

AMITABH AGRAWAL & CO.

CHARTERED ACCOUNTANTS

**Office :-109, Wallfort Ozone, FafadihChowk, Raipur - (C.G.)
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INDEPENDENT AUDITORS' EXAMINATION REPORT ON THE RESTATED CONSOLIDATED FINANCIAL INFORMATION IN CONNECTION WITH THE PROPOSED INITIAL PUBLIC OFFERING OF VRAJ IRON AND STEEL LIMITED

To,

The Board of Directors

Vraj Iron and Steel Limited

(Formerly known as Vraj Iron and Steel Private Limited & Phil Ispat Private Limited)

1st Floor, Plot No 63 & 66,

Ph No 113 Mother Teresa Ward No. 43,

Jalvihar Colony,

Raipur - 492001

Dear Sirs/madam

1) We have examined the attached Restated Consolidated Financial Information of Vraj Iron and Steel Limited (Formerly known as Vraj Iron and Steel Private Limited & Phil Ispat Private Limited) (the "Holding Company") and its associate comprising the Restated Consolidated Statement of Assets and Liabilities as at June 30, 2023, March 31, 2023, March 31, 2022 and March 31, 2021, the Restated Consolidated Statements of Profit and Loss (including Other Comprehensive Income), the Restated Consolidated Cash Flow Statement and the Restated Consolidated Statement of Changes in Equity for the three-month ended on June 30, 2023 and for the years ended March 31, 2023, March 31, 2022 and March 31, 2021, the Summary Statement of Significant Accounting Policies, and other explanatory information (collectively, the "Restated Consolidated Financial Information"), as approved by the Board of Directors of the Company at their meeting held on December 23, 2023 for the purpose of inclusion in the Draft Red Herring Prospectus ("DRHP") prepared by the Company in connection with its proposed initial public offer of equity shares ("IPO") prepared in terms of the requirements of:

- a) Section 26 of Part I of Chapter III of the Companies Act, 2013, as amended ("the Act");
- b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "ICDR Regulations") and
- c) The Guidance Note on Reports in Company Prospectuses (Revised 2019), issued by the Institute of Chartered Accountants of India (the "ICAI"), as amended from time to time (the "Guidance Note").



2) The Company's Board of Directors is responsible for the preparation of the Restated Consolidated Financial Information for the purpose of inclusion in the DRHP to be filed with Securities and Exchange Board of India, NSE, and BSE, in connection with the proposed IPO. The Restated Consolidated Financial Information have been prepared by the management of the Company on the basis of preparation stated in note B to the Restated Consolidated Financial Information. The respective Board of Directors of the Holding companies and its associate responsibility includes designing, implementing and maintaining adequate internal control relevant to the preparation and presentation of the Restated Consolidated Financial Information. The respective Board of Directors are also responsible for identifying and ensuring that the Holding company and its associate complies with the Act, ICDR Regulations and the Guidance Note.

3) We have examined such Restated Consolidated Financial Information taking into consideration:

- a) The terms of reference and terms of our engagement agreed upon with you in accordance with our engagement letter dated November 17, 2023 in connection with the proposed IPO of equity shares of the Company;
- b) The ICAI Guidance Note – The Guidance Note also requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI;
- c) Concepts of test checks and materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Consolidated Financial Information; and
- d) The requirements of Section 26 of the Act and the SEBI ICDR Regulations.

Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Act, the ICDR Regulations and the Guidance Note in connection with the IPO.

4) These Restated Consolidated Financial Information have been compiled by the Management from:

- a) Audited special purpose Interim Consolidated Ind AS financial statements of the Holding Company and its associate as at and for the three month period ended June 30, 2023 prepared in accordance with Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under section 133 of the Act and other accounting principles generally accepted in India (the "Special Purpose Interim Consolidated Ind AS Financial Statements") which have been approved by the Board of Directors at their meeting held on December 23, 2023.
- b) The Company was exempted from making Consolidated Financial Statements for the Financial Year 2020-21, Financial Year 2021-22 & Financial Year 2022-23 and hence no Consolidated Financial Statements were prepared on any of these periods. Audited special purpose Consolidated Ind AS financial statements of the Holding Company and its associate were prepared (as detailed below) for the limited purpose of complying with the requirement of the SEBI ICDR Regulations.



- i. Audited special purpose Consolidated Ind AS financial statements of the Holding Company & its Associate as at and for the year ended March 31, 2023 prepared in accordance with Indian Accounting Standard (Ind AS), specified under section 133 of the Act and other accounting principles generally accepted in India (the "Special Purpose Consolidated Ind AS Financial Statements") which have been approved by the Board of Directors in their meeting held on December 23, 2023. This Special Purpose Consolidated Ind AS Financial Statements has been prepared by the management of the Company, using recognition and measurement principles of Ind AS, by adjusting Audited Standalone financial statements of the Company, which was approved by the Board of Directors in their meeting held on June 30, 2023 and Audited Standalone financial statements of the Associate, which was approved by their Board of Directors in their meeting held on June 30, 2023; both prepared in accordance with the Accounting Standards prescribed under the section 133 of the Act ("Indian GAAP") as at and for the year ended March 31, 2023.
- ii. Audited special purpose Consolidated Ind AS financial statements of the Holding Company & its Associate as at and for the year ended March 31, 2022 prepared in accordance with Indian Accounting Standard (Ind AS), specified under section 133 of the Act and other accounting principles generally accepted in India (the "Special Purpose Consolidated Ind AS Financial Statements") which have been approved by the Board of Directors in their meeting held on December 23, 2023. This Special Purpose Consolidated Ind AS Financial Statements has been prepared by the management of the Company, using recognition and measurement principles of Ind AS, by adjusting Audited Standalone financial statements of the Company, which was approved by the Board of Directors in their meeting held on August 26, 2022 and Audited Standalone financial statements of the Associate, which was approved by their Board of Directors in their meeting held on August 31, 2022; both prepared in accordance with the Accounting Standards prescribed under the section 133 of the Act ("Indian GAAP") as at and for the year ended March 31, 2022.
- iii. Audited special purpose Consolidated Ind AS financial statements of the Holding Company & its Associates as at and for the year ended March 31, 2021 prepared in accordance with Indian Accounting Standard (Ind AS), specified under section 133 of the Act and other accounting principles generally accepted in India (the "Special Purpose Consolidated Ind AS Financial Statements") which have been approved by the Board of Directors in their meeting held on December 23, 2023. This Special Purpose Consolidated Ind AS Financial Statements has been prepared by the management of the Company, using recognition and measurement principles of Ind AS, by adjusting Audited Standalone financial statements of the Company, which was approved by the Board of Directors in their meeting held on August 4, 2021 and Audited Standalone financial statements of the Associate, which was approved by their Board of Directors in their meeting held on August 12, 2021; both prepared in accordance with the Accounting Standards prescribed under the section 133 of the Act ("Indian GAAP") as at and for the year ended March 31, 2021.



