

## INDEPENDENT AUDITOR'S REPORT

To the Members of  
M/s Happy Steels Private Limited  
Ludhiana (Pb.)

### Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **M/s Happy Steels Private Limited** ('the Company'), which comprise the balance sheet as at 31<sup>st</sup> March 2022, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March 2022 and its profit and its cash flows for the year ended on that date.

### Management's Responsibility for the Standalone Financial Statements

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



### **Auditor's Responsibility**

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

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

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

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

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

### **Report on 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 Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 of the Order.

As required by section 143(3) of the Act and Companies (Audit & Auditors) Rules 2014, we further report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;





(c) The Balance Sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;

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

(e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2022 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" and

(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, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company doesn't have any pending litigations which would impact its financial position.
- ii. The Company didn't have any long-term contracts including derivative contracts for 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.

Place: Ludhiana  
Dated: 1-09-22

For Gupta Sharma & Associates  
Chartered Accountants

(CA. Kuldip Sharma)  
Partner

M. No. 080109

Firm Regd. no. 001466N



## **"ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT**

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2022:

- 1) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.  
(B) The Company does not have any intangible asset.  
(b) The Property, Plant & Equipment have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the Property, Plant & Equipment has been physically verified by the management during the year and no material discrepancies between the books records and the physical Property, Plant & Equipment have been noticed.  
(c) According to the information & explanation given to us and on the basis of our examination of the records of the company, the title deeds of the immovable property are held in the name of the company.  
(d) According to the information & explanation given to us and on the basis of our examination of the records of the company, the company has not revalued its Property, plant and equipment during the year.  
(e) According to the information & explanation given to us and on the basis of our examination of the records of the company, there are no proceedings initiated or pending against the company for holding any Benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- 2) (a) The Inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.  
(b) According to the information & explanation given to us and on the basis of our examination of the records of the company, all the quarterly returns or statements filed by the company with the bank are in agreement with the books of accounts.
- 3) The Company has not made any investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, 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 Act. Accordingly, the provisions of this clause of the Order are not applicable to the Company and hence not commented upon.
- 4) The Company has not granted any loans, made investments or provided guarantees and hence reporting under this clause of the Order is not applicable to the Company.
- 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) Having regard to the nature of the Company's business / activities, reporting under clause 3(vi) of the Order is not applicable to the Company.
- 7) a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Income-Tax, Goods & Service Tax and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2022 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanation given to us, there are no dues of income tax, Goods & Service Tax outstanding on account of any dispute.
- 8) According to information and explanation given to us and on the basis of the books of account, and records, the Company has not surrendered or disclosed any transaction not recorded in the books of account in the tax assessments under the income Tax Act, 1961 (43 of 1961).
- 9) According to information and explanation given to us and on the basis of the books of account, and records:
- (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The company has not been declared willful defaulter by any bank or financial institution or other lender.
- (c) According to the information & explanation given to us by the management, the term loans obtained by the company have been applied for the purpose for which they were obtained.
- (d) The funds raised by the company on short term basis have not been utilized for long term purposes.
- (e) The company does not have any subsidiary, associate or joint venture. Hence the provisions of this clause are not applicable.
- (f) The company does not have any subsidiary, associate or joint venture. Hence the provisions of this clause are not applicable.
- 10) (a) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of this clause of the Order are not applicable to the Company and hence not commented upon.
- (b) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the provisions of this clause of the Order are not applicable to the Company and hence not commented upon.
- 11) Based upon the audit procedures performed and the information and explanations given by the management:
- (a) We report that no fraud by the Company or on the company by its officers or employees 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 against company in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) We have taken into consideration the whistle blower complaints received by the company during the year while determining the nature, timing and extent of our audit procedures.





- 12) According to information and explanation given to us the company is not a Nidhi Company. Therefore, the provisions of this clause of the Order is not applicable to the Company.
- 13) In our opinion, 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) Based upon the audit procedures performed and the information and explanations given by the management:
- (a) The company has an adequate internal audit system commensurate with the size and nature of its business.
  - (b) According to information and explanation given to us by the company, as per the size and operations of the business, the company is not liable for appointment of internal auditor. Hence the provisions of this clause are not applicable.
- 15) Based upon the audit procedures performed and 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. Accordingly, the provisions of this clause of the Order are not applicable to the Company and hence not commented upon.
- 16) Based upon the audit procedures performed and the information and explanations given by the management:
- (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 this clause of the Order are not applicable to the Company and hence not commented upon.
  - (b) The company has not conducted any Non- Banking Financial or Housing finance activities during the year and accordingly, the provisions of this clause of the Order are not applicable to the Company and hence not commented upon.
  - (c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and accordingly, the provisions of this clause of the Order are not applicable to the Company and hence not commented upon.
  - (d) Since the company is not a CIC, this clause is not applicable.
- 17) The Company has not incurred any cash losses in the financial year and in the immediately financial year.
- 18) There has been no resignation by the statutory auditor during the year. Accordingly this clause is not applicable.
- 19) According to the information and explanations given to us 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, our knowledge of the board of directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of audit report that the company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. 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 upto the date of 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 of the Companies Act, 2013 are not applicable to the company.  
Hence this clause is not applicable.

Place: Ludhiana

Dated: 01-04-22

For Gupta Sharma & Associates

Chartered Accountants

(CA. Kuldip Sharma)

Partner

M. No. 080109

Firm Regd. no. 001466N



## **ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT**

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

Report on the Internal Financial Controls Over Financial Reporting 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 Happy Steels Private Limited ("the Company") as of 31<sup>st</sup> March, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") 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 issued by the Institute of Chartered Accountants of India and the Standards on auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the Auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.





## Meaning of Internal Financial Controls over Financial Reporting

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

## Inherent Limitations of Internal Financial Controls over Financial Reporting

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

## Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31<sup>st</sup>, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Ludhiana

Dated: 01-09-22

For Gupta Sharma & Associates  
Chartered Accountants

(CA. Kuldip Sharma)

Partner

M. No. 080109

Firm Regd. no. 001466N



HAPPY STEELS PRIVATE LIMITED  
REGD. OFF: B-XXIX-2254, KANGANWAL ROAD, PO- JUGIANA, LUDHIANA  
BALANCE SHEET AS AT 31st March 2022

CIN- U35923PB1996PTC018348

Particulars	Note No.	AS AT 31.03.2022		AS AT 31.03.2021	
		Rs.	P.	Rs.	P.
<b>I. EQUITY AND LIABILITIES</b>					
<b>1 Shareholders' funds</b>					
(a) Share Capital	1	14997400.00		14997400.00	
(b) Reserves & Surplus	2	239452658.34		240363450.44	
<b>2 Non-current liabilities</b>					
(a) Long-term borrowings	3	109219838.33		85494234.83	
(b) Deferred tax liabilities(Net)	4	16893815.23		16637730.23	
<b>3 Current liabilities</b>					
(a) Short-term borrowings	5	220673209.14		169874748.58	
(b) Trade Payables	6	38509636.00		49243757.65	
(c) Other current liabilities	7	81754056.26		82083903.93	
<b>TOTAL</b>		<b>721500613.30</b>		<b>658695225.66</b>	
<b>ASSETS</b>					
<b>1 Non-current assets</b>					
(a) Fixed Assets					
(i) Tangible assets	8	231196340.98		191473547.30	
(ii) Intangible assets		0.00		0.00	
(iii) Capital work-in-progress		0.00		0.00	
(b) Long-term loans and advances	9	17443866.00		17129354.00	
<b>2 Current Assets</b>					
(a) Inventories	10	239900700.00		186224100.00	
(b) Trade receivables	11	205400313.32		216438305.40	
(c) Cash and cash equivalents	12	3311133.22		1478204.51	
(d) Short-term loans and advances	13	3527106.00		6548599.28	
(e) Others current assets	14	20721153.78		39403115.17	
<b>TOTAL</b>		<b>721500613.30</b>		<b>658695225.66</b>	
Significant Accounting Policies and Other Notes Forming Part of Accounts	22				

For and on Behalf of the Board of Directors

*(Signature)* *(Signature)*

(Sanjeev Garg)  
Mg. Director  
DIN: 00621809

(Parveen Kumar)  
Director  
DIN: 00621836

PLACE : LUDHIANA  
DATED : 01.09.2022

This is the Balance Sheet referred  
to in our report of even date  
For Gupta Sharma & Associates  
Chartered Accountants  
FRN- 001466N

