

AUDIT REPORT

Name: Shree Marutinandan Tubes Limited

Address : Registered Office
A-21, 2nd Floor, Amrapali Complex,
Bopal Cross Road, S P Ring Road
Bopal, Ahmedabad - 380058

Financial Year : 2022-23

Audited By

S. K. Jha & Co.
Chartered Accountants

204, Iscon Plaza,
Satellite Road, Satellite,
Ahmedabad-380 015



S K Jha & Co.

CHARTERED ACCOUNTANTS

Office : 204, Iscon Plaza, Nr. ISRO, Satellite Road, Satellite, Ahmedabad-380015.

Tel : +91 79 48901576 Telefax : 079-26926104 • Mob : + 91 98240 44820 • www.caskjha.com • Email : satyendrajha@hotmail.com, skjha5@hotmail.com

INDEPENDENT AUDITOR'S REPORT

To,

The Members of SHREE MARUTINANDAN TUBES LIMITED,

Report on the Financial Statements

Opinion

We have audited the financial statements of SHREE MARUTINANDAN TUBES LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2023, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including 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 March 31, 2023, and profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

We draw your attention to "Note 1 n" to the financial statements which indicates that the company has not made provisions for post-employment benefits in accordance with AS-15 "Employee Benefits". The Company's records indicate that had management recognized and made provision for such post-employment benefits in the statement of profit and loss for the year, the net income and shareholders' equity would have been reduced by the such amount. However, the amount is not quantified by the management.

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 Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with



these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to

- a. Note 1 e of the financial statements, which describe the effects of adoption of Schedule II of Companies Act, 2013 for providing depreciation.
- b. Note 1 k of the financial statements, which describe the presentation error in profit & loss account for the year ended 31st March, 2022 and effects of Prior Period Tax Expense.

Our opinion is not modified in respect of this matters.

Key Audit Matters

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

Sr. No.	Key Audit Matter	Auditor's Response
1	Inventories (Existence) Management's physical verification of raw material was not physically observed by us subsequent to year end since our appointment was made after the end of March, 2023	We have carried out following procedures with respect to the existence of Inventory at the year end. <ul style="list-style-type: none">• Evaluated the design and implementation of the controls over physical verification of inventory and tested the operative effectiveness of these controls subsequent to year end.• On account of appointment subsequent to end of financial year, we were unable to carry out inventory verification at the year



		<p>end. Consequently, we have performed the following alternate procedures to audit the existence of inventory:</p> <ul style="list-style-type: none"> ➤ Participated in the physical verification of inventory conducted by the management subsequent to the year end, and performed roll back procedures. ➤ Obtained verification reports of the independent chartered accountant firms which were engaged by the company for the inventory verification process. Verified the instructions provided by the management to those independent firm. Evaluated the differences identified by these independent firms during their physical verification of inventories and it was noted there were no major deviations found.
--	--	--

Information Other than the Financial Statements and Auditor’s Report Thereon

The Company’s Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board’s Report including Annexure to Board’s Report, Business Responsibility Report, Corporate Governance and Shareholder’s Information, but does not include the standalone financial statements and our auditor’s report thereon.

Our opinion on the financial statements does not cover the other information and we do 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 in the audit or otherwise appears to be materially misstated.



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

Responsibility of Management for Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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. 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 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 statement 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 related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities 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.



Paragraph 40(b) of this SA explains that the shaded material below can be located in an Appendix to the auditor's report. Paragraph 40(c) explains that when law, regulation or the applicable auditing standards expressly permit, reference can be made to a website of an appropriate authority that contains the description of the auditor's responsibilities, rather than including this material in the auditor's report, provided that the description on the website addresses, and is not inconsistent with, the description of the auditor's responsibilities below. 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure 1** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.



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.
- 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) We have not observed any financial transactions or other matters which in our opinion, may have an adverse effect on the functioning of the company.
- e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- f) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the Internal Financial Control with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure – 2”.
- h) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- i) 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 except as mentioned in



Note No. 1 s of the financial statements.

- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii) There were no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv)
 - a. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregated) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - c. Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.



v) The company has not declared or paid any divided during the year.

For, S K Jha & Co.
Chartered Accountants
FRN. 126173W

Nikhil Makhija

Nikhil Makhija

Partner

M.No. 176178

UDIN: **23176178BGVPLX6096**



Date:- 14.08.2023

Place:- Ahmedabad

Annexure -1 referred to in paragraph 1 of the section on “Report on other legal and regulatory requirements” of our report of even date

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
- (a)
- A. The Company has maintained proper records showing full particulars, including quantitative details and situation of the Property, Plant and Equipment.
- B. The company does not carry intangible assets during the financial year, hence reporting under clause 3 (i) (a) B is not applicable to the company.
- (b) All the assets have been physically verified by the management during the year and no discrepancy was noticed on such verification.
- (c) The Company does not have any immovable property as on balance sheet date hence reporting under clause 3 (i) (c) is not applicable to the company.
- (d) The company has not revalued any Property, Plant and Equipment or intangible assets during the year, hence reporting under clause 3 (i) (d) is not applicable to the company.
- (e) No Proceeding have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. In respect of the Company's Inventories:
- (a) The Company does not have any inventory as on the balance sheet date and hence reporting under clause 3(ii)(a) of the Order is not applicable.
- (b) The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets and the quarterly returns or statements filed by the company with such banks are in agreement with the books of accounts of the company.
- iii. Whether during the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity
- a.



(A) In our opinion and according to the information and explanations given to us, during the year loans of Rs. 185.13 lakhs is given to Shree Maruti Tubes, a proprietary concern of promoter Mr. Vikram Sharma. The company has received the total repayment of Rs. 304.18 lakhs (including towards the opening balance outstanding) and hence, the amount outstanding as at the balance sheet date is Nil.

(B) In our opinion and according to the information and explanations given to us, during the year loans of Rs. 2.82 lakhs is given to Kalptaru InfoSoft Private Limited. Amount outstanding as at the balance sheet date is Rs. 6.67 lakhs.

