



## **INDEPENDENT AUDITORS' REPORT**

To The Members of M/S GLOBAL CASTINGS PRIVATE LIMITED

### **Report on the Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of M/S GLOBAL CASTINGS PRIVATE LIMITED ("The Company"), which comprise the Balance Sheet as at 31 March 2020, the Statement of Profit and Loss, the Statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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, 2020 and its **Profit** and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and We have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence which we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, business responsibility report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we are not express any form of assurance conclusion thereon.

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





## **INDEPENDENT AUDITORS' REPORT (Contd.)**

To The Members of M/S GLOBAL CASTINGS PRIVATE LIMITED

If, based on the work we have performed, we conclude that there are a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to preparation of these financial statements that give a true and fair view of the financial position, financial performance 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 Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of 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.

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

The Board of Directors are also responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibility for the audit of the financial statements**

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





## **INDEPENDENT AUDITORS' REPORT (Contd.)**

To The Members of M/S GLOBAL CASTINGS PRIVATE LIMITED

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of the Company's internal financial controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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





**INDEPENDENT AUDITORS' REPORT(Contd.)**

To The Members Of M/S GLOBAL CASTINGS PRIVATE LIMITED

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure-A" a statement on the matters specified in paragraph-3 and 4 of the Order.
2. As required by section 143(3) of the Act, We report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of written representations received from the directors as on 31 March, 2020, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2020, 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 B".





**INDEPENDENT AUDITORS' REPORT (Contd.)**

To The Members of M/S GLOBAL CASTINGS PRIVATE LIMITED

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 does not have any pending litigations which would impact its financial position;

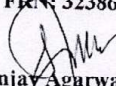
(ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses; and

(iii) There were no amounts which required to be transferred by the Company to the Investor Education and Protection Fund.

(vi) The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2020

**FOR SANJAY VIDHI & Co.**  
(Chartered Accountants)

FRN: 323868E

  
Sanjay Agarwal  
(Proprietor)  
Membership No.- 056922



Place: Kolkata  
Dated: 6<sup>th</sup> Day of November, 2020

UDIN: 20056922AAAACD3447



## ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of Global Castings Private Limited on the financial statements as of and for the year ended March 31, 2020

- i. In respect of the Company's fixed assets:
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.
- ii. In respect of the Company's Inventories:
  - (a) The physical verification in respect of inventory has been conducted by the management at reasonable intervals.
  - (b) There are no any material discrepancies were noticed on verification of inventories.
- iii. According to the information and explanations given to us, the Company has not granted any unsecured loans to companies, firms, LLP or other parties covered in the registered maintained under Section 189 of the Companies Act, 2013. Accordingly reporting under clause 3 (iii) of the Order is not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2020 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.
- vii. According to the information and explanations given to us, in respect of statutory dues.
  - (a) The Company has generally been regular in depositing undisputed statutory dues, including Income Tax, Sales Tax, Service Tax, Goods and Service Tax, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
  - (b) There were no undisputed amounts payable in respect of Income Tax, Sales Tax, Service Tax, Value Added Tax, Goods and Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues in arrears as at March 31, 2020 for a period of more than six months from the date they became payable.
  - (c) Details of dues on Income Tax which has not been deposited as at 31<sup>st</sup> March, 2020 on account of dispute are given below:

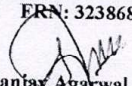
Name of the Statute	Nature of dues	Amount (Rs. In Lakh)	Period to which it relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	Rs.378.07	AY 2011-12	CIT (Appeals), Kolkata





- viii. The Company has not defaulted in repayment of loans and borrowings from any financial institution, bank, government, debenture holders during the year.
- ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions 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 based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provisions stated in paragraph 3 (xiv) of the Order are not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**FOR SANJAY VIDHI & Co.**  
(Chartered Accountants)  
ERN: 323868E

  
**Sanjay Agarwal**  
(Proprietor)  
Membership No.- 056922



Place: Kolkata  
Dated: 6<sup>th</sup> Day of November, 2020

**UDIN: 20056922AAAACD3447**



## **ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT**

Referred to in paragraph 12(f) of Independent Auditors' Report of even date to the members of Global Castings Private Limited on the financial statements for the year ended March 31, 2020

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

We have audited the internal financial controls over financial reporting of **GLOBAL CASTINGS PRIVATE LIMITED** as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

#### **Auditors' Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, 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 I/we have obtained is sufficient and appropriate to provide a basis for my /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 authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the 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, 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, 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.