(Kuldip Sharma)  
Partner

M.No. 080109

UDIN-22080109AVALSE9477





**HAPPY STEELS PRIVATE LIMITED**  
**REGD. OFF: B-XXIX-2254, KANGANWAL ROAD, PO- JUGIANA, LUDHIANA**  
**PROFIT & LOSS STATEMENT FOR THE YEAR ENDING 31st MARCH 2022**

CIN- U35923PB1996PTC018348

Particulars	Note No.	Current Year		Previous Year	
		Rs.	P.	Rs.	P.
I. Revenue from operations(Gross)	15	882977273.26		773073658.18	
II. Other income	16	5668528.76		1490950.19	
III. Total Revenue (I+II)		888645802.02		774564608.37	
IV. <b>EXPENSES:</b>					
Cost of Materials consumed	17	520209692.43		441667997.18	
Changes in inventories of finished goods work-in-progress and stock in-trade	18	-51342100.00		-65328400.00	
Employee Benefits Expenses	19	142392179.20		139180480.00	
Financial Expenses	20	13566117.64		13375990.97	
Depreciation and amortization	8	18250735.04		19169782.54	
Other expenses	21	243907815.74		212460055.10	
Total		886984440.05		760525905.79	
V. Profit before exceptional and extraordinary items and tax(III-IV)		1661361.97		14038702.58	
VI. Exceptional items ( Loss on Sale of Machinery)		1342676.00		13298380.16	
VII. Profit before extraordinary (V-VI)		318685.97		740322.42	
VIII. Extraordinary items		0.00		0.00	
IX. Profit before Tax (VII-VIII)		318685.97		740322.42	
X. Tax expense:					
(1) Current tax		0.00		1000000.00	
(2) Deferred tax		256085.00		-510351.00	
XI. Profit(Loss)for the period from continuing operations (IX-X-XIV)		62600.97		250673.42	
XV. Profit for the period(XI-XIV)		62600.97		250673.42	
XVI. <b>Earning per equity share(Nominal Value per share :Rs.10/- (2018-19:Rs.10/-</b>					
Basic (including extraordinary items)		0.04		0.17	
Diluted (including extraordinary items)					
Basic (excluding extraordinary items, net of tax expense)		0.04		0.17	
Diluted (excluding extraordinary items, net of tax expense)					
Significant Accounting Policies and Other Notes Forming Part of Accounts	22				

For and on Behalf of the Board of Directors

*(Signature)* *(Signature)*

(Sanjeev Garg)  
 Mg. Director  
 DIN: 00621809

(Parveen Kumar)  
 Director  
 DIN: 00621836

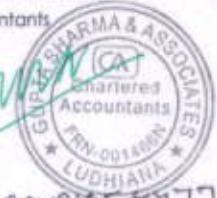
PLACE : LUDHIANA  
 DATED : 01.09.2022

This is the Balance Sheet referred to in our report of even date  
 For Gupta Sharma & Associates  
 Chartered Accountants  
 FRN- 001466N

(Kuldeep Sharma)  
 Partner

M.No-080109

UDIN-2202-109AVALSE-9977



HAPPY STEELS PRIVATE LIMITED REGD. OFF: B-XXIX-2254, KANGANWAL ROAD, PO- JUGIANA, LUDHIANA NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31.03.2022					NOTE 1
SHARE CAPITAL					
PARTICULARS		AS AT		AS AT	
		31.03.2022		31.03.2021	
		Rs.	P.	Rs.	P.
<u>AUTHORISED</u>					
1500000 (Previous Year 1500000) Equity Shares of Rs. 10/-each		15000000.00		15000000.00	
(b) <u>ISSUED, SUBSCRIBED &amp; PAID UP</u>					
1499740 (Previous Year 1499740) Equity Shares of Rs.10/- each.(fully paid up)		14997400.00		14997400.00	
(c) Par Value per Share is Rs.10/-					
(d) No. of Shares as on 01.04.2020	1499740.00				
Addition during the year.	0.00				
No. of Shares as on 31.03.2021	1499740.00				
(e) Shares held by holding and subsidiary of holding company.	N/A				
(f) Shareholders holding more than 5% of share capital.					
i) SANJEEV GARG	607010				
ii) PARVEEN KUMAR	518100				
iii) SANJEEV GARG (HUF)	101150				
iii) PARVEEN KUMAR(HUF)	92750				
	1319010				
(g) Shares reserved for issue under options	Nil				
(h) Shares allotted as fully paid up by way of bonus shares	Nil				
(i) Shares allotted as fully paid up pursuant to contracts without payment being received in cash.(during 5 years immediately preceeding years)	Nil				
(j) Terms of securities convertible into equity shares	Nil				
		14997400.00		14997400.00	

*Sup*

*Parveen Kumar*





HAPPY STEELS PRIVATE LIMITED					NOTE 2
RESERVES & SURPLUS					
PARTICULARS		AS AT		AS AT	
		31.03.2022		31.03.2021	
		Rs.	P.	Rs.	P.
(a) General Reserve					
Opening Balance		240363450.44		241805550.16	
Add: Excess provision provided now reversed		-973393.07		0.00	
Add: Addition During the year		62600.97		250673.42	
		239452658.34		242056223.58	
Less : Earlier Less provisions Provided		0.00		1692773.14	
		239452658.34		240363450.44	
	TOTAL	239452658.34		240363450.44	

#### LONG-TERM BORROWINGS

NOTE 3

	PARTICULARS		AS AT		AS AT	
			31.03.2022		31.03.2021	
			Rs.	P.	Rs.	P.
(a)	Term Loans					
	From banks(Secured)		36978927.38		5269499.88	
	(Aggregate amount of loans guaranteed by directors is Rs.528.14 Lakhs)					
	From LIC (secured)		5053040.00		6371000.00	
(b)	Loans and advances from related parties					
	(Unsecured)		67187870.95		73853734.95	
	i) From Directors	35444612.45				
	ii) From Share holders	31743258.50				
	Total	67187870.95				
	TOTAL		109219838.33		85494234.83	

#### A) Detail of Security for Term Loans :

i) Term loan of Rs. 528.14 Lakhs (Previous Year Rs. 90.27 lakhs) from Banks are secured by way of first pari passu Charge of Equitable Mortgage created on Company's immovable properties situated at Vill:- Jaspal bangar , properties at Kanganwal road, together with all building and structures thereon and all the fixed assets of the company and second pari passu charge by way of hypothecation of current assets of the company.

ii) Personal Guranatees of the Directors has been provided for all the term Loans.

iii) Loans from LIC Rs. 50.50 lakhs (PY 63.71 lakhs) is secured by Keyman Insurance policies in favour of Directors.

#### B) Terms of Repayments :

- Term Loan amounting to Rs. 191.70 lakhs repayable in EMI, Last Installment due in 07/08/24, Total no. of installments pending are 17 no.
- Term Loan amounting to Rs. 104.49 lakhs repayable in EMI, Last Installment due in 07/01/2029, Total no. of installments pending are 82 no.
- Term Loan amounting to Rs. 190.71 lakhs repayable in EMI, Last Installment due in 07/05/2025, Total no. of installments pending are 26 no.
- Term Loan amounting to Rs. 22.11 lakhs repayable in EMI, Last Installment due in 07/08/2027, Total no. of installments pending are 65 no.
- Term Loan amounting to Rs. 19.13 lakhs repayable in EMI, Last Installment due in 07/04/2022, Total no. of installments pending are 1 no.

iii) No default in repayment of Principal and in interest payment has been occurred during the year.