- 5) We have audited the financial statements of the Holding Company for the year ended March 31, 2023 prepared by the Company for the limited purpose of complying with the requirement of getting its financial statements audited by an audit firm holding a valid peer review certificate issued by the "Peer Review Board" of the ICAI as required by ICDR Regulations in relation to proposed IPO. We have issued our audit report dated December 23, 2023 on these financial statements to the Board of Directors who have approved these in their meeting held on December 23, 2023.
- 6) We have audited the special purpose Consolidated Ind AS Financial Statement of the Company for the Financial Year 2020-21, 2021-22 & 2022-23 prepared by the Company in accordance with the Indian Accounting Standard (Ind AS) for the limited purpose of consideration in preparation of Restated Financial Information, being prepared under Ind AS in relation to propose IPO, as per the SEBI request to the Association of Investment Bankers of India ("AIBI") in connection with the IPO. We have issued our report dated December 23, 2023. on these special purpose Ind AS financial statement to the Board of Directors who have approved these in their meeting held on December 23, 2023.
- 7) For the purpose of our examination, we have relied on:
- Auditor's report issued by us dated December 23, 2023 on the Special Purpose Interim Consolidated Financial Statements of the Holding Company and its associate as at and for the three months period ended June 30, 2023 as referred in Paragraph 4 above;
 - Auditor's report issued by us dated December 23, 2023 on the Special Purpose Consolidated Financial Statements of the Holding Company and its associate as at and for the year ended March 31, 2023 as referred in Paragraph 4 above;
 - Auditor's report issued by us dated December 23, 2023 on the Special Purpose Consolidated Financial Statements of the Holding Company and its associate as at and for the year ended March 31, 2022 as referred in Paragraph 4 above;
 - Auditor's report issued by us dated December 23, 2023 on the Special Purpose Consolidated Financial Statements of the Holding Company and its associate as at and for the year ended March 31, 2021 as referred in Paragraph 4 above;
- 8) As indicated in our audit reports referred above, we did not audit the financial statements of the associate company, i.e., Vraj Metaliks Private Limited for the three-month ended on June 30, 2023 and for the years ended March 31, 2023, March 31, 2022 and March 31, 2021, whose share of profit/loss included in the Restated Consolidated Financial Statements, for the relevant period / years is tabulated below, which have been audited by other auditors, and which has been furnished to us by the Company's management and our opinion on the Restated Consolidated Financial Statement, in so far as it relates to the amounts and disclosures included in respect of these components, is based solely on the audited financial information furnished by management:



(Rs. in million)

| Particulars | June 30, 2023 | March 31, 2023 | March 31, 2022 | March 31, 2021 |
|--|------------------|-------------------|-------------------|-------------------|
| Share of Net Profit / (loss) | 9.38 | 28.86 | 13.42 | 14.45 |
| Share of Other Comprehensive Income | - | (0.08) | 0.05 | 0.05 |

In our opinion and according to the information and explanations given to us by the Management, this financial information as mentioned above is not material to the Holding company. Our opinion is not modified in respect of this matter.

- 9) Based on our examination and according to the information and explanations given to us, we report that the Restated Consolidated Financial Information:
- Have been prepared after incorporating adjustments for the changes in accounting policies, material errors and regrouping / reclassifications retrospectively in the financial years ended March 31, 2023, 2022 and 2021 to reflect the same accounting treatment as per the accounting policies and grouping / classifications followed as at and for the three months period ended June 30, 2023;
 - There are no qualifications in the auditor's reports on the audited special purpose consolidated financial statements of the Holding Company and its associate for the three month periods ended June 30, 2023, and on the audited financial statements of the Company for the years ended March 31, 2023, March 31, 2022 and March 31, 2021.
 - Do not require any adjustment for modification as there is no modification in the underlying Audit reports; and
 - Have been prepared in accordance with the Act, ICDR Regulations and the Guidance Note, as applicable
- 10) The Restated Consolidated Financial Information do not reflect the effects of events that occurred subsequent to the respective dates of the reports on the special purpose interim consolidated Ind AS financial statements and Audited special purpose Consolidated Ind AS financial statements in Paragraph 4 above.
- 11) This report should not in any way be construed as a reissuance or re-dating of any of the previous audit reports issued by us or the Previous Auditors, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
- 12) We have no responsibility to update our report for events and circumstances occurring after the date of the report.



13) Our report is intended solely for use of the Board of Directors for inclusion in the DRHP to be filed with Securities and Exchange Board of India, NSE and BSE in connection with the proposed IPO. Our report should not be used, referred to, or distributed for any other purpose except with our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