**FOR SANJAY VIDHI & Co.**  
**(Chartered Accountants)**

**ERN: 323868E**

**Sanjay Agarwal**  
**(Proprietor)**

**Membership No.- 056922**



**Place: Kolkata**

**Dated: 6<sup>th</sup> Day of November, 2020**

**UDIN: 20056922AAAAACD3447**



## GLOBAL CASTINGS PRIVATE LIMITED

## BALANCE SHEET AS AT 31ST MARCH 2020

	Notes	As at 31st March 2020	As at 31st March 2019 Rs.
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholder's Fund</b>			
Share Capital	2	3,38,06,210	3,38,06,210
Reserve & Surplus	3		29,65,25,738
- Capital Reserve Account		2,72,08,000	
- Securities Premium Account		21,84,65,335	
- Profit & Loss Account		6,40,51,930	
<b>Long Term Borrowings</b>	4	37,21,74,989	25,72,30,035
Trade Payble For New Project		72,18,714	1,35,99,884
Deferred Tax Liability		87,58,848	36,50,427
Long Term Provisions		66,06,693	87,15,634
<b>CURRENT LIABILITIES</b>			
Short Term Borrowings	5	27,86,97,770	33,61,35,864
Trade Payables - Raw Materials		2,47,42,989	8,09,59,773
Trade Payables - Others		6,08,82,522	
Other Current Liabilities	6	2,82,60,963	4,00,84,197
<b>TOTAL</b>		<b>1,13,08,74,963</b>	<b>1,07,07,07,761</b>
<b>ASSETS</b>			
<b>Non Current Assets</b>			
<b>Fixed Assets</b>			
Tangible Assets	7	57,48,10,945	24,18,40,172
Capita Assets WIP		8,60,18,027	28,00,66,989
Long Term Loans & Advances	8	3,00,749	2,66,349
<b>Current Assets</b>			
Inventories	9	21,67,75,438	15,36,69,211
Trade Receivables	10	14,63,11,625	26,67,09,723
Cash & Bank Balances	11	2,18,25,971	1,88,98,442
Short Term Loans & Advances	12	8,42,26,795	10,83,01,962
Other Current Assets	13	6,05,412	9,54,913
<b>TOTAL</b>		<b>1,13,08,74,963</b>	<b>1,07,07,07,761</b>

Significant Accounting Policies

The accompanying notes are an integral part of the financial statements

As per our Report of even date

For SANJAY VIDHI & CO  
Firm Registration No : 323868E  
Chartered Accountants

Sanjay Agarwal  
Proprietor  
M No : 056922



Kolkata  
06th November 2020

GLOBAL CASTINGS PVT. LTD. GLOBAL CASTINGS PVT. LTD.

