28
II Other Income	25	3.72	2.41
III Total Income(I+II)		24,284.70	19,926.69
IV EXPENSES			
Cost of materials consumed	26	21336.24	18,265.98
Purchases of stock-in-trade	27	-	-
Change in inventories of finished goods, traded goods and work in progress	28	(133.71)	(1,050.63)
Excise duty on sale of goods		-	506.46
Employee benefits expense	29	337.94	261.96
Finance costs	30	681.81	505.99
Depreciation and amortization expenses	31	117.47	72.59
Other expenses	32	700.34	501.33
Total Expenses (IV)		23,040.09	19,063.68
V Profit before Tax(III-IV)		1,244.61	863.01
VI Tax Expenses	20		
Current Tax		265.62	175.96
Deffered Tax		156.44	205.37
MAT credit entitlement		(94.00)	(163.13)
Income Tax Expenses		328.06	218.20
VII Profit for the year		916.55	644.81
VIII Other Comprehensive Income			
i) Items that will not be reclassified to profit or loss viz Remasurement of the Defined Benefits Plan to			
A Employees		1.44	-
ii) Income tax relating to items that will not be reclassified to profit or loss		0.41	-
Total A		1.03	-
B i) Items that will be reclassified to profit or loss			-
ii) Income tax relating to items that will be reclassified to profit or loss			-
Total B			-
Total Other comprehensive income / (loss) (A+B)		1.03	-
IX Total Comprehensive income / (loss)		917.58	
X Earning Per Equity Share (Nominal Value of share Rs.10)			
Basic Rs.		38.88	27.32
Diluted Rs.		38.88	27.32

The accompanying notes are an integral part of the financial statements

As per our report of even date

For A.N. Garg & Company

Chartered Accountants

ICAI Regn No.004616N

Per A.N. Garg

Partner

Membership No.083687

New Delhi, May 13, 2019

For and on behalf of Board of Directors

Ajay Kumar Bansal

Director

DIN :01070123

Anish Bansal

Director

DIN :00670250

For HTL METAL PVT. LTD. For HTL METAL PVT. LTD.

Director

Director

HTL METAL PRIVATE LIMITED

14. Statement of Changes in Equity for the Year Ended 31st March 2019

A. Equity Share Capital

(Rs in Lakh)

As at 01-04-2017	Movement during the year	As at 31-03-2018	Movement during the year	As at 31-03-2019
236.00	-	236.00	-	236.00

B. Other Equity

(Rs in Lakh)

Particular	Reserve and Surplus		Total
	Securities Premium reserve	Retained Earnings	
Opening Balance as at March 31, 2017	65.10	176.13	241.23
Profit for the year	-	644.81	644.81
Closing Balance as at March 31, 2018	65.10	820.94	886.04
Profit for the year 2018-19	-	917.58	917.58
Closing Balance as at March 31, 2019	65.10	1,738.52	1,803.62

The accompanying notes are an integral part of the financial statements

As per our report of even date

For A.N. Garg & Company

Chartered Accountants

ICAI Regn No. 004616N

A.N. Garg

Partner

Membership No. 083687

New Delhi, May 13, 2019

For and on behalf of Board of Directors

Ajay Kumar Bansal

Director

DIN : 01070123

Anish Bansal

Director

DIN : 00670250

For HTL METAL PVT. LTD.

For HTL METAL PVT. LTD.

Director

Director

(Rs. in Lakh)