**FOR, AMITABH AGARWAL & CO.
CHARTERED ACCOUNTANTS
FRN - 006620C**



**AMITABH AGRAWAL
(PARTNER)
M. NO. 075315**

UDIN : 23075315BGTVGELL95

**PLACE : RAIPUR
DATE : DECEMBER 23, 2023**

VRAJ IRON AND STEEL LIMITED

Annexure I

Restated Consolidated Assets & Liabilities

₹ in Millions

| Particulars | | Notes | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---------------------------------|--|-------|---------------------|----------------------|----------------------|----------------------|
| ASSETS | | | | | | |
| 1 | Non- Current Assets | | | | | |
| a | Property, Plant & Equipment | 2 | 483.71 | 496.46 | 545.42 | 604.55 |
| b | Right-of-Use assets | 3 | 32.95 | 33.06 | 33.47 | 33.88 |
| c | Capital Work in Progress | 4 | 21.36 | 1.94 | 1.94 | 1.57 |
| d | Investments accounted for using equity method | 5 | 169.29 | 159.90 | 136.10 | 117.86 |
| e | Financial Assets | | | | | |
| i | Investments | 6 | 16.01 | 16.01 | 14.48 | 11.24 |
| ii | Other Financial Assets | 7 | 38.26 | 38.26 | 28.16 | 37.86 |
| f | Other Non Current Assets | 8 | 132.83 | 71.31 | 15.14 | 7.33 |
| | | | 894.42 | 816.94 | 774.72 | 814.50 |
| 2 | Current Assets | | | | | |
| a | Inventories | 9 | 332.43 | 317.10 | 319.30 | 224.91 |
| b | Financial Assets | | | | | |
| i | Trade Receivables | 10 | 61.10 | 128.96 | 118.34 | 69.86 |
| ii | Cash & Cash equivalents | 11 | 3.45 | 2.64 | 2.78 | 1.08 |
| iii | Bank Balances other than (ii) above | 12 | 348.48 | 86.83 | 36.91 | 32.95 |
| iv | Loans | 13 | 134.91 | 355.91 | 0.57 | 0.57 |
| v | Other Financial Assets | 14 | 3.41 | 1.61 | 1.23 | 1.19 |
| c | Other Current Assets | 15 | 164.96 | 201.34 | 249.82 | 114.21 |
| d | Current Tax Assets (Net) | 21 | | | | |
| | | | 1,048.74 | 1,094.39 | 728.96 | 444.78 |
| | Total Assets | | 1,943.16 | 1,911.32 | 1,503.67 | 1,259.27 |
| EQUITY & LIABILITIES | | | | | | |
| 1 | Equity | | | | | |
| a | Equity Share Capital | 16 | 49.44 | 49.44 | 49.44 | 49.44 |
| b | Other Equity | 17 | 1,518.98 | 1,355.64 | 817.88 | 524.43 |
| | Total Equity | | 1,568.42 | 1,405.08 | 867.32 | 573.88 |
| | Liabilities | | | | | |
| 2 | Non- Current Liabilities | | | | | |
| a | Financial Liabilities | | | | | |
| i | Borrowings | 18 | 55.93 | 79.91 | 170.92 | 282.40 |
| ii | Lease Liabilities | 19 | 14.14 | 14.14 | 14.15 | 14.15 |
| b | Provisions | 20 | 6.78 | 6.78 | 5.32 | 3.73 |
| c | Deferred Tax Liabilities (Net) | 21 | 25.49 | 25.45 | 25.25 | 20.19 |
| | | | 102.35 | 126.28 | 215.63 | 320.46 |
| 3 | Current Liabilities | | | | | |
| a | Financial Liabilities | | | | | |
| i | Borrowings | 22 | 93.67 | 149.92 | 254.22 | 175.41 |
| ii | Lease Liabilities | 23 | 1.57 | 1.57 | 1.57 | 1.57 |
| iii | Trade Payables | 24 | | | | |
| | Total outstanding dues of micro enterprises & small enterprises | | 0.35 | 2.38 | 0.11 | 0.39 |
| | Total outstanding dues of creditors other than micro enterprises & small enterprises | | 75.51 | 132.60 | 78.88 | 119.28 |
| iv | Other Financial Liabilities | 25 | 28.86 | 25.36 | 23.23 | 31.86 |
| b | Other Current Liabilities | 26 | 38.14 | 30.91 | 27.80 | 32.23 |
| c | Provisions | 27 | 0.51 | 0.51 | 0.47 | 0.37 |
| d | Current Tax Liabilities (Net) | 21 | 33.77 | 36.71 | 34.43 | 3.83 |
| | | | 272.38 | 379.95 | 420.72 | 364.94 |
| | Total Equity & Liabilities | | 1,943.16 | 1,911.32 | 1,503.67 | 1,259.27 |

The above Annexure should be read with the basis of preparation and significant accounting policies appearing in Annexure V, statement on adjustments to the restated consolidated financial information appearing in Annexure VI and notes to the restated consolidated financial information appearing in Annexure VII.

As per our report of even date attached

For AMITABH AGRAWAL AND CO.
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO: 006620C

AMITABH AGRAWAL
PARTNER
MEMBERSHIP NO.: 075315

PLACE : RAIPUR
DATE : 23 December 2023

For and on behalf of the Board of Directors of
VRAJ IRON AND STEEL LIMITED
CIN : U27101CT2004PLC016701

VIRAJ ANAND JHANWAR
MANAGING DIRECTOR
DIN : 00826103
PLACE : RAIPUR
DATE : 23 December 2023

PRASANT KUMAR MOHTA
DIRECTOR
DIN : 06668452
PLACE : RAIPUR
DATE : 23 December 2023

PRITYA NAMDEO
COMPANY SECRETARY
MEMBERSHIP NO: AS2003
PLACE : RAIPUR
DATE : 23 December 2023

SHRIRAM VERMA
CHIEF FINANCIAL OFFICER
PAN : ADIPV4463H
PLACE : RAIPUR
DATE : 23 December 2023

VRAJ IRON AND STEEL LIMITED

Annexure II

Restated Consolidated Statement of Profit & Loss

₹ in Millions

| Particulars | | Notes | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|-------------|---|-------|--------------------------------|------------------------------|------------------------------|------------------------------|
| I | Revenue from Operations | 28 | 1,056.78 | 5,156.71 | 4,140.43 | 2,907.06 |
| II | Other Income | 29 | 10.40 | 17.50 | 3.40 | 2.26 |
| III | Total Income (I+II) | | 1,067.18 | 5,174.21 | 4,143.84 | 2,909.32 |
| | Expenses | | | | | |
| | Cost of materials consumed | 30 | 692.69 | 3,754.62 | 3,143.15 | 2,132.39 |
| | Purchase of Stock in Trade | | 1.98 | 60.40 | 53.99 | 18.21 |
| | Changes in inventories of finished goods, Work in Progress and Stock in trade | 31 | (13.85) | 10.60 | (12.07) | 34.03 |
| | Employee Benefits Expense | 32 | 16.46 | 72.93 | 66.34 | 55.72 |
| | Finance Costs | 33 | 6.03 | 29.88 | 39.49 | 59.83 |
| | Depreciation & Amortisation expenses | 34 | 14.47 | 64.42 | 71.82 | 72.66 |
| | Other Expenses | 35 | 141.81 | 491.39 | 409.23 | 392.41 |
| IV | Total Expenses | | 859.58 | 4,484.23 | 3,771.95 | 2,765.25 |
| V | Share of Profit of associates | 5 | 9.38 | 28.86 | 13.42 | 14.45 |
| VI | Profit/(loss) before Exceptional Items and Tax (III-IV+V) | | 216.98 | 718.84 | 385.31 | 158.51 |
| VII | Exceptional Items | | - | - | - | - |
| VIII | Profit/(loss) before Tax (VI-VII) | | 216.98 | 718.84 | 385.31 | 158.51 |
| IX | Tax Expense | | | | | |
| | Current Tax | 21 | 53.60 | 178.06 | 95.09 | 39.30 |
| | Deferred Tax | 21 | 0.04 | 0.81 | 3.17 | 9.36 |
| | Total Tax Expense | | 53.64 | 178.87 | 98.26 | 48.66 |
| X | Profit/(loss) after Tax (VIII-IX) | | 163.34 | 539.97 | 287.04 | 109.85 |
| XI | Other Comprehensive Income/(Loss) | | | | | |
| | Items that will not be reclassified to profit or Loss | | | | | |
| | Remeasurement of defined benefit obligation | | - | 0.74 | 0.23 | 0.02 |
| | Income Tax credit/(expense) for defined benefit obligation | | - | (0.19) | (0.06) | 0.00 |
| | Fair Valuation of investment in Equity Shares through OCI | | - | 1.50 | 3.24 | 0.93 |
| | Income Tax credit/(expense) for Revaluation of investments | | - | (0.34) | (0.74) | (0.21) |
| | Fair value adjustments in investment of Vraj Metaliks in Equity Shares of Chattisgarh Steel & Power Ltd through OCI | 5 | - | (4.98) | 4.78 | (14.19) |
| | Income Tax credit/(expense) for Revaluation of investments | 5 | - | 1.14 | (1.09) | 3.25 |
| | Share of Other Comprehensive Income in associates | 5 | - | (0.08) | 0.05 | 0.05 |
| | Total Other Comprehensive Income/(loss) net of taxes | | - | (2.21) | 6.40 | (10.17) |
| XII | Total Comprehensive Income/(loss) for the year (X+XI) | | 163.34 | 537.76 | 293.45 | 99.68 |
| | Earnings/(loss) per Share | | | | | |
| | Basic | 36 | 33.04 | 109.21 | 58.05 | 22.22 |
| | Diluted | 36 | 33.04 | 109.21 | 58.05 | 22.22 |