*[Signature]*

*[Signature]*



HAPPY STEELS PRIVATE LIMITED				
DEFERRED TAX LIABILITY			NOTE 4	
PARTICULARS		AS AT		AS AT
		31.03.2022		31.03.2021
		Rs.	P.	Rs. P.
(a) Deferred Tax Liability				
Opening Balance		16637730.23		17148081.23
Add: Addition During the year		256085.00		-510351.00
		16893815.23		16637730.23
TOTAL		16893815.23		16637730.23
SHORT TERM BORROWINGS			NOTE 5	
PARTICULARS		AS AT		AS AT
		31.03.2022		31.03.2021
		Rs.	P.	Rs. P.
(a) Loans repayable on demand				
(i) from banks (secured)		220673209.14		169874748.58
(Secured by hypothecation of stock in trade, book debts and all the current assets of the company.				
(Aggregate amount of loans guaranteed by directors is Rs. 22.00 Cr)				
TOTAL		220673209.14		169874748.58
TRADE PAYABLES			NOTE 6	
PARTICULARS		AS AT		AS AT
		31.03.2022		31.03.2021
		Rs.	P.	Rs. P.
Trade Payables*				
Total Outstanding to Small, Medium & Micro enterprises		0.00		0.00
Total Outstanding to other than Small, Medium & Micro enterprises		38509636.00		49243757.65
TOTAL		38509636.00		49243757.65
*The company has not received information from vendors regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at the year end together with interest paid/payable under this Act have not been given.				

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*Praveen Kumar*





HAPPY STEELS PRIVATE LIMITED					NOTE 7
OTHER CURRENT LIABILITIES					
PARTICULARS		AS AT		AS AT	
		31.03.2022		31.03.2021	
		Rs.	P.	Rs.	P.
(a) Current maturities of long-term debt		15835164.00		3757428.00	
(b) Current maturities of finance lease obligations		0.00		1274492.00	
(c) Creditors for expenses		35103455.50		41046822.89	
(d) Advances from customers		9087840.80		7240028.34	
(e) Other Payables					
i) Cheques pending for Realisation		1425649.56		2010792.56	
ii) Expenses Payables/Provisions		20285066.54		26737460.28	
iii) Rashtriya Ispat Nigam LTD.		16879.86		16879.86	
	TOTAL	81754056.26		82083903.93	

HAPPY STEELS PRIVATE LIMITED					NOTE 9
LONG-TERM LOANS AND ADVANCES					
PARTICULARS		AS AT		AS AT	
		31.03.2022		31.03.2021	
		Rs.	P.	Rs.	P.
(a) Capital Advances					
i) Secured, considered good	5820115.00	5820115.00		5505603.00	
ii) Unsecured, considered good					
iii) Doubtful	0.00				
Total	5820115.00				
Less: Provision for bad and doubtful capital advances	0.00				
Total	5820115.00				
(Capital advances includes amount of Rs. NIL due from directors, amount of Rs. NIL due from officer, amount of Rs. NIL due from firm in which the director is partner and amount of Rs. NIL due from private company in which the director is member.)					
(b) Security Deposits					
i) Secured, considered good	11623751.00	11623751.00		11623751.00	
ii) Unsecured, considered good	0.00				
iii) Doubtful	0.00				
Total	11623751.00				
Less : Prov. for doubtful Capital Advances	0.00				
Total	11623751.00				
(Securities includes amount of Rs. NIL for directors, amount of Rs. NIL for officer of the company, amount of Rs. NIL for firm in which the director is partner and amount of Rs. NIL for private company in which the director is member.)					
	TOTAL	17443866.00		17129354.00	

*Sy mof*  
*Praveen Kumar*



**HAPPY STEELS PRIVATE LIMITED**

**B-XXIX-2254, KANGANWAL ROAD, P.O. JUGHIANA, LUDHIANA**

**SCHEDULE OF FIXED ASSETS AS ON 31.03.22**

As per Companies Act, 2013		GROSS BLOCK			DEPRECIATION				NET BLOCK		NOTE-8
PARTICULARS	OP. BALANCE	ADDITION	SALES/TFD.	CL. BALANCE	OP. BALANCE	ON ADDITION	Dep. During the year	SALES/TFD.	CL. BALANCE	31.03.22	31.03.21
<b>(A) TANGIBLE ASSETS</b>											
BINS / STAND	3265938.80	254063.66		3520002.46	956975.39	5275.00	206691.00		1168941.39	2351061.07	2308963.41
BUILDING	39319650.17	26639837.40		65959487.57	12200442.09	71608.54	1244440.35		13516490.98	52442996.59	27119208.08
CAR	23289855.97	0.00	0.00	23289855.97	10755855.64	0.00	2018012.38		12773868.02	10515987.95	12534000.33
COMPUTER	4495191.94	0.00		4495191.94	3305455.73	0.00	794772.21		4100227.94	394964.00	1189736.21
ELECTRIC FITTING	3857827.56	178003.52		4035831.08	625858.42	14585.87	258399.01		898843.31	3136987.77	3231969.14
FIRE EXTINGUISHER	236643.00	0.00		236643.00	137536.29	0.00	14343.12		151879.41	84763.59	99106.71
FLAMELESS FURNACE	5181650.75	0.00		5181650.75	4574479.65	0.00	36960.59		4611440.25	570210.50	607171.10
FORKLIFTER	1630296.75	0.00		1630296.75	698781.18	0.00	103176.75		801957.93	828338.82	931515.57
FURNITURE	5100180.63	135852.46		5236033.09	1981687.17	6508.10	484251.46		2472446.73	2763586.36	3118493.46
GENERATOR	1124299.00	0.00		1124299.00	970983.96	0.00	21860.96		992844.92	131454.08	153315.04
LAND	3739575.00	800000.00		4539575.00	0.00	0.00	0.00		0.00	4539575.00	3739575.00
OFFICE EQUIPMENT	3480177.2	126110.20		3606287.40	2616088.35	13739.00	163292.00		2793119.35	813168.05	864088.85
OIL TANK	189090.00	0.00		189090.00	139159.78	0.00	7180.70		146340.48	42749.52	49930.22
PHOTOCOPIER	160000.00	0.00		160000.00	152000.00	0.00	0.00		152000.00	8000.00	8000.00
PLANT & MACHINERY	242713762.65	46750802.15	6732678.00	282731886.80	156241203.32	858931.13	11737498.24	4390002.00	164447630.69	118284256.11	86472559.33
SCOOTER/CYCLE	214397.00	0.00		214397.00	136189.08	0.00	11295.62		147484.70	66912.30	78207.92
TEMPO	527602.00	0.00		527602.00	501222.00	0.00	0.00		501222.00	26380.00	26380.00
WEIGHSCALE	958789.86	0.00		958789.86	87797.66	0.00	60679.06		148476.72	810313.14	870992.20
INSTRUMENT & GAUGES	1335088.98	1361377.60		2696466.58	55908.06	32740.34	84493.60		173141.99	2523324.59	1279180.92
(B) INTANGIBLE ASSETS	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(C) CAPITAL WORK IN PROGRESS											
BUILDING U/CONSTRUCTION	23100305.00	3539532.40	26639837.40	0.00	0.00	0.00	0.00	0.00	0.00	0.00	23100305.00
MACHINERY U/INSTALLATION	23490752.81	7370558.72	0.00	30861311.53	0.00	0.00	0.00	0.00	0.00	30861311.53	23490752.81
INTT. PENDING FOR CAPITALISATION	200096.00	0.00	200096.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	200096.00
(D) INTANGIBLE ASSETS UNDER DEVELOPMENT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL</b>	<b>387611171.07</b>	<b>87156138.12</b>	<b>33572611.40</b>	<b>441194697.79</b>	<b>196137623.77</b>	<b>1003387.99</b>	<b>17247347.06</b>	<b>4390002.00</b>	<b>209998356.81</b>	<b>231196340.98</b>	<b>191473547.47</b>
Previous Year	381060484.70	46859240.37	40308554.00	387611171.07	184853015.08	602564.25	18567218.28	7885173.84	196137623.77	191473547.30	196207469.79