Particulars	Freehold Land	Factory Shed & Building	Plant & Equipment	Furniture & Fixture	Vehicles	Computer	Total Tangible Asset
Gross carrying amount as at March 31, 2017	214.76	385.06	927.45	5.37	1.28	0.83	1,534.75
Additions	-	401.36	1,039.21	1.54	-	0.10	1,442.20
Disposals	-	-	-	-	-	-	-
Gross carrying amount as at March 31, 2018	214.76	786.42	1,966.66	6.91	1.28	0.92	2,976.95
Additions	-	30.14	715.63	4.08	90.61	0.34	840.80
Disposals	-	-	-	-	-	-	-
Gross carrying amount as at March 31, 2019	214.76	816.57	2,682.29	10.99	91.89	1.26	3,817.75
Accumulated depreciation/amortisation and impairment							
Balance as at March 31, 2017		16.07	64.09	0.67	0.22	0.25	81.31
Depreciation for the year	-	18.66	53.06	0.50	0.12	0.24	72.59
Depreciation on Disposals							
Balance as at March 31, 2018	-	34.73	117.15	1.18	0.34	0.50	153.89
Depreciation for the year	-	26.34	89.27	0.66	0.94	0.26	117.47
Depreciation on Disposals							
Balance as at March 31, 2019		61.07	206.42	1.84	1.28	0.76	271.36
Net Carrying Amount							
At March 31, 2019	214.76	755.50	2,475.87	9.15	90.61	0.50	3,546.40
At March 31, 2018	214.76	751.69	1,849.51	5.73	0.94	0.43	2,822.75
Useful life of Assets (in Years)	N/A	30	10-30	10	10	3	
Method of Depreciation	N/A	Straight Line Method					

Notes:

- a) The Company has elected to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS i.e 1 April, 2016, measured as per the previous GAAP and use that as its deemed cost as the date of transition.
- b) The Company has Capitalised Rs 0.54 Lakhs as Salary during the the Financial Year 2018-19. and Rs 18.22 lakhs as salary during the Financial Year 2017-18
- c) Property, plant & equipment have been pledged as security against certain long term borrowings of the company as at 31 March 2019

(Rs in lakhs)

Particulars	Total
Net Carrying Amount	
As at 31.03.2018	588.88
As at 31.03.2019	150.69



For HTL METAL PVT. LTD.

[Signature]

Director

For HTL METAL PVT. LTD.

[Signature]

Director

HTL METAL PRIVATE LIMITED**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2019**

PARTICULARS	For the year ended March 31, 2019	For the year ended March 31, 2018
A. CASH FLOW FROM THE OPERATING ACTIVITIES		
Net Profit Before Tax and Extra Ordinary Activity	1244.61	863.01
Add/(Less) Adjustments for:		
Depreciation	117.47	72.59
Interest Received	(3.72)	(2.41)
Finance Costs	681.81	505.99
Operating Profit Before Working Capital Changes	2,040.17	1,439.18
Adjustments for:-		
Increase / (Decrease) Trade Payables	(896.55)	557.54
Increase / (Decrease) Provision	52.15	(15.26)
Increase / (Decrease) Other Current Liabilities	177.06	(70.22)
(Increase) / Decrease Loan & Advances	-	-
(Increase) / Decrease Trade Receivables	(1,739.04)	(848.41)
(Increase) / Decrease Inventories	(20.59)	(2,221.79)
(Increase) / Decrease Other Current assets	206.85	16.13
Cash Generated from Operations	(179.95)	(1,142.83)
Direct Taxes Paid	120.00	137.44
Net Cash Flow From Operating Activities (A)	(299.95)	(1,280.27)
B. CASH FLOW FROM INVESTMENT ACTIVITIES		
Payment for Property ,Plant & Equipment , Intangible Assets including Capital Advance	(346.75)	(1,554.47)
Other Deposit	(113.55)	(24.54)
Bank deposits considered other than Cash and cash equivalents	(0.26)	25.48
Interest Received	3.72	2.41
Net Cash Flow From Investing Activities(B)	(456.84)	(1,551.13)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Proceeds on issue of Equity Shares	-	-
Dividend Paid (Including taxes)	-	-
Proceed/(Repayment of) non current borrowings	(253.76)	966.73
Proceed from/ (Repayment of) current borrowings	1,674.99	2,395.77
Finance Cost	(681.81)	(505.99)
Net Cash Flow Used In Financing Activities	739.42	2,856.51
Net Increase/ (Decrease) Changes in Cash & Cash Equivalent (A+B+C)	(17.37)	25.11
Cash and Cash Equivalent at the Beginning of the Year	29.46	4.35
Cash and Cash Equivalent at the Closing of the Year	12.09	29.46

The accompanying notes are an integral part of the financial statements

As per our report of even date

For A.N. Garg & Company
Chartered Accountants
ICA Regn No.004616N

Per A.N. Garg
Partner
Membership No.083687

New Delhi, May 13, 2019

For and on behalf of Board of Directors

Ajay Kumar Bansal
Director
DIN : 01070123

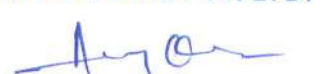
Anish Bansal
Director
DIN : 00670250

Arvind Bansal
Chief Financial Officer

Arun Sharma
Company Secretary

For HTL METAL PVT. LTD. For HTL METAL PVT. LTD.


