

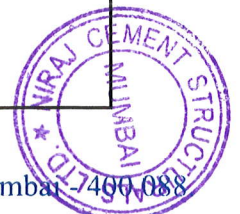


# Niraj Cement Structurals Limited

<b>NIRAJ CEMENT STRUCTURALS LIMITED (STANDALONE)</b>					
Statement of Unaudited Financial Results for the quarter ended June 30 2023					
(Rs in Lacs except for share data)					
	Particulars	Quarter ended			Year ended
		30-June -2023 (Unaudited)	31-March-2023 (Audited)	30-June-2022 (Unaudited)	31-Mar-2023 (Audited)
	<b>Income</b>				
1	i Revenue from operations	9,907.20	31,345.74	8,022.51	60,530.54
2	ii Other Income	188.72	115.41	79.74	404.94
3	<b>Total Income (1+2)</b>	<b>10,095.92</b>	<b>31,461.15</b>	<b>8,102.25</b>	<b>60,935.48</b>
4	<b>Expenses</b>				
	i Construction Costs and Other Direct Expenses	9,398.78	30,089.48	7,720.52	58,439.91
	ii Changes in inventories of finished goods work-in-progress and stock-in-trade	(25.00)	327.83	(25.26)	266.41
	iii Employee benefits expense	28.26	33.32	26.89	131.35
	iv Finance costs (including exchange difference)	20.40	23.43	3.47	48.00
	v Depreciation and amortisation expense	34.35	30.61	35.59	137.38
	vi Other expenses	507.01	292.54	193.73	810.70
	<b>Total expenses (4)</b>	<b>9,963.79</b>	<b>30,797.21</b>	<b>7,954.94</b>	<b>59,833.75</b>
5	Profit before exceptional items and Tax (3-4)	132.14	663.94	147.31	1,101.73
6	Exceptional Items		(300.00)	(61.00)	(461.00)
7	<b>Profit Before Tax (5-6)</b>	<b>132.14</b>	<b>363.94</b>	<b>86.31</b>	<b>640.73</b>
8	<b>Tax Expenses</b>				
	i Current Tax	(35.00)	(178.27)	(22.45)	(250.00)
	ii Deferred Tax	-	31.64	-	34.00
	iii Earlier Year Income Tax	-	(25.25)	-	(22.89)
	<b>Total Tax Expense</b>	<b>(35.00)</b>	<b>(171.88)</b>	<b>(22.45)</b>	<b>(238.89)</b>
9	<b>Net Profit for the Period</b>	<b>97.14</b>	<b>192.06</b>	<b>63.86</b>	<b>401.84</b>
10	<b>Other comprehensive income</b>				
	A(i) Items that will not be reclassified to Profit or Loss Remeasurements of defined benefit liability/(asset)		0.04	-	0.04
	A(ii) Income tax related to items that will not be reclassified to Profit or Loss		-		
	B(i) Items that will be reclassified to Profit or Loss		-		
	B(ii) (ii) Income tax related to items that will be reclassified to Profit or Loss		-		
	<b>Total Other comprehensive income</b>		<b>0.04</b>		<b>0.04</b>
11	<b>Total comprehensive income (9+10)</b>	<b>97.14</b>	<b>192.10</b>	<b>63.86</b>	<b>401.88</b>
12	Paid up equity Share Capital (Face Value Rs. 10 each fully paid up)	4,015.53	4,015.53	4,015.53	4,015.53
13	Other Equity				
14	Earnings Per Share of Rs. 10 each (not annualized)				
	(a) Rs. (Basic)	0.24	0.31	0.16	1.00
	(b) Rs. (Diluted)	0.24	0.31	0.16	1.00

Date 11th August 2023  
Place : Mumbai

Vishram P Rudre  
Managing Director



CIN: L26940MH1998PLC114307

HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088

FACTORY : C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai.

Tel.: 66027100 • Fax : 25518736 • E-mail: info@niraj.co.in • Website: www.niraj.co.in



# Niraj Cement Structurals Ltd

## Notes to Financial Results

1. The statement has been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
2. The Company is engaged primarily in business of Civil Construction and Infrastructure and accordingly there are no separate reportable segments as per Indian Accounting Standards (Ind AS) 108 dealing with the segment reporting.
3. Revenue from operations includes unearned revenue in respect of uncertified work for ongoing projects.
4. Company has booked turnover and costs related to joint venture entities in the books of account. However, the whole projects have been handled by joint venture entities and related TDS and GST are also complied by Joint Venture Entities.
5. In the year ended 31'st March, 2021, mainly due to adoption of prudent accounting practices and various contractual reasons the company has reversed contractual revenue and corresponding sub-contracting costs and other direct expenses. The corresponding disputed receipts and payments transactions relating to the said contracts are still unsettled and reflected in the financial statements under the head "Other Current Liabilities" and "Other Current Assets". The Company is in process of resolving the disputes.
6. The office of the Director General of GST Intelligence (DGGI) had carried out a Search and seizure operations at the office of the Company at Mumbai on 6th January, 2021 under the provisions of Section 67 (1) and (2) of CGST Act. *The company has challenged the entire search and seizure proceedings and filed a writ petition with the Honorable Gujarat High Court and the matter is sub-judice in law. In View of this we are unable to comment on financial liabilities, arising out of the said proceedings.* The Company has deposited Rs.108.40 Lakhs as under protest, which is adjusted by department against disputed dues. *No provision is made in the books as the company has challenged the action of the department in the Honorable Gujarat High Court.*
7. Balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation. The management is the process of reconciling the same.

CIN : L26940MH1998PLC114307

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Factory : C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai. Tel.: 2768 1695 / 2768 0645





## Niraj Cement Structurals Ltd

8. As per Ind AS 109 "Financial Instrument" the company is required to consider "Provision for Expected Credit Loss" on all financial assets on the basis of expected probability of recoverability of such financial instrument. During the quarter, the company has provided Rs. 250.79 Lakhs as Expected Credit Loss (ECL). As per management explanation, the receivable and advance of Rs.2116.73 lakh is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery. But in the absence of adequate basis/ supporting documents, we are unable to comment on the measurement of carrying amount of all the financial assets appearing in the financial statements as on 31.03.2023.
9. Income Tax Assets (Net) amount of Rs. 1833.72 Lakhs has been shown under Other Non-Current Assets out of which an amount of Rs. 837.80 Lakhs has been recovered/adjusted by the Income Tax Demand for the Assessment Year 2008-09 and 2007-08, further against the due refund of AY 2014-15 to 2022-23 but no provision has been made despite of the fact that no appeal is pending at any stage in respect of these payments. Management is of the opinion that the department has made erroneous additions which requires rectification and is taking time as the matter is very old. However, Management is confident of getting rectification done before the end of financial year 2023-24 and pending demand pertaining to Assessment Year 2007-08 and 2008-09 if any, will be provided for before the end of financial year 2023-24.
10. The Consolidated Statement includes the annual financial information of 2 subsidiaries, total comprehensive revenue from operations of Rs.0.19 Lakhs as on period ended 30th June, 2023 and net Loss of 0.61 Lakhs for the quarter ended June 2023. This quarterly financial information has not been audited by us and have been furnished to us by the management duly audited by other independent firm of Chartered Accountant and our conclusion on the statement, in so far as it related to the amount and disclosure included in respect of subsidiaries are based solely on such audited financial information, as audited by other Chartered Accountant firm. In our opinion and according to the information and explanations given to us by the management, this quarterly financial information are not material to the group.



**CIN : L26940MH1998PLC114307**

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**Factory :** C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai. Tel.: 2768 1695 / 2768 0645

Partners :

Sohan Chaturvedi FCA  
Chaturvedi V N FCA  
Noshir B Captain FCA  
Rajiv Chauhan ACA  
Neha Chauhan ACA  
Shristi Chaturvedi ACA  
Prakash Mistry FCA



# Chaturvedi Sohan & Co.

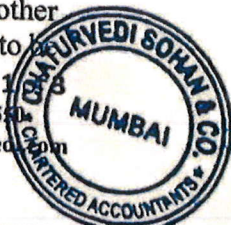
## Chartered Accountants

FRN - 118424W

### Independent Auditor's Review Report on the Quarterly and Year to date Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Limited Review Report  
To the Board of Directors of  
Niraj Cement Structurals Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Niraj Cement Structurals Limited (the "Company") for the quarter ended June 30, 2023 and year to date from April 01, 2023 to June 30, 2023, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This standalone Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the standalone financial statement based on our review.
3. We conducted our review of the standalone financial statement in accordance with the Standard Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit conducted in accordance with standards on Auditing specifies under section 143(10) of the Act. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above and subject to para 'a' to 'd' stated below and notes appended to financial result, nothing has come to our attention that causes us to believe that the accompanying standalone financial statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards (Ind-AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognised accounting practices and policies has not disclosed the information required to be



disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

a) Revenue from operations includes unearned revenue in respect of uncertified work for ongoing projects.

b) Company has booked turnover and costs related to joint venture entities in the books of account. However, the whole projects have been handled by joint venture entities and related TDS and CST complied by Joint venture entities.

c) In the year ended 31<sup>st</sup> March, 2021, mainly due to adoption of prudent accounting practices and various contractual reasons the company has reversed contractual revenue and corresponding sub-contracting costs and other direct expenses. The corresponding disputed receipts and payments transactions relating to the said contracts are still unsettled and reflected in the financial statements under the head "Other Current Liabilities" and "Other Current assets". The Company is in process of resolving the disputes.

d) The office of the Director General of GST Intelligence (DGGI) had carried out a Search and seizure operations at the office of the Company at Mumbai on 6th January, 2021 under the provisions of Section 67 (1) and (2) of CGST Act. The company has challenged the entire search and seizure proceedings and filed a writ petition with the Honorable Gujarat High Court and the matter is sub-judice in law. In View of this we are unable to comment on financial liabilities, arising out of the said proceedings. The Company has deposited Rs.108.40 as under protest, which is adjusted by department against disputed dues, no provision is made in the books as the company has challenged the action of the department in the Honorable Gujarat High Court.

e) Balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation. The management is the process of reconciling the same.

f) As per Ind AS 109 "Financial Instrument" the company is required to consider "Provision for Expected Credit Loss" on all financial assets on the basis of expected probability of recoverability of such financial instrument. During the year, the company has provided Rs 250.79 Lacs as Expected Credit Loss (ECL). As per management explanation, the receivable and advance of Rs.2116.73 lacs is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery. But in the absence of adequate basis/ supporting documents, we are unable to comment on the measurement of carrying amount of all the financial assets appearing in the financial statements as on 31.03.2023.

g) Income Tax Assets (Net) amount of Rs. 1833.72 Lacs has been shown under other non-current assets out of which amount of Rs. 837.80 Lacs has been recovered/adjusted by the Income Tax Demand for the Assessment year 2008-09 and 2007-08 and against the due refund of Ay 2014-15 to 2022-23 but no provision has been made despite of the fact that no appeal is pending at any stage in respect of these payments. Management



of the opinion that the department has made erroneous additions which requires rectification and is taking time as the matter is very old. However, Management is confident of getting rectification done before the end of financial year 2023-24 and pending demand pertaining to assessment year 2007-08 and 2008-09 if any, will be provided for before the end of financial year 2023-24

For Chaturvedi Sohan & Co  
Chartered Accountants  
Firm Regn No. 118424W



*N. B. Captain.*

Noshir B Captain  
Partner

UDIN : 23009889BGWUXJ5786

Place : Mumbai  
Date: 11<sup>th</sup> August, 2023

# Niraj Cement Structurals Limited

## NIRAJ CEMENT STRUCTURALS LIMITED (CONSOLIDATED) Statement of Unaudited Financial Results for the quarter ended June 30, 2023

(Rs in Lakhs except for share data)

	Particulars	Quarter ended			Year ended
		30-June - 2023 (Unaudited)	31-March- 2023 (Audited)	30-June- 2022 (Unaudited)	31-Mar-2023 (Audited)
	<b>Income</b>				
1	i Revenue from operations	9,907.20	31,426.36	8,023.37	60,611.97
2	ii Other Income	188.91	115.41	79.74	404.94
3	<b>Total Income (1+2)</b>	<b>10,096.11</b>	<b>31,541.77</b>	<b>8,103.11</b>	<b>61,016.91</b>
4	<b>Expenses</b>				
	i Construction Costs and Other Direct Expenses	9,398.78	30,089.48	7,720.52	58,439.91
	ii Changes in inventories of finished goods, work-in-progress and stock-in-trade	(25.00)	327.83	(25.26)	266.41
	iii Employee benefits expense	29.31	38.02	28.82	137.08
	iv Finance costs (including exchange difference)	20.40	23.51	3.47	48.10
	v Depreciation and amortisation expense	34.35	30.61	35.59	137.38
	vi Other expenses	567.37	321.18	195.95	845.00
	<b>Total expenses (4)</b>	<b>10,025.20</b>	<b>30,830.63</b>	<b>7,959.09</b>	<b>59,873.88</b>
5	Profit before exceptional items and Tax (3-4)	70.91	711.14	144.02	1,143.03
6	Exceptional Items		(300.00)	(61.00)	(461.00)
7	<b>Profit Before Tax (5-6)</b>	<b>70.91</b>	<b>411.14</b>	<b>83.02</b>	<b>682.03</b>
8	Tax Expenses				
	i Current Tax	(35.00)	(186.77)	(22.45)	(258.50)
	ii Deferred Tax		28.11	0.90	32.01
	iii Earlier Year Income Tax				(22.89)
	<b>Total Tax Expense</b>	<b>(35.00)</b>	<b>(158.66)</b>	<b>(21.55)</b>	<b>(249.38)</b>
9	<b>Net Profit for the Period</b>	<b>35.91</b>	<b>252.48</b>	<b>61.47</b>	<b>432.65</b>
10	<b>Other comprehensive income</b>				
	A(i) Items that will not be reclassified to Profit or Loss Remeasurements of defined benefit liability/(asset)	-	-	-	(0.37)
	A(ii) Income tax related to items that will not be reclassified to Profit or Loss		-		
	B(i) Items that will be reclassified to Profit or Loss		-		
	B(ii) (ii) Income tax related to items that will be reclassified to Profit or Loss		-		
	<b>Total Other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(0.37)</b>
11	<b>Total Comprehensive Income (9+10)</b>	<b>35.91</b>	<b>252.48</b>	<b>61.47</b>	<b>432.28</b>
12	Paid up equity Share Capital (Face Value Rs. 10 each fully paid up)	4,015.53	4,015.53	4,015.53	4,015.53
13	Other Equity				13,623.13
14	Earnings Per Share of Rs. 10 each (not annualized)				
	(a) Rs. (Basic)	0.09	0.63	0.15	1.08
	(b) Rs. (Diluted)	0.09	0.63	0.15	1.08

Date 11th August 2023  
Place : Mumbai

Vishram P Rudre  
Managing Director

CIN: L26940MH1998PLC114307

HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088.

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# Niraj Cement Structurals Limited

## Notes to Financial Results

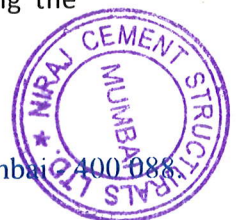
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2. The Company is engaged primarily in business of Civil Construction and Infrastructure and accordingly there are no separate reportable segments as per Indian Accounting Standards (Ind AS) 108 dealing with the segment reporting.
3. Revenue from operations includes unearned revenue in respect of uncertified work for ongoing projects.
4. Company has booked turnover and costs related to joint venture entities in the books of account. However, the whole projects have been handled by joint venture entities and related TDS and GST are also complied by Joint Venture Entities.
5. In the year ended 31'st March, 2021, mainly due to adoption of prudent accounting practices and various contractual reasons the company has reversed contractual revenue and corresponding sub-contracting costs and other direct expenses. The corresponding disputed receipts and payments transactions relating to the said contracts are still unsettled and reflected in the financial statements under the head "Other Current Liabilities" and "Other Current Assets". The Company is in process of resolving the disputes.
6. The office of the Director General of GST Intelligence (DGGI) had carried out a Search and seizure operations at the office of the Company at Mumbai on 6th January, 2021 under the provisions of Section 67 (1) and (2) of CGST Act. *The company has challenged the entire search and seizure proceedings and filed a writ petition with the Honorable Gujarat High Court and the matter is sub-judice in law. In View of this we are unable to comment on financial liabilities, arising out of the said proceedings.* The Company has deposited Rs.108.40 Lakhs as under protest, which is adjusted by department against disputed dues. *No provision is made in the books as the company has challenged the action of the department in the Honorable Gujarat High Court.*
7. Balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation. The management is the process of reconciling the same.

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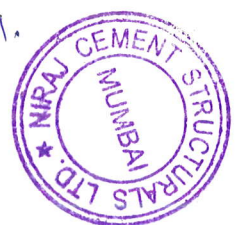







## Niraj Cement Structurals Limited

8. As per Ind AS 109 "Financial Instrument" the company is required to consider "Provision for Expected Credit Loss" on all financial assets on the basis of expected probability of recoverability of such financial instrument. During the quarter, the company has provided Rs. 250.79 Lakhs as Expected Credit Loss (ECL). As per management explanation, the receivable and advance of Rs.2116.73 lakh is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery. But in the absence of adequate basis/ supporting documents, we are unable to comment on the measurement of carrying amount of all the financial assets appearing in the financial statements as on 31.03.2023.
9. Income Tax Assets (Net) amount of Rs. 1833.72 Lakhs has been shown under Other Non-Current Assets out of which an amount of Rs. 837.80 Lakhs has been recovered/adjusted by the Income Tax Demand for the Assessment Year 2008-09 and 2007-08, further against the due refund of AY 2014-15 to 2022-23 but no provision has been made despite of the fact that no appeal is pending at any stage in respect of these payments. Management is of the opinion that the department has made erroneous additions which requires rectification and is taking time as the matter is very old. However, Management is confident of getting rectification done before the end of financial year 2023-24 and pending demand pertaining to Assessment Year 2007-08 and 2008-09 if any, will be provided for before the end of financial year 2023-24.
10. The Consolidated Statement includes the annual financial information of 2 subsidiaries, total comprehensive revenue from operations of Rs.0.19 Lakhs as on period ended 30th June, 2023 and net Loss of 0.61 Lakhs for the quarter ended June 2023. This quarterly financial information has not been audited by us and have been furnished to us by the management duly audited by other independent firm of Chartered Accountant and our conclusion on the statement, in so far as it related to the amount and disclosure included in respect of subsidiaries are based solely on such audited financial information, as audited by other Chartered Accountant firm. In our opinion and according to the information and explanations given to us by the management, this quarterly financial information are not material to the group.



**CIN: L26940MH1998PLC114307**

**HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088.**

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Partners :  
Sohan Chaturvedi FCA  
Chaturvedi V N FCA  
Noshir B Captain FCA  
Rajiv Chauhan ACA  
Neha Chauhan ACA  
Shristi Chaturvedi ACA  
Prakash Mistry FCA



# Chaturvedi Sohan & Co.

## Chartered Accountants

FRN - 118424W

### Independent Auditor's Review Report on the Quarterly and Year to date Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Limited Review Report  
To the Board of Directors of  
Niraj Cement Structurals Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Niraj Cement Structurals Limited (the "Company") for the quarter ended June 30, 2023 and year to date from April 01, 2023 to June 30, 2023, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Consolidated Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the consolidated financial statement based on our review.
3. We conducted our review of the Consolidated financial statement in accordance with the Standard Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit conducted in accordance with standards on Auditing specifies under section 143(10) of the Act. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above and subject to para 'a' to 'h' stated below and notes appended to financial result, nothing has come to our attention that causes us to believe that the accompanying Consolidated financial statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards (Ind-AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognised accounting practices and policies has not disclosed the information required to be

Page 3



disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

a) Revenue from operations includes unearned revenue in respect of uncertified work for ongoing projects.

b) Company has booked turnover and costs related to joint venture entities in the books of account. However, the whole projects have been handled by joint venture entities and related TDS and CST complied by Joint venture entities.

c) In the year ended 31't March, 2021, mainly due to adoption of prudent accounting practices and various contractual reasons the company has reversed contractual revenue and corresponding sub-contracting costs and other direct expenses. The corresponding disputed receipts and payments transactions relating to the said contracts are still unsettled and reflected in the financial statements under the head "Other Current Liabilities" and "Other Current assets". The Company is in process of resolving the disputes.

d) The office of the Director General of GST Intelligence (DGGI) had carried out a Search and seizure operations at the office of the Company at Mumbai on 6th January, 2021 under the provisions of Section 67 (1) and (2) of CGST Act. The company has challenged the entire search and seizure proceedings and filed a writ petition with the Honorable Gujarat High Court and the matter is sub-judice in law. In View of this we are unable to comment on financial liabilities, arising out of the said proceedings. The Company has deposited Rs.108.40 as under protest, which is adjusted by department against disputed dues, no provision is made in the books as the company has challenged the action of the department in the Honorable Gujarat High Court.

e) Balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation. The management is the process of reconciling the same.

f) As per Ind AS 109 "Financial Instrument" the company is required to consider "Provision for Expected Credit Loss" on all financial assets on the basis of expected probability of recoverability of such financial instrument. During the quarter, the company has provided Rs. 250.79 as Expected Credit Loss (ECL). As per management explanation, the receivable and advance of Rs.2116.73 lacs is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery. But in the absence of adequate basis/ supporting documents, we are unable to comment on the measurement of carrying amount of all the financial assets appearing in the financial statements as on 30.06.2023.

g) Income Tax Assets (Net) amount of Rs. 1833.72 Lacs has been shown under other non-current assets out of which amount of Rs. 837.80 Lacs has been recovered/adjusted by the Income Tax Demand for the Assessment year 2008-09 and 2007-08 and against the due refund of Ay 2014-15 to 2022-23 but no provision has been made despite of the fact that no appeal is pending at any stage in respect of these payments. Management



of the opinion that the department has made erroneous additions which requires rectification and is taking time as the matter is very old. However, Management is confident of getting rectification done before the end of financial year 2023-24 and pending demand pertaining to assessment year 2007-08 and 2008-09 if any, will be provided for before the end of financial year 2023-24

h) The Statement included the annual financial information of 2 subsidiaries, total comprehensive revenue from operations of Rs.0.19 Lakh and net Loss of Rs. 0.61 Lacs as on period ended 30<sup>th</sup> June, 2023. This quarterly financial information has not been audited by us and have been furnished to us by the management duly audited by other independent firm of Chartered Accountant, and our conclusion on the statement, in so far as it related to the amount and disclosure included in respect of subsidiaries are based solely on such audited financial information, as audited by other Chartered Accountant firm. In our opinion on according to the information and explanations given to us by the management, this quarterly financial information are not material to the group

For Chaturvedi Sohan & Co  
Chartered Accountants  
Firm Regn No. 118424W



*M. B. Captain*

Noshir B Captain  
Partner

UDIN : 23009889 BGWUXK7703

Place : Mumbai  
Date: 11<sup>th</sup> August, 2023