*S. J. Singh, Director*





HAPPY STEELS PRIVATE LIMITED									
B-XXIX-2254, KANGANWAL ROAD, P.O. JUGIANA, LUDHIANA									
DEPRECIATION CHART AS PER INCOME TAX RULES AS AT 31.03.2022									
PARTICULARS	RATE OF DEP.	OPENING BALANCE	ADDITIONS BEFORE 30.9	ADDITIONS AFTER 30.9	SALES/TFD.	TOTAL	DEPRECIATION	ADDITIONAL DEPRECIATION	ANNEXURE - A
BINS/STAND	15%	1706253.48	69493.26	184570.40	0.00	1960317.14	280204.79	0.00	
BUILDING	10%	16468232.21	0.00	26639837.40	0.00	43108069.61	2978815.09	0.00	
CAR	15%	10200727.10	0.00	0.00	0.00	10200727.10	1530109.06	0.00	
COMPUTER	40%	907221.51	0.00	0.00	0.00	907221.51	362888.60	0.00	
CYCLE	15%	344.23	0.00	0.00	0.00	344.23	51.63	0.00	
ELECTRIC FITTING	10%	3121806.88	178003.52	0.00	0.00	3299810.40	329981.04	0.00	
FIRE EXTINGUISHER	15%	55330.91	0.00	0.00	0.00	55330.91	8299.64	0.00	
FLAMELESS FURNACE	15%	261310.21	0.00	0.00	0.00	261310.21	39196.53	0.00	
FORTLIFTER	15%	605177.70	0.00	0.00	0.00	605177.70	90776.66	0.00	
FURNITURE & FIXTURE	10%	3245423.58	76534.70	59317.76	0.00	3381276.04	335161.72	0.00	
GENERATOR	15%	78868.34	0.00	0.00	0.00	78868.34	11830.25	0.00	
LAND	0%	3739575.00	0.00	800000.00	0.00	4539575.00	0.00	0.00	
OFFICE EQUIPMENTS	15%	1325164.38	65906.74	60203.46	0.00	1451274.58	213175.93	0.00	
OIL TANK	15%	4402.65	0.00	0.00	0.00	4402.65	660.40	0.00	
PHOTOCOPIER	15%	8390.44	0.00	0.00	0.00	8390.44	1258.57	0.00	
PLANT & MACHINERY	15%	65900491.08	7295885.00	39454917.15	6732678.00	105918615.24	12928673.50	0.00	
SCOOTER	15%	74900.07	0.00	0.00	0.00	74900.07	11235.01	0.00	
TEMPO	15%	29381.34	0.00	0.00	0.00	29381.34	4407.20	0.00	
TRANSFORMER	15%	607357.67	0.00	0.00	0.00	607357.67	91103.65	0.00	
WEIGH SCALE	15%	629896.96	0.00	0.00	0.00	629896.96	94484.54	0.00	
INSTRUMENTS & GAUGES	15%	1148981.81	447031.88	914345.72	0.00	2510359.41	307977.98	0.00	
BUILDING U/CONSTRUCTION	0%	23100305.00	1340225.00	2199307.40	26639837.40	0.00	0.00	0.00	
MACHINERY U/INSTALLATION	0%	23490752.81	4642084.87	2728473.85	0.00	30861311.53	0.00	0.00	
INTT. PENDING FOR CAPITALISATION	0%	200096.00	0.00	0.00	200096.00	0.00	0.00	0.00	
<b>TOTAL</b>		<b>156910391.35</b>	<b>14115164.97</b>	<b>73040973.15</b>	<b>33572611.40</b>	<b>210493918.06</b>	<b>19620291.79</b>	<b>0.00</b>	<b>19620291.79</b>
									<b>190873626.27</b>



*Signature*

HAPPY STEELS PRIVATE LIMITED					NOTE 10
INVENTORIES					
PARTICULARS		AS AT		AS AT	
		31.03.2022		31.03.2021	
		Rs.	P.	Rs.	P.
(a) <u>STOCK &amp; STORES</u>					
Raw Materials		22595000.00		20240500.00	
Work In Process		150096100.00		108193300.00	
Finished Goods		43361200.00		42051000.00	
Stores & Spares		23848400.00		15719300.00	
	TOTAL	239900700.00		186224100.00	

Inventories are valued at cost or realizable value whichever is less except for Scrap which is valued at net realizable value. The cost formula used in respect of various type of inventories is as under:-

- In respect of Raw Materials & consumable stores on FIFO Basis.
- In respect of Work in process at cost of raw materials plus conversion cost.
- Finished goods at cost of Raw Material plus conversion conversion cost.

HAPPY STEELS PRIVATE LIMITED					NOTE 11
TRADE RECEIVABLES					
PARTICULARS		AS AT		AS AT	
		31.03.2022		31.03.2021	
		Rs.	P.	Rs.	P.
Trade Revelvables		10542330.33		3807049.00	
i) Outstanding for a period exceding six months					
ii) Other Debts		194857982.99		212631256.40	
a) Secured,consider good	194857982.99				
b) Unsecured,consider good	0.00				
c) Doubtful	0.00				
Total	194857982.99				
Less : Provision for bad and doubtful	0.00				
Total	194857982.99				
(Trade receivables includes amount of Rs. NIL due from directors, amount of Rs. NIL due from officer, amount of Rs. NIL due from firm in which the director is partner and amount of Rs. NIL due from private company in which the director is member.)					
	TOTAL	205400313.32		216438305.40	

HAPPY STEELS PRIVATE LIMITED					NOTE 12
CASH AND CASH EQUIVALENTS					
PARTICULARS		AS AT		AS AT	
		31.03.2022		31.03.2021	
		Rs.	P.	Rs.	P.
(a) Balances with Scheduled Banks in C/A					
HDFC C/A		0.00		152416.29	
Dollars in hand		0.00		226584.16	
Hdfc Fdr		497988.90		497988.90	
(b) Cash in Hand & Imprest Balances		1851394.32		601215.16	
(c) MARGIN RETAINED AGAINST MTL		961750.00		0.00	
	TOTAL	3311133.22		1478204.51	

Synergy

Amrohenkumar





## HAPPY STEELS PRIVATE LIMITED

## SHORT TERM LOAN AND ADVANCES

NOTE 13

PARTICULARS		AS AT 31.03.2022		AS AT 31.03.2021	
		Rs.	P.	Rs.	P.
(a) Others			3527106.00		6548599.28
a) Secured, consider good	3527106.00				
b) Unsecured, consider good					
c) Doubtful	0.00				
Total	3527106.00				
Less : Provision for bad and doubtful capital advances					
Total					
(Others includes amount of Rs. NIL due from directors, amount of Rs. NIL due from officer, amount of Rs. NIL due from firm in which the director is partner and amount of Rs. NIL due from private company in which the director is member.)					
TOTAL		3527106.00		6548599.28	

## OTHER CURRENT ASSETS

NOTE 14

PARTICULARS		AS AT 31.03.2022		AS AT 31.03.2021	
		Rs.	P.	Rs.	P.
i) Prepaid Expenses			790509.00		1103238.00
ii) Yes bank ( Excess installment)			104943.00		
iii) Export Incentive Receivable			1238812.19		1241130.19
iv) Other Receivables:					
T.D.S. Recoverable		1498410.95		454607.00	
TCS Recoverable		154506.47		257086.30	
Interest Receivable		366747.00		353368.44	
Licence Receivable		2137637.41		1803757.41	
Advance Account Unit-I		560002.00		738042.00	
Advance Account Unit-II		5493586.00		5996932.00	
Advance Account (Santosh Kumar)		106400.00		92000.00	
Advance Tax		1000000.00		2000000.00	
Excise Duty Under Protest		484971.00		484971.00	
Income Tax Under Protest		725000.00		725000.00	
Cheques deposited but not cleared		44685.56		44685.56	
Discount Receivable		123194.50		586453.13	
Northstar Autocomp Pvt Ltd		0.00		22584426.00	
Arjun Electrodes		37500.00		37500.00	
iv) Advance to suppliers		5854248.70		899918.14	
Total					
TOTAL		20721153.78		39403115.17	

S. Singh

Rajesh Kumar



## HAPPY STEELS PRIVATE LIMITED

## REVENUE FROM OPERATIONS

NOTE 15

PARTICULARS		Current Year		Previous Year	
		Rs.	P.	Rs.	P.
Sale of Products/Services	882983137.74				
LESS: Returns	5864.48	882977273.26		773073658.18	
<b>TOTAL</b>		<b>882977273.26</b>		<b>773073658.18</b>	

## OTHER INCOME

NOTE 16

PARTICULARS		Current Year		Previous Year	
		Rs.	P.	Rs.	P.
Rebate & Discount Received		1721.41		0.00	
Foreign Exchange Gain		411531.35		0.00	
Misc. Income/Draw back		1078696.00		1490950.19	
Insurance		4176580.00		0.00	
<b>TOTAL</b>		<b>5668528.76</b>		<b>1490950.19</b>	

## COST OF MATERIALS CONSUMED

NOTE 17

PARTICULARS		Current Year		Previous Year	
		Rs.	P.	Rs.	P.
Opening Stock of Raw Material		20260500.00		16377500.00	
Add : Purchases		522544192.43		445550997.18	
		542804692.43		461928497.18	
Less : Closing Stock of Raw Material		22595000.00		20260500.00	
<b>Total</b>		<b>520209692.43</b>		<b>441667997.18</b>	

## CHANGE IN INVENTORIES

NOTE 18

PARTICULARS		Current Year		Previous Year	
		Rs.	P.	Rs.	P.
(a) <b>OPENING STOCK</b>					
Finished Goods		42051000.00		66984200.00	
Work in progress		108193300.00		17809000.00	
Stores & Spares		15719300.00		15842000.00	
<b>Total (a)</b>		<b>165963600.00</b>		<b>100635200.00</b>	
(b) <b>CLOSING STOCK</b>					
Finished Goods		43361200.00		42051000.00	
Work in progress		150096100.00		108193300.00	
Stores & Spares		23848400.00		15719300.00	
<b>Total (b)</b>		<b>217305700.00</b>		<b>165963600.00</b>	
<b>Total(a-b)</b>		<b>-51342100.00</b>		<b>-65328400.00</b>	





HAPPY STEELS PRIVATE LIMITED					
EMPLOYEE BENEFITS EXPENSE					NOTE 19
	PARTICULARS		Current Year Rs. P.		Previous Year Rs. P.
	Bonus		3440038.00		3319089.00
	Contribution to Employees Provident Fund		6022508.00		5213770.00
	Contribution to Employees State Insurance		2373781.00		2240385.00
	Contribution to F.P.F.		2937320.00		3057594.00
	Conveyance Exp.		786749.00		829087.00
	Gratuity		436039.00		325418.00
	House Rent Allowance		10025963.00		10144968.00
	Insurance fund		208882.00		287706.00
	Leave with Wages		2143313.00		2215485.00
	Medical aid		28803.00		132807.00
	Salaries, Wages & Other Allowances		112624807.00		108939354.00
	Staff & Labour Welfare		1363976.20		2474817.00
		TOTAL	142392179.20		139180480.00
HAPPY STEELS PRIVATE LIMITED					
FINANCE COST					NOTE 20
	PARTICULARS		Current Year Rs. P.		Previous Year Rs. P.
	Bank Charges		277249.49		78090.87
	Interest on		13288868.15		
	- Unsecured Loans				
	- Term Loans	2471438.30			9764742.00
	- Working Capital	8916103.00			943760.36
	- Cash Discount	1553577.69			2150364.74
	- Processing Fee/ Renewal Free	347749.16			439033.00
		TOTAL	13566117.64		13375990.97

*[Handwritten signature]*



## HAPPY STEELS PRIVATE LIMITED

## OTHER EXPENSES

NOTE 21

PARTICULARS	31.03.2022		31.03.2021	
	Rs.	P.	Rs.	P.
A.M.C	793629.10		1053395.00	
Additional Central Sale Tax	0.00		122770.00	
Admin Charges	0.00		15476.00	
Advertisement	0.00		300000.00	
Amount written off	82289.11		20992.19	
Auditors Remuneration :				
- Audit Fee	30000.00		44000.00	
Calibration charges	245937.98		148451.64	
Charity and Donation	0.00		500.00	
Clearance charges	5168485.24		940244.88	
Commission on sales	1312423.00		1195205.00	
Consumable Stores	39153811.02		39942774.57	
Diwali Expenses	58250.00		89330.00	
Electric Repair & Maintenance	2272228.36		3521913.14	
Entertainment	0.00		32695.00	
Excess and short recovery- exports	158389.13		45090.21	
Foreign exchange loss	0.00		8172.32	
Fees & Taxes	194188.10		545891.36	
Freight & Cartage inward	456249.48		448388.78	
Freight Outward	8194919.22		8452754.18	
Fumigation Exp.	6300.00		12600.00	
Furnace Oil	29724030.52		23354564.28	
General Exp.	1036040.90		1015878.16	
Insurance	0.00		3254540.14	
ISO Certification Charges	137600.00		128500.00	
Labour Outside	47620384.00		20578464.12	
Legal & Professional Charges	505000.00		702000.00	
Material Inspection Charges	37400.00		36471.80	
Oil & Lubricants	8860512.00		8440772.06	
Packing Expenses	20530255.08		19678693.98	
Postage, Telegram	91449.48		109771.58	
Power and Fuel	55320452.44		50563198.00	
Printing & Stationery	678177.14		652397.40	
Processing fees	0.00		180000.00	
Rebate & discount	0.00		23382.53	
Rent	44400.00		945000.00	
Repairs to Buildings	2752638.24		709697.82	
Repairs to Machinery	12576935.90		20144527.60	
Sample Exp.	1500.00		94545.40	
Software Charges	0.00		200000.00	
Security Expenses	150574.00		0.00	
Telephone Exp	110874.70		151042.12	
Travelling Expenses:	0.00		0.00	
- Directors	0.00		166967.00	
- Others	334729.80		0.00	
Turnover discount	2728908.00		3031771.00	
Vehicle Repairs and Maint.	2538853.80		1357225.84	
TOTAL	243907815.74		212460055.10	





## HAPPY STEELS PRIVATE LIMITED

DETAIL OF SUNDRY DEBTORS AS AT 31.03.2022

PARTICULARS		Current Year		Current Year	
		Rs.	P.	Rs.	P.
		More Than 6 M		Less Than 6 M	
A.B.SALES AGENCY			0.00		1,130,881.00
A.K MACHINE TOOLS		967600.00			0.00
ADINATH TRADERS		25661.00			0.00
AJAYA AUTO DISTRIBUTERS PVT. LTD.		590.00			0.00
AJMANI AGENCIES		0.00			88,950.00
AJMANI AGENCIES.		0.00			58,445.00
AMAR SAUND ENGINEERING COMPANY		20,790.00			0.00
ARIHANT AUTO TRADERS		0.00			350,364.00
AUTO SALES INDIA LTD.		0.00			419,738.00
AUTO TRADERS		0.00			253,116.00
B.S. AUTO PARTS		81606.00			0.00

BALAJI TRACTOR PARTS	0.00	8,404.00
BALAJI TRACTORS	0.00	101,671.00
BALWINDRA FARMTECH	0.00	22296687.00
BALWINDER MECHANICAL WORKS.	0.00	624123.27
BAX INTERNATIONAL.	676,952.00	0.00
BHARAT GEARS LIMITED	110498.00	0.00
BHARAT TRACTORS	0.00	76,554.00
BHARAT TRADERS	0.00	309,662.00
BHAVESH TRACTOR AND EARTHMOVERS	0.00	374,583.00
CARRARO INDIA PVT LTD	8269380.33	13418472.00
CHHABRA TRADERS	216822.00	0.00
CITY AUTO MOBILES	0.00	207415.00
CNH INDUSTRIAL(INDIA) PRIVATE LIMITED.	172431.00	0.00
CNH INDUSTRIAL(INDIA) PRIVATE LIMITED	0.00	7756251.02
CNH INDUSTRIAL(INDIA) PRIVATE LIMITED(SPARE PART DIVISION)	0.00	390428.00
DANA INDIA PRIVATE LIMITED.	0.00	1773089.00
DEVI AGENCY	0.00	333019.00
EMSON TOOLS MFG.CORPN.LTD.	0.00	312228.00
EMKAY AUTO LINKS	0.00	168457.00
ESCORTS KUBOTA INDIA PVT. LTD.	0.00	3433054.47
ESCORTS LIMITED	0.00	1382360.84
ESS ESS STEEL CASTINGS & ROLLING MILLS PVT LTD.	0.00	1517609.00
G.G.STEEL ROLLING MILLS	0.00	7850.00
G.S. AUTO PARTS	0.00	41300.00
GLEESON INC.	0.00	65000.00
GLEESON OVERSEAS	0.00	158515.00
GOEL TRACTORS (INDIA)	0.00	109137.00
GURU NANAK AUTO ENTERPRISES LT.	0.00	59148.00
HAPPY FORGINGS LIMITED	0.00	688865.00
HIGHWAY INDUSTRIES LIMITED	0.00	441098.00
INDO ASIAN AUTO	0.00	1388050.00
INTERNATIONAL TRACTOR LIMITED	0.00	4545358.37
INTERNATIONAL TRACTORS LTD (SPD)	0.00	110367.46
J.M.C. TRADING CO.	0.00	162226.00
JAGGI MOTOR PVT.LTD	0.00	1377.00
JAI BHIKSHU MOTORS	0.00	868057.00
JAIKRISHNA AUTO AGENCIES	0.00	108057.00
JOHN CURRIE PERFORMANCE GROUP DBA ROCKJOCK	0.00	844427.47
K.R.B.TRACTOR & BEARINGS	0.00	55175.00
KAILASH MOTORS	0.00	660.00
KARMYASH AUTO & TRACTOR	0.00	9463.00
KRISHI UDYOG	0.00	13794.00
KAIZEN AUTOMOTIVES	0.00	43034.00
KRISHNA ALUMINIUM INDUSTRIES	0.00	24145.00
KS MARKETING	0.00	548.00
KUBER SPRING HOUSE	0.00	41823.00
LALIT ENTERPRISES	0.00	244821.00
LOKNATH AUTOMOBILES	0.00	51307.00

*By me of Pawan Kumar*





## HAPPY STEELS PRIVATE LIMITED

DETAIL OF SUNDRY DEBTORS AS AT 31.03.2022

PARTICULARS	Current Year		Current Year	
	Rs.	P.	Rs.	P.
	More Than 6 M		Less Than 6 M	
MAA SHARDA MOTORS	0.00		702590.00	
MAHAVIR MOTORS	0.00		486486.00	
MAHADEV TRACTOR PARTS CENTRE	0.00		39190.00	
MAHINDRA & MAHINDRA LIMITED (PLANT I)	0.00		23366109.34	
MAHINDRA & MAHINDRA LIMITED (PLANT II)	0.00		9104612.41	
MAHINDRA & MAHINDRA LIMITED (SPD)	0.00		2139227.00	
MANGALA MOTORS	0.00		7575.00	
MARUTI ENTERPRISE	0.00		118948.00	
N.K. ENTERPRISES	0.00		141824.00	
NORTHSTAR AUTOCOMP.PVT LIMITED	0.00		33984867.00	
PALBRO AUTO PARTS PVT.LIMITED	0.00		380000.00	
PARTAP SINGH AND SONS	0.00		181829.00	
PRADEEP AUTOMOTIVE PVT LTD	0.00		3262.12	
PRADEEP AUTOMOTIVE PVT LTD.	0.00		1893.00	
PRADEEP AUTOMOTIVE PVT. LTD.	0.00		58910.00	
QUALITY BODY SHOP DRIVE TRAIN	0.00		92786.00	
RABJEE MOTORS	0.00		41784.00	
RAJ INDIA OUTSOURCING (COASTAL COMMUNITY BANK)	0.00		466240.00	
RAGHU PRECISION ENGG.PVT.LTD	0.00		122897.00	
RAHUL MOTORS & TRACTORS	0.00		26586.00	
RATNA MOTORS	0.00		224555.00	
RATNA ENTERPRISES	0.00		155185.00	
RIMPU MOTORS	0.00		86140.00	
S.S.TRADE AGENCY	0.00		82163.00	
S K TRADING CO	0.00		72698.00	
SAME DEUTZ-FAHR INDIA PVT.LTD	0.00		5131258.08	
SARBJIT ENG.WORKS	0.00		152613.00	
SARANG AUTO PVT LTD	0.00		4484.00	
SATRA INDUSTRIES	0.00		2143.00	
SAWARIA TRADING COMPANY	0.00		123349.00	
SAWHNEY TRADING CORPORATION	0.00		25588.36	
SHIVAJI GEARS (INDIA)	0.00		891825.00	
SHIV SHAKTI AGENCY	0.00		259003.00	
SHIVAM AUTOTECH LTD.	0.00		4992.00	
SRI GANGADHAR AGENCIES	0.00		138323.00	
SRI MAHAVIR TRACTORS	0.00		546927.00	
SRINIVASA AUTOMOTIVE	0.00		194464.00	
SUNSTAR PRECISION FORGE LIMITED	0.00		80596.04	
SURENDER ENTERPRISES	0.00		239616.00	
SURESH AUTO AGENCY	0.00		191226.00	
TAFE MOTORS AND TRACTORS LTD.	0.00		25334381.70	
TAP WORLDWIDE LLC	0.00		2693972.85	
TATA MOTORS LIMITED.	0.00		6249951.37	
TONY ENTERPRISES	0.00		2435366.00	
TRIMURTY AUTOMOTIVES	0.00		36770.00	
TRUCKING AUTO PARTS	0.00		4972461.20	
TECHCELLANCE (INDIA)	0.00		47877.00	
VARDHMAN AUTOMOBILE	0.00		38159.00	
VIPRA EARTH MOVING COMPANY	0.00		148454.00	
VIRAJ TRACTOR SPARES	0.00		48300.00	
VST TILLERS TRACTORS LIMITED (BGLR)	0.00		846675.00	
VST TILLERS TRACTORS LIMITED (HOSUR)	0.00		1710964.21	
VST TILLERS TRACTORS LIMITED-PCD	0.00		1151403.00	
VST.TILLERS TRACTORS LIMITED (MALUR)	0.00		2012222.41	
YAM INDUSTRIES	0.00		162964.00	
<b>TOTAL :-</b>	<b>10542330.33</b>		<b>194857982.99</b>	



## HAPPY STEELS PRIVATE LIMITED

## LIST OF SUNDRY CREDITORS OF RAW MATERIAL

PARTICULARS		Current Year	
		Rs.	P.
ARORA IRON & STEEL ROLLING MILLS PVT LTD		21171157.00	
BAKER GAUGES INDIA PVT.LTD		2877.00	
BHAWANI INDUSTRIES PVT. LTD.		996.00	
BHUSHAN POWER & STEEL LIMITED		13954941.00	
GLORY MODERN SOLUTION		140895.00	
MANMEET ALLOYS PVT. LTD.		783020.00	
SKYWAY STEEL INDUSTRIES		2315693.00	
SLR METALICS LIMITED		1802.00	
T.K. STEEL ROLLING MILLS PVT.LTD.		138255.00	
TOTAL :-		38509636.00	

## LIST OF ADVANCES FROM CUSTOMERS

PARTICULARS		Current Year	
		Rs.	P.
ANAND TRACTORS		500.00	
ANNAI AGRO		3220.00	
ARETE EXPORTS INDIA		500000.00	
ATLAS TRACTOR SPARES		840.00	
AUTO FAST		5067.00	
ANAND TRACTOR PARTS		12064.00	
AXLETECH INDIA PVT LTD		176000.56	
BAHUBALI TRACTORS		5123.00	
BALAJI TRACTOR PARTS(CLOSED)		2333.00	
BABA AUTOMOBILES		1896.00	
BOMBAY OIL & TRACTOR PARTS		1656.00	
CURRIE ENTERPRISES		5610011.65	
CHADDHA MOTOR STORE		3045.00	
CNH INDUSTRIAL(INDIA) PRIVATE LIMITED.		94510.00	
DASHMESH ENTERPRISES		84606.00	
DIESEL HOUSE		13502.00	
EMSON ENTERPRISES		2726.00	
HIGHWAY INDUSTRIES LIMITED		66212.00	
IM TAHIR ENAYAT LTD.		101893.13	
OTHER ADVANCES		699083.40	
J.K. TRADERS		3675.00	
JAIN TRACTOR CO		2002.00	
JAI PARVATI FORGE LIMITED		1422897.62	
KAILASH MOTORS		19043.00	
KUNDI FORGING & CASTINGS		1902.00	
MORE MOTERS		2643.00	
MUNNA SPARES		2546.00	
MAA SHAKAMBHARI SALES		9330.00	
NITI AGROTECH		2835.00	
PNEUMATICO ENTERPRISES		2856.00	
PODDAR TRADELINKS PRIVATE LIMITED		5411.00	
PRADEEP AUTOMOTIVE PVT. LTD		12406.00	
PRADEEP AUTOMOTIVE PVT. LTD.		20778.44	
PRADEEP AUTOMOTIVE PVT. LTD		5577.00	
PHILLIPS MACHINE TOOLS INDIA PVT LTD		58853.00	
S.N. AUTOMOBILES		1474.00	
S.N.AUTO AGENCY		5913.00	
SAI KRISHNA TRADING		6015.00	
SHARMA AUTO STORE		3016.00	
SHIV SHANKAR AUTO PARTS		6595.00	
SITA TRACTORS		3757.00	
SUDARSHAN AUTO STORES		2298.00	
SURAJ AUTOMOBILES		15767.00	
SHREE KRISHNA TRADING CO.		42809.00	
SHRI DURGA TRACTORS		33219.00	
VENKATESH AUTO MOBILE		2376.00	
VIMAL INTERNATIONAL		4550.00	
VISHAL SALES CORPORATION		3008.00	
TOTAL		9087840.80	



*Peterson Kumar* *Agarwal*



HAPPY STEELS PRIVATE LIMITED		
EXPENSES PAYABLE		
PARTICULARS		Current Year
		Rs. P.
BONUS PAYABLE		3440038.00
GST PAYABLE		1533135.09
E.S.I.PAYABLE		225090.00
EXPENSES PAYABLE		963761.00
F.P.F.PAYABLE		262497.00
GUPTA SHARMA & ASSOCIATES		123290.00
INSURANCE FUND PAYABLE		16708.00
INTEREST PAYABLE		273150.00
K. RAVICHANDRAN		35,875.00
LEAVE WITH WAGES PAYABLE		2143313.00
P.F. PAYABLE		1248314.00
PARMODH MEHTA		17356.00
RAVINDER KUMAR SHARMA		210,850.00
SALARY & WAGES PAYABLE		5729159.00
SALARY & WAGES PAYABLE UNIT-II		3583152.00
T.D.S. ON INTT. & OTHER PAY.		180,345.00
T.D.S. ON SALARY		136,039.00
T.D.S. RECOVERABLE		47904.00
TCS PAYABLE		18260.00
TCS SALE A/C		19430.45
P.S.D.T. TAX UNIT 1 payable		33400.00
P.S.D.T. TAX UNIT 2 payable		44000.00
TOTAL		20285066.54

*Gupta*

*Ravinder Kumar*



HAPPY STEELS PRIVATE LIMITED			
LIST FOR ADVANCES FOR CAPITAL GOODS		Current Year	
PARTICULARS		Rs.	P.
MITUTOYO SOUTH ASIA PRIVATE LIMITED		169240.00	
ELECTRONICA HITECH MACHINES TOOLS PVT LTD		308584.00	
ELECTROTHERM INDIA LTD		3639807.00	
G.S.SHUTTERING STORE		200000.00	
PANNA LAL & SONS		1502484.00	
S.L.GRAHAM & CO			
TOTAL		5820115.00	
LIST OF SHORT TERM LOAN AND ADVANCES		Current Year	
PARTICULARS		Rs.	P.
MOHAN SINGH ADVANCE A/C		10000.00	
ARD LOGISTICS		21043.00	
C.H.ROBINSON WORLD WIDE FREIGHT INDIA PVT LTD		545.00	
CHOPRA TRADERS		1399.00	
DASHMESH GOODS CARRIERS		29174.00	
DYNAMIC TECHNOLOGIES		11800.00	
FENWICK AND RAVI		42000.00	
FRICTION ENGINEERS		20000.00	
G.L. KHANNA & SONS.		21150.76	
GHR CONSTRUCTION MATERIAL		15000.00	
GURU KIRPA ENTERPRISES		600.00	
HAPPY FORGINGS		185.24	
ISRAR		156576.00	
JAGGI EARTHMOVERS		30100.00	
JASVINDER SINGH		18000.00	
KUNAL GLOBAL LOGISTICS		108900.00	
KUMAR ENGG WORKS		1500.00	
MIKRONIX GAUGES PVT .LTD		40332.00	
NEXT TECH CNC PVT. LTD.		20963.00	
OLIVER TECH AUTOMATION SOLUTIONS		381140.00	
OTHER RECIEVABLES		113929.00	
PADMA-BHAVAM ENGINEERS PVT LTD		3091.00	
PAL FREIGHT CARRIERS PVT LTD		11270.00	
PERFECT ROADLINES		29045.00	
PHILLIPS MACHINE TOOLS INDIA P. LTD.		5834.00	
PNG AUTO INDUSTRIES		588029.00	
PUNJAB ELECTRONICS		13570.00	
REXEL INDIA PVT. LTD		23054.00	
SAVITRI DEVI		35404.00	
SADDAM		121414.00	
SGS INDIA PVT LTD		45965.00	
SHANKER MILL STORE		2450.00	
SHIVA TRANSPORT CO.		21995.00	
SHREE RADHA GOBIND GAS		8042.00	
SIEMENS LTD.LUDHIANA		497299.00	
SONY SINGH		40000.00	
SSJ SECURITY		708.00	
STEELAGE INDIA		15075.00	
T.K Steels		818127.00	
TARUN CARGO CARRIER		61900.00	
TCI FREIGHT		41910.00	
TRU CAL METROLOGY SERVICES		33394.00	
UTTAM KUMAR		13082.00	
V CON INTELLIGENT SECURITY PVT. LTD.		43778.00	
VIKASH KUMAR SHARMA TRANSPORT		2399.00	
VRL LOGISTICS		4872.00	
TUV-RHEINLAND INDIA PVT LTD		1062.00	
TOTAL		3527106.00	

*Praveen Kumar*  
*27/06/20*





LIST OF ADVANCE TO SUPPLIERS		Current Year	
PARTICULARS		Rs.	P.
ACEWINDOOR		200000.00	
AJAY KUMAR		4386.00	
AUTO COMPONENT WORKS		126932.00	
BHUSHAN INDUSTRIES (REGD)		495098.00	
CREATIVE WEB DESIGNERS (I) P.L		19942.00	
D.N.ENTERPRISES		100000.00	
DALIP KUMAR YADAV		16486.00	
GATI LIMITED		3485.00	
GOLDEN STAR COMPONENTS		472869.00	
GREAT INDIA ROADWAYS		9875.00	
HAPPY MOTOR TRADERS		11954.00	
HITECH ENGINEERS		3368.00	
HOTEL PARHAR		2556.00	
INDIAN OIL CORPN LIMITED		3839.00	
INDIAN OIL CORPN LIMITED I		42014.28	
INDIAN OIL CORPN. LIMITED		44667.00	
INDIANA FERRO ALLOYS		3683.00	
JAI ENTERPRISES.		86880.00	
JAGTAR TRANSPORT COMPANY		28110.00	
JASVIR SINGH		7503.00	
JUNEJA CHEMICALS		2732.00	
KATSON ENGINEERING PRODUCTS		200000.00	
KIRPAL ENGINEERING		27084.00	
KRISHAN MOHAN TRANSPORT SERVICE		35297.00	
LUCKEY ENTERPRISES		22507.00	
M.P. MILLING WORKS		543.00	
MAA BHAGWATI ROADWINGS		1204.00	
N.S.ELECTRICALS		7080.00	
PASSI MACHINE TOOLS		40125.00	
PATRIC MACHINE TOOLS		109875.00	
RAJKOT GOLDEN LOGISTICS PVT.LTD		404.00	
RAJSHREE AUTOMATION & CNC SERVICES		3400.00	
RASHTRIYA CARGO COMPANY		35975.00	
RAVINDER KUMAR GAUTAM		850.00	
ROHIT JHA TRANSPORT SERVICE		36243.00	
SIGMA INDUSTRIAL CONTROL		22535.00	
TATA STEEL LONG PRODUCTS LTD.		1666797.48	
VACANZA		12000.00	
VEERPAL KAUR TRANSPORT COMPANY		27749.00	
APEX AUTO		8850.00	
H S BALBIR AND BROS		43416.00	
PARVAAN BUILDERS		1185018.00	
PRADEEP KUMAR.		370000.00	
PRASANN TECHNIQUE		200000.00	
VISHVAKARMA ELECTRONICS (REGD.)		109931.00	
VARDHMAN SPECIAL STEELS LTD.		985.94	
TOTAL		5854248.70	

*Singh*

*Pradeep Kumar*



## HAPPY STEELS PVT. LTD.

SIGNIFICANT ACCOUNTING POLICIES AND OTHER NOTES FORMING PART OF ACCOUNTS FOR THE YEAR 2021-22

Note-22

### 1. GENERAL INFORMATION

M/S HAPY STEELS PRIVATE LIMITED, LUDHANA is engaged in the business of Manufacturing of Rough Steel forgings, Auto and Tractor Parts.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A. Accounting Conventions:

The company's financial statements have been prepared in accordance with the historical cost convention on accrual basis of accounting, as applicable to going concern in accordance with generally accepted accounting principle in India, mandatory accounting standards prescribed in the companies (Accounting Standards) Rules 2006 issued by Central Government in consultation with the provisions of companies act, 2013 to the extent applicable. The financial statements are presented in Indian rupees.

All assets and liabilities have been classification as current or non current as per company's normal operating cycle and other criteria set out in the Revised Schedule III of Companies Act, 2013. Based on the nature of business, the company has ascertained its operating cycle as 12 months for the purpose of current or non current classification of Assets and liabilities.

#### B. Revenue Recognition

- 1 Sales Revenue is recognized on dispatch of goods, net of freight, insurance and GST.
- 2 Interest income is recognised on time proportion basis.

#### C. Fixed Assets:

Fixed assets are stated at cost of acquisition and inclusive of inward freight, duties & taxes & incidental expenses related to acquisition net of capital subsidy relating to specific fixed assets. Fixed assets are net of Excise Duty.

Capital work in progress includes cost of assets at site, advances made for acquisition of capital assets and pre operative expenditure pending allocation to fixed assets.

#### D. Inventory Valuation

Inventories are valued at cost or net realizable price whichever is lower except scrap at net realisable value. The cost formula used for valuation of inventories are:-

- 1 In respect of raw material and stores and spares have been valued at cost on FIFO basis.
- 2 In respect of work in process is valued at cost of raw material plus conversion cost.
- 3 Finished goods are valued on Cost price or Realisable value which ever is less.

#### E. Depreciation

Depreciation has been provided on provided on Straight Line Method, on the basis of useful life of such assets specified in Schedule- II of Companies Act, 2013.

#### F. Taxes on Income

Provision for Tax is made for both current and deferred taxes. Provisions for current income tax is made on the current tax rates based on assessable income. The Company provides for deferred tax based on the tax effect of timing differences resulting from the recognition of items in the financial statements and in estimating its current tax provision.

#### G. Employee Benefits

- i) Contribution to Provident Fund and other funds are made in accordance with the provisions of the Employees Provident Fund and Miscellaneous Provisions Act, 1952, Gratuity Act, 1972.

#### H. Goods and Services Tax

Sales and Purchases are exclusive of GST.

#### I. Foreign Currency Transaction

Transactions in Foreign Currency are recorded at the rate of exchange prevailing at the date of transactions. All current assets and liabilities are translated at the relevant rates of exchange prevailing at the year end. The translation/settlement differences are recognized in the profit & Loss Account.

*[Handwritten signature]*





**J. Impairment of Assets**

As at Balance Sheet date, an assessment is made whether any indication exists that an asset has been impaired. If any such indication exists, an impairment loss i.e. the amount by which the carrying amount of an asset exceeds its recoverable amount is provided in the books of account.

**K. Provisions, Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past event and it is probable that there will be outflow of resources. Contingent liability, which are considered significant and material by the company, are disclosed in the Notes to Accounts. Contingent Assets are neither recognised nor disclosed in financial statements.

**L. Investments**

- 1 Long term investments are considered "at Cost" on individual investment basis, unless there is a decline other than temporary in value thereof, in which case adequate provision is made against such diminution in the value of investments.
- 2 Current investments are valued at lower of cost or market value.

**M. Borrowing Cost**

Borrowing cost that are directly attributable to acquisition or construction of qualifying assets or treated as part of cost of capital assets. Other borrowing cost or treated as expenses for the period in which they are incurred.

**N. Earning Per Share**

Basic earning per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earning considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preferences dividends and any attributable tax thereto for the period.

**O. Intangible Assets**

Intangible assets are stated at acquisition cost, net accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over their estimated useful lives. A rebuttable presumption that the useful life of an intangible assets will not exceed ten years from the date when the asset is available for use is considered by the management. The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

**P. Use of Estimates**

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Example of such estimates include provision for doubtful debts, employee benefits, provision for income tax, the useful lives of depreciable fixed assets and provision for impairment.

- 3 In the opinion of the Board of Directors, the current assets, loans and advances have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated except as expressly stated otherwise.
- 4 Confirmation of balances, whether in debit or credit from parties have not been obtained. As such their effect on Profit & Loss Account cannot be reflected.
- 5 **Deferred Tax Liability (net):**

Particulars	Deferred Tax Liability As at 01.04.2021 Rs.	Current Year Rs.	Deferred Tax Liability As at 31.03.22
<b>Deferred Tax Liability (net):</b>			
- Difference between book & Tax Depreciation	16637730.23	256085.00	16893815.23
<b>TOTAL</b>	<b>16637730.23</b>	<b>256085.00</b>	<b>16893815.23</b>

Pursuant to Accounting Standard (AS-22) accounting for Taxes on income. The impact of deferred tax liability of Rs. for the year ended 31.03.2022 has been debited to Profit & Loss A/c.

*Signature*



- 6 Earning Per Share- The numerators and denominators used to calculate Basic and Diluted Earning per Share.

PARTICULARS	AS AT 31.03.2022 (Rupees)	
1 Profit Attributable to the Equity Shareholders before extraordinary items (A)	62600.97	
2 Profit Attributable to the Equity Shareholders after extraordinary items (B)	62600.97	
3 Basic/Weighted average no. of Equity Shares outstanding during the year (C)	1499740.00	
4 Nominal Value of Share Rs.	10.00	
5 Basic/Diluted EPS before extraordinary items Rs. (A)/(C)	0.04	
6 Basic/Diluted EPS after extraordinary items Rs. (B)/(C)	0.04	

- 7 Previous year figures have been regrouped/recasted wherever necessary to make them comparable.
- 8 Sundry Debtors exceeding six month includes Rs. 10542330/-
- 9 Detail of transactions entered into with the related parties during the year as required by Accounting Standard (AS)-18 on "Related Party Disclosure" issued by the Institute of Chartered Accountants of India are as under:

Name of the Concern	Nature of Transaction	Amount Of transaction	Relationship
Mr. Sanjeev Garg	Remuneration	10839600.00	Managing Director
Mr. Parveen Garg	Remuneration	9039600.00	Director
Mr. Abhishek Garg	Remuneration	4239600.00	Director
Mrs. Neeraj Garg	Salary	3039600.00	Director
Shubham Garg	Salary	3600000.00	Son of Director
Deepak Garg	Remuneration	4239600.00	Son of Director
HAPPY AXLE & GEAR PVT LTD.	PURCHASE	3540.00	Common Director
NORTHSTAR AUTOCOMP PVT LTD.	PURCHASE	163073952.00	Common Director
NORTHSTAR AUTOCOMP PVT LTD.	SALE	106581130.00	Common Director

#### 10 Segment Reporting:

Segment information as required by Accounting Standard (AS)-17 on Segment Reporting issued by the Institute of Chartered Accountants of India and as complied on the basis of financial Statement is disclosed below.

The company operates only in one business segment viz. Manufacturing of Forging , Auto Parts and Tractor Parts and hence no separate information for segment wise disclosure is required.

- 11 The Micro, Small and Medium Enterprises Development Act, 2006 has come into force with effect from October 2, 2006. As per the act, the company is required to identify the Micro and Small Vendors/Service providers and pay interest to them on overdue beyond the specified period irrespective of the terms agree upon. The company has not received any confirmations from its Vendors/Service Providers regarding their status of registration under the said Act, which has been relied upon by the auditors, hence prescribed disclosures under Section 22 of the said act has been provided.

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