



INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF NATHMALL GIRDHARILAL STEELS LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **NATHMALL GIRDHARILAL STEELS LIMITED** ("the Company"), which comprises the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used





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

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

Opinion

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 31st March, 2017, its **PROFIT** and its cash flows for the year ended on that date.

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 the **Annexure "A"** 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 accounts as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
 - 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 31st March, 2017 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2017 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"**; and
 - g) With respect to the other matters to be included in the Auditors' 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 has made provisions, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
- iii. There were no amounts which were required to be transferred by the Company to the Investor Education and Protection Fund.
- iv. The Company has provided requisite disclosures in the financial statements as regards its holding and dealings in Specified Bank Notes as defined in the Notification S.O. 3407(E) dated November 8, 2016 of the Ministry of Finance, during the period from November 8, 2016 to December 30, 2016. Based on audit procedures performed and the representations provided to us by the management we report that the disclosures are in accordance with the books of account maintained by the Company and as produced to us by the Management.

For **Saraf & Chandra**
Chartered Accountants
(Firm Registration No. : 315098E)



CA Subhash Chandra Saraf
Partner
(Membership No.: 052244)



Place: Kolkata

Date: 05th day of September, 2017



ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT

The Annexure referred to in paragraph 1 with the heading "Report on other legal and regulatory requirements" of our report of even date to the Members of **NATHMALL GIRDHARILAL STEELS LIMITED** on the financial statements for the year ended 31st March, 2017: -

- 1) a) The Company is in process of maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
b) According to the information & explanation given to us, the company has a phased programme of physical verification of its fixed assets where in our opinion, improvement is required having regard to the size of the company and the nature of its assets. In accordance with this programme, the fixed assets were physically verified by management during the year and no material discrepancies were identified during such verification, as informed to us.
c) According to the Information and explanations given to us, the title deeds of the immovable properties are held in the name of the Company.
- 2) According to the information and explanations given to us, inventories have been physically verified by the management at reasonable intervals and no material discrepancies were found.
- 3) In our opinion and according to the Information and explanations given to us, the Company has granted unsecured loans to parties covered under register maintained under section 189 of the Companies Act, 2013.
 - i. The terms and conditions of the loans are not prejudicial to the interest of the Company;
 - ii. The receipt of the principal and interest are regular;
 - iii. There is no overdue amount for more than ninety days.
- 4) According to the information and explanations given to us, transactions of granting of Loans, making investments or giving guarantees and securities were generally in compliance of section 185 and 186 of the Companies Act, 2013 during the period under review.
- 5) As per the information and explanations provided to us, the Company has not accepted any Deposit from public and hence this clause is not applicable to the Company.
- 6) According to the information and explanation given to us, the Company is not required to comply with the Rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013.
- 7) According to the information & explanations given to us, the provisions of Employee's Provident Fund & Miscellaneous Provision Act, 1952 and Employees' State Insurance Scheme are not applicable to the Company for the year under review. In respect of the other statutory dues, the company is generally regular in depositing with appropriate authorities undisputed dues including income tax, trade license fee, municipal taxes, sales



- tax, and other local dues except listing fees `1,31,188 which is in arrears as on 31st March 2017 for a more than 6 months from the date it became payable.
- i. According to the information and explanation given to us, no disputed amount payable in respect of income tax, wealth tax, sales-tax, Value added tax, service tax, customs duty and excise duty or any material statutory dues were outstanding as at 31st March 2017 for a period more than six months from the date they became payable.
 - ii. According to the records of the company, there are no dues of sales tax, income-tax, customs tax/wealth tax, value added tax, service tax, excise duty/cess which has not been deposited on account of any dispute.
- 8) According to the information and explanations given to us, the clause relating to default in repayment of dues to financial institutions/banks is not applicable for the reporting period.
- 9) According to the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans.
- 10) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year, nor we have been informed of any such case by the Management.
- 11) According to the information and explanations given to us, the Company has not paid / provided for any managerial remuneration, hence this clause is not applicable for the reporting period.
- 12) According to the information and explanations given to us, the Company is not a Nidhi Company and hence reporting under this clause is not applicable.
- 13) According to the information and explanations given to us, the Company is generally in compliance with section 177 and 188 of the Act, where applicable, for transactions with related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 14) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the period under review.
- 15) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors during the year under review.