- b. Since, there are no written terms and conditions of the advances given in the nature of loan are provided we are not able to comment on whether such conditions are prejudicial to the company's interest or not. However, the company has not received any income in nature of interest or any other form with respect to such advances amounting to Rs. 6.67 Lakhs outstanding as at balance sheet date.
- c. In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has not been stipulated hence we are unable to comment on the regularity of repayments or receipts
- d. No amount is overdue, for more than ninety days, hence reporting under this clause is not applicable.
- e. During the year, no loan or advance in the nature of loan granted has fallen due hence reporting under this clause is not applicable.
- f. The company has granted any loans or advances in the nature of loans of Rs. 185.13 lakhs to Shree Maruti Tubes and Rs. 2.82 lakhs to Kalptaru InfoSoft Private Limited without specifying any terms or period of repayment.

Rs. 185.13 lakhs i.e 98.45% of total advance is given to promoter of the company without specifying any terms or period of repayment. However, all the amount advanced to promoters is received back during the year and no amount is outstanding as at the balance sheet date.

iv. In our opinion and according to the information and explanations given to us, the company has not complied with the provisions of section 185 or section 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and securities provided, as applicable. Since,

- the company has advanced loan of Rs. 185.13 lakhs to the promoter exceeding the limits without prior approval by means of special resolution. Balance



outstanding as at the balance sheet date is Nil.

- the company has advanced loan of Rs. 2.82 lakhs (maximum outstanding during the year Rs. 19.67 lakhs) to Kalptaru Infosoft Private Limited exceeding the limits without prior approval by means of special resolution. Balance outstanding as at the balance sheet date is Rs. 6.67 lakhs.
 - no income in nature of interest or any other form with respect to such advances amounting is received by the company.
- v. 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.
- vi. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- vii. In respect of statutory dues:
- (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 Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess 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, 2023 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, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute except following:

Name of Statute	Nature	Period (FY)	Amount of Tax	Forum where Dispute is Pending
SGST Act	GST	2019-20	3,05,402	SGST Deputy Commissioner

- viii. In our opinion and according to the information and explanations given to us, there were no transactions relating to previously unrecorded income that have been



surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

- ix. In our opinion and according to the information and explanations given to us, in respect of loans taken and funds raised:
- (a) The company has not defaulted in repayment of loan 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 institutions or government or any government authority.
 - (c) In our opinion and according to the information and explanation given to us, the company has utilized the money obtained by way of term loans during the year for the purpose for which they were obtained.
 - (d) On an overall examination of the financial statements of the company, no funds are raised on short term basis have, prima facie, not been used during the year for long-term purposes by the company.
 - (e) On an overall examination of the financial statements of the company, the company has not taken any funds from any entity or person on account of or to meet the obligations of subsidiaries.
 - (f) The company has not raised any loans during the year on the pledge of any securities held in its subsidiaries, joint ventures or associate companies.
- x. In respect of money raised:
- (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 during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
 - (b) During the year, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi. In respect of fraud:
- (a) No fraud by the company and no material fraud on the company has been noticed or reported during the year.



- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the company during the year (and upto the date of this report, while determining the nature, timing and extent of our audit procedures.
- xii. The Company is not a Nidhi Company hence reporting under clause 3 (xii) of the Order is not applicable.
- xiii. 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.
- xiv. In our opinion and based on our examination, the company does not have an internal audit system and is not required to have an internal audit system as per provisions of the Companies Act 2013 and hence reporting under clause 3 (xiv)(a) & (b) of the order are not applicable.
- xv. 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. Hence, provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- xvi.
- (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 hence reporting under clause 3 (xvi) (a) to (c) of the Order are not applicable.
- (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3 (xvi) (d) of the Order is not applicable.
- xvii. The company has not incurred cash loss neither during the financial year covered by our audit nor in the immediately preceding financial year.
- xviii. During the year, Kunj Amlani & Associates has resigned from the office of Statutory Auditor of the company and no issues, observations or concerns were raised by the outgoing auditors.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of



financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attentions, which causes us to believe that any material uncertainty exists on the date of the audit report indicating 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 the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

- xx. In our opinion and according to the information and explanations given to us, the provisions of section 135 of the Companies Act, 2013 are not applicable to the company and hence reporting under clause 3(xx) (a) and (b) of the order is not applicable.
- xxi. According to the information and explanations given to us, the company is neither holding nor subsidiary of any company and hence reporting under clause 3(xxi) of the order is not applicable.

For, S K Jha & Co.
Chartered Accountants
FRN: 126173W


Nikhil Makhija
Partner
M.No. 176178



Date: 14.08.2023
Place: Ahmedabad

Annexure -2 Referred To In Paragraph 2 (F) Of the Section on “Report On Other Legal And Regulatory Requirements” Of Our Report Of Even Date

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

To the Members of Shree Marutinandan Tubes Limited

We have audited the internal financial controls over financial reporting of Shree Marutinandan Tubes Limited (“the Company”) as of March 31, 2023 which is based on criteria established in Internal Control—Integrated Framework issued by the Committee of Sponsoring Organizations of the Tread way Commission (2013 framework) (the COSO 2013 criteria) 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 under the COSO 2013 criteria, which considers 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 the Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor’s 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 as specified under section 143(10) of the Companies Act, 2013, to the extent 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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

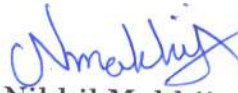
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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, 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, 2023, based on the internal control over financial reporting in COSO 2013 criteria, 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, S K Jha & Co.
Chartered Accountants
FRN: 126173W


Nikhil Makhija
Partner
M.No. 176178



Date: 14.08.2023
Place: Ahmedabad

SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940


BALANCE SHEET AS AT 31 ST MARCH, 2023

Particulars	Note No.	As at 31/03/2023	As at 31/03/2022
		(Amt in lakhs)	(Amt in lakhs)
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2	20.50	20.50
(b) Reserves and surplus	3	261.37	76.14
(c) Money received against share warrants			
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long-term borrowings	4	210.02	278.27
(b) Deferred tax liabilities (Net)			
(c) Other Long term liabilities			
(d) Long-term provisions			
4 Current liabilities			
(a) Short-term borrowings	5	508.97	364.44
(b) Trade payables			
Outstanding dues of micro enterprise and small enterprise creditors other than micro enterprise & small enterprise	6	-	-
(c) Other current liabilities	7	519.83	541.11
(d) Short-term provisions	8	16.06	13.92
		78.24	2.60
TOTAL		1,615.01	1,296.98
II. ASSETS			
1 Non-current assets			
(a) Property Plant & Equipment			
(i) Tangible assets	9	28.78	41.58
(ii) Intangible assets			
(iii) Capital work-in-progress			
(iv) Intangible assets under development			
(b) Non-current investments		-	-
(c) Deferred tax assets (net)		2.06	-
(d) Long-term loans and advances			
(e) Other non-current assets	10	3.34	3.34
2 Current assets			
(a) Current investments			
(b) Inventories	11	638.65	445.24
(c) Trade receivables	12	886.13	556.36
(d) Cash and cash equivalents	13	2.70	43.78
(e) Short-term loans and advances	14	39.14	164.92
(f) Other current assets	15	14.20	41.75
TOTAL		1,615.01	1,296.98

Summary of significant accounting policies
Notes to Financial Statement

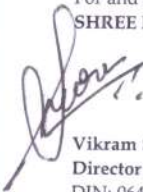
1
2 to 31

As per our Report of Even Date Attached
For, S K Jha & Co.
Chartered Accountants
FRNo. 126173W



Nikhil Makhija
Partner
M.No. 176178
UDIN: 23176178BGVPLX6096




For and on behalf of Board of Directors
SHREE MARUTINANDAN TUBES LIMITED


Vikram S Sharma
Director
DIN: 06452273


Bharat S Sharma
Director
DIN: 06466395


Arun Karia
CFO
PAN: CTAPK2250B








Pooja Mangal
Company Secretary
PAN: FGFP2861B

Date: 14.08.2023
Place: Ahmedabad

Date: 14.08.2023
Place: Ahmedabad

SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2023

Particulars		Refer Note No.	For the Year ended on	For the Year ended on
			31/3/2023	on 31/3/2022
			(Amt in Lakhs)	(Amt in Lakhs)
I.	Revenue from operations	16	4,716.96	4,726.25
II.	Other income	17	5.63	4.36
III.	Total Income (I + II)		4,722.58	4,730.61
IV.	Expenses:			
(a)	Changes in inventories	18	(193.42)	(296.71)
(b)	Purchases of Stock in Trade		4,492.53	4,855.88
(c)	Employee benefits expense	19	28.07	23.92
(d)	Finance costs	20	69.46	64.39
(e)	Depreciation and amortization expense	9	14.07	4.23
(f)	Other expenses	21	41.48	48.22
	Total expenses (IV)		4,452.20	4,699.93
V.	Profit before exceptional and extraordinary items and tax (III-IV)		270.38	30.68
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		270.38	30.68
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		270.38	30.68
X	Tax expense:			
	(1) Current tax			
	Current Year		87.22	9.31
	Prior Period		77.24	-
	(2) Deferred tax		9.97	-
			(2.06)	-
XI	Profit (Loss) for the period from continuing operations (IX-X)		185.23	21.37
XII	Profit/(loss) from discontinuing operations		-	-
XIII	Tax expense of discontinuing operations		-	-
XIV	Profit/(Loss) from discontinuing operations(after tax)(XII-XIII)		-	-
XV	Profit for Appropriations		185.23	21.37
	Transfer to Capital Redemption Reserve			
XVI	Profit (Loss) for the period (XI + XIV)		185.23	21.37
XVII	Earnings per equity share:			
	(1) Basic		90.36	10.43
	(2) Diluted		90.36	10.43
Summary of significant accounting policies		1		
Notes to Financial Statement		2 to 31		
As per our Report of Even Date Attached For S. K. Jha & Co. Chartered Accountants FRNo. 126173W		For and on behalf of Board of Directors SHREE MARUTINANDAN TUBES LIMITED		
  Nikhil Makhija Partner M.No. 176178 UDIN: 23176178BGVPLX6096		 Vikram S Sharma Director DIN: 06452273		
		 Bharat S Sharma Director DIN: 06466395		
		 Pooja Mangal Company Secretary PAN: CTAPK2250B		
		 Pooja Mangal Company Secretary PAN. FGFP2861B		
Date : 14.08.2023 Place : Ahmedabad		Date : 14.08.2023 Place : Ahmedabad		

SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023

Particulars	For the year Ended	For the year Ended
	31-3-2023	31-3-2022
	(Amt in Lakhs)	(Amt in Lakhs)
(A) Cash flow from Operating Activities		
Profit/ (Loss) before extraordinary items and tax	270.38	30.68
<u>Adjustments for:-</u>		
<u>Add:</u>		
Finance Cost	69.46	64.39
Depriciation and Amortisation	14.07	4.23
Operating Profit/(Loss) before changes in Working Capital		
<u>Changes In Working Capital</u>		
Increase /(Decrease) in Trade Payables	(21.28)	117.00
Increase /(Decrease) in Other Current Liabilities	2.14	(10.28)
Increase /(Decrease) in Short Term Provision	75.64	2.60
(Increase) /Decrease in Inventories	(193.42)	(296.71)
(Increase) / Decrease in Trade Receivables	(329.77)	560.25
(Increase)/Decrease in Short Term Loans & Advances	125.79	(164.92)
(Increase)/Decrease in Other Current Asset	27.55	(33.08)
Other Adjustment	-	4.92
Operating Profit/(Loss) after changes in Working Capital	40.59	279.08
Less: Taxes Paid	(87.22)	(9.31)
Net Cash Flow from Oprating Activities (A)	(46.63)	269.78
(B) Cash flow from Investing Activities		
Purchase of Fixed Assets	(1.27)	(34.72)
Net Cash Flow from Investing Activities (B)	(1.27)	(34.72)
(C) Cash flow from Financing Activities		
Changes in Borrowings		
Long Term Borrowings	(68.25)	(26.03)
Short Term Borrowings	144.53	(104.86)
Finance Cost	(69.46)	(64.39)
Net Cash Flow from Financing Activities (C)	6.82	(195.27)
Net Increase/(Decrease) in Cash and Cash Equivalents(A+B+C)	(41.08)	39.79
Cash and Cash Equivalents at the Beginning of the Period	43.78	4.00
Cash and Cash Equivalents at the Ending of the Period	2.70	43.78


As per our Report of Even Date Attached

For S. K. Jha & Co.
Chartered Accountants
FRNo. 126173W


Nikhil Makhija
Partner
M.No. 176178
UDIN: 23176178BGVPLX6096

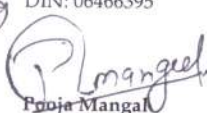


For and on behalf of Board of Directors
SHREE MARUTINANDAN TUBES LIMITED


Vikram S Sharma
Director
DIN: 06452273


Bharat S Sharma
Director
DIN: 06466395


Dhruv Karia
CFO
PAN: CTAPK2250B


Pooja Mangal
Company Secretary
PAN: FGFP2861B

Date : 14.08.2023
Place : Ahmedabad

Date : 14.08.2023
Place : Ahmedabad

1. SIGNIFICANT ACCOUNTING POLICIES

a. Company Overview

Shree Marutinandan Tubes Limited was as a company incorporated as Private Limited Company on 12th March, 2013 which was later on converted into Limited company on 22nd June, 2023 having registered office at A-21, Second Floor, Amrapali Complex, S P Ring Road, Bopal, Ahmedabad - 380058 and since then the company is engaged in the business of trading of pipes and tubes.

b. Basis of Preparation of Financial Statements:

The financial statements of the Company have been prepared on accrual basis and under historical cost convention method and in accordance with Generally Accepted Accounting Principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the Accounting Standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified).

c. Use of Estimate:

The preparation of financial statements require management to make estimates and assumptions that affects the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities on the date of the financial statements and reported amount of revenue and expenses during the year. Actual results could differ from those estimates. Any revision in the accounting estimate are recognized prospectively in the current and future periods.

d. Property, Plant and Equipment:

Property, Plant and Equipment are recorded and stated at cost less accumulated depreciation and impairment losses, if any. The cost comprises of the purchase price and other costs directly attributable to bringing the assets to its working condition for its intended use.

e. Depreciation:

Depreciation on Property Plant and Equipments is provided by complying the provisions contained in Schedule - II of the Companies Act, 2013.



Depreciation is provided using Written down Value Method, after retaining residual value at the rate of 5% of the cost, over the useful lives of the assets prescribed in Schedule - II of the Act.

In case of assets purchased during the year, Depreciation is provided on prorate basis on the basis of use full lives prescribed in Schedule - II.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the Statement of Profit and Loss.

The company was providing the depreciation as per the rates prescribed under Income Tax Act till 31.03.2022 and from the current financial year the company has adopted the rates provided under Schedule II of the Companies Act, 2013.

As per the transitional provisions of Schedule II, the company has retrospectively calculated the depreciation applying rates provided in Schedule II and has adjusted the WDV. The differential depreciation on account of such transition is Rs. 3.54 lakhs (included in total depreciation of Rs. 14.07 lakhs) which charged in profit & loss.

Due to change in above accounting estimate the profit for the year is reduced to the extent of Rs. 7.94 lakhs. The effect of such change for subsequent period is not quantifiable.

f. Impairment of Property, Plant and Equipment:

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to the present value at interest rate specific to the asset and in case where the specific rate is not available at the weighted average cost of capital which is adjusted for country risk/currency risk.

g. Investments:

Investments have been classified as long-term investments in accordance with the Accounting Standard 13, as notified by the Companies (Accounting Standards) Rules, 2006 (as amended). Long term investments are carried at cost. Provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. On disposal of the investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.



Dividends are accounted for when the right to receive the payment is established.

h. Inventories:

Inventories are carried at cost or net realizable value whichever is lower. Cost of inventories is generally ascertained on FIFO (First-In-First-Out) basis. The cost comprises of cost of purchase and other costs incurred in bringing the inventory to its present location and condition.

i. Revenue Recognition:

As per AS - 9 "Revenue Recognition" Revenue from the sale of goods or services are recognized when ownership or control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. In other cases revenue is recognized when right to receive income is established.

j. Subsequent Events

Subsequent Events are those events which occur after the Balance Sheet date and before the date on which Books of Accounts are approved by Board of Directors. All the subsequent events which provide further evidence of conditions that existed at the Balance Sheet date have been duly incorporated by the Management in the Financial Statements.

k. Prior Period, Extra Ordinary and Exceptional Items

- Items of Incomes or Expenses which aroused in the current year but the conditions, events or evidences for those transactions relates to one or more prior periods are separately disclosed in the Financial Statements.
- The Items of Incomes or Expenditure which does not relates to ordinary business activities are classified as Extra ordinary items in the Financial Statements.
- Incomes or Expenditures which relates to ordinary business activities but are exceptionally high or low as compared to one or more comparatives are classified as Exceptional Items.

In the previous financial year 2021-22, though the Tax Expense of Rs. 9.31 lakhs is disclosed on the phase of Profit & Loss account neither net effect is not carried forward to reserves & surplus not any provision is booked. The error can-not be corrected in disclosure we have continued to show the Tax expense in the comparative figures.



The fact is provision for income tax Rs. 9.31 lakhs was not booked in the financial year 2021-22. The company has paid the tax of Rs. 9.97 lakhs for the financial year 2021-22 in current financial year 2022-23 which is a prior period expense separately disclosed in the financial statements. Due to above effect the profit for the year is reduced to the extent of Rs. 9.97 lakhs.

l. Taxes on Income:

Tax expense comprises Current and Deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with Income-tax Act, 1961.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognized for all timing differences. Deferred tax assets are recognized for timing differences only to the extent that there is reasonable certainty exists that sufficient future taxable income will be available against which these can be realized.

m. Earnings Per Share:

The Company reports basic and diluted earnings per equity share in accordance with Accounting Standard 20, 'Earnings Per Share'. Basic earnings per equity share is computed by dividing net profit/(loss) after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share is computed by adjusting net profit or loss and using the weighted average number of equity shares outstanding during the year for dilution.

n. Employee Benefits:

The amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the service.

Post-employment benefits such as gratuity have not been provided for on accrual basis.

o. Borrowing Costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising



from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs that are directly attributable to the acquisition, construction or production of an asset that takes a substantial period to get ready for its intended use are capitalized. All other borrowing costs are recognized as expenditure in the period in which they are incurred.

p. Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item are classified as Operating Leases. Operating Lease payments are recognized as an expense in the Profit & Loss Account on a straight line basis over the period. The company does not have any outstanding Lease as on the balance sheet date.

q. Segment Reporting

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the Company. Revenue and expenses have been identified to segments on the basis of their relationship to the operating activities for the segment. Revenue and expenses, which relate to the Company as a whole and are not allocable to segments on a reasonable basis, have been included under "Unallocated corporate expenses/income.

The company is operating in single segment.

r. Foreign Currency Transactions:

Initial recognition: -

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Exchange differences: -

Exchange differences arising on settlement of monetary items or on reporting Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

There are no Foreign Currency transactions during the year.



s. **Provisions, Contingent Liabilities and Contingent Assets:**

Provisions are recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are recognized only when there is a possible obligation arising from past events, not wholly within the control of the Company, or where any present obligation cannot be measured in terms of future outflow of resources of, or where reliable estimate cannot be made. Obligations are assessed on going concern basis and only those having a largely probable outflow of resources are provided for. Contingent liabilities, if any, are not provided for in the financial statements but are separately shown by way of note. Contingent assets are neither recognized nor disclosed in the financial statements.

All Contingent Liabilities assessed by the board and based on the expert's opinion are disclosed as below:

Name of Statute	Nature	Period (FY)	Amount of Tax	Forum where Dispute is Pending
SGST Act	GST	2019-20	3,05,402	SGST Deputy Commissioner



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 2 :

<u>Share Capital</u>	As at 31/03/2023	As at 31/03/2022
Authorised		
5,00,000 (P.Y. 5,00,000) Equity shares of Rs. 10 each	50.00	50.00
TOTAL	50.00	50.00
'Issued, Subscribed and Paidup Capital'		
2,05,000 (P.Y. 2,05,000) Equity shares of Rs. 10 each	20.50	20.50
TOTAL	20.50	20.50

B. Terms/ rights attached to shares:

i. Equity Shares

The company has Equity shares having par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. Any shareholder whose name is entered in to Register of Members of the company shall enjoy the same rights and subject to the same liabilities as all other shareholders of the same class.

In the event of liquidation of the company, the holder of Equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in the proportion to the no. of equity shares held by the share holder.

C. The reconciliation of the number of shares outstanding and the amount of share capital as at 31st March, 2023 and 31st March, 2022 is set out below:

PARTICULARS	As at 31/03/2023		As at 31/03/2022	
	Number	(Amt in Lakhs)	Number	(Amt in Lakhs)
Equity Shares				
At the beginning of the year	2,05,000	20.50	2,05,000	20.50
Add: Further Issue During the Period Issued and Allotted	-	-	-	-
At the end of the year	2,05,000	20.50	2,05,000	20.50

D. Details of Shares held by each share holder (Holding more than 5% of Equity Shares)

NAME OF THE PERSON	As at 31/03/2023		As at 31/03/2022	
	Number	%	Number	%
Bharat S Sharma	30,000	14.63%	30,000	14.63%
Kusumlat Sharma	75,000	36.59%	75,000	36.59%
Neha V Sharma	20,000	9.76%	20,000	9.76%
Shalini B Sharma	40,000	19.51%	40,000	19.51%
Vikram S Sharma	40,000	19.51%	40,000	19.51%

As per records of the Company, including its register of shareholders/members and other declaration received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

E. During the period of 5 years immediately preceding the reporting date, the company has not issued any shares for consideration other than cash, has not bought back any shares and has not allotted any shares as fully paid-up by way of bonus shares.

F. Shares held by promoters at the end of the Year 2023

Name of Promoter	No. of shares held	% of Total Shares	% Change during the Year
Bharat S Sharma	30,000	14.63%	-
Kusumlat Sharma	75,000	36.59%	-
Neha V Sharma	20,000	9.76%	-
Shalini B Sharma	40,000	19.51%	-
Vikram S Sharma	40,000	19.51%	-



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 3

<u>Reserves & Surplus</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
a. Surplus/(deficit) in Statement of Profit and Loss		
Opening balance	76.14	46.31
(+) Net Profit/ (Net Loss) For the current year	185.23	21.37
(+) Adjustments	-	8.46
Closing Balance	261.37	76.14
Total	261.37	76.14

Note 4

<u>Long Term Borrowings</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
Secured Loans		
From Bank		
GECL Loan*	8.17	27.77
Vehicle Loan**	12.95	20.18
Unsecured Loans		
From Directors & Relatives	188.90	230.32
Total	210.02	278.27

*The company has availed credit facility of Rs. 58.81 lakhs as GECL Loan at Interest Rate of 9.25 % from Indusland Bank. The facility is secured against mortgage of property repayable in 36 equal monthly principal payments starting from 30.09.2021.

**The company has availed credit facility of Rs. 20.18 lakhs as Vehicle Loan at Interest Rate of 7.20 % from Indusland Bank. The facility is secured against the hypothication of Vehicle repayable in 60 equal monthly instalments starting from 05.04.2022.

Note 5

<u>Short Term Borrowings</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
Secured		
From Bank		
Loan Repayable on Demand	485.63	343.68
Current Maturity of Long Term Debt**	23.34	20.76
Total	508.97	364.44

* The company has availed credit facility of Rs. 501.00 lakhs as Cash Credit at Interest Rate of 10.42% from Indusland Bank. The credit facility is secured against the hypothication of stock & book debts.

** Refer Note 4



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 6

<u>Trade Payables</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
Micro and Small Enterprises Creditors	-	-
Other than Micro and Small Enterprises Creditors	519.83	541.11
Total	519.83	541.11

6.1 Trade Payables Ageing Schedule

Particulars	As at 31/03/2023	As at 31/03/2022
Other than MSME		
Less than 1 year	520.51	541.11
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
Total	520.51	541.11

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosure pursuant to the said MSMED Act are as follows:

Particulars	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
Principal Amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal Amount due to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid , other than under section 16 of MSMED Act, beyond the appointed day during the year	-	-
Interest paid , under section 16 of MSMED Act, beyond the appointed day during the year	-	-
Interest due and payable towards suppliers registered under the MSMED Act, for payments already made	-	-
Further interest remaining due and payable for earlier years	-	-

Note 7

<u>Other Current Liabilities</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
a) Other payables		
(i) Statutory remittances (Contributions to PF and ESIC, Excise Duty, VAT, Service Tax, GST etc.)	15.49	5.83
(ii) Advance From Customers	0.57	2.24
(iii) Others	-	5.85
Total	16.06	13.92



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 8

<u>Short Term Provisions</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
(a) Provision for Employee Benefits	-	2.60
(b) Others		
Provision for Expenses	1.00	-
Provision for Income Tax	77.24	-
Total	78.24	2.60



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 9 : Property Plant & Equipment

Tangible Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK		
	As at 01.04.2022	Additions	Disposals/ Transfer	As at 31.03.2023	As at 01.04.2022	Depreciation charge for the year	Disposals/ Transfer	As at 31.03.2023	As at 31.03.2022
Computer & Data Processing Units	0.56	0.18	-	0.74	0.39	0.13	-	0.52	0.17
Furniture	8.10	0.50	-	8.60	0.91	2.20	-	3.11	7.19
Office Equipments	4.23	0.59	-	4.82	1.09	2.12	-	3.21	3.14
Motor Vehicles	38.25	-	-	38.25	7.16	9.63	-	16.79	31.09
Total (A)	51.14	1.27	-	52.41	9.56	14.07	-	23.63	41.58
Previous Year	16.42	34.72	-	51.14	5.46	4.23	0.13	9.56	10.97

9 (i) Reconciliation of the gross and net carrying amount of each class of assets at the beginning of and end of reporting period:

Particulars	Computer & Data Processing Units		Furniture		Office Equipment		Motor Vehicles		Total
	31st March 2023	31st March 2022	31st March 2023	31st March 2022	31st March 2023	31st March 2022	31st March 2023	31st March 2022	
Gross Carrying value at the beginning of the year	0.56	0.45	8.10	1.31	4.23	2.63	38.25	12.04	51.14
Additions	0.18	0.11	0.50	6.80	0.59	1.60	-	26.22	16.42
Deletions	-	-	-	-	-	-	-	-	34.72
Gross Carrying value at the end of the year	0.74	0.56	8.60	8.10	4.82	4.23	38.25	38.25	52.41
Accumulated Depreciation at the beginning of the year	0.39	0.31	0.91	0.42	1.09	0.74	7.16	3.99	9.56
Depreciation	0.13	0.11	2.20	0.50	2.12	0.45	9.63	3.17	14.07
Accumulated Depreciation on deletions	-	-	-	-	-	-	-	-	-
Accumulated Depreciation at the end of the year	0.52	0.39	3.11	0.91	3.21	1.09	16.79	7.16	23.63
Carrying Value at the beginning of the year	0.17	0.13	7.19	0.89	3.14	1.90	31.09	8.05	41.58
Carrying Value at the end of the year	0.22	0.17	5.49	7.19	1.61	3.14	21.46	31.09	28.78

9 (ii) Title deeds of Immovable Properties not held in name of the Company
Company does not have any immovable asset as on the balance sheet date so disclosure is not applicable.

9 (iii) Details of Benami property

No proceedings has been initiated / pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 10

<u>Other Non-Current Assets</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
(i) Security Deposits- Unsecured Considered Good VAT & CST Deposit	0.20	0.20
(ii) Others GST Appeal Deposit	3.14	3.14
Total	3.34	3.34

Note 11

<u>Inventory</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
(As taken, valued and certified by the management) Stock in Trade Tubes & Pipes	638.65	445.24
Total	638.65	445.24

Note 12

<u>Trade Receivable</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
Unsecured, Considered Good Exceeding Six Months Others	208.18 677.95	285.50 270.87
Total	886.13	556.36

12.1 Trade Receivable Ageing Schedule

Particulars	As at 31/03/2023	As at 31/03/2022
Undisputed		
Less than 6 months	677.95	270.87
6 months - 1 year	57.40	16.82
1-2 years	20.86	169.81
2-3 years	50.17	15.17
More than 3 years	79.75	83.70
Total	886.13	556.36

Note 13

<u>Cash and Cash Equivalents</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
Cash on Hand Balance in With Bank	1.84 0.86	3.10 40.68
Total	2.70	43.78



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 14

<u>Short Term Loans and Advances</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
Others - (Unsecured, Considered Good)		
(a) Loans and Advances		
Inter Corporate Deposits	6.67	17.85
Others	-	119.04
(b) Advance to Suppliers	28.05	24.59
(c) Staff Advances	4.41	3.44
Total	39.14	164.92

Loans and Advances in the Nature of Loans Granted to Promoters, Directors, Relatives

Type of Borrower	Amount of Loan	Amount of Loan
	% to Total Advances in the Nature of Loans	% to Total Advances in the Nature of Loans
Promoter	-	119.04
Directors	-	-
KMPs	-	-
Related Parties	-	-

Note 15

<u>Other Current Assets</u>	As at 31/03/2023	As at 31/03/2022
	Amt in Lakhs	Amt in Lakhs
(A) Balances with Govt. Authorities		
Income Tax Receivable (TDS Credit / Refund Receivable)	10.67	9.05
GST Credit Receivable	-	32.70
(B) Other		
Prepaid Expense	3.52	-
Others	-	-
Total	14.20	41.75



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 16

<u>Revenue From Operation</u>	For the Year ended 31st March 2023	For the year ended 31st March 2022
	Amt in Lakhs	Amt in Lakhs
Sales of Goods Tubes	4,623.84	4,692.25
Other Operating Revenue Commission on Sales	93.12	34.00
Total	4,716.96	4,726.25

Note 17

<u>Other Income</u>	For the Year ended 31st March 2023	For the year ended 31st March 2022
	Amt in Lakhs	Amt in Lakhs
Discount Received	5.63	4.36
Total	5.63	4.36

Note 18

<u>Changes in Inventories</u>	For the Year ended 31st March 2023	For the year ended 31st March 2022
	Amt in Lakhs	Amt in Lakhs
Opening Stock	445.24	148.53
Less: Closing Stock	638.65	445.24
Cost of Raw Material Consumed	(193.42)	(296.71)

Note 19

<u>Employee Benefites Expense</u>	For the Year ended 31st March 2023	For the year ended 31st March 2022
	Amt in Lakhs	Amt in Lakhs
Salary	13.86	9.75
Director Remuneration	14.00	14.00
Staff Welfare Expense	0.21	0.17
Total	28.07	23.92



SHREE MARUTINANDAN TUBES LIMITED
CIN: U27109GJ2013PTC073940

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Note 20

<u>Finance Cost</u>	For the Year ended 31st March 2023	For the year ended 31st March 2022
	Amt in Lakhs	Amt in Lakhs
Interest on Unsecured Loan	6.14	18.53
Intesest on Bank Finances	51.25	44.60
Interest on Late Payment	9.29	-
Other Charges	2.78	1.25
Total	69.46	64.39

Note 21

<u>Other Expenses</u>	For the Year ended 31st March 2023	For the year ended 31st March 2022
	Amt in Lakhs	Amt in Lakhs
Direct Expenses		
Freight Inward	1.65	17.13
Rate Difference	0.49	1.33
Total Direct Expense (a)	2.13	18.46
Administrative & Selling Expenses		
Audit Fees	1.00	-
Bank Charges	0.76	0.24
Communication Expense	1.42	0.80
Donations	0.06	-
Freight Outward	4.61	2.95
GST Credit Reversal	3.65	-
Insurance Expense	0.33	0.60
Interest/Late Payment on GST	3.06	0.36
Income Tax on Assesemnt	-	5.89
Miscellaneous Expenses	0.12	0.07
Office Expense	1.41	1.57
Power & Fuel Expense	1.18	0.43
Professional Fees	4.57	0.82
Refreshment Expenses	0.89	0.20
Rent & Taxes	4.85	3.60
Repair & Maintenance	1.18	0.83
Sales Promotion Expense	3.80	6.87
Software & Domain Renewal Charges	0.20	0.11
Stationary & Printing	0.37	0.31
Travelling Expense	5.89	4.12
Total Admininstrative & Selling Expense (b)	39.35	29.76
Total	41.48	48.22



22. SIGNIFICANT NOTES

i. Current Assets, Loans & Advances and Liabilities:

In the opinion of the Board, the value of realization of current assets, loans & advances, if realized in the ordinary course of the business, shall not be less than the amount, which is stated, in the current year Balance Sheet. The provision for all known liabilities is reasonable and not in excess of the amount considered reasonably necessary.

ii. Directors Remuneration:

During the year under consideration, the company has paid director remuneration of Rs. 14,00,000.

iii. Disclosure Requirement for Sundry Creditors Covered Under MSME Act, 2006:

As informed by the management, the Company has circulated confirmation for the identification of suppliers registered under the Micro, Small and Medium Enterprises Development Act, 2006.

The company has disclosed the amounts unpaid, if any as at the yearend together with interest paid/payable relating to the suppliers from whom confirmation regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 is obtained.

iv. Rounding Off

Figures have been rounded off to lakhs.

v. Previous Year's Figures:

Previous years' figures have been recast so as to make them comparable with current year's figures.

23. EARNING PER SHARE

Particulars	31 st March, 2023 (Amt in Lakhs)	31 st March, 2022 (Amt in Lakhs)
Net Profit/(Loss) after tax for the year	185.23	21.37
Weighted No. of ordinary shares for basic EPS (Actual)	2,05,000	2,05,000



Nominal Value of Ordinary Share	10.00	10.00
Basic and Diluted Earning for Ordinary Shares	90.36	10.43

24. DEFERRED TAX ASSETS / LIABILITIES

Provision for current tax is made after taking into consideration benefits admissible under the provisions of Income-tax Act, 1961. Deferred tax resulting from timing difference between book and taxation profit is accounted for using the tax rates and laws that have been enacted or substantively enacted on the date of balance sheet. The deferred tax asset and liabilities are recognized and carried forward only to the extent that there is reasonable certainty that the assets will be realized in future.

Break up of Net Deferred Tax Liability (Assets) into major components is given below:

Particulars	As at 31/03/2023	As at 31/03/2023
WDV as per Income Tax	36.72	41.58
WDV as per Books	28.78	41.58
Difference	7.94	-
Tax effect @ 26.00% (Previous Year 26%)	2.06	-

25. RELATED PARTY TRANSACTIONS

a Details of Related Parties

Sr No	Name Of Person	Relation With The Company
1	Bharat Shivratn Sharma	Director
2	Vikram Shivratn Sharma	
3	Kusumlata Sharma	Shareholder
4	Neha Vikram Sharma	
5	Shalini Bharat Sharma	
6	Aaradhya Vikram Sharma	
7	Bhavya Bharat Sharma	
8	Pooja Upmanyu	Relatives of Director
9	Shalini Sharma	
10	Shreshth Sharma	
11	Soumya Bharat Sharma	
12	Shree Jay Aar & Sons	
13	Shree Maruti Tubes	

Enterprise in which KMP
has direct control



S

- 14 Shree Enterprises
 15 Shree Kamdhenu Marchinery Private Limited
 Shree Maruti Green Private
 16 Limited

Details Of Related Party

b Transactions:

Sr No	Particular	Nature Of Transaction	2022-23	2021-22
1	Bharat Shivratan Sharma	Office Rent	0.90	1.00
		Director's Remuneration	7.00	7.00
		Unsecured Loan Aailed	17.60	22.83
		Unsecured Loan Repaid	50.17	30.70
		Interest Paid	0.64	3.14
2	Vikram Shivratan Sharma	Office Rent	0.90	1.00
		Director's Remuneration	7.00	70.00
		Unsecured Loan Aailed	63.75	35.88
		Unsecured Loan Repaid	107.65	49.26
		Interest Paid	0.44	4.23
3	Kusumlata Sharma	Unsecured Loan Aailed	78.45	33.14
		Unsecured Loan Repaid	57.80	46.14
		Interest Paid	2.75	8.05
4	Neha Vikram Sharma	Unsecured Loan Aailed	14.10	12.40
		Unsecured Loan Repaid	7.18	0.24
		Interest Paid	0.81	0.97
5	Shalini Sharma	Unsecured Loan Aailed	11.45	19.24



S

	Unsecured Loan Repaid	9.50	2.32
	Interest Paid Unsecured Loan	1.05	1.11
6	Pooja Upmanyu	1.00	1.86
	Unsecured Loan Repaid	1.00	-
	Interest Paid Unsecured Loan	0.46	1.03
7	Shree Jay Aar & Sons	-	28.53
8	Shree Maruti Tubes	185.14	-
	Loans and Advances Given	304.18	-
	Loans and Advances Recovered		
9	Shree Enterprises	-	-
	Shree Kamdhenu Machinery		
10	Private Limited	77.99	-

Closing Balances of Related
c. Parties:

S r N o	Particular	Nature Of Balances	2022-23	2021-22
1	Bharat Shivratan Sharma	Unsecured Loan	2.64	34.63
2	Vikram Shivratan Sharma	Unsecured Loan	3.04	46.55
3	Kusumlata Sharma	Unsecured Loan	115.21	92.08
4	Neha Vikram Sharma	Unsecured Loan	27.37	19.73
5	Shalini Sharma	Unsecured Loan	28.46	25.57
6	Pooja Upmanyu	Unsecured Loan	12.17	11.76
7	Shree Maruti Tubes	Loans and Advances	-	119.04
	Shree Kamdhenu Machinery			
8	Private Limited	Trade Receivable	28.65	-



26. Payment to Auditors

Payment to Auditor	2022-23	2021-22
Audit Fees	1.00	-
Total	1.00	-

27. Undisclosed Income

There are no transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

28. Corporate Social Responsibility

The company is not covered under section 135 of The Companies Act, 2013.

29. Details of Crypto Currency

Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

30. Additional Regulatory Information**i. Registration of Charges:**

There are no charges or satisfaction yet to be registered with ROC beyond the statutory period.

ii. Compliance with Number of Layers of Companies:

Since the Company does not have any holding/subsidiary, thus the clause is not applicable.

iii. Relationship with Struck off Companies:

There are no transactions and balance outstanding to and from any struck off companies as on the balance sheet date.

iv. Willful Defaulter:

Company is not declared willful defaulter by any bank or financial Institution or other lender.



v. Compliance with approved Scheme(s) of Arrangements:

No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

vi. Utilization of Borrowed funds and share premium:

- a. Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries the company.
- b. Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



vii. Financial Ratios:

Ratio	Numerator	Denominator	For Year ended 31-03-2023	For Year ended 31-03-2022	Variance
Current Raio	Current Assets	Current liabilities	1.41	1.36	4%
Debt Equity Ratio	Debt	Shareholder's equity	2.55	6.65	-62%
Debt Service Coverage Ratio	Earning Available for Debt Servicing	Total Debt Service	0.61	0.23	164%
Return on Equity	Net Profit After Taxes	Average Shareholders' Equity	56.10	16.43	241%
Inventory Ratio	Cost of Goods Sold	Average Inventory	7.93	15.36	-48%
Trade Receivables Turnover Ratio	Revenue From Operations	Average Trade Receivable	6.54	5.65	16%
Trade Payable Turnover Ratio	Purchases	Average Trade Payables	8.47	10.06	-16%
Net Capital Turnover Ratio	Revenue	Working Capital	10.31	14.32	-28%
Net Profit Ratio	Net Profit After Taxes	Net Sales	3.93	0.45	768%
Return on Capital Employed	Earning Before Interest and Taxes	Capital Employed	102.92	73.08	41%
Return on investment	Return on Investment	Cost of Investment	-	-	-

I. Increase in profit has resulted into improvement in Debt Equity Ratios and Debt Service Coverage Ratios.

II. During the year, gross margin of the company has increased which has resulted into good profit and improvement in Return of Equity Ratio, Net Profit Ratio and Return on Capital Employed.

III. Due to maintenance of higher inventory as compare to previous year the Inventory ratio is impacted as compare to previous years.

IV. Increase in working capital has resulted into decrease in Net Capital Turnover Ratio as compared to previous years.



31. GST RECEIVABLE

The Goods & Service Tax Credit taken in the books of Accounts have been verified with the Purchases made during the year, however the balances of GST Credit Brought Forward and GST Credit Carried Forward are subject to confirmation as annual return for GST and the GST Reconciliation are finalized after the date of the Audit Report.

For, S K Jha & Co.
Chartered Accountants
FRN: 126173W



Nikhil Makhija
Partner

M.No.: 176178

UDIN: **23176178BGVPLX6096**



For and on behalf of Board of Directors
Shree Marutinandan Tubes Limited

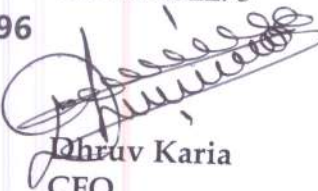

Vikram S Sharma
Director

DIN:06452273



Bharat S Sharma
Director

DIN: 06466395


Dhruv Karia
CFO

PAN: CTAPK2250B



Pooja Mangal
Company Secretary

PAN: FGFPM2861B

Date: 14.08.2023
Place: Ahmedabad

Date: 14.08.2023
Place: Ahmedabad