Director


Director

6. INVESTMENTS (Non-current)

Particulars	Face Value	As at March 31, 2019		As at March 31, 2018	
		No of Shares / Units	Rs in Lakh	No of Shares / Units	Rs in Lakh
A. Investment in Equity Shares (Unquoted)					
Un-quoted (At Cost or deemed Cost)					
Investment in 100 equity shares of SVC Co-Op Bank Ltd	Rs. 25 each	100.00	0.03	100.00	0.03
Total Investments			0.03		0.03

7. LOANS (NON-CURRENT)

Particulars	(Rs in Lakh)	
	As at 31-03-2019	As at 31-03-2018
Unsecured considered good:		
Loan to related parties	100.00	-
Security Deposit	49.81	36.26
Total	149.81	36.26

8. OTHER NON-CURRENT ASSETS

Particulars	(Rs in Lakh)	
	As at 31-03-2019	As at 31-03-2018
Unsecured considered good:		
Capital Advance	62.17	118.35
Others	-	-
Total	62.17	118.35

9. INVENTORIES

Particulars	(Rs in Lakh)	
	As at 31-03-2019	As at 31-03-2018
Inventories (at lower of cost and net realisable value)		
Raw materials	1,449.00	1,664.12
Finished Goods/Semi Finished Goods	1,406.00	1,355.90
Waste and Scrap	124.00	40.39
Stores & Spare	137.00	35.00
Total	3,116.00	3,095.41

Notes:

- a) The stock of scrap materials have been taken at net realisable value
b) Inventories are hypothecated with the bankers against working capital limits.

10. TRADE RECEIVABLE (CURRENT)

Particulars	(Rs in Lakh)	
	As at 31-03-2019	As at 31-03-2018
Unsecured:		
Considered Good	4,347.00	2,607.97
Less: Allowance for doubtful debts	-	-
Total	4,347.00	2,607.97

Notes:

Trade receivables are usually non-interest bearing and are on trade terms of 30 to 60 days

11. CASH AND CASH EQUIVALENT

Particulars	(Rs in Lakh)	
	As at 31-03-2019	As at 31-03-2018
Balances with banks:		
Current accounts	7.47	20.11
Cash on hand	4.62	9.35
Total	12.09	29.46

12. BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS

Particulars	(Rs in Lakh)	
	As at 31-03-2019	As at 31-03-2018
Fixed Deposit	24.88	24.62
Total	24.88	24.62

13. OTHER CURRENT ASSETS

Particulars	(Rs in Lakh)	
	As at 31-03-2019	As at 31-03-2018
Unsecured, considered good		
Advance other than capital advances:		
Advance for purchase	8.00	78.31
Prepayment and others	8.25	6.61
Balances with government authorities	-	345.22
Total	16.25	430.14

14. EQUITY SHARE CAPITAL

Particulars	As at 31-03-2019		As at 31-03-2018	
	No of Shares	(Rs in Lakh)	No of Shares	(Rs in Lakh)
Authorised Share Capital:				
Equity Shares of Rs 10/- each	3,000,000	300.00	3,000,000	300.00
Issued, subscribed and Paid up Capital:				
Equity Shares of Rs 10/- each, fully paid	2,360,000	236.00	2,360,000	236.00



For HTL METAL PVT. LTD.

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Director

For HTL METAL PVT. LTD.