The above Annexure should be read with the basis of preparation and significant accounting policies appearing in Annexure V, statement on adjustments to the restated consolidated financial information appearing in Annexure VI and notes to the restated consolidated financial information appearing in Annexure VII.

As per our report of even date attached

For AMITABH AGRAWAL AND CO.
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO: 006620C


AMITABH AGRAWAL
PARTNER
MEMBERSHIP NO: 075315

PLACE : RAIPUR
DATE : 23 December 2023

For and on behalf of the Board of Directors of
VRAJ IRON AND STEEL LIMITED
CIN : U27101CT2004PLC016701


VIJAY ANAND JHANWAR
MANAGING DIRECTOR
DIN : 00826103
PLACE : RAIPUR
DATE : 23 December 2023


PRASANT KUMAR MOHTA
DIRECTOR
DIN : 06668452
PLACE : RAIPUR
DATE : 23 December 2023


PRIYA NAMDEO
COMPANY SECRETARY
MEMBERSHIP NO: A50205
PLACE : RAIPUR
DATE : 23 December 2023


SHRIRAM VERMA
CHIEF FINANCIAL OFFICER
DIN : ADIPV4463B
PLACE : RAIPUR
DATE : 23 December 2023



VRAJ IRON AND STEEL LIMITED
Annexure III
Restated Consolidated Statement of Cash Flow

₹ in Millions

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|--------------------------------|------------------------------|------------------------------|------------------------------|
| Cash Flow from Operating Activities | | | | |
| Profit/(Loss) for the Year before share of profit/(loss) from Investments accounted using equity method | 207.60 | 689.98 | 371.89 | 144.06 |
| Adjustments for | | | | |
| Depreciation & Amortisation Expense | 14.47 | 64.42 | 71.82 | 72.66 |
| Finance Cost | 6.03 | 29.88 | 39.49 | 59.83 |
| Interest Income | (10.35) | (16.90) | (3.26) | (2.09) |
| Profit/Loss on Sale of Property, Plant & Equipment | - | (0.03) | 0.11 | (0.09) |
| Operating Profit Before Working Capital Changes | 217.74 | 767.34 | 480.04 | 274.37 |
| Decrease/(Increase) in Inventories | (15.34) | 2.21 | (94.40) | 13.84 |
| Decrease/(Increase) in Trade Receivables | 67.85 | (10.61) | (48.49) | (21.34) |
| Decrease/(Increase) in Loans and Advances | 0.07 | (0.23) | (0.01) | (0.07) |
| Decrease/(Increase) in Other current & Non Current Assets | (25.14) | (7.69) | (143.21) | 20.88 |
| Decrease/(Increase) in Other Financial Assets | (1.80) | (10.49) | 9.67 | (17.47) |
| Increase/(decrease) in Other Current Liabilities | 7.23 | 3.10 | (4.42) | 28.89 |
| Increase/(decrease) in Other Financial Liabilities | 3.50 | 2.13 | (8.62) | 23.82 |
| Increase/(decrease) in Trade Payables | (59.12) | 55.99 | (40.68) | (68.77) |
| Increase/(decrease) in Provisions | - | 2.25 | 1.92 | 1.29 |
| Cash generated from/(used in) operations | 195.00 | 804.00 | 151.80 | 255.44 |
| Income Taxes Paid | (56.54) | (175.27) | (64.36) | (33.36) |
| Net Cash from/(used in) Operating Activities | 138.46 | 628.73 | 87.44 | 222.08 |
| Cash Flow from Investing Activities | | | | |
| Payments for Property Plant & Equipment | (1.62) | (15.61) | (12.64) | (37.92) |
| Payment for Projects (Work In Progress) | (19.42) | - | (0.38) | (1.57) |
| Proceeds from sale of Property Plant & Equipment | - | 0.60 | 0.25 | 0.11 |
| Investment in other Companies | - | (0.03) | - | (3.93) |
| Change in Intercorporate Deposits | 220.93 | (355.11) | - | - |
| Fixed/restricted deposits with banks (placed)/realised (net) | (261.64) | (49.92) | (3.96) | (18.80) |
| Interest Received | 10.35 | 16.39 | 3.13 | 2.09 |
| Net Cash from/(used in) investing activities | (51.40) | (403.68) | (13.59) | (60.01) |
| Cash Flow from Financing Activities | | | | |
| Repayment of Long Term Borrowings | (23.98) | (91.01) | (144.98) | (305.91) |
| Receipt of Long Term Borrowings | - | - | 33.50 | 167.69 |
| Proceeds/(Repayments) of short-term borrowings (net) | (56.25) | (104.31) | 78.81 | 36.56 |
| Repayment of Lease Liability | (0.39) | (1.57) | (1.57) | (1.57) |
| Interest Paid | (5.63) | (28.31) | (37.92) | (58.25) |
| Net Cash from/(used in) financing activities | (86.25) | (225.19) | (72.15) | (161.49) |
| Net increase/(decrease in Cash and Cash Equivalents | 0.81 | (0.14) | 1.70 | 0.58 |
| Cash & Cash Equivalents at the beginning of the period/ year | 2.64 | 2.78 | 1.08 | 0.50 |
| Cash & Cash Equivalents at the end of the period/ year | 3.45 | 2.64 | 2.78 | 1.08 |

The above Annexure should be read with the basis of preparation and significant accounting policies appearing in Annexure V, statement on adjustments to the restated consolidated financial information appearing in Annexure VI and notes to the restated consolidated financial information appearing in Annexure VII.