Rajiv Shah  
DIN : 00676392

Saurav Shah  
DIN : 00676495



## GLOBAL CASTINGS PRIVATE LIMITED

## PROFIT &amp; LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2020

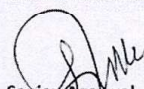
INCOME :	Notes	As at 31st March 2020	As at 31st March 2019
		Rs.	Rs.
Revenue from Operations	14	93,54,37,654	99,99,90,140
Other Income	15	7,71,03,994	5,22,23,144
<b>TOTAL INCOME</b>		<b>1,01,25,41,648</b>	<b>1,05,22,13,284</b>
<b>EXPENDITURE :</b>			
Consumption of Raw Materials	16	57,55,19,318	60,61,74,649
Changes in Inventories of Finished Goods &	17	(6,98,11,885)	(96,54,934)
Employees Benefit Expenses	18	13,78,08,543	12,96,66,022
Finance Cost	19	3,07,03,152	2,24,09,081
Depreciation	7	5,25,44,020	3,04,62,319
Other Expenses	20	26,27,24,464	24,73,29,791
<b>Profit before Exceptional and Extraordinary Items &amp; Taxes</b>		<b>2,30,54,037</b>	<b>2,58,26,356</b>
<b>Tax Expense</b>			
Current Tax		47,46,088	68,55,029
Deferred Tax Liabilities		51,08,421	3,86,327
<b>Profit / (Loss) for the period</b>		<b>1,31,99,528</b>	<b>1,85,85,000</b>
<b>Earning Per Equity Share of Rs. 10/- each</b>			
Basic		<b>3.90</b>	<b>5.50</b>
Diluted		<b>3.90</b>	<b>5.50</b>

Significant Accounting Policies

The accompanying notes are an integral part of the financial statements

As per our Report of even date


For **SANJAY VIDHI & CO**  
Firm Registration No : **323868E**  
Chartered Accountants

  
Sanjay Agarwal  
Proprietor  
M No : 056922



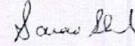
Kolkata  
06th November 2020

GLOBAL CASTINGS PVT. LTD.

  
Director.

**Rajiv Shah**  
DIN : 00676392

GLOBAL CASTINGS PVT. LTD.

  
Director.

**Saurav Shah**  
DIN : 00676495



## GLOBAL CASTINGS PRIVATE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020

	As at 31st March 2020 Rs.	As at 31st March 2019 Rs.
<b>2 SHARE CAPITAL</b>		
<b>a) Capital Structure</b>		
<b>Authorised Capital</b>		
50,00,000 Equity Shares of Rs.10 each	5,00,00,000	5,00,00,000
	<b>5,00,00,000</b>	<b>5,00,00,000</b>

**Issued, Subscribed & Paid up Capital**

33,80,621 Equity Shares of Rs.10/- Each, Fully paid up at par (Previous Year 31,53,121 Equity Shares of Rs.10/- each)	3,38,06,210	3,38,06,210
	<b>3,38,06,210</b>	<b>3,38,06,210</b>

**b) Share Capital Reconciliation**

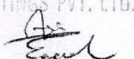
	As at 31st March 2020		31st March 2019	
Equity Shares	No.	Amount	No.	Amount
Opening Balance	33,80,621	3,38,06,210	31,53,121	3,15,31,210
Issued during the year			2,27,500	22,75,000
<b>Closing Balance</b>	<b>33,80,621.00</b>	<b>3,38,06,210</b>	<b>33,80,621</b>	<b>3,38,06,210</b>

**c) Particulars of equity Shareholders holding more than 5% Shares At Balance Sheet date**

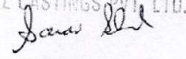
	As at 31st March 2020		As at 31st March 2019	
Equity Share Capital	No.	% holding	No.	% holding
Rajiv Shah	4,31,157	0	4,26,857	12.63%
Saurav Shah	11,33,286	0	11,33,286	33.52%
Saurav Shah (HUF)	2,80,142	0	2,80,142	8.29%
N S Associates	1,80,000	0	1,80,000	5.32%
N S A Castings LLP	2,90,000	0	2,90,000	8.58%
Panchmurti Suppliers Limited	5,36,952	0	5,36,952	15.88%
R S Associates	3,56,587	0	3,56,587	10.55%

