

ANNUAL REPORT

2021-22

SAI BHASKAR IRONS LIMITED

PLOT NO. 73, 5TH LINE, ROAD NO. 72, PRASASHAN NAGAR

JUBLI HILLS, HYDERABAD - 500086

Sai Bhaskar Irons Limited

Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

Balance Sheet as at 31 St March 2022

Particulars		Note No.		As At 31st March 2022		As At 31 st March 2021	Rupees
I. EQUITY AND LIABILITIES							
1 Shareholders' funds							
(a)	Share capital	1		35,78,73,700		35,78,73,700	
(b)	Reserves and surplus	2		-1,20,52,60,730		-1,01,19,44,259	
(c)	Money received against share warrants			-		-	
2 Share application money pending allotment				39,00,000		39,00,000	
					-84,34,87,030		-65,01,70,559
3 Non-current liabilities							
(a)	Long-term borrowings	3		61,21,00,481		64,28,49,787	
(b)	Deferred tax liabilities (Net)			2,85,60,566		2,85,60,566	
(c)	Other Long term liabilities	4		-		-	
(d)	Long-term provisions				64,06,61,047		67,14,10,353
4 Current liabilities							
(a)	Short-term borrowings	5		-		40,00,000	
(b)	Trade payables	6		25,13,05,446		26,60,57,030	
(c)	Other current liabilities	7		6,91,52,343		7,04,94,023	
(d)	Short-term provisions	8		16,70,606		70,79,140	
					32,20,78,395		34,76,30,193
TOTAL					11,92,52,412		36,88,69,987
II. ASSETS							
Non-current assets							
1 (a) Fixed assets							
(i)	Property, Plant and Equipment & Intangible Aests	9		1,55,40,494		21,44,17,659	
(ii)	Capital work-in-progress			-		-	
(iii)	Intangible assets under development			-		-	
					1,55,40,494		21,44,17,659
(b)	Non-current investments						
(c)	Deferred tax assets (net)						
(d)	Long-term loans and advances						
(e)	Other non-current assets	10		2,20,040		1,13,573	
					2,20,040		1,13,573
2 Current assets							
(a)	Current investments						
(b)	Inventories	11		1,18,015		1,59,01,460	
(c)	Trade receivables	12		9,97,69,608		12,96,98,693	
(d)	Cash and cash equivalents	13		2,21,802		53,40,501	
(e)	Short-term loans and advances	14		33,82,453		33,98,101	
					10,34,91,878		15,43,38,755
TOTAL					11,92,52,412		36,88,69,987

Notes forming part of the accounts

AS PER PERS. OF **B. GOPALAKRISHNA & Co**
Chartered Accountant

B. Gudi
(B. GOPALAKRISHNA)
M.No.203502 - Proprietor

For B.Gopalakrishna, Chartered Accountant.
Membership No.203502,
Flat no 101, JCH Paradise II, M G innr Ring Road, GUNTUR.



FOR AND ON BEHALF OF THE BOARD

M. Chaitanya

M.Chaitanya
Managing Director

M.Ratnagiri Babu
Director

Sai Bhaskar Irons Limited
Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

Note 1

shares capital	As at 31st March 2022		As at 31st March 2021	
	Number	Amount	Number	Amount
Authorised Equity Shares of Rs.100/- each	37,90,000	37,00,00,000	37,00,000	37,00,00,000
Issued Equity Shares of Rs.100/- each	35,78,737	35,78,73,700	35,78,737	35,78,73,700
Subscribed & Paid up Equity Shares of Rs.100/- each fully paid	35,78,737	35,78,73,700	35,78,737	35,78,73,700
Subscribed but not fully Paid up Equity Shares of _____ each, not fully paid up				
Total	35,78,737	35,78,73,700	35,78,737	35,78,73,700

1. The company has only one class of Equity shares having a par value of Rs.100/- each. Each holder of equity share is entitled to one vote per share on poll and have one vote on show of hands. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the company in proportion to their shareholding after distribution of payments to preferential creditors.

2. Details of shareholders holding more than 5% of total number of shares

Name of the Share Holder	As on 31.03.2022		As on 31.03.2021	
	Number of Shares held	% out of total number of shares of the company	Number of Shares held	% out of total number of shares of the company
M Chaitanya	8,57,447	24%	8,57,447	24%
M Shakuntala	1,28,000	4%	1,28,000	4%
M Ratnagiri Babu	1,24,600	3%	1,24,600	3%
Mynenei Rama Lakshmi	44,000	1%	44,000	1%
P Vinod	40,000	1%	40,000	1%
A Meena Ratna	30,700	1%	30,700	1%
Chadalavada Srinivasa Rao	30,000	1%	30,000	1%
Others	23,23,990	65%	23,23,990	65%
Total	35,78,737	100%	35,78,737	100%

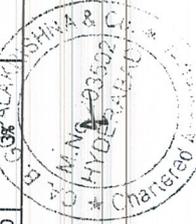
3. The company is neither a holding company nor a subsidiary company to any other company.

4. Shareholding of promoters :

Promoter's name	Shares held by promoters at the end of the year		
	No of shares	% held	% Change
M Chaitanya	8,57,447	24%	0%
M Shakuntala	1,28,000	4%	0%
M Ratnagiri Babu	1,24,600	3%	0%

For SAI BHASKAR IRONS LTD.


Managing Director



Sai Bhaskar Irons Limited
 Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
 Hyderabad - 500086, Telangana.

5. Reconciliation of number of Equity shares:

Particulars	As on 31.03.2022		As on 31.03.2021	
	Number of Shares	Amount	Number of Shares	Amount
Shares outstanding at the beginning of the year	35,78,737	35,78,73,700	35,78,737	35,78,73,700
Add: Shares issued during the year				
Less: Shares bought back during the year	35,78,737	35,78,73,700	35,78,737	35,78,73,700
Shares outstanding at the end of the year	35,78,737	35,78,73,700	35,78,737	35,78,73,700

1. None of the shares were allotted in pursuant to contract without payment being received in cash.

Note 2

	As at 31st March 2022	As at 31st March 2021
Reserves & Surplus		
a. Surplus		
Opening balance	-1,01,19,44,259	-85,28,05,339
Net Profit/(Net Loss) For the current year	-4,49,79,211	-1,43,48,908
Capital Receipts from State Bank of India		9,14,56,811
Capital Receipts from Bank of Baroda, & Maximum Arc Ltd		7,92,081
Capital Receipts Income tax payable		-23,70,38,904
Capital Loss on sale of Fixed Assets	-14,83,37,260	
Closing Balance	-1,20,52,60,730	-1,01,19,44,259
Total	-1,20,52,60,730	-1,01,19,44,259



For SAI BHASKAR IRONS LTD.

M. C.
 Managing Director

Sai Bhaskar Irons Limited
 Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
 Hyderabad - 500086, Telangana.

Note 3

<u>Long Term Borrowings</u>	As at 31st March 2022	As at 31st March 2021
<u>Secured</u>		
(a) Term loans from State Bank of India (Secured By the assets of the company and personal guarantees of from HDFC (Secured By way of Hypothecation of Vehicle purchased) From Daimler Financial Services India Pvt Ltd (Secured By way of Hypothecation of Vehicle purchased)		
Sub total	-	-
<u>Unsecured</u>		
(a) Unsecured Loans	61,21,00,481	64,28,49,787
(b) Unsecured Loans from Promoters	-	-
Sub total	61,21,00,481	64,28,49,787
Total	61,21,00,481	64,28,49,787

Note 4

<u>Other Long Term Liabilities</u>	As at 31st March 2022	As at 31st March 2021
(a) Other Long Term Payables		
Total	-	-

Note 5

<u>Short Term Borrowings</u>	As at 31st March 2022	As at 31st March 2021
<u>Secured</u>		
(a) Loans repayable on demand		
BANK OF BARODA		40,00,000
Maximus Arc Limited DLC Maximus Arc Limited OCC (Secured By CC is secured by Hypothecation of current Assets of the		
Total	-	40,00,000



For SAI BHASKAR IRONS LTD.

(Signature)
 Managing Director

Sai Bhaskar Irons Limited
 Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
 Hyderabad - 500086, Telangana.

Note 6

	As at 31st March 2022	As at 31st March 2021
Trade Payables		
Trade Payables outstanding for a period less than six months		
Secured, considered good period more than six months	25,13,05,446	26,60,57,030
Unsecured, considered doubtful		
Less: Provision for doubtful debts	25,13,05,446	26,60,57,030
Total	25,13,05,446	26,60,57,030

trade payables	Outstanding for following periods from due date of payment as at 31.03.2022					
	Not due	less than 1 Year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	-	-	-	-	-
Others	-	-	-	-	25,13,05,446	25,13,05,446
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-

For SAI BHASKAR IRONS LTD.

M. C. ...
Managing Director



Sai Bhaskar Irons Limited
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 Hyderabad - 500086, Telangana.

Note 7

<u>Other Current Liabilities</u>	As at 31st March 2022	As at 31st March 2021
(a) Interest accrued and due on borrowings	-	-
(b) Term Loan Installments (12 months)	-	-
(a) Other payables (specify nature)	-	-
(b) Other Current Liabilities	6,91,52,343	7,04,94,023
Total	6,91,52,343	7,04,94,023

Note 8

<u>Short Term Provisions</u>	As at 31st March 2022	As at 31st March 2021
(a) Provision for employee benefits Salary & Reimbursements	-	1,71,614
(b) Others (Specify nature)	16,20,606	69,07,526
Total	16,20,606	70,79,140

For SAI BHASKAR IRONS LTD.

M. Cooroo
 Managing Director



STATEMENT OF DEPRECIATION AS PER COMPANIES ACT 2021-22

Note 9

NAME OF THE ASSET	GROSS BLOCK				DEPRECIATION				NET BLOCK			
	Cost as at 01-04-2021	ADDITIONS	DELETIONS	AS ON 31.03.2022.	UPTO 01.04.2021.	CURRENT YEAR	CURRENT YEAR Additions	Total Current Year 2021-22	AS ON 31.03.2022	valued adjusted to Op. reserves	AS ON 31.03.2021	AS ON 31.03.2022.
Furniture & Fixtures	5,61,340		0	5,61,340	4,63,019	76,341		76,341	5,39,360		98,321	21,980
Vehicles	63,94,641		0	63,94,641	58,77,382	4,01,624		4,01,624	62,79,006		5,17,259	1,15,635
Factory Buildings	2,58,41,834		35,13,238	2,23,28,596	1,24,21,468				1,24,21,468	99,07,128	1,34,20,366	0
Factory Buildings New	14,36,42,528		1,95,28,428	12,41,14,100	4,00,76,740				4,00,76,740	8,40,37,360	10,35,65,788	0
Non Factory Buildings	4,13,15,841		27,93,831	3,85,22,010	1,27,51,359	63,10,187		63,10,187	1,90,61,546	50,05,000	2,85,64,482	1,44,55,464
Air Conditioners	9,83,833		1,33,754	8,50,079	6,30,246				6,30,246	2,19,833	3,53,587	0
Electrical Equipment	2,35,43,360		32,00,757	2,03,42,603	1,11,40,059				1,11,40,059	92,02,544	1,24,03,301	0
Computers	8,91,874		0	8,91,874	8,44,594	43,374		43,374	8,87,968	187	47,093	3,719
Epson Printers	30,580		0	30,580	29,050	1,404		1,404	30,454		1,530	126
Land	9,31,000		0	9,31,000	0				0		9,31,000	9,31,000
Other Equipment	1,44,28,467		19,61,573	1,24,66,894	48,21,066				48,21,066	76,45,828	96,07,401	0
Tankers	85,000		11,556	73,444	50,730				50,730	22,714	34,270	0
Plant & Machinery	8,05,71,553		1,09,53,830	6,96,17,723	3,75,83,001				3,75,83,001	3,20,34,722	4,29,88,552	0
Plant & Machinery (Rolling)	40,07,02,856		5,86,21,700	34,20,81,156	10,50,42,252				10,50,42,252	23,70,38,904	14,18,420	0
Coffee Wending Machine	30,500		4,147	26,353	22,172				22,172	4,181	8,328	0
Mobiles	4,77,255		0	4,77,255	4,40,761	22,788		22,788	4,63,549	3,171	33,323	10,535
Greaser	13,499		0	13,499	12,723	491		491	13,214		776	285
Inverter	61,100		0	61,100	54,122	4,293		4,293	58,415	1,403	5,575	1,282
Slag Machine	8,61,900		1,17,177	7,44,723	5,26,568				5,26,568	2,18,155	3,35,332	0
TV	45,650		0	45,650	42,687	1,816		1,816	44,503	680	2,283	467
Weighing Machine Store	10,500		1,427	9,073	6,548				6,548	2,525	3,952	0
Lab Equipment	2,90,182		39,451	2,50,731	2,13,462				2,13,462	37,269	76,720	0
Total	74,17,15,293	0	10,08,80,868	64,08,34,425	23,30,50,009	68,62,317	0	68,62,317	23,99,12,327	38,53,81,604	21,44,17,659	1,55,40,494

For B. GOPALAKRISHNA & Co.
Chartered Accountant

 (B. GOPALAKRISHNA)
 M.No.203502 - Proprietor

For SAI BHASKAR IRONS LTD.

Managing Director

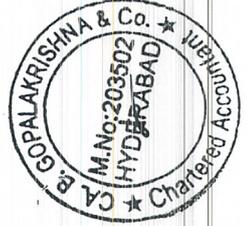
Sai Bhaskar Irons Limited
 Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
 Hyderabad - 500086, Telangana.

Note 10

	As at 31st March 2022	As at 31st March 2021
Other Non Current Assets		
a. Security Deposits		1,13,573
Secured, considered good	2,20,040	
Unsecured, considered good		
Doubtful		
Less: Provision for doubtful deposits	2,20,040	1,13,573

Note 11

	As at 31st March 2022	As at 31st March 2021
Inventories		
a. Raw Materials and components (Valued at _____)	96,975	18,39,069
Goods-in transit	96,975	18,39,069
b. Work-in-progress (Valued at _____)		
Goods-in transit		
c. Finished goods (Valued at _____)	21,040	1,40,62,391
Goods-in transit		
	21,040	1,40,62,391
Total	1,18,015	1,59,01,460



For SAI BHASKAR IRONS LTD.

(Signature)
 Managing Director

Sai Bhaskar Irons Limited
 Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
 Hyderabad - 500086, Telangana.

Note 12

	As at 31st March 2022	As at 31st March 2021
Trade Receivables		
Trade receivables outstanding for a period less than six months		
Secured, considered good	9,97,69,608	12,96,98,693
period more than six months		
Unsecured, considered doubtful		
Less: Provision for doubtful debts	9,97,69,608	12,96,98,693
Total	9,97,69,608	12,96,98,693

Trade receivables ageing schedule	Outstanding for following periods from due date of payment as at 31.03.2022					Total
	Less than 6 Months	6 Months - 1 Year	1-2 years	2-3 years	More than 3 years	
Trade receivables ageing schedule						
Undisputed Trade Receivables - considered good					9,97,69,808	9,97,69,808
Unsettled Trade Receivables - which have significant increase in credit risk						
Undisputed Trade Receivables - credit impaired						
Unsettled Trade Receivables - considered good						
Unsettled Trade Receivables - which have significant increase in credit risk						
Unsettled Trade Receivables - credit impaired						



For SAJ BHASKAR IRONS LTD.

Mr. Coor...
 Managing Director

Sai Bhaskar Irons Limited

Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

Note 13

Cash and cash equivalents	As at 31st March 2022		As at 31st March 2021	
a. Balances with banks*				
This includes:				
Earmarked Balances (eg/- unpaid dividend accounts)				
Margin money				
Security against borrowings				
Guarantees				
Other Commitments				
Bank deposits with more than 12 months maturity				
b. Cheques, drafts on hand				
c. Cash on hand*	1,42,675		21,10,387	
d. Others (specify nature) in Current Accounts	79,127	2,21,802	32,30,114	53,40,501
		2,21,802		53,40,501

*Repatriation restrictions, if any, in respect of cash and bank balances shall be separately stated.



For SAI BHASKAR IRONS LTD.

M. C. Gopalakrishna
Managing Director

Sai Bhaskar Irons Limited
 Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
 Hyderabad - 500086, Telangana.

Note 14

Short-term loans and advances	As at 31st March 2022		As at 31st March 2021	
a. Loans and advances to related parties (refer note 2)				
Secured, considered good				
Unsecured, considered good				
Doubtful				
Less: Provision for doubtful loans and advances				
b. Others (specify nature)				
Secured, considered good	33,82,453		33,82,453	
Unsecured, considered good				
Doubtful				
Less: Provision for _____				
	33,82,453	33,82,453	33,82,453	33,82,453
		33,82,453		33,82,453



For SAI BHASKAR IRONS LTD.

[Signature]
 Managing Director

Sai Bhaskar Irons Limited
 Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
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SUB NOTES TO BALANCE SHEET

sub note 1

Short term Provisions
 (b) Others (Specify nature)

Particulars	As at 31st March 2022		As at 31st March 2021	
Audit fee				
Directors Remuneration				7,681.00
Lease Rent				15,83,364.00
Output CGST				9,12,600.00
Output SGST		43,768.00		43,768.00
Output IGST		43,768.00		43,768.00
Local taxes				23,24,764.00
Professional tax				3,98,960.50
ESI Staff & Employer Deds Payable		17,250.00		17,250.00
Sales Tax Payable		12,330.00		71,880.00
Total		15,03,490.00		15,03,490.00
		16,20,606.00		69,07,525.50

sub note 2

b. Security Deposits - Secured, considered good

Particulars	As at 31st March 2022		As at 31st March 2021	
Term Deposit With Banks(sbi)				
Term Deposit With Banks (KVB)				1,13,573
Total		1,13,573.00		-
		1,13,573.00		1,13,573

sub note 3 10 Trade Receivables

Particulars	As at 31st March 2022		As at 31st March 2021	
Debtors less than 6 months				
Debtors more than 6 months				
Total		9,97,69,608		12,96,98,693
		9,97,69,608.00		12,96,98,693

For B. GOPALAKRISHNA & Co
 Chartered Accountant

(B. GOPALAKRISHNA)
 M.No.203502 - Proprietor



For SAI BHASKAR IRONS LTD.

[Signature]
 Managing Director

Sai Bhaskar Irons Limited
 Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
 Hyderabad - 500086, Telangana.

SUB NOTES TO BALANCE SHEET

sub note 4 Short Term loans & advances others

Particulars	As at 31st March 2022	As at 31st March 2021
Cenvat input		
PLA Deposit	14,00,100	14,00,100
Vat input	6,712	6,712
Advances others	16,02,295	16,02,295
Cenvat credit capital goods 50% 2017-18	2,50,127	2,50,127
Input CGST	26,832	26,832
Input SGST	54,667	54,667
Input IGST	39,019	54,667
	2,700	2,700
Total	33,82,453.23	33,98,101

sub note 5 Inventories

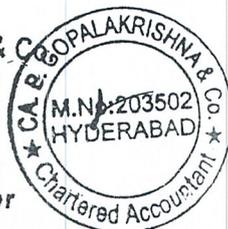
Particulars	As at 31st March 2022	As at 31st March 2021
Raw Materials:		
MS Scrap		
Sponge Iron	10,125.00	5,67,641.00
Other raw Material	86,850.00	6,25,899.00
TOTAL RAW MATERIALS	96,975.00	6,45,529.00
		18,39,069
Finished Goods (M S Billets)		
Finished Goods (TMT)	21,040.00	24,63,468.00
TOTAL FINISHED GOODS	21,040.00	1,15,98,923.00
		1,40,62,391
Total	1,18,015.00	1,59,01,460

sub note 6 Capital Work-in-progress

Particulars	As at 31st March 2022	As at 31st March 2021
Plant & Machinery		
Electrical Equipment	-	
Other Equipment	-	
Preoperative	-	
CWIP - Civil Works New Project	-	
CWIP - Plant & Machinery New Project	-	
Total	-	-

For B. GOPALAKRISHNA & Co.
 Chartered Accountant

B. Gopal
 (B. GOPALAKRISHNA)
 M.No.203502 - Proprietor



For SAI BHASKAR IRONS LTD.

M. [Signature]
 Managing Director

Sai Bhaskar Irons Limited
Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

SUB NOTES TO BALANCE SHEET

sub note 7 Cash and Bank Balances

Particulars	As at 31st March 2022	As at 31st March 2021
Syndicate Bank 33431010004763		
BANK OF BARODA CA 05170200025350	7,973.36	7,973.36
State Bank of India Vijayawada 62276756186	10,999.00	10,999.00
Karur Vysya Bank Ltd	11,247.00	11,247.00
	48,907.16	31,99,894.21
TOTAL BANK BALANCES	79,126.52	32,30,113.57
CASH AT OFFICE	1,42,675.06	21,10,387.06
Total	2,21,801.58	53,40,501

Schedule 8 Short term Provisions

(a) Provision for employee benefits

Particulars	As at 31st March 2022	As at 31st March 2021
Salary & Reimbursements		1,71,614.00
SUB TOTAL		1,71,614
SUB TOTAL		
Total		1,71,614

Note 9

d. Other loans and advances (specify nature) - Unsecured, considered good

Particulars	As at 31st March 2022	As at 31st March 2021
advance to consultants		
advances for services		
Total		

Other Notes
Note 10

Deferred tax liabilities (Net)

Particulars	As at 31st March 2022	As at 31st March 2021
Deferred tax liabilities	2,85,60,566.00	2,85,60,566.00
Total	2,85,60,566.00	2,85,60,566

For B. GOPALAKRISHNA
Chartered Accountant
B. Gopal
(B. GOPALAKRISHNA)
M.No.203502 - Proprietor



For SAI BHASKAR IRONS LTD.
M. Cooray
Managing Director

Sai Bhaskar Irons Limited

Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

Profit and Loss statement as at 31st March 2022

Particulars	Refer Note No.	Rupees	
		As at 31st March 2022	As at 31st March 2021
I <u>Revenue from operations</u>	14	-	4,86,305
II. <u>Other income</u>	15	15,05,397	47,99,410
III. <u>Total Income (I + II)</u>		15,05,397	52,85,715
IV. <u>Expenses:</u>			
Cost of materials consumed			
Purchases of Stock-in-Trade	16	-	-
Changes in inventories of finished goods work-in-progress and Stock-in-Trade		1,57,83,445	1,83,53,979
Employee benefits expenses	17	-	-
Finance costs	18	1,549	-
Depreciation and amortization expenses		68,62,317	-
Other expenses	19	2,38,37,296	12,80,643
<u>Total expenses</u>		4,64,84,608	1,96,34,623
V. <u>Profit before exceptional and extraordinary items and tax (III-IV)</u>		-4,49,79,211	-1,43,48,908
VI. <u>Exceptional items</u>			
VII. <u>Profit before extraordinary items and tax (V - VI)</u>		-4,49,79,211	-1,43,48,908
VIII. <u>Extraordinary Items</u>			
IX. <u>Profit before tax (VII- VIII)</u>		-4,49,79,211	-1,43,48,908
X <u>Tax expense:</u>			
(1) Current tax			
(2) Deferred tax			
XI <u>Profit (Loss) for the period from continuing operations (VII-VIII)</u>		-4,49,79,211	-1,43,48,908
XII <u>Profit/(loss) from discontinuing operations</u>			
XIII <u>Tax expense of discontinuing operations</u>			
XIV <u>Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</u>		-	-
XV <u>Profit (Loss) for the period (XI + XIV)</u>		-4,49,79,211	-1,43,48,908



For B. GOPALAKRISHNA & Co.
PER REPORT OF THE EVEN DATE
Chartered Accountant

For B. Gopalakrishna, Chartered Accountant
(B. GOPALAKRISHNA)
M. No. 203502 - Proprietor
Flat no 101, JCH Paradise II, M G innr Ring Road, GUNTUR.

FOR AND ON BEHALF OF THE BOARD

(Signature)

M. Chaitanya
Managing Director

M. Ratnagiri Babu
Director

Sai Bhaskar Irons Limited

Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

NOTES TO PROFIT AND LOSS ACCOUNT

Revenue from operations

Note 14

Particulars	As at 31st March 2022	As at 31st March 2021
Sale of products	-	4,86,305
Total	-	4,86,305
Total Sales	-	4,86,305

Other income

Note 15

Particulars	As at 31st March 2022	As at 31st March 2021
Written off Accounts	-	-
Interest Income	4,68,511	28,80,828
Freight Out Ward	10,36,886	18,582
Total	15,05,397	47,99,410

Note 16

Purchases of Stock-in-Trade

Particulars	As at 31st March 2022	As at 31st March 2021
Total	-	-



For SAI BHASKAR IRONS LTD.

Managing Director

Sai Bhaskar Irons Limited

Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

NOTES TO PROFIT AND LOSS ACCOUNT

Note 17 Employee benefits expenses

Particulars	As at 31st March 2022	As at 31st March 2021
Total	-	0

Note 18 Finance costs

Particulars	As at 31st March 2022	As at 31st March 2021
Interest on Others	1,549	-
Total	1,549	-

Note 19 Other expenses

Particulars	As at 31st March 2022	As at 31st March 2021
Administrative Expenses	2,38,37,296	12,80,643
Total	2,38,37,296	12,80,643



For SAI BHASKAR IRONS LTD.


Managing Director

Sai Bhaskar Irons Limited

Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

SUB NOTES TO NOTES OF PROFIT & LOSS ACCOUNT

1 Sales

Particulars	As at 31st March 2022	As at 31st March 2021
Sale of TMT (within the State)		4,86,305
Sub Total	-	4,86,305
Total	-	4,86,305

2 Other income

	As at 31st March 2022	As at 31st March 2021
Interest Income	10,36,886	18,582
Freight Outward		19,00,000
Written off Accounts	4,68,511	28,80,828
SUB TOTAL	15,05,397	47,99,410

3 Interest on Loans

Particulars	As at 31st March 2022	As at 31st March 2021
Interest on others	1,549	-
SUB TOTAL	1,549	-
Total	1,549	-

4 Direct Expenses

Particulars	As at 31st March 2022	As at 31st March 2021
Total	-	-



For SAI BHASKAR IRONS LTD.

Managing Director

Sai Bhaskar Irons Limited

Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
Hyderabad - 500086, Telangana.

SUB NOTES TO NOTES OF PROFIT & LOSS ACCOUNT

5 Administration Expenses

Particulars	As at 31st	As at 31st
	March 2022	March 2021
SVLDS Scheme- Excise Duty		9,96,272
SVLDS Scheme-Service Tax		25,042
Audit fee	30,000	30,000
Bank charges	2,152	713
Bad dets	2,21,40,450	2,28,617
Professional Charges	30,000	
Filing Fee	16,500	
Income Tax Vivad Se Vishwas	16,18,194	
Total	2,38,37,296	12,80,643

6 Selling & Marketing expenses

Particulars	As at 31st	As at 31st
	March 2022	March 2021
Total	-	-



For SAI BHASKAR IRONS LTD.

[Handwritten Signature]

Managing Director

Sai Bhaskar Irons Limited
Plot No: 73, Lane No:5, Road no 72, Prasashan Nagar, Jubilee Hills
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March 2022

20 EARNING PER EQUITY SHARE (EPS)

Particulars	Current Year 2021-22	Previous Year 2020-21
Net profit as per statement profit and loss (Rs.)	-4,49,79,211	-1,43,48,908
Weighted average number of equity shares outstanding during the year (No.)	35,78,737	35,78,737
Basic / Diluted earnings per share (Rs.)	-12.57	-4.01
Nominal value of share (Rs.)	100.00	100.00

21 CAPITAL COMMITMENTS

Estimated amount of contracts remaining to be executed on capital account (net off advances) and not provided for 2022 - Rs.Nil (2021-Nil).

22 CONTINGENT LIABILITIES Rs. Nil (2021-Nil)

23 The Company operates in Single Business Segment of Iron trading . Accordingly disclosure requirements of Accounting Standard 17, Segment Reporting as notified under Section 211 (3C) read with General Circular 15/2013 dated 13 September 2013 of the Ministry of Corporate in respect of section 133 of the companies Act, 2013 have not been furnished.

24 Financial ratios :

Ratio	Numerator	Denominator	31-03-2022	31-03-2021
Current Ratio (in times)	Current assets	Current liabilities	0.32	0.44
Return on Equity Ratio (in %)	Profit for the year	Average Equity	(0.13)	(0.04)
Inventory turnover Ratio (in times)	Income from sale of Goods and services	Average Inventories	-	0.06
Trade Receivables turnover ratio (in times)*	Income from sale of Goods and services	Average Trade Receivables	-	0.01
Trade Payables turnover ratio (in times)	COGS + Other Expenses	Average Trade payables	0.02	0.03
Net Capital turnover ratio (in times)**	Income from sale of Goods and services	Working Capital	-	(0.00)
Net Profit ratio (in %)	Profit for the year	Income from sale of Goods & services	#DIV/0!	(29.51)
Return on Capital employed (in %)	Profit before interest and taxes	Average Capital employed	(0.13)	(0.04)
Return on investment (in %)	Income from Investments	Time weighted average Investments	NA	NA

For B. GOPALAKRISHNA & Co.
Chartered Accountant

(B. GOPALAKRISHNA)
M.No.203502 - Proprietor



As per our review report of even date attached

For B.Gopalakrishna, Chartered Accountant.
Membership No.203502,
Flat no 101, JCH Paradise II,M G innr Ring Road, GUNTUR.

FOR AND ON BEHALF OF THE BOARD

M. Chaitanya

M.Chaitanya
Managing Director

M.Ratnagiri Babu
Director

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 ST MARCH, 2022

	<u>31.03.2022</u>	<u>31.03.2021</u>
	Rs.	Rs.
<u>A. Cash Flows Operating Activities:</u>		
Net Profit before tax	(4,49,79,211.00)	(1,43,48,908.00)
Adjustment for Depreciation	0.00	0.00
Interest Expenses	1,549.00	0.00
Loan written off capital receipt	-	9,14,56,811
	-----	-----
Operating Profit before Working Capital Changes	(4,49,77,662.00)	7,71,07,903.00
<u>ADJUSTMENT FOR</u>		
Inventories	1,57,83,445.00	1,83,53,979.00
Trade receivables	2,99,29,085.00	1,62,05,279.00
Short term Loans & Advances	15,648.00	12,28,617.00
Long Term loans and advances	(1,06,467.00)	(18,582.00)
Non-Current Assets	-	-
Trade payables	(1,47,51,584.00)	(1,60,37,149.00)
Other Current Liabilities	(68,00,214.00)	(53,15,422.00)
	-----	-----
Net Cash flow from Operating Activities - I	(2,09,07,749.00)	9,15,24,625.00
<u>B. Cash Flow from Investing Activities:</u>		
Proceeds from sale of fixed assets	5,05,39,905	5,72,03,280
Purchase of fixed assets	-	-
(Increase) /Decrease of Capital Work-In-Progress	-	-
Interest received	-	-
	-----	-----
Net cash used in investing activities - II	5,05,39,905.00	5,72,03,280.00
<u>C. Cash flow generated from Financing Activities</u>		
Proceeds from Share Capital	-	-
Proceeds from Unsecured loans	(3,07,49,306.00)	2,89,99,894.00
Proceeds from Borrowings	(40,00,000.00)	-
Interest paid	(1,549.00)	(17,24,94,811.00)
	-----	-----
Net Cash flow generated from /(used in) financing activities - III	(3,47,50,855.00)	(14,34,94,917.00)
Net Increase/(Decrease) in Cash and Cash equivalents	-51,18,699.00	52,32,988.00
Cash and Cash equivalents at the beginning of the year	53,40,501.00	1,07,513.00
	-----	-----
Cash and Cash equivalents at the end of the period	2,21,802.00	53,40,501.00
	-----	-----

Note: Previous year's figures have been regrouped/reclassified wherever necessary to confirm to current year classification

As per our report of even date annexed

For B. GOPALAKRISHNA & Co
Chartered Accountants

(B. GOPALAKRISHNA)
M.No.203502 - Proprietor

Membership No: 203502



For and on behalf of Board of Directors

(Signature)

(MADALA CHAITANYA)
Managing Director

(Signature)

(MADALA RATNAGIRI BABU)
Director

M/s. SAI BHASKAR IRONS LIMITED

JUBLEE HILLS, HYDERABAD

NOTE -20

Significant Accounting Policies:

A) Basis of Accounting:

These financial statements have been prepared under historical cost convention from books of accounts maintained on an accrual basis (unless otherwise stated hereinafter) in conformity with accounting principles generally accepted in India and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India and referred to Sec 129 & 133 of the Companies Act, 2013, of India. The accounting policies applied by the company are consistent with those used in previous year.

B) Property, Plant & Equipment:

PPE are stated at their original cost, which includes expenditure incurred in the acquisition of Assets/construction of Assets, Pre-operative expenses till the commencements of operation and Interest up to the date of commencement of commercial production.

C) Depreciation:

Depreciation has been provided based on life assigned to each asset in accordance with Schedule II of The Companies Act, 2013. During the year the plant was shut down. So, depreciation was not taken on total assets of the company during the year.

D) Foreign Currency Transactions:

There have been no foreign exchange earnings and outgo during the year under review.

E) Investments:

Investments are stated at cost.

F) Inventories:

Inventories are measured at lower of Cost or net realizable value. Cost of inventories comprises of all cost of purchase, cost of conversion and other cost incurred in bringing them to their respective present location and condition.



G) Borrowing Costs:

All borrowing costs are charged to revenue account.

H) Recognition of Income and Expenditure:

Income and Expenditure are accounted for on accrual basis except as otherwise stated.

I) Related Party Disclosures:

- a) The company repaid Rs.2,29,05,000 towards repayment of interest free unsecured loan obtained from sri M. Chaitanya, Managing Director which was taken in earlier years.
- b) M. Chaitanya, managing director is also having 24% of the total paid-up equity share Capital of the company as on 31st, March 2022.
- c) Existing Factory premises constructed in 19.48 Acres Land taken by the company on Lease basis from M. Chaitanya, managing director & M. Ratnagiri Babu, Director.

J) Segment Reporting:

The company is only having one business segment of Rerolling Mill in Andhra Pradesh state and no other Business Segments.

K) Discontinuing operations/Impairment of Assets:

Operations of the Rerolling Mill which is the only unit owned by the company are Discontinued and Rs.4,49,79,211 loss was occurred due to discontinued operations.



For B. GOPALAKRISHNA & Co.
Chartered Accountant


(B. GOPALAKRISHNA)
M.No.203502 - Proprietor

NOTES ON ACCOUNTS

Note:1

a) The Company has not done any operations during this financial year due to funds problem and continued the selling of the Assets to settle the dues to various parties from time to time

b) Andhra Pradesh central power Distribution corporation limited raised demand against the Company towards the payment of line charges and the company disputed the issue in High Court of Andhra Pradesh and subsequently filed civil appeal SLP No.12398 in supreme court of India.

Honourable supreme court of India dismissed the Petition filed by the company. Andhra Pradesh central power Distribution corporation Limited issued Property Recovery Notice against the company under Revenue Recovery Act,1864 for recovery of Rs 9,64,91,223 Electricity dues but no effect was given for this amount in company's books and records.

c) Operating creditor Steel Exchange India Limited filed corporate insolvency Resolution petition No.C.P.(IB) NO.252/9/HDB/2021 in the year 2021 in National company law Tribunal, Hyderabad against the company for Recovery of Rs. 1,76,10,437 and the company is contesting in NCLT against this party

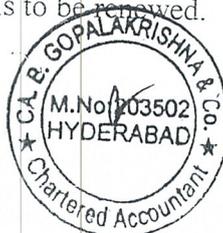
d) Sundry Debtors Rs.9,97,69,608 are aged more than 180 days for which balance confirmations are not received, sundry creditors balances are yet to be confirmed.

e) The Company is a Small and Medium Sized Company (SMC) as defined in the Companies (Accounting Standards) Rules, 2021 notified under the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

f) Rs.64,28,49,787 unsecured loans obtained by the company from various parties/ promoters in earlier years without interest was repaid in this year to the Extent of Rs.2,29,05,000 and the balance Of Rs.61,21,00,481 to be repayable by the company. The following was the details of Promoters which was outstanding as on 31.03.2022.

Name	Payable Amount
1. Madala Chaitanya	37,03,60,333.00
2. Madala Sakuntala	3,85,67,373.00
3. Madala Ratnagiri Babu	97,95,224.00

g) Land to the extent of Ac.10.55 cents Registered on the name of company and another Ac19.48 cents taken on lease basis from the Managing Director M. Chaitanya and from the Director M. Ratnagiri Babu. Factory buildings and machinery are constructed on leasehold land for which lease Agreement is Expired on 30.06.2021 it is to be renewed.



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF
M/s. SAI BHASKAR IRONSS LTD

Report on the Audit of the Standalone Financial Statements

Adverse Opinion

We have audited the standalone financial statements of M/s. M/s. SAI BHASKAR IRONSS LTD ("the Company"), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss for the year ended and a summary of the significant accounting policies and notes to the standalone financial statements and other explanatory information (herein after referred to as "Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, because of the significance of the matter discussed in the basis for Adverse opinion section of our report, the aforesaid Standalone financial statements do not give the information required by the Act in the manner so required and do not 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, 2022, and loss for the year ended on that date.

Basis for adverse opinion

We draw attention to the **Note I** to the financial statements which indicate that the company discontinued its operations and incurred loss of Rs 4,49,79,211 during the year ended 31st march,2022 and as of that date the company's accumulated losses amount to Rs. 1,20,52,60,730 resulting to negative Net worth of the company and erosion of share capital.

We draw attention to note 9 schedules of Property, Plant and equipment disclosing that Assets of the reolling Factory become scrap are sold during the year and the Company has been unable to re-negotiate or obtain replacement financing

Sundry Debtors and creditors balances are not confirmed by the parties and Operating creditor Steel Exchange India Limited filed corporate insolvency Resolution petition No.C.P.(IB) NO.252/9/HDB/2021 in the year 2021 in National company law Tribunal, Hyderabad against the company for Recovery of Rs 1,76,10,437 and the company is contesting in NCLT and the outcome is not known.

APCPCDL raised the demand for Rs 9,64,91,223 against the company was not considered in financial statements, books and records.

These events indicate a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern and, therefore, it may be unable to realize its assets and discharge its liabilities in the normal course of business.



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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Information Other than the Financial Statements and Auditors' Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the 'Director's report' but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone 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.

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 of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity)26 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 responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 standalone financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



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

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 being a limited company satisfies the conditions specified in the order hence the statement pursuant to the order is given in **Annexure-A**
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "**Annexure-B**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, the company has
 - (h) Not paid any remuneration to directors during this year.
 - (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, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements-Refer **Note I** which would impact its financial position.



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

iii. There were no amounts which are required to be transferred, to the Investor Education and Protection Fund by the Company as at 31st March, 2022

iv. The Management has represented that, to the best of its knowledge and belief, as disclosed in the standalone financial statements, no funds 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(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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

v. The Management has represented, that, to the best of its knowledge and belief, as disclosed in the standalone financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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.

vi. Based on the audit procedures performed 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 (iv) and (v) above, contain any material misstatement.

vii. The company has not declared or paid any dividend during the year.

For B. GOPALA KRISHNA & CO.,
Chartered Accountants
Firm Registration No: 014539S

(CA)
~~Partner~~

Membership NO :203502
UDIN: 22203502BCQQCN5733
Place: GUNTUR
Date: 11.09.2022



“Annexure A”
ANNEXURE TO THE AUDITORS’ REPORT
(Referred to in paragraph

Annexure to the independent auditor’s report of even date to the members of SAI BHASKAR IRONS LTD on the financial statements for the year ended 31st march 2022

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

3(i)(a)(A) The company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(B) As per the information provided to us company is not having intangible assets hence not maintained proper records showing full particulars of intangible assets.

(b) The major property, plant and equipment of the company have been physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.

(c) According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company.

(d) The company has not revalued its property, plant and equipment during the year.

(e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the benami transactions (prohibition) act, 1988 (45 of 1988) and rules made thereunder during the year.



The undisputed dues as informed by the management which are outstanding for more than six months as at the Balance sheet date from the date they became payable were as follows-

Nature of Statute	Nature of Dues	Amount Rs	Period to which the Amount relates	Due date	Remarks, Paid if any
CST	Central Sales Tax	1,17,364	FY 2011-12	05.11.2018	-
CST	Central Sales tax	2,73,592	FY 2012-13	05.11.2018	-
CST	Central Sales tax	14,89,826	FY 2013-14	05.11.2018	-
CST	Central Sales Tax	1,43,132	FY 2014-15	05.11.2018	-
CST	Central Sales tax	39,25,634	FY 2014-15	04.03.2020	-
VAT	AP Sales tax	35,33,490	01.10.2013 to 31.10.2015	05.11.2018	Rs 20,00,000 Paid in 4 Instalments
VAT	AP Sales tax	8,83,373	01.10.2013 to 31.10.2015	05.11.2018	-
VAT	AP Sales tax	51,81,606	FY 2015-16	05.11.2018	-
VAT	AP Sales tax	12,57,209	FY 2015-16	05.11.2018	-
IT	TDS – Late filling	1,00,430	FY 2012-13	25.10.2017	-
IT	TDS – Late filling	3,75,540	FY 2013-14	25.10.2017	-
IT	TDS – Late filling	92,140	FY 2014-15	25.10.2017	-
IT	TDS – Late filling	1,78,440	FY 2015-16	25.10.2017	-



- (vii)(b) The dues outstanding in respect of goods and services tax, 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 on account of any dispute as on 31st march 2022, have not been provided by the management and hence we are unable to comment on this clause.
- (viii) According to the information and explanation given to us, company has no transactions, not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the income tax act, 1961 (43 of 1961);
- (ix)(a) The company has not obtained any loans from lenders during this year, Accordingly, the provisions of clause 3(ix)(a) of the order are not applicable
- (b) The Company is not declared wilful defaulter by any bank or financial institution or other lender;
- (c) The company has not obtained any term loans during the year.
- (d) The company has not raised any short-term funds during this year, Accordingly, the provisions of clause 3(ix)(d) of the order are not applicable
- (e) According to the information and explanation given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint venture
- (f) According to the information and explanation given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies during the year;
- (x)(a) The company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year;
- (b) According to the information and explanation given to us, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year;
- (xi)(a) According to the information and explanation given to us, any fraud by the company or any fraud on the company has not been noticed or reported during the year;
- (b) According to the information and explanation given to us, no report under sub-section (12) of section 143 of the company's act has been filed by the auditors in form adt-4 as prescribed under rule 13 of companies (audit and auditors) rules, 2014 with the central government;



(c) According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company;

(xii) Company is not a Nidhi company, accordingly provisions of the clause 3(xii) of the order is not applicable to the company.

(xiii) According to the information and explanations given to us, the company has undertaken the following transaction with related parties as mentioned in section 177 and 188 of companies act, 2013 towards repayment of unsecured loan which was taken from the promoter in previous years.

S. No	Name	Relation	Details	Amount
	M. Chaitanya	Managing Director	Interest free Unsecured Loans	2,29,05,000

(xiv) In our opinion and based on our examination, the company is not required to have an internal Audit system, accordingly provisions of clause 3(xiv) of the order are not applicable to the company;

(xv) According to the information and explanations given to us, that the company has not entered into any non-cash transactions with directors or persons connected with during the year.

(xvi)(a) According to the information and explanations given to us, the company is not required to be registered under section 45-ia of the reserve bank of India act, 1934 accordingly provisions of clause 3(xvi) of the order are not applicable to the company

(b) As per the information provided to us the company has not conducted any non-banking Financial activities during the year, accordingly the provisions of clause 3(xvib) of the order are not applicable

(c) The company is not a core investment company (cic) as defined in the regulations made by the reserve bank of India, accordingly the provisions of sub-clause (c) and (d) of clause 3(xvi) of the order are not applicable;

(xvii) Based on the audit procedures conducted the company has incurred cash loss of Rs. 3,81,16,894 During this financial year and Rs 1,43,48,908 loss in the immediately preceding financial year;



(xviii) There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the order is not applicable;

(xix) We draw attention of the financial statements which indicates that the company has continuously been incurring substantial losses since past few years and also incurred net loss of Rs. 4,49,79,211 for the year ended 31st, March 2022. As of reporting date company's total liabilities exceeded its total assets by Rs. 81,49,26,464 and its net worth has been totally eroded. Operations of the company are stopped and the company is in the process of selling the Assets for the repayment of creditors and unsecured loans.

We further state that 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) The provisions of section 135 towards corporate social responsibility are not applicable on the company. Accordingly, the provisions of clause 3(xx) of the order is not applicable.

(xxi) The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the company. Accordingly, no comment has been included in respect of said clause under this report.

For B.GOPALA KRISHNA & CO.,
Chartered Accountants
Firm Registration No: 014539S

(CA)

~~Partner~~

Membership NO :203502

UDIN: 22203502BCQQCN5733

Place: GUNTUR

Date: 11.09.2022



“Annexure B” to the Independent Auditor’s Report

Referred to in paragraph 2(f) under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the standalone financial statements of the Company for the year ended March 31, 2022:

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 **M/s. SAI BHASKAR IRONS LIMITED** (“the Company”) as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence 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 including assets pending capitalization; (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.

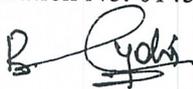
Inherent Limitations of Internal Financial Controls Over Financial Reporting

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, 2022, 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 ICAI.

For B.GOPALA KRISHNA & CO.,
Chartered Accountants
Firm Registration No: 014539S



(CA)

~~Partner~~

Membership NO :203502
UDIN: 22203502BCQQCN5733
Place: GUNTUR
Date: 11.09.2022