As per our report of even date attached
For AMITABH AGRAWAL AND CO.
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO: 006620C

AMITABH AGRAWAL
PARTNER
MEMBERSHIP NO: 075315

PLACE : RAIPUR
DATE : 23 December 2023



For and on behalf of the Board of Directors of
VRAJ IRON AND STEEL LIMITED
CIN : U27101CT2004PLC016701

VIJAY ANAND JHANWAR
MANAGING DIRECTOR
DIN : 00826T03
PLACE : RAIPUR
DATE : 23 December 2023

PRASANT KUMAR MOHTA
DIRECTOR
DIN : 06668452
PLACE : RAIPUR
DATE : 23 December 2023

PRIYA NAMDEO
COMPANY SECRETARY
MEMBERSHIP NO: A50205
PLACE : RAIPUR
DATE : 23 December 2023



SHEKHAR VERMA
CHIEF FINANCIAL OFFICER
KEY: ADIPV4463B
PLACE : RAIPUR
DATE : 23 December 2023

VRAJ IRON AND STEEL LIMITED

Annexure IV

Restated Consolidated Statement of Changes in Equity

A. Equity Share Capital

| Particulars | ₹ in Millions | |
|--|---------------|--|
| | Amount | |
| Balance as at Mar 31, 2020 | 49.44 | |
| Changes in Equity capital due to prior period errors | - | |
| Restated Balance as at Apr 1, 2020 | 49.44 | |
| Issue of Shares during the year | - | |
| Balance as at March 31, 2021 | 49.44 | |
| Changes in Equity capital due to prior period errors | - | |
| Restated Balance as at March 31, 2021 | 49.44 | |
| Issue of Shares during the year | - | |
| Balance as at March 31, 2022 | 49.44 | |
| Changes in Equity capital due to prior period errors | - | |
| Restated Balance as at Mar 31, 2022 | 49.44 | |
| Issue of Shares during the year | - | |
| Balance as at March 31, 2023 | 49.44 | |
| Changes in Equity capital due to prior period errors | - | |
| Restated Balance as at Mar 31, 2023 | 49.44 | |
| Issue of Shares during the quarter | - | |
| Balance as at June 30, 2023 | 49.44 | |
| Changes in Equity capital due to prior period errors | - | |
| Restated Balance as at June 30, 2023 | 49.44 | |

B. Other Equity

| Particulars | Reserves & Surplus | | Equity Instruments through Other Comprehensive Income | Total Other Equity |
|---|--------------------|-------------------|---|--------------------|
| | Share premium | Retained Earnings | | |
| Balance as at March 31, 2020 | 172.83 | 250.99 | 0.93 | 424.75 |
| Profit for the year | - | 109.85 | - | 109.85 |
| Remeasurement of defined benefit obligation | - | 0.01 | - | 0.01 |
| Fair Valuation of Investments through OCI | - | - | (10.18) | (10.18) |
| Balance as at March 31, 2021 | 172.83 | 360.85 | (9.25) | 524.43 |
| Profit for the year | - | 287.04 | - | 287.04 |
| Remeasurement of defined benefit obligation | - | 0.18 | - | 0.18 |
| Fair Valuation of Investments through OCI | - | - | 6.23 | 6.23 |
| Balance as at March 31, 2022 | 172.83 | 648.07 | (3.02) | 817.88 |
| Profit for the year | - | 539.97 | - | 539.97 |
| Remeasurement of defined benefit obligation | - | 0.56 | - | 0.56 |
| Fair Valuation of Investments through OCI | - | - | (2.77) | (2.77) |
| Balance as at March 31, 2023 | 172.83 | 1,188.60 | (5.79) | 1,355.64 |
| Profit for the Period | - | 163.34 | - | 163.34 |
| Remeasurement of defined benefit obligation | - | - | - | - |
| Fair Valuation of Investments through OCI | - | - | - | - |
| Balance as at June 30, 2023 | 172.83 | 1,351.94 | (5.79) | 1,518.98 |

As per our report of even date attached


For AMITABH AGRAWAL AND CO.
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO: 006620C


AMITABH AGRAWAL
PARTNER
MEMBERSHIP NO.: 075315



PLACE : RAIPUR
DATE : 23 December 2023

For and on behalf of the Board of Directors of
VRAJ IRON AND STEEL LIMITED
CIN : U27101CT2004PLC016701


VIJAY ANAND JHANWAR
MANAGING DIRECTOR
DIN : 00826105
PLACE : RAIPUR
DATE : 23 December 2023


PRASANT KUMAR MOHTA
DIRECTOR
DIN : 06668452
PLACE : RAIPUR
DATE : 23 December 2023


PRIYA NAMDEO
COMPANY SECRETARY
MEMBERSHIP NO: A50205
PLACE : RAIPUR
DATE : 23 December 2023




SHRIRAM VERMA
CHIEF FINANCIAL OFFICER
PAN : ADIPV4463B
PLACE : RAIPUR
DATE : 23 December 2023

VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

A CORPORATE INFORMATION

Vraj Iron and Steel Limited ("Holding Company") is domiciled and incorporated in India and it is an unlisted Group. The registered office is situated at First Floor, Plot No. 63 & 66, Ph No. 113, Mother Teresa, Ward No. 43, Jalvihar Colony, Raipur, and Chhattisgarh - 492001. The Holding Company and its associate company is into manufacturing of Sponge Iron, M S Billet and TMT Bars. It also has a power plant which generates electricity for captive consumption. The Restated Consolidated Financial information of the Holding Company and its associates for the period ended June 30, 2023 and for the year ended March 31, 2023, March 31, 2022 and March 31, 2021 were approved and authorized for issue by board of directors in their meeting held on December 23, 2023.

The functional currency of the Holding Company & its associate is 'Indian National Rupee'. All financial information presented in Indian rupees have been rounded-off to two decimal places to the nearest million except share data or as otherwise stated.

B SIGNIFICANT ACCOUNTING POLICIES

B.1 BASIS OF PREPARATION AND PRESENTATION

The Restated Consolidated Statement of Assets and Liabilities of the Holding Company and its associates company as at June 30, 2023, March 31, 2023, March 31, 2022 and March 31, 2021 and the Restated Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Restated Consolidated Statement of Changes in Equity and the Restated Consolidated Statement of Cash flows for the Period ended June 30, 2023, March 31, 2023, March 31, 2022 and March 31, 2021, the Summary Statement of Significant Accounting Policies and other explanatory information (together referred to as 'Restated Consolidated Financial Information') has been prepared under Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013, (the 'Act') and other relevant provisions of the Act as amended from time to time. These Restated Consolidated Financial Information have been prepared by the Management of the Holding Company for the purpose of inclusion in the Draft Red Herring Prospectus ('DRHP')/ Prospectus to be filed by the Holding Company with the Securities and Exchange Board of India ("SEBI"), National Stock Exchange of India Limited and BSE Limited in connection with proposed Initial Public Offering ("IPO") of its equity shares of the Company comprising of fresh issue of equity shares and an offer for sale of equity shares held by the selling shareholders (the "Offer").