<b>3 RESERVE &amp; SURPLUS</b>		<b>As at 31st March 2020 Rs.</b>	<b>As at 31st March 2019 Rs.</b>
<b>CAPITAL RESERVE ACCOUNT</b>			
Opening Balance		2,72,08,000	2,72,08,000
Add: Addition for the year			
<b>Closing Balance</b>	<b>TOTAL (A)</b>	<b>2,72,08,000</b>	<b>2,72,08,000</b>
<b>SECURITIES PREMIUM ACCOUNT</b>			
Opening Balance		21,84,65,335	19,57,15,335
Add: Addition for the year			2,27,50,000
<b>Closing Balance</b>	<b>TOTAL (B)</b>	<b>21,84,65,335</b>	<b>21,84,65,335</b>
<b>SURPLUS/(DEFICIT) IN THE STATEMENT OF PROFIT &amp; LOSS A/C</b>			
Opening Balance		5,08,52,403	3,22,67,403
Profit/(Loss) for the year		1,31,99,528	1,85,85,000
Add:- Profit of earlier year (IDS)			
<b>Net Surplus/(Deficit)</b>	<b>TOTAL (C)</b>	<b>6,40,51,930</b>	<b>5,08,52,403</b>
<b>TOTAL RESERVES &amp; SURPLUS</b>	<b>TOTAL (A+B+C)</b>	<b>30,97,25,265</b>	<b>29,65,25,738</b>

GLOBAL CASTINGS PVT. LTD.

  
 Director

GLOBAL CASTINGS PVT. LTD.

  
 Director




#### 4 LONG TERM BORROWINGS

##### Secured Loans

##### From Banks

Rupee Term Loan	13,87,78,076	6,33,51,380
Vehicle Loan	53,16,511	23,99,882

##### Unsecured Loans

##### From Shareholders

14,14,55,458 2,08,25,293

##### From Others

8,66,24,944 17,06,53,480

**37,21,74,989 25,72,30,035**

#### 5 SHORT TERM BORROWINGS

##### Secured Loans

##### From Banks

Cash Credits - 4,50,96,767

Packing Credit Loan 27,12,14,321 26,20,17,401

Bill Discount 74,83,449 2,90,21,696

**27,86,97,770 33,61,35,864**

#### 6 OTHER CURRENT LIABILITIES

##### Current maturities of Long Term Borrowings

2,07,00,847 1,48,12,014

##### Advance from Customers

19,59,752 32,80,424

##### Statutory Dues Payable

20,83,478 17,37,412

##### Others

35,16,886 2,02,54,348

**2,82,60,963 4,00,84,197**

GLOBAL CASTINGS PVT. LTD.

*[Signature]*  
Director.

GLOBAL CASTINGS PVT. LTD.

*[Signature]*  
Director.





GLOBAL CASTINGS PRIVATE LIMITED

DEPRECIATION AS PER COMPANIES ACT 2013 AS ON 31.03.2020

Description	As at 1st April 2019	Gross Block - At Cost		As at 31st March 2020	Depreciation		Upto 31st March 2020	Transfer to General Reserve	Net Block	
		Additions during the Period	Deductions during the Period		Additions during the year	Deductions during the year			As at 31st March 2020	As at 31st March 2019
<b>Tangible</b>										
Land	2,10,39,481	2,12,60,010	-	4,22,99,491	63,20,273	-	6,81,70,827	-	4,22,99,491	2,10,39,481
Factory Building	16,62,01,567	6,14,83,014	-	22,76,84,581	3,99,11,983	-	20,99,38,901	-	15,56,13,754	10,48,66,073
Plant & Machinery	25,70,58,597	27,26,43,700	-	51,07,02,297	25,99,651	-	3,80,07,702	-	32,97,63,586	9,54,31,679
Electricals	4,72,25,552	2,20,79,338	-	6,93,04,890	5,14,153	-	3,80,07,702	-	3,12,98,186	1,19,18,489
Office Equipments	15,85,517	8,41,892	-	24,27,109	4,43,116	-	48,21,912	-	8,41,681	4,53,942
Computer System	51,30,617	5,43,245	-	56,73,862	25,34,964	-	88,80,241	-	8,52,538	7,51,939
Motor Vehicle	1,33,12,061	41,83,310	-	1,74,96,771	7,10,833	-	43,48,001	-	86,5,530	69,67,715
Furniture & Fixtures	45,54,070	14,79,788	-	60,33,858	-	-	-	-	10,85,357	9,16,903
<b>TOTAL</b>	<b>51,61,08,062</b>	<b>38,55,14,797</b>	<b>-</b>	<b>99,16,22,859</b>	<b>5,75,44,023</b>	<b>-</b>	<b>32,68,11,716</b>	<b>-</b>	<b>57,48,10,945</b>	<b>24,18,40,172</b>
<b>Previous Year</b>	<b>49,82,20,085</b>	<b>1,78,67,977</b>	<b>-</b>	<b>51,61,08,062</b>	<b>24,36,05,573</b>	<b>3,04,62,319</b>	<b>27,42,67,892</b>	<b>-</b>	<b>24,18,40,172</b>	<b>25,44,14,513</b>