16) According to the information and explanations given to us, the Company is required to take registration under Section 45-IA of the Reserve Bank of India Act, 1934.

For **Saraf & Chandra**
Chartered Accountants
(Firm Registration No. : 315096E)

CA Subhash Chandra Saraf
Partner
(Membership No.: 052244)



Place: Kolkata
Date: 05th day of September, 2017



ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF NATHMALL GIRDHARILAL STEELS LIMITED

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

We have audited the internal financial controls over financial reporting of **NATHMALL GIRDHARILAL STEELS LIMITED** ("the Company") as of March 31, 2017 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, to the extent applicable to an audit of internal financial controls, 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 Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

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

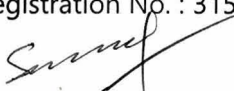
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, 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 **Saraf & Chandra**
Chartered Accountants
(Firm Registration No. : 315096E)


CA Subhash Chandra Saraf
Partner
(Membership No.: 052244)



Place: Kolkata
Date: 05th day of September, 2017

NATHMALL GIRDHARILALL STEELS LIMITED

P2, New C.I.T. Road, Ground Floor, Kolkata, West Bengal - 700073

CIN : U27101WB1984PLC038271

BALANCE SHEET AS AT 31st MARCH 2017

Particulars	Note No	As at 31st March 2017 Amount in (₹)	As at 31st March 2016 Amount in (₹)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	5,000,000	5,000,000
(b) Reserves and Surplus	3	100,854,817	92,309,775
(2) Non-Current Liabilities			
(a) Long Term Borrowings	4	26,029,044	33,936,551
(b) Deferred tax liabilities (Net)	5	-	-
(c) Other Long Term Liability	6	1,150,000	4,684,843
(3) Current Liabilities			
(a) Other current liabilities	7	1,710,439	622,236
(b) Short Term Provisions	8	786,607	-
Total		135,530,908	136,553,405
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets			
Tangible assets	9	2,436,178	2,600,317
(b) Non Current Investments	10	75,818,522	78,180,013
(c) Long term loans and advances	11	51,831,081	50,680,561
(2) Current assets			
(a) Inventories	12	1,628,544	1,628,544
(b) Trade Receivable	13	967,198	866,787
(c) Cash and cash equivalents	14	2,031,816	2,057,304
(d) Short Term Loans & Advances	15	816,668	530,877
Total		135,530,908	136,553,405

As per our Report of Even date

Significant Accounting Policies

1

The accompanying notes from 1 to 24 form an integral part of the financial statements

For Saraf & Chandra
Chartered Accountants
Firm's Registration Number : 315096E



CA SUBHASH CHANDRA SARAF
Partner

Membership No 052244
Kolkata, the 5th day of September, 2017



For NATHMALL GIRDHARILALL STEELS LTD. For and on behalf of the Board

Manju Saraf

MANJU SARAF Director
DIN: 00268659

For NATHMALL GIRDHARILALL STEELS LTD.

Sajjan Mondal

SAJJAN MONDAL Director
DIN: 02569641

NATHMALL GIRDHARILALL STEELS LIMITED

P2, New C.I.T. Road, Ground Floor, Kolkata, West Bengal - 700073

CIN : U27101WB1984PLC038271

Statement of Profit & Loss for the year ended 31st March 2017

Particulars	Note No	As at 31st March 2017 Amount in (₹)	As at 31st March 2016 Amount in (₹)
INCOME			
I. Revenue from operations	16	-	-
II. Other Income	17	10,495,536	4,283,863
III. Total Revenue (I + II)		10,495,536	4,283,863
EXPENDITURE			
IV. Expenses:			
Changes in Inventory	18	-	-
Employee benefit expense	19	90,000	84,600
Depreciation and amortization expense	9	164,139	177,918
Finance Charges		1,497,097	2,250,167
Other expenses	20	717,352	639,637
Total Expenses		2,468,588	3,152,322
V. Profit before exceptional and extraordinary items and		8,026,948	1,131,542
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V - VI)		8,026,948	1,131,542
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII - VIII)		8,026,948	1,131,542
X. Tax expense:			
(1) Current tax expense for current year		1,519,432	218,000
(2) Deferred tax		-	(25,322)
XI. Profit/(Loss) from the period from continuing		6,507,516	938,864
XII. Profit/(Loss) from discontinuing operations		-	-
XIII. Tax expense of discounting operations		-	-
XIV. Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV. Profit/(Loss) for the period (XI + XIV)		6,507,516	938,864
XVI. Earning per equity share:			
Basic & Diluted	23	13.02	1.88

As per our Report of Even date

Significant Accounting Policies

1

The accompanying notes from 1 to 24 form an integral part of the financial statements

For Saraf & Chandra
Chartered Accountants




CA SUBHASH CHANDRA SARAF
Partner

Membership No 052244

Kolkata, the 5th day of September, 2017

For and on behalf of the Board
For NATHMALL GIRDHARILALL STEELS LTD.

Manju Saraf
MANJU SARAF Director
DIN: 00268659

For NATHMALL GIRDHARILALL STEELS LTD.


Sajjan Mondal
SAJJAN MONDAL Director
DIN: 02569641

NATHMALL GIRDHARILALL STEELS LIMITED		
P2, New C.I.T. Road, Ground Floor, Kolkata, West Bengal - 700073		
CIN : U27101WB1984PLC038271		
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2017		
Particulars	As on 31st March 2017 Amount in (₹)	As on 31st March 2016 Amount in (₹)
A CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT BEFORE TAX	8,026,948	1,131,542
<i>Adjustments for :</i>		
Adjustment to Reserve	3,704,592	-
Finance Costs	1,497,097	2,250,167
Depreciation	164,139	177,918
Profit on Sale of Investments	(8,055,546)	-
Dividend Income	(53,019)	(69,610)
Interest Received	(2,002,971)	(2,092,925)
 OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	 3,281,240	 1,397,092
<i>Adjustments for :</i>		
(Increase)/Decrease in Trade Receivable	(100,411)	(866,787)
Increase/(Decrease) in Other Current Liabilities	254,671	58,385
 CASH GENERATED FROM OPERATIONS	 3,435,499	 588,690
Direct taxes paid	1,035,482	209,112
NET CASH FROM OPERATING ACTIVITIES	2,400,017	797,802
B CASH FLOW FROM INVESTING ACTIVITIES		
Sale of Non -Current Investments	10,417,036	814,676
Dividend Income	53,019	69,610
NET CASH FROM INVESTING ACTIVITIES	10,470,055	884,286
C CASH FLOW FROM FINANCIAL ACTIVITIES		
Increase/(Decrease) in Long Term Borrowings	(7,907,507)	(841,288)
Increase/(Decrease) in Other Long Term Liabilities	(3,534,843)	-
(Increase)/Decrease in Long Term Loans & Advances	(1,142,417)	956,101
(Increase)/Decrease in Short Term Loans & Advances	(816,668)	9,786
Interest Received on loans & Advances	2,002,971	2,092,925
Finance Costs	(1,497,097)	(2,250,167)
NET CASH FROM FINANCING ACTIVITIES	(12,895,561)	(32,643)
 Net Increase in Cash and Cash equivalents (A+B+C)	 (25,488)	 1,649,445
Cash and Cash Equivalents at the beginning of the year	2,057,304	1,262,083
Cash and Cash Equivalents at the end of the year [Refer note 14]	2,031,816	2,057,304

NOTES:

- i) Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard - 3
- ii) Previous year figures have been regrouped / recasted wherever necessary.

For Saraf & Chandra
Chartered Accountants
Firm's Registration Number : 315096E



CA SUBHASH CHANDRA SARAF
Partner
Membership No 052244
Kolkata, the 5th day of September, 2017



For and on behalf of the Board
For NATHMALL GIRDHARILALL STEELS LTD.

Manju Saraf
MANJU SARAF
DIN: 00268659
Director

For NATHMALL GIRDHARILALL STEELS LTD.

Sajan Mondal
SAJAN MONDAL
DIN: 02569641
Director

NATHMALL GIRDHARILAL STEELS LIMITED

Note 1: SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Accounting

The financial statements have been prepared in accordance with Indian Generally Accepted Accounting Principles ("GAAP") under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as specified under section 133 of the Companies Act 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified).

The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year, except for change, if any, in accounting policy explained below.

2. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amount of assets or liabilities in future periods.

3. Property, Plant & Equipment

Property, plant and equipment is stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Profit and Loss during the period in which they are incurred.

Gains or losses arising on retirement or disposal of property, plant and equipment are recognised in the Statement of Profit and Loss.

Intangible Assets:

Intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses, if any.

4. Depreciation

Tangible assets - Depreciation on assets is provided using Written down value method ('WDV') over the useful life as prescribed under Schedule II of the Companies Act, 2013, which is also estimated by the management to be the estimated useful lives of the assets.

Intangible fixed assets - Computer software and goodwill are amortized using straight line method over a period of 10 years, which is estimated by the management to be the useful life of the asset.

5. Impairment:

The carrying amount of assets is reviewed at each Balance Sheet date to determine 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.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.



A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by changing usual depreciation, if there was no impairment.

6. Capital Work in Progress:

Capital Work in Progress comprises the cost of fixed assets that are not yet ready for their intended use at the reporting date and are in the process of being constructed / acquired / developed, as the case may be. Cost, as aforesaid, includes development and other expenses, including financial cost related to borrowed funds and the same is allocated/apportioned to the respective fixed assets on completion of the construction / acquisition / development of the capital project/fixed assets.

Expenses directly related to construction, acquisition or development activity is transferred to the capital work in progress. Indirect expenditure incurred during the construction, acquisition or development activity is transferred to the capital work in progress, to the extent it is related to construction, acquisition or development activity or is incidental thereto. The balance indirect expenditure is charged to the statement of Profit and Loss.

7. Investments

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

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

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

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

8. Revenue Recognition

Revenue has been recognised in accordance with the "Accounting Standard 9" on "Revenue Recognition" issued by the Central Government as per the Companies (Accounting Standard) Rules, 2006.

9. Foreign Currency Transactions

The Reporting currency of the company is Indian Rupee (₹).

(i) Initial Recognition

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

(ii) Conversion

Year-end foreign currency monetary items are reported using the year end rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rate that existed when the values were determined.

(iii) Exchange Difference

Exchange differences arising on the settlement or reporting of monetary items, at rates different from those at which they were initially recorded during the period or reported in previous financial statements and/or on conversion of monetary items, are recognized as income or expense in the year in which they arise.



10. Borrowing Costs:

Borrowing costs relating to the acquisition / construction of qualifying assets are capitalised until the time all substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. The ancillary costs incurred in connection with the arrangement of borrowings are amortised over the life of underlying borrowings. These form part of the borrowing costs. All other costs related to borrowings are recognised as expense in the period in which they are incurred.

11. Cash and cash equivalents

Cash and cash equivalents in the cash flow statement comprises of cash on hand, cash at bank, demand deposits with banks, cheques on hand, remittances in transit and short-term highly liquid investments with an original maturity of three months or less.

12. Employee Benefits

The Payment of Gratuity Act, 1972 is not applicable to the company for the year under review. Provident Fund and Miscellaneous Provisions Act, 1952 is not applicable to the company for the year under review.

13. Taxation

Provision is made for income tax liability estimated to arise on the results for the year at the current rate of Tax in accordance with Income Tax Act, 1961. In accordance with the Accounting standard 22, Accounting for Taxes on Income, issued by the Institute of Chartered Accountants of India, deferred Tax resulting from timing differences between book profit and Tax profit is accounted for, at the current rate of Tax, to the extent the timing differences are expected to crystallize.

Deferred Tax arising on account of depreciation is recognised only to the extent there is a reasonable certainty of realisation.

14. Provisions

A provision is recognized when an enterprise has a present obligation as a result of a past event 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, other than employee's benefits, are not discounted to their present value and are determined based on management 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 management estimates.

15. MSMED Dues

There are no Micro and Small Enterprises, to whom the Company owes dues which are outstanding at the balance sheet date. The above information regarding Micro, Small and Medium Enterprises have been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditors.

16. Grouping

Figures pertaining to the previous year have been rearranged/regrouped, reclassified and restated, wherever necessary, to make them comparable with those of current year.



NATHMALL GIRDHARILALL STEELS LIMITED

Notes forming part of Financial Statements for the year ended 31st March 2017

	As at 31st March 2017 Amount in (₹)		As at 31st March 2016 Amount in (₹)
2. Share Capital			
Authorized Share Capital:			
5,00,000 Equity Shares of Rs 10/- each	5,000,000		5,000,000
Issued, Subscribed & Paid Up:			
5,00,000 Equity Shares of Rs 10/- each fully paid up	5,000,000		5,000,000
	5,000,000		5,000,000

2.1 The details of Shareholders holding more than 5% shares:

Name of the Shareholder	No. of Shares (2016-2017)	% held	No. of Shares (2015-2016)	% held
	NIL	-	NIL	-

2.2 The reconciliation of the number of shares outstanding is set out below:

Particulars	No. of Shares (2016-2017)	No. of Shares (2015-2016)
Equity Shares at the beginning of the year	500,000	500,000
Shares issued during the year	-	-
Equity Shares at the end of the year	500,000	500,000

2.3 Rights, Preferences and Restrictions in respect of each class of shares including restrictions on the distribution of dividends and the repayment of capital

The Company's authorised capital consists of has one class of shares referred to as equity shares, having a par value of `10 each. Each holder of the equity shares is entitled one vote per share. The company declares and pays dividend in indian rupees. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the company the holders of equity shares is entitled to receive the remaining assets of the Company after distribution of all preferential amounts, if any. The distribution will be in proportion to the member of equity shares held by the shareholders.

3. Reserves and Surplus

3.1 General Reserves

Opening Balance	900,000	900,000
Add : Additions / (deletions) during the year	-	-
Closing Balance	900,000	900,000

3.2 Surplus / (Deficit) in Statement of Profit and Loss

Opening Balance	91,409,775	90,470,912
Add: Profit / (Loss) for the year	6,507,516	938,864
Add: Income Disclosed under IDS 2016	3,704,592	-
Less: Tax Adjustment for earlier year	1,667,066	-
Closing Balance	99,954,817	91,409,775
Total 3.1 +3.2	100,854,817	92,309,775

4. Long Term Borrowings

Unsecured Loan (considered Good)		
- Related Party	12,958,728	5,324,399
- Other Bodies Corporate	12,890,065	28,232,006
- Others	180,251	380,146
	26,029,044	33,936,551

5. Deferred Tax Liabilities (Net)

Related to Fixed Assets	-	25,322
Add/(Less): Adjustments for the year	-	(25,322)
	-	-

6. Other Long Term Liabilities

- Advance against Sale of property	-	3,534,843
- Advance from Customers	150,000	150,000
Security Deposit for Rented Property	1,000,000	1,000,000
	1,150,000	4,684,843



7. Other Current Liabilities		
Other Payables		
Withholding Taxes, Excise Duty, VAT, Service Tax, etc.)	998,027	214,345
Liabilities towards miscellaneous purchases / services	712,412	407,891
	1,710,439	622,236
8. Short Term Provisions		
Provision for Taxes(Net of Advance Tax)	786,607	-
	786,607	-
9. Fixed Assets		
Tangible Assets		
Owned by the Company (Net of Depreciation)	2,436,178	2,600,317
(Details separately attached as per Annexure A)	2,436,178	2,600,317

10. Non Current Investments		
Other Investments		
Investment in Equity Instrument of Other Entities		
<i>In Quoted Shares</i>		
- Coal India Ltd - 374 Shares	138,330	138,330
- Coal India Ltd - 11,900 Shares	164,000	164,000
- Gee Ltd - 150 Shares	5,341	5,341
- JBT Industries Ltd - 2,500 Shares	409,125	409,125
- Karurvi Global Ltd - 10,000 Shares	117,900	117,900
- Manapuram General Finance - 3,000 Shares	147,782	354,887
- MOIL Ltd - 4,303 Shares	1,723,404	1,723,404
- Mutual Finance Ltd - 1,157 Shares	181,181	181,181
- Suzlon Energy Ltd - 8,000 Shares	267,683	267,683
<i>In Unquoted Shares</i>		
- Anumegha Commodities (P) Ltd. - 320,000 Shares	320,000	320,000
- Apolo Housing (P) Ltd. - 7,340 Shares	367,000	367,000
- Aryan Mining & Trading Corp (P) Ltd - 300,434 Shares	18,338,842	18,338,842
- Aryavansh Consultancies (P) Ltd. - 320,000 Shares	320,000	320,000
- Atultech Merchants (P) Ltd. - 320,000 Shares	320,000	320,000
- Baruni Commodities (P) Ltd. - 7,780 Shares	389,000	389,000
- Basudeo Housing (P) Ltd. - 1,900 Shares	19,000	19,000
- Choraria Enterprises (P) Ltd. - 320,000 Shares	320,000	320,000
- Dimple Vincom (P) Ltd. - 9,000 Shares	90,000	90,000
- Dover Properties (P) Ltd - 383,333 Shares	2,404,235	3,658,620
- Gananya Properties (P) Ltd - 7,340 Shares	367,000	367,000
- Ganhitya Housing (P) Ltd - 15,000 Shares	150,000	150,000
- Gembwell Distributors (P) Ltd - 6,200 Shares	310,000	310,000
- The Ganges Rope Co. Ltd - 12,197 Shares	390,304	390,304
- Hastings Tower (P) Ltd - 28,000 Shares	700,000	700,000
- Ishma Financial Services (P) Ltd - 19,970 Shares	199,700	199,700
- Jaidka Motors Limited - 9,900 Shares	20,295,000	20,295,000
- Jyestha Comtrade (P) Ltd. - 320,000 Shares	320,000	320,000
- Kalyani Alloy Castings Ltd. - 125,000 Shares	250,000	250,000
- Koira Minerals Limited - 20 Shares	41,664	41,664
- Lifestyle Furnishings (P) Ltd - 10,000 Shares	100,000	100,000
- Oscar Housing (P) Ltd - 145,000 Shares	14,500,000	14,500,000
- Palmgrove Estatw (P) Ltd - 7,340 Shares	367,000	367,000
- Panchanan Trading (P) Ltd - 22,000 Shares	41,000	41,000
- Ramgopal Mahadeo Estates (P) Ltd - 14,000 Shares	630,000	630,000
- Rivergrove Dealers (P) Ltd - 700 Shares	35,000	485,000
- Rivergrove Tradelink (P) Ltd - 9,700 Shares	371,000	371,000
- Sukhi Dealers (P) Ltd - 6,500 Shares	65,000	65,000
- Suverna Properties (P) Ltd - 7,220 Shares	361,000	361,000



- Rajaram Estates (P) Ltd - 16,070 Shares	160,700		160,700
- SKA Property Nirman (P) Ltd - 450,000 Shares	4,500,000		4,500,000
- Suvira Properties (P) Ltd - 34,000 Shares	4,420,000		4,420,000
- Sumanti Projects Ltd - 121,000 Shares	1,072,330		1,072,330
- Yummy Commerce (P) Ltd - 600 Shares	30,000		480,000
	75,818,522		78,180,013
11. Long Term Loans & Advances			
11.1 Long Term Loans			
Unsecured, Considered Good			
- To Related Parties	3,652,522		3,484,042
- To Bodies Corporate	47,902,709		46,928,772
	51,555,231		50,412,814
11.2 Long Term Advances			
- Other Receivable	276,750		276,750
	276,750		276,750
Total 11.1 + 11.2	51,831,981		50,689,564
12. Inventories			
Stock of Land	1,628,544		1,628,544
	1,628,544		1,628,544
13. Trade Receivables			
Unsecured, considered good			
- Less than 6 Months	-		-
- More than 6 Months	967,198		866,787
	967,198		866,787
14. Cash & Cash Equivalents			
Cash on hand	139,439		203,973
Balances with Scheduled Bank			
- In Current Account	1,891,777		1,853,331
	2,031,216		2,057,304
15. Short Term Loans and Advances			
Other Advances			
Advance Tax Receivable (Net of Provision)	-		530,877
Other Receivable	816,668		-
	816,668		530,877
16. Revenue from Operations			
- Sale of Land	-		-
	-		-
17. Other Income			
Rental Income	384,000		384,000
Profit on Sale of Shares(LT with STT)	173,931		1,077,328
Profit on Sale of Shares(LT without STT)	7,881,615		660,000
Dividend Income from Non Current Investment	53,019		69,610
Interest Received on Unsecured Loans	2,002,971		2,092,925
	10,495,536		4,283,863
18. Changes in Inventory			
Inventories at the Close of the year	1,628,544		1,628,544
Inventories at the beginning of the year	1,628,544		1,628,544
	-		-



19. Employee Benefit Expenses		
Salary & Wages	90,000	84,600
	90,000	84,600
20. Other Expenses		
Advertisement	38,900	25,957
Bank Charges	1,450	1,354
Repair and Maintenance	33,658	27,888
Rent	264,000	264,000
Rates & Taxes	19,751	26,152
Printing & Stationery	9,200	8,149
Travelling and Conveyance	5,561	3,639
Listing Fees	11,797	11,797
Legal and Professional	114,864	44,503
Telephone Charges	157,287	160,221
Miscellaneous expenses	20,884	31,477
Payments to Auditors		
Statutory Audit	40,000	34,500
	717,352	639,637
21. Additional Information to the Financial Statements		
21.1 Contingent Liabilities and Commitments (to the extent not provided for)	-	-
21.2 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-
	-	-
21.3 Earnings in Foreign Currency	-	-
	-	-
22. Related Party Disclosures		
22.1 Details of Related Party		
Names of the Related party :	Relationship	
Sri Naman Saraf	Key Management Personnel	
Sri Sajjan Mondal	Key Management Personnel	
Smt. Manju Saraf	Key Management Personnel	
Abella Nirman Private Limited	Enterprises over which KMP are able to exercise Significant Influence	
Abhinav Commercial Ltd	Enterprises over which KMP are able to exercise Significant Influence	
Acalta Trading Co Ltd	Enterprises over which KMP are able to exercise Significant Influence	
Aditinandan Properties Pvt. Ltd.	Enterprises over which KMP are able to exercise Significant Influence	
Adbhut properties Pvt. Ltd.	Enterprises over which KMP are able to exercise Significant Influence	
Agam Housing Pvt.Ltd.	Enterprises over which KMP are able to exercise Significant Influence	
Aisawat Properties pvt. Ltd.	Enterprises over which KMP are able to exercise Significant Influence	



Alokbarsha Realcon Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Anshumati Housing Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Anshumati Properties Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Antariksh Housing Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Antariksh Properties Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Anumegha Commotrade Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Anurag Housing Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Apolo Housing Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Aristocrat Properties Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Akrhaywat Properties Pvt. Ltd.	Enterprises over which KMP are able to exercise Significant Influence
Aryavansh Consultancies Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Astavinayak Realty Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Atultech Merchants Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Avinandan Nirman Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Bangabhumi Complex Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Basudeo properties Pvt. Ltd.	Enterprises over which KMP are able to exercise Significant Influence
Binamoti Housing Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Blueland Plaza Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Brightera Realty Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Choraria Enterprise Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Dover Properties Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Federation Of India Mineral Industries	Enterprises over which KMP are able to exercise Significant Influence
Ganadhip Properties Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Ganayaya Properties Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Ganeshdham Infratech Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Gu Mercandise Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Giriraj Dealers Pvt. Ltd.	Enterprises over which KMP are able to exercise Significant Influence
Hanshika Buildcon Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Hastings Tower Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Janpragati Distributors Pvt.Ltd.	Enterprises over which KMP are able to exercise Significant Influence
Jyestha Commotrade Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Krishav Residency Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Niharika Estates Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Owners Association Of Regency	Enterprises over which KMP are able to exercise Significant Influence
Palmingrove Estates Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Parampita Housing Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Prachin Vinimoy Pvt. Ltd.	Enterprises over which KMP are able to exercise Significant Influence
Procure Developers Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Rana Properties Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Ravijyoti Conclave Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Redcoral Land-Developers Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Satayvan Infratech Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Shivsakti Hirise Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Shree Ganga Bhagirathi Commercialprojects Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Smita Ispat Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Subhlife Residency Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Sumant Estate & Credit Pvt. Ltd.	Enterprises over which KMP are able to exercise Significant Influence
Sumati Projects Ltd	Enterprises over which KMP are able to exercise Significant Influence
Suvarna Properties Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Suvira Properties Private Limited	Enterprises over which KMP are able to exercise Significant Influence
Tarini Mata Properties Private Limited	Enterprises over which KMP are able to exercise Significant Influence
The Ganges Rope Company Ltd.	Enterprises over which KMP are able to exercise Significant Influence
Tradewell Merchandise Pvt Ltd	Enterprises over which KMP are able to exercise Significant Influence
Vasupati Niketan Private Limited	Enterprises over which KMP are able to exercise Significant Influence



22.2 Details of Related Party Transactions during the year ended 31st March 2017 and balances outstanding as at 31st March 2017

Particulars	Enterprises over which KMP are able to exercise significant influence	Balance Outstanding
Loans Given/ Repayment of Loan taken	978,090	3,652,522
Loans Taken / Repayment received for Loan given	8,780,899	12,958,728

Particulars	As at 31st March 2017 Amount in (₹)	As at 31st March 2016 Amount in (₹)
23. Earnings Per Share		
Continuing and Total Operations		
Net Profit / (Loss) for the year from Total Operations	6,507,516	938,864
Less : Preference Dividend and tax thereon	-	-
Net Profit / (Loss) for the year from Total Operations attributable to the equity Shareholders	6,507,516	938,864
Weighted Average Number of Equity Shares	500,000	500,000
Par Value Per Share	10	10
Earnings Per Share from Total Operations - Basic & Diluted	13.02	1.88

24. Disclosure on Specified Bank Notes

During the year, the Company had specified bank notes (SBNs) and other denomination notes as defined in the MCA notification G.S.R. 308(E) dated 31st March, 2017, and the details of Specified Bank Notes (SBNs) held and transacted during the period from 8th November, 2016 to 30th December, 2016, the denomination wise SBNs and other notes as per the notification is given below:

Particulars	SBNs*	Other Denomination Notes	Total
Closing Cash in hand as on 8th November, 2016	-	123,451.00	123,451.00
Add: Permitted Receipts	-	30,000.00	30,000.00
Less: Permitted Payments	-	9,584.00	9,584.00
Less: Amount deposited in banks	-	-	-
Closing Cash in hand as on 30th December, 2016	-	143,867.00	143,867.00

*For the purpose of this clause 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016



NATHMALL GIRDHARILALL STEELS LIMITED

Annexure A - Annexed to note no 9 related to Fixed Assets

Description	Gross Block			Accumulated Depreciation and Impairment				Net Block		
	Balance as on 1st April 2016	Additions	Disposals	Balance as on 31st March 2017	Balance as on 1st April 2016	Depreciation/ Amortisation expense for the Year	Elimanated on disposal of Assets	Balance as on 31st March 2017	Balance as on 31st March 2017	Balance as on 31st March 2016
Tangible Assets -										
Buildings	3,195,338	-	-	3,195,338	666,893	155,380	-	822,273	2,373,065	2,528,445
Plant & Equipment	306,619	-	-	306,619	298,883	-	-	298,883	7,736	7,736
Computer	34,288	-	-	34,288	33,974	-	-	33,974	314	314
Furniture & Fixtures	29,097	-	-	29,097	28,495	-	-	28,495	602	602
Office Equipments	105,015	-	-	105,015	99,764	-	-	99,764	5,251	5,251
Vehicles	606,681	-	-	606,681	548,712	8,759	-	557,471	49,210	57,969
Total	4,277,038	-	-	4,277,038	1,676,721	164,139	-	1,840,860	2,436,178	2,600,317
Previous Year	4,277,038	-	-	4,277,038	1,498,803	177,918	-	1,676,721	2,600,317	2,778,235