The Restated Consolidated Financial Information, which have been approved by the Board of Directors of the Company, have been prepared in accordance with the requirements of :

- (a) Section 26 of Part I of Chapter III of the Companies Act, 2013, as amended ("the Act");



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

(b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018("ICDR") as amended from time to time; and

(c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India (ICAI) as amended (the "Guidance Note") read with the general directions dated October 28, 2021 received from Securities and Exchange Board of India (SEBI) by the Company through Lead Managers (the "SEBI Communication"), as applicable.

The Ministry of Corporate Affairs ("MCA") through a notification dated March 24, 2021, amended Division II of Schedule III to the Companies Act, 2013, pursuant thereto, the amendments are applicable for the financial period beginning on or after April 1, 2021. Accordingly, and in consideration of the Guidance Note on Division II - Ind AS Schedule III to Companies Act, 2013 issued by the ICAI, management has provided relevant disclosures in these Restated Consolidated Financial Information, to the extent applicable.

These Restated Consolidated Financial Information have been compiled from:

a) Audited special purpose Interim Consolidated Ind AS financial statements of the Holding Company and its associates as at and for the three month period ended June 30, 2023 prepared in accordance with Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under section 133 of the Act and other accounting principles generally accepted in India (the "Special Purpose Interim Consolidated Ind AS Financial Statements") which have been approved by the Board of Directors at their meeting held on December 23, 2023.

b) The Company was exempted from making Consolidated Financial Statements for the Financial Year 2020-21, Financial Year 2021-22 & Financial Year 2022-23 and hence no Consolidated Financial Statements were prepared on any of these periods. Audited special purpose Consolidated Ind AS financial statements of the Holding Company were prepared for the limited purpose of complying with the requirement of the ICDR as detailed below :

i. Audited special purpose Consolidated Ind AS financial statements of the Holding Company & its Associate as at and for the year ended March 31, 2023 prepared in accordance with Indian Accounting Standard (Ind AS), specified under section 133 of the Act and other accounting principles generally accepted in India (the "Special Purpose Consolidated Ind AS Financial Statements") which have been approved by the Board of Directors in their meeting held on December 23, 2023. This Special Purpose Consolidated Ind AS Financial Statements has been prepared by the management of the Company, using recognition and measurement principles of Ind AS, by adjusting Audited Standalone financial statements of the Company, which was approved by the Board of Directors in their meeting held on June 30, 2023 and Audited Standalone financial statements of the Associate, which was approved by their Board of Directors in their meeting held on June 30, 2023; both prepared in accordance with the Accounting Standards prescribed under the section 133 of the Act ("Indian GAAP") as at and for the year ended March 31, 2023.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

ii. Audited special purpose Consolidated Ind AS financial statements of the Holding Company & its Associate as at and for the year ended March 31, 2022 prepared in accordance with Indian Accounting Standard (Ind AS), specified under section 133 of the Act and other accounting principles generally accepted in India (the "Special Purpose Consolidated Ind AS Financial Statements") which have been approved by the Board of Directors in their meeting held on December 23, 2023. This Special Purpose Consolidated Ind AS Financial Statements has been prepared by the management of the Company, using recognition and measurement principles of Ind AS, by adjusting Audited Standalone financial statements of the Company, which was approved by the Board of Directors in their meeting held on August 26, 2022 and Audited Standalone financial statements of the Associate, which was approved by their Board of Directors in their meeting held on August 31, 2022; both prepared in accordance with the Accounting Standards prescribed under the section 133 of the Act ("Indian GAAP") as at and for the year ended March 31, 2023. and

iii. Audited special purpose Consolidated Ind AS financial statements of the Holding Company & its Associate as at and for the year ended March 31, 2021 prepared in accordance with Indian Accounting Standard (Ind AS), specified under section 133 of the Act and other accounting principles generally accepted in India (the "Special Purpose Consolidated Ind AS Financial Statements") which have been approved by the Board of Directors in their meeting held on December 23, 2023. This Special Purpose Consolidated Ind AS Financial Statements has been prepared by the management of the Company, using recognition and measurement principles of Ind AS, by adjusting Audited Standalone financial statements of the Company, which was approved by the Board of Directors in their meeting held on August 4, 2021 and Audited Standalone financial statements of the Associate, which was approved by their Board of Directors in their meeting held on August 12, 2021; both prepared in accordance with the Accounting Standards prescribed under the section 133 of the Act ("Indian GAAP") as at and for the year ended March 31, 2021.

The Restated Consolidated Financial Information:

- (a) have been prepared after incorporating adjustments for the changes in accounting policies, material errors and regrouping/reclassifications retrospectively in the financial year ended March 31, 2023, March 31, 2022 and March 31, 2021 to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed as at and for the three months period ended June 30, 2023;
- (b) do not require any adjustment for modification as there is no modification in the underlying audit reports.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

These Restated Consolidated Financial Information do not reflect the effects of events that occurred subsequent to the respective dates of the board meetings for adoption of Special Purpose Consolidated Interim Financial Statements, Audited Standalone Financial Statements of the company prepared in accordance with Ind AS and Audited financial statements prepared in accordance with IGAAP. The accounting policies have been consistently applied by the Company in preparation of the Restated Consolidated Financial Information and are consistent with those adopted in the preparation of financial statements for the three months period ended June 30, 2023. There have been no reservations or qualifications or adverse remarks of the Statutory Auditors in the last three fiscal years and for the three-month period ended June 30, 2023. These Restated Consolidated Financial Information have been prepared for the Group as a going concern basis.

B.2 CURRENT AND NON-CURRENT CLASSIFICATION

The Holding Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification.

An asset is treated as Current when it :-

- * Expects to be realised or intends to sell or consume in normal operating cycle,
- * Held primarily for the purpose of trading,
- * Expected to be realised within twelve months after the reporting period, or
- * Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when: -

- * It is expected to settle in normal operating cycle,
- * It is held primarily for the purpose of trading,
- * It is due to be settled within twelve months after the reporting period, or
- * There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Holding Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets or liabilities.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

B.3 USE OF ESTIMATES

The preparation of the Restated consolidated financial information is in conformity with Ind AS requiring management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the grouping disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances existing when the restated consolidated financial information were prepared. The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognized in the year in which the estimates are revised and in any future year affected.

B.4 BASIS OF CONSOLIDATION

The Restated consolidated financial information incorporate the financial statements of the Holding Company and entities controlled by the Holding Company i.e. its associates. It also includes the Associate's share of profits, net assets and retained post acquisition reserves of associates that are consolidated using the equity or proportionate method of consolidation, as applicable.

Control is achieved when the Holding Company is exposed to, or has rights to the variable returns of the entity and the ability to affect those returns through its power to direct the relevant activities of the entity.