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Director

Reconciliation of the shares outstanding at the beginning and at the end of the year

Particulars	As at 31-03-2019		As at 31-03-2018	
	No of Shares	(Rs in Lakh)	No of Shares	(Rs in Lakh)
Balance At the beginning of the year	2,360,000.00	236.00	2,360,000.00	236.00
Add : Equity share issued during the year	-	-	-	-
Balance At the end of the year	2,360,000.00	236.00	2,360,000.00	236.00

15. OTHER EQUITY

Particulars	As at 31-03-2019	As at 31-03-2018
General Reserve	-	-
Retained Earnings	1,738.52	820.94
OTHER RESERVES		
Securities Premium Account	65.10	65.10
Total	1,803.62	886.04

16. BORROWINGS (NON -CURRENT)

Particulars	As at 31-03-2019	As at 31-03-2018
TERM LOAN :		
Secured loan from bank	1,635.80	1,184.67
Unamortised upfront Fees on Borrowing	-3.45	(6.11)
UNSECURED LOAN		
From Directors	1,196.76	1,783.16
From Holding Company	202.56	215.62
From Other Bodies Corporate		108.10
Total	3,031.68	3,285.44

Terms and Security	Current	Non -Current	Total
Hypothecation of Plant & Machinery and other movable assets (present & future) located at plot No 41 B , 1 & 2 Gollapuram Village Anantpur District, Andhra Pradesh . Repayable in 60 Montly Installment of Rs 26.44 Lakh	256.24	943.69	1,199.93
Equitable Mortgage of Land and building located at Plot Survey no Plot No 41 B , 1 & 2 Gollapuram village, Anantpur District Andhra Pradesh . Repayable in 60 Montly Installment of Rs 5.36 Lakh	166.50	617.94	784.44
Vehicle Loan taken for Heavy commercial Vehicle against mortgage thereof repayable in 47 monthly installment of Rs 2.55 lakh per month	22.93	67.83	90.76
TOTAL	445.67	1,629.46	2,075.13

17. PROVISIONS (NON CURRENT)

Particulars	As at 31-03-2019	As at 31-03-2018
Provision for Employee benefits		
Provision for Gratuity	3.25	2.81
Provision for leave encashment	0.47	0.16
Total	3.73	2.96

18. BORROWINGS (CURRENT)

Particulars	As at 31-03-2019	As at 31-03-2018
SECURED LOAN		
Working Capital Loans Repayable on demand From Bank	4,996.29	3,321.32
Total	4,996.29	3,321.32
Notes :		
Facility		Security
CC limit; WCCL for 90 days as sub limit of CC.	Hypothecation of Stock & book debts	Hypothecation of Stock & book debts

19. TRADE PAYABLES

Particulars	As at 31-03-2019	As at 31-03-2018
Creditors for Raw Material	92.83	947.40
Sundry Creditors for Others	54.70	96.69
Total	147.52	1,044.09

21. OTHER FINANCIAL LIABILITIES (CURRENT)

Particulars	As at 31-03-2019	As at 31-03-2018
Current maturities of long-term borrowings	445.67	249.34
Total	445.67	249.34

22. OTHER CURRENT LIABILITIES

Particulars	As at 31-03-2019	As at 31-03-2018
Advance from customer	61.49	8.66
Statutory Dues	3.52	18.95
Creditors for capital goods	356.56	525.82
Total	421.57	553.44

23. PROVISION (CURRENT)

Particulars	As at 31-03-2019	As at 31-03-2018
Provision for employee benefits	17.81	18.35
Provision for CSR	-	1.02
Provision for Bonus	4.53	4.32
Provision for Gratuity	0.03	0.02
Provision for Leave encashment	0.69	0.05
Other	87.85	35.78
Total	110.92	59.54



For HTL METAL PVT. LTD.

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Director

For HTL METAL PVT. LTD.

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Director

20. INCOME TAXES

a) Current Tax Expense		(Rs in Lakh)	
Particular	For the year ended		
	31/03/2019	31/03/2018	
Current tax :			
Current tax	265.62	175.96	
MAT Credit Entitlement	-94.00	-163.13	
Deferred tax	156.44	205.37	
Total	328.06	218.20	

A reconciliation of income tax expense applicable to accounting profit before tax at the statutory income tax rate to income tax expense recognised for the year is indicated below :

Particulars	(Rs in Lakh)	
	For the year ended	
	31/03/2019	31/03/2018
Profit before tax	1,244.61	863.01
Enacted tax rate in India	26.36%	27.55%
Expected income tax expenses at statutory rate	328.06	215.81
Tax impact on account of		
Depreciation under income tax Act	(156.44)	(141.08)
Mat credit entitlement	94.00	(42.91)
Loss Carried Forward from PY	-	(39.76)
Others	-	20.77
Tax expense	265.62	12.83
MAT on PBT @ 21.34% / 20.38 %	265.62	175.96
Tax expense pertaining to current year	265.62	175.96
Effective income tax rate	21.34%	20.39%

b) Current Tax Liabilities		(Rs in Lakh)	
Particular	As at 31-03-2019	As at 31-03-2018	
Current tax	265.62	175.96	
Advance tax	120.26	(80.34)	
Current Tax Liabilities (Net)	145.36	95.62	

DEFERRED TAX LIABILITIES

The majority of the deferred tax balance represent differential rates of depreciation for property, plant and equipment. Significant components of deferred tax assets/(liabilities) recognized in the financial statement are as follows:

PARTICULAR	As at 31-03-2019	As at 31-03-2018
Deferred Tax Liability :		
On account of depreciation	372.98	217.43
Others	0.41	0.37
Deferred Tax Asset :		
Expenses allowed on payment basis	-	(0.84)
MAT Credit Entitlement	(290.86)	(196.87)
Others		
Deferred Tax (Asset) / Liabilities (Net)	82.53	20.10



For HTL METAL PVT. LTD.


Director

For HTL METAL PVT. LTD.


Director

24. REVENUE FROM OPERATIONS

	Rs. in Lakh			
	Year ended	March 31, 2019	Year ended	March
			31, 2018	
Sale of products (including excise duty)		24,280.43		19,924.28
Job work		0.56		-
Revenue from Operations (Gross)		24,280.98		19,924.28

25. OTHER INCOME

	Rs. in Lakh			
	Year ended	March 31, 2019	Year ended	March
			31, 2018	
Interest income from financial assets measured at amortised cost		3.72		2.41
		3.72		2.41

26. COST OF MATERIAL CONSUMED

	Rs. in Lakh			
	Year ended	March 31, 2019	Year ended	March
			31, 2018	
Indigenous Raw Material		21,336.24		18,265.98
		21,336.24		18,265.98

28. CHANGE IN INVENTORIES OF FINISHED GOODS, TRADED GOODS & WIP

	Year ended	March	Year ended	March	Increase /
	31, 2019		31, 2018		Decrease
Inventories at the end of the year					
Finished goods		1,406.00		1,355.90	(50.10)
Scrap Material		124.00		40.39	(83.61)
		1,530.00		1,396.29	(133.71)

29. EMPLOYEE BENEFIT EXPENSES

	Rs. in Lakh			
	Year ended	March 31, 2019	Year ended	March
			31, 2018	
Salaries, Wages, Bonus and Other Benefits		321.49		245.59
Staff Welfare Expenses		2.29		5.18
Provisions for Employees Benefits		5.95		6.14
Contribution towards Provident & Other Funds		8.21		5.05
		337.94		261.96

30. FINANCE COST

	Rs. in Lakh			
	Year ended	March 31, 2019	Year ended	March
			31, 2018	
Interest on borrowings		656.02		467.40
Other borrowings cost		25.79		38.59
		681.81		505.99



For HTL METAL PVT. LTD.

Director

For HTL METAL PVT. LTD.

Director

31. DEPRECIATION & AMORTISATION EXPENSES


	Rs. in Lakh			
	Year ended	March 31, 2019	Year ended	March 31, 2018
Depreciation Expenses		117.47		72.59
		117.47		72.59

32. OTHER EXPENSES

	Rs. in Lakh			
	Year ended	March 31, 2019	Year ended	March 31, 2018
Power and Fuel		202.02		173.47
Insurance		25.66		1.67
Repairs to:				
Machinery		10.58		3.04
Others		0.68		0.33
Sales Promotion		2.55		7.10
CSR		5.36		1.02
Freight and Cartage Outward		366.54		245.73
Fee & Subscription		3.47		3.81
Travelling and Conveyance		16.52		20.93
Rent		12.55		12.44
Legal or Professional Consultation Charges		4.58		9.80
Vehicle Running and Maintenance		14.34		5.66
Security Services		6.74		6.35
Others		28.74		9.98
		700.34		501.33



For HTL METAL PVT. LTD.


Director

For HTL METAL PVT. LTD.


Director

Related Party Disclosures

A. Names of Related parties and nature of relationship:

Nature of Relationship	
Holding Company	Hi - Tech Pipes Limited
Director	Mr. Ajay Kumar Bansal Mr. Vipul Bansal Mr. Anish Bansal

B. Transaction with Related Parties	For Year ended 31-03-2019	For Year ended 31-03-2018
Rent Expense		
Ajay Kumar Bansal	3.60	3.60
Remuneration Paid		
Vipul Bansal	36.00	36.00
Interest		
Hi-Tech Pipes Ltd	-	50.00

(Rs in Lakh)

C. Amount due to / from related parties	As at 31-03-2019	As at 31-03-2018
Unsecured Loan		
Hi Tech Pipes Ltd	202.56	215.62
Rent Payable		
Ajay Kumar Bansal	0.97	0.97
Remuneration Payable		
Vipul Bansal	2.00	3.00
Due to Director	1,196.76	1,783.16

(Rs in Lakh)

Audit Fees Breakup	For the year ended 31-03-2019	For the year ended 31-03-2018
Particular		
a) For Statutory Audit	3.30	3.30
b) For Tax Audit	1.00	1.00
Total	4.30	4.30

(Rs in Lakh)

EARNING PER SHARES

Particular	For the year ended 31-03-2019	For the year ended 31-03-2018
Basic & Diluted		
A) Profit attributable to equity shareholder (in Rs Lakh)	917.58	644.81
B) Weighted average number of equity shares (in Nos)	2,360,000	2,360,000
C) Basic and Diluted EPS (Rs.) (A/B)	38.88	27.32
Face value per shares (Rs)	10.00	10.00

(Rs in Lakh)

Financial Instrument

A) Capital risk management

Particulars	As at 31-03-2019	As at 31-03-2018
Long term borrowings	3,031.68	3,285.44
Current maturities of long term debt	445.67	249.34
Short term borrowings	4,996.29	3,321.32
Less : Cash and cash equivalents	12.09	29.46
Less : Bank Balance other than cash and cash equivalents	24.88	24.62
Net Debt	8,436.67	6,802.02
Total Equity	2,039.62	1,122.04
Gearing Ratio	4.14	6.06

i) Equity Includes all capital and reserves of the company that are managed as capital.

ii) Debt Is defined as long and short term borrowings

B) Categories of financial Instruments

Particulars	31/03/2019		31/03/2018	
	Carrying value	Fair value	Carrying value	Fair value
Financial assets				
Measured at amortised cost				
Loans	149.81	149.81	36.26	36.26
Other financial assets	-	-	-	-
Trade receivables	4,347.00	4,347.00	2,607.97	2,607.97
Cash and cash equivalents	12.09	12.09	29.46	29.46
Bank balances other than cash and cash equivalents	24.88	24.88	24.62	24.62
Non-current Investment	0.03	0.03	0.03	0.03
Total financial assets at amortised cost (A)	4,533.80	4,533.80	2,698.34	2,698.34
Measured at fair value through other comprehensive Income (B)	-	-	-	-
Measured at fair value through profit and loss (C)	-	-	-	-
Total Financial assets (A+B+C)	4,533.80	4,533.80	2,698.34	2,698.34
Financial liabilities				
Measured at amortised cost				
Long Term Borrowings	3,031.68	3,031.68	3,285.44	3,285.44
Short term Borrowings	4,996.29	4,996.29	3,321.32	3,321.32
Trade payables	147.52	147.52	1,044.08	1,044.08
Other Financial liabilities	445.67	445.67	249.34	249.34
Total financial liabilities carried at amortised cost	8,621.16	8,621.16	7,900.17	7,900.17



For HTL METAL PVT. LTD.

[Signature]
Director

For HTL METAL PVT. LTD.

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Director