GLOBAL CASTINGS PVT. LTD.

GLOBAL CASTINGS PVT. LTD.

Director

Dir. for





**8 LONG TERM LOANS & ADVANCES**

Security Deposits

3,00,749

2,66,349

**3,00,749****2,66,349****9 INVENTORIES**

Raw Materials

1,69,99,018

2,38,26,440

Consumables

2,78,79,309

4,31,63,233

Moulds &amp; Pattern

3,33,83,524

1,79,77,836

Work In Progress

13,85,13,587

6,87,01,702

**21,67,75,438****15,36,69,211****10 TRADE RECEIVABLES**

Unsecured, Considered Good

Debt Due for more than 6 months

44,06,722

87,69,692

Debt Due for Less than 6 months

14,19,04,903

25,79,40,031

**14,63,11,625****26,67,09,723****11 CASH & BANK BALANCE**

Cash in hand

7,27,682

5,85,316

Balances with Schedules Banks

In Current Accounts

37,45,081

28,70,343

In Cash Credit Account

27,682

In fixed Deposit Account

1,73,25,526

1,54,42,783

**2,18,25,971****1,88,98,442****12 SHORT TERM LOANS & ADVANCES**

Income Tax Advance

1,58,37,357

84,78,560

Balance with Statutory/ Government Authorities

6,70,40,236

8,68,49,975

Other Advances

13,49,202

1,29,73,426

**8,42,26,795****10,83,01,962****13 OTHER CURRENT ASSETS**

Interest Accrued and due on fixed deposit

5,24,461

1,70,077

Temporary Advance

80,951

51,904

Prepaid Expenses ( Bank processing Charges)

7,32,932

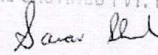
**6,05,412****9,54,913**

GLOBAL CASTINGS PVT. LTD.



Director.

GLOBAL CASTINGS PVT. LTD.



Director.





## GLOBAL CASTINGS PRIVATE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2019

14 REVENUE FROM OPERATIONS	As at 31st March 2020	As at 31st March 2019
	Rs.	Rs.
<b>Sale of Products</b>		
Domestic Turnover	1,14,48,536	4,54,43,080
Export Turnover	92,39,89,118	95,45,47,060
	<u>93,54,37,654</u>	<u>99,99,90,140</u>
<b>15 OTHER INCOME</b>		
Interest Received Fixed Deposit	11,65,371	8,40,820
Discount Received	14,340	20,340
Duty Drawback	1,48,07,726	1,79,59,902
Focus Received	2,70,90,157	3,05,66,397
Service charges		-
Exchange Gain	1,47,79,088	10,17,575
Sundry Balance Written Back	9,16,045	
Exchange Gain- Debtors	1,30,70,455	-
Interest on Income tax refund		-
Profit on sale of Assets		-
Design & Development Charges	52,60,811	18,18,110
	<u>7,71,03,994</u>	<u>5,22,23,144</u>
<b>16 (a) Cost of Raw Materials &amp; Consumables Consumed</b>		
Inventory at the beginning of the Year	6,69,89,673	5,95,91,000
Add: Purchase	55,34,07,972	61,35,73,322
	<u>62,03,97,645</u>	<u>67,31,64,322</u>
Less: Inventory at the end of the Year	4,48,78,327	6,69,89,673
<b>Cost of Materials Consumed</b>	<u>57,55,19,318</u>	<u>60,61,74,649</u>
<b>17 Changes in Inventories of Finished Goods, Work in Progress</b>		
<b>Inventories at the end of the year</b>		
Work In Progress	13,85,13,587	6,87,01,702
	<u>13,85,13,587</u>	<u>6,87,01,702</u>
<b>Inventories at the beginning of the year</b>		
Work In Progress	6,87,01,702	5,90,46,768
	<u>(6,98,11,885)</u>	<u>(96,54,934)</u>
<b>18 Employee Benefits Expense</b>		
Salary, wages, Bonus & Allowances	13,34,97,247	12,53,89,963
Contribution to Provident & Other Funds	27,12,785	27,45,551
Staff Welfare Expenses	15,98,510	15,30,507
	<u>13,78,08,543</u>	<u>12,96,66,022</u>
<b>19 Finance Costs</b>		
Interest Expenses	3,07,03,152	2,24,09,081
	<u>3,07,03,152</u>	<u>2,24,09,081</u>



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*[Signature]*  
Director.

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*[Signature]*  
Director.



## 20 Other Expenses

Power & Fuel	10,03,98,109	8,95,14,835
Bank Charges	95,26,275	79,75,220
Brokerage Commission	19,04,461	73,09,184
Freight & Forwarding Charges	4,58,38,321	4,21,21,009
Rent, Rates & Taxes	15,22,698	5,78,356
Insurance	14,67,090	11,80,941
Inspection charges		1,27,123
Machine charges	4,74,199	12,99,723
<b>Repair &amp; Maintenance</b>		
Plant & Machinery	1,00,13,286	90,57,429
Godown	65,20,078	43,44,000
Vehicles	6,17,804	14,63,786
Others	7,34,886	7,97,383
Security Expenses	14,95,475	14,53,979
Advertisement & Sales Promotion Expenses	38,07,281	12,45,408
Telephone Expenses	5,62,618	5,41,562
Travelling Expenses	97,15,861	1,07,03,886
Testing Charges	42,856	27,000
Legal & Professional Charges	61,68,004	84,62,666
Custom duty	6,02,464	17,45,512
Custom clearing charges	1,72,96,553	91,45,009
Payment to Auditors	2,01,798	1,81,798
Pattern Making Expenses	3,91,108	7,77,202
Mould & Patterns charges		-
Retainership Fees	9,00,000	-
Exchange Loss- Debtors		72,04,736
Exchange Loss Forward booking		7,65,444
Discount allowed	44,38,860	36,73,782
Sundry Balances written Off	18,00,188	1,45,36,439
Bad Debts		34,93,970
Carriage Inward	27,71,215	23,70,955
Filing Fees	1,11,778	5,92,831
Miscellaneous Expenses	3,34,01,199	1,46,38,622
	<b>26,27,24,464</b>	<b>24,73,29,791</b>

GLOBAL CASTINGS PVT. LTD.

*[Signature]*

Director.

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*[Signature]*

Director.





## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

### 1.1 SIGNIFICANT ACCOUNTING POLICIES

#### 1.1.1 Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 2013, as amended. Accounting policies not referred to otherwise are consistent and are in consonance with the generally accepted accounting principles in India.

#### 1.1.2 Use of Estimates

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

#### 1.1.3 Tangible and Intangible Fixed Assets

Tangible Fixed Assets are stated at cost of acquisition, net of CENVAT/Value Added Tax, rebates, less accumulated depreciation, and impairment loss, if any.

All costs, including financing cost and net charge on foreign exchange contracts till commencement of commercial production, are capitalized. Cost includes freight, duties, taxes and incidental expenses related to the acquisition and installation of fixed assets.

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and impairment loss, if any.

Expenses incurred relating to the project prior to commencement of commercial production are classified as project Development expenditure and disclosed under Capital Work-In-Progress. Approval for new project is awaited from concerned departments.

#### 1.1.4 Depreciation/Amortisation

In respect of fixed assets (other than freehold land) acquired during the year, depreciation / amortization is charged on a straight line basis so as to write off the cost of the assets over the useful lives and for the assets acquired prior to April 1, 2014, the carrying amount as on April 1, 2014 is depreciated over the remaining useful life based on an evaluation.

#### 1.1.5 Foreign Currency Transactions

a) Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of transaction.

b) Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognized over the life of the contract

c) Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Profit and Loss Account.



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Director.

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#### **1.1.6 Inventories**

Items of Inventories re measured at lower of cost and net realizable value. Cost of inventories comprises of cost of Purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Cost of raw materials, Consumables, and other products are determined on First in First Out basis.

#### **1.1.7 Revenue Recognition**

Revenue is recognized only when it can be reliably measure and it is reasonable to expect ultimate collection. Revenue from operations include sale of goods, services, sales tax, excise duty. Interest Income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

#### **1.1.8 Goods & Service Tax**

GST is accounted on the basis of both, payments made in respect of goods cleared/services provided as also provision made under various under Goods and Service Acts.

#### **1.1.9 Employee benefits**

(i) Short term employee benefits are recognized as an expense at the undiscounted amount in the Profit and loss account of the Year in which the related service is related

(ii) Post employment and other long term employee benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long term benefits are charged to the Profit and loss account.

#### **1.1.10 Borrowing Costs**

Borrowing costs that are attributable to the acquisition or construction of qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to Profit and Loss Account.

#### **1.1.11 Financial Derivatives and Hedging Transactions**

In respect of derivative contracts, premium paid, gains/losses on settlement and losses on restatement are recognized in the Profit and loss account except in case where they relate to the acquisition or construction of fixed assets, in which case, they are adjusted to the carrying cost of such assets.

#### **1.1.12 Provision for Current and Deferred Tax**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the income-tax Act, 1961. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax asset is recognized and carried forward only to the extent that there is a virtual certainty that the asset will be realized in future.

#### **1.1.13 Provisions , Contingent Liabilities and Contingent Assets**

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.



GLOBAL CASTINGS PVT. LTD.

*[Signature]*  
Director

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*[Signature]*  
Director.



### 1.2.1 NOTES ON ACCOUNTS

1.2.1 Based on the opinion of the management (refer para 1.9 of significant Accounting policies), no provision has been made in the accounts as per the Accounting Standard 15, published by ICAI. The auditors, have entirely relied upon the opinion of the management, in this respect.

### 1.2.2 Auditors Remuneration

Payment to Auditors	31. March, 2020 (Rs.)	31 March, 2019 (Rs.)
Statutory Audit Fees	49,438	49,438
Internal Audit Fees	90,000	120,000
Tax Audit Fees	12,360	12,360
<b>Total</b>	<b>151,798</b>	<b>181,798</b>

### 1.2.3 Segment Information

Considering the nature of the company's business and operation, there are no separate reportable segments (business and/or geographical) in accordance with the requirements of Accounting Standard 17 'Segment Reporting', issued by ICAI.

### 1.2.4 Related Party Disclosures

As per Accounting Standard 18 'Related Party Disclosures' issued by ICAI, the disclosure of transactions with related parties are given below :

#### 1. Name of the Related Parties and description of Relationship

List of Related parties where control exists (As identified by the management and relied upon by the auditors)

Name of the Party	Relationship
Rajiv Shah	Director
Saurav shah	Director
Saurav Shah (HUF)	Karta is Director
Anshika Shah Trust	Trustee is Director
Arghya Shah Trust	Trustee is Director
Prem Lata Arya	Sister of a Director
Shweta Shah	Wife of a Director
Nisha Shah	Wife of a Director
Global Stones Private Limited	Son of a Director is Director
N S A Castings LLP	Wife of both Director is Partner
Panchmurti Suppliers Ltd	Associate Body Corporate



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*[Signature]*  
Director.

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*[Signature]*  
Director.



### Transactions made during the Year with Related Parties

Name of the party	Relationship	Nature of Transactions	Interest Paid
Rajiv Shah	Director	Director Remuneration	4,00,000
Saurav Shah	Director	Rent & Maintenance	46,00,077
Suarav Shah	Director	Director Remuneration	30,00,000
Arghya Shah Trust	Trustee is a Director	Interest on Loan taken	1,37,438
Shweta Shah	Wife of a Director	Salary	18,00,000
Nisha Shah	Wife of a Director	Salary	24,00,000
Global Stones Pvt. Ltd.	Son of a Director is Director	Rent & Maintenance	10,80,000
NSA Castings LLP	Wife of both directors is partner	Rent & Maintenance	19,20,000
Panchmurti Suppliers Ltd.	Associate Body Corporate	Sales	66,22,284

### 1.2.5 Details of dues to micro and small enterprises as defined under the MSMED Act, 2006

On the basis of information available with the company under the aforesaid Act, there are no Enterprises to whom the Company owes due which are outstanding at year end. This has been relied upon by the Auditors.

### 1.2.6 C.I.F. Value of Imports

	31 March, 2020 Rs.	31 March, 2019 Rs.
Capital Goods/Raw Materials	3,80,58,747	6,73,65,317

### 1.2.7 Earnings in Foreign Currency

	31 March, 2020 Rs.	31 March, 2019 Rs.
FOB value of exports	92,39,89,118	95,45,47,060

### 1.2.8 Expenditure in Foreign Currency:

	31 March, 2020 Rs.	31 March, 2019 Rs.
Traveling Expenses	30,27,732	29,64,098

### 1.2.9 Valuation of Current Assets, Loans & Advances

In the opinion of the management, current assets, loans and advances have the value at which these are stated in the balance Sheet, unless otherwise stated, and adequate provisions for all known liabilities have been made and are not in excess of the amount reasonably required except for certain refundable from government and other authorities.

1.2.10 Balances outstanding in respect of parties from whom unsecured loans have been received, are subject confirmations as at the year end date



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Director.

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Director.



**1.2.11** Company has initiated the process of reconciling the balances due from all its customers. Differences in balances, if any would be adjusted upon receipt of balance confirmations from such customers and reconciliation thereof.

**1.2.12 a.** Company has challenged payment of Entry Tax with Commercial Taxes Department – Government of West Bengal, which has become applicable with effect from 1<sup>st</sup> April, 2012 in relation to Financial Year 2012-13, by filing stay petition before the Kolkata High Court. Considering recent decision of the Kolkata High Court against the Commercial Taxes Department, the Company is on the verge of receiving the stay order and thus no provisions in books of accounts in this respect is considered necessary.

**b.** The Commercial Tax Department has raised demands in following years :

Financial Year	Rs. In Lacs	Status
2009-10	4.05	*Appeal filed with Tribunal
2010-11	39.93	Order for refund initiated
2016-17	22.23	Appeal filled with Revisional Board

\*Original demand was for Rs. 15.20 lacs against which 10.95 lacs has already been paid

**1.2.13** Company has initiated the process of reconciliation of GST balance appearing in books of account and at GST portal.

**1.2.14** Rs.88.89 lakhs has been admitted by West Bengal Industrial Development Corporation Ltd. as Fixed Capital Investment Subsidy under WBSSIS 2008, Subject to terms and conditions mentioned in the sanction letter. The company would account for the subsidy as and when received from appropriate authorities



GLOBAL CASTINGS PVT. LTD.

*[Signature]*  
Director.

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*[Signature]*  
Director.