The results of associates acquired or disposed off during the year are included in the Restated Consolidated Statement of Profit and Loss from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Wherever necessary, adjustments are made to the financial statements of associates to bring their accounting policies in line with those used by other members of the Group. No adjustment with respect to different depreciation method and useful life applied by Vraj Metaliks Private Limited, the only associate company (as detailed in Note 1- C.1), is made due to the nature of complexity involved.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

B.5 INVESTMENT IN ASSOCIATES

Associates are those enterprises over which the Holding Company has significant influence, but does not have control or joint control. Investments in associates are accounted for using the equity method and are initially recognised at cost from the date significant influence commences until the date that significant influence ceases. Subsequent changes in the carrying value reflect the post-acquisition changes in the Holding company's share of net assets of the associate and impairment charges, if any. When the Holding company share of losses exceeds the carrying value of the associate, the carrying value is reduced to nil and recognition of further losses is discontinued, except to the extent that the Holding company has incurred obligations in respect of the associate. Unrealised gains on transactions between the Holding company and its associates are eliminated to the extent of the Holding Company interest in the associates, unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred and where material, the results of associates are modified to confirm to the Holding Company accounting policies.

C SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

C.1 PROPERTY, PLANT AND EQUIPMENT

Property, Plant and Equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the asset to the location and condition necessary for its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably. Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately. Other Indirect Expenses incurred relating to project, net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under Capital Work-in-Progress.

Spare parts, procured along with the related Plant & Machinery or subsequently, if capitalized and added in the carrying amount of such item is depreciated over the residual useful life of the related plant and machinery or their useful life whichever is lower. Stand-by equipment and servicing equipment which meet the definition of property, plant and equipment are capitalized and others are carried as inventory and recognized in the income statement on consumption.

If significant parts of Property, Plant and Equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. The cost of replacing part of an item of property, plant and equipment or major inspections performed, are recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the item will flow to the Holding Company and its cost can be measured reliably. The costs of all other repairs and maintenance are recognized in the Restated Statement of Profit & Loss as and when incurred.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes I : forming part of Restated Consolidated Financial Information

Gains and losses on disposal/ derecognition (when no future economic benefits are expected or the same is held for sale) of a Property, Plant and Equipment are determined by comparing net disposal proceeds/ fair value (less estimated cost of sale) with the carrying amount of property, plant and equipment. These are included in profit or loss within other gains/ losses.

Residual values, useful lives and methods of depreciation are reviewed at each financial year end and adjusted prospectively.

Depreciation has been provided on written down method on useful life assigned to each asset in accordance with Schedule II of the Companies Act, 2013, on a pro-rata basis by the Holding Company.

Different Accounting Policy of Vraj Metaliks Private Limited, an associate company

Depreciation has been provided on straight line method on useful life assigned to each asset in accordance with Schedule II of the Companies Act, 2013, on a pro-rata basis. Bought out, used Sponge iron plant and machinery, is considered having useful life of 13 years.

C.2 INVESTMENT PROPERTIES

Property held to earn rentals or for capital appreciation or both, rather than for use in the production or supply of goods or services or for administrative purposes are covered herein. Property held for sale or for sublease are not classified as investment Properties. Investment properties are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable in bringing the asset to the location and condition necessary for its intended use. Investment properties are depreciated on straight line method on prorata basis at the rates specified therein. Subsequent expenditure including cost of major overhaul and inspection is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits associated with the item will flow to the Holding company and the cost of expenditure can be measured reliably. Fair Value of investment properties shall be disclosed, otherwise proper explanation shall be provided.

C.3 INTANGIBLE ASSETS

Intangible Assets are recognised, when it is probable that associated future economic benefits would flow to the Holding company, having definite useful lives (subsequent to initial recognition). It is reported at cost less accumulated amortisation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use, but excludes trade discount, rebate, recoverable taxes.

The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at the end of each reporting period and adjusted prospectively, if appropriate. Useful life of Computer Software is estimated to be 6 years.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

An Intangible asset is derecognized when no future economic benefits are expected to arise from the continued use of the asset or upon disposal. Any gain or loss on disposal/ derecognition is recognized in the statement of Profit & Loss.

C.4 CAPITAL WORK IN PROGRESS

Projects under which assets are not ready for their intended use are carried at cost, comprising direct cost, related incidental expenses, expenditure in relation to survey and investigation and attributable interest. Such expenditure is either capitalized on completion of the project or the same is expensed in the year in which it is decided to abandon such project.

C.5 LEASES

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The Holding Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset. The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Holding Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset.

A lease is classified on the inception date as a finance or an operating lease. Leases under which the Holding Company assumes substantially all the risks and rewards of ownership are classified as finance leases.

The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

The Holding Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Holding company uses incremental borrowing rate. Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Leases under which substantially all the risks and rewards of ownership are not transferred to the Holding Company are classified as operating leases. Lease payments under operating leases are recognized as an expense on a straight line basis in the Restated Consolidated Statement of Profit and Loss over the lease term except where the lease payments are structured to increase in line with expected general inflation.

For short-term and low value leases, the Holding Company recognises the lease payments as an operating expense on a straight-line basis over the lease term.

C.6 INVENTORIES

Cost of raw material, finished goods/ work in progress, Stores are measured at lower of cost or net realisable value after providing for obsolescence, if any, whereas by-products are valued at net realisable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads (net of recoverable taxes) incurred in bringing them to their respective present location and condition. Costs includes all expenses incurred in bringing the inventories to their present location and condition.

Cost of finished goods/ work in progress is determined on weighted average basis. Cost of inventory is assigned using FIFO. Cost of opening and closing stock excludes taxes that are subsequently recoverable from taxing authorities.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

C.7 FINANCIAL INSTRUMENTS

C.7.1 FINANCIAL ASSETS

C.7.1.1 INITIAL RECOGNITION AND MEASUREMENT

All Financial Assets are initially recognised at fair value and transaction costs. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, are adjusted to fair value and balance is expensed in the Restated Statement of Profit and Loss. Purchase and sale of Financial Assets are recognised using trade date accounting.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

C.7.1.2 SUBSEQUENT MEASUREMENT

C.7.1.2.1 FINANCIAL ASSETS MEASURED AT AMORTISED COST (AC)

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise to cash flows on specified dates that represent solely payments of principal and interest on the principal amount outstanding.

C.7.1.2.2 FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

C.7.1.2.3 FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. Financial assets are reclassified subsequent to their recognition, if the Holding company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

C.7.1.3 OTHER EQUITY INVESTMENTS

All other equity investments are measured at fair value, with value changes recognised in Restated Statement of Profit and Loss, except for those equity investments for which the Holding Company has elected to present the value changes in 'Restated Other Comprehensive Income'. However, dividend on such equity investments is recognised in Restated Consolidated Statement of Profit and Loss when the Holding's Company right to receive payment is established.

C.7.1.4 IMPAIRMENT OF FINANCIAL ASSETS

In accordance with Ind AS 109, the Holding company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

Expected Credit Losses are measured through a loss allowance at an amount equal to:

- The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

For Trade Receivables the Holding company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables.

The Holding company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward-looking estimates are analysed.

For other assets, the Holding company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the Restated Statement of Profit and Loss.

C.7.2 FINANCIAL LIABILITIES

C.7.2.1 INITIAL RECOGNITION AND MEASUREMENT

All Financial Liabilities are recognised at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognised in the Restated Consolidated Statement of Profit and Loss as finance cost.

C.7.2.2 SUBSEQUENT MEASUREMENT

Financial Liabilities are carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

C.7.3 DERECOGNITION OF FINANCIAL INSTRUMENTS

The Holding company derecognises a Financial Asset when the contractual rights to the cash flows from the Financial Asset expire or it transfers the Financial Asset and the transfer qualifies for derecognition under Ind AS 109. A Financial liability (or a part of a financial liability) is derecognised from the Restated consolidated financial statement when the obligation specified in the contract is discharged or cancelled or expires.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

C.7.4 OFFSETTING

Financial Assets and Financial Liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Holding Company has a legally enforceable right to set off the amount and it intends, either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

C.7.5 DERIVATIVES

The Holding Company uses derivative financial instruments such as forward currency contracts to hedge its foreign currency risks. Such derivative financial instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to the Restated Statement of Profit and Loss.

C.8 FAIR VALUE MEASUREMENTS OF FINANCIAL INSTRUMENTS

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including Discounted Cash Flow Model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair value. Judgements include considerations of inputs such as liquidity risks, credit risks and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. Further details are set out in note 39.

C.9 IMPAIRMENT OF NON-FINANCIAL ASSETS

The Holding Company assesses at each reporting date as to whether there is any indication that any Property, Plant and Equipment and Intangible Assets or Holding company of Assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists, the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Holding company estimates the recoverable amount of the CGU to which the asset belongs.

An impairment loss is recognised in the Restated Consolidated Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets. After impairment, depreciation or amortization is provided on the revised carrying amount of the assets over its remaining useful life.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

C.10 PROVISIONS, CONTINGENT LIABILITY AND CONTINGENT ASSETS

Provisions are recognised when the Holding company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Disclosure of contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Holding company or a present obligation that arises from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle or a reliable estimate of amount cannot be made. Contingent liabilities are not recognized but are disclosed in notes.

Contingent Assets are disclosed by way of a note only if inflow of economic benefits is probable.

C.11 GOVERNMENT GRANTS

Government grants are recognised where there is reasonable assurance that the grant will be received, and all attached conditions will be complied with. When the grant relates to revenue, it is recognised in the Restated Consolidated Statement of Profit and Loss on a systematic basis over the periods to which they relate. When the grant relates to an asset, it is treated as deferred income and recognised in the Restated Consolidated Statement of Profit and Loss by way of deduction from depreciation expense on a systematic basis over the useful life of the asset.

C.12 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise of cash on hand, cash at banks, short-term deposits and short-term highly liquid investments (with a maturity within three months or less from the date of purchase) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

C.13 EARNINGS PER SHARE

Basic earnings per share is computed by dividing the Net Profit or loss after tax for the year attributable to equity holders by the weighted average number of shares outstanding during the year. Partly paid-up shares are included as fully paid equivalents according to the fraction paid-up. Diluted earnings per share is computed using the weighted average number of shares and dilutive potential shares except where the result would be anti-dilutive.

C.14 BORROWING COSTS

Borrowings costs directly attributable to the acquisition, construction or production of qualifying assets, assets that takes substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for the intended use or sale.

C.15 FOREIGN CURRENCY TRANSACTIONS AND TRANSLATION

Restated Consolidated Financial information are presented in ₹, which is the functional currency of the Holding company and the presentation currency. Transactions in currencies other than the functional currency are recorded at the rates of exchange prevailing on the date of the transaction. At the end of each reporting period, monetary items denominated in foreign currencies are re-translated at the rates prevailing at the end of the reporting period. Non-monetary items carried at fair value that are denominated in foreign currencies are re-translated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not translated. Exchange differences arising on the retranslation or settlement of other monetary items are included in the Restated Consolidated Statement of Profit and Loss for the period.

Income and expense items are translated at the average exchange rates for the period. Exchange differences arising, if any, are recognised in other comprehensive income and accumulated in a separate component of equity. Goodwill and fair value adjustments arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and translated at the closing rate.

C.16 REVENUE RECOGNITION

Revenue from sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of return, trade discounts and volume rebates. Revenue is recognized when the control over the goods have been transferred to the buyer, recovery of the consideration is probable, the associated cost and possible return can be estimated reliably and there is no continuing effective control or managerial involvement with, has not retained any significant risks of ownership or future obligations with, the goods, and the amount can be measured reliably.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the Holding company expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognised when it becomes unconditional. Due to the short nature of credit period given to/ advance received from customers, the same does not require adjustment of financing component and hence not accounted separately.

C.17 OTHER INCOME

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the asset's net carrying amount on initial recognition. Interest income is included in other income in the Restated Consolidated Statement of profit and loss. Lease payments under operating leases are recognized as an income on a straight-line basis in the Restated Consolidated Statement of Profit and Loss over the lease term except where the lease payments are structured to increase in line with expected general inflation. The respective leased assets are included in the balance sheet based on their nature. Dividend Income is recognised when the Holding company right to receive the amount has been established.

C.18 EMPLOYEE BENEFITS

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

The Holding Company participates in various employee benefit plans. Post-employment benefits are classified as either defined contribution plans or defined benefit plans. Under a defined contribution plan, the Holding company only obligation is to pay a fixed amount with no obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits. The related actuarial and investment risks fall on the employee. The expenditure for defined contribution plans is recognized as expense during the period when the employee provides service. Under a defined benefit plan, it is the Holding company obligation to provide agreed benefits to the employees. The related actuarial and investment risks fall on the Holding company.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

Defined Contribution Plan: Contribution to Provident fund and Employee State Insurance are accounted for on accrual basis.

Defined Benefit Plan: Leaves cannot be carried forward to next year and the same is either availed or encashed at the year end. Actuarial gains or losses on gratuity are recognized in other Restated comprehensive income. Profit or loss does shall not include expected return on plan assets. Net interest recognized in profit or loss is calculated by applying the discount rate used to measure the defined benefit obligation to the net defined benefit liability or asset. The actual return on the plan assets above or below the discount rate is recognized as part of re-measurement of net defined liability or asset through other Restated comprehensive income.

Remeasurements comprising actuarial gains or losses and return on plan assets (excluding amounts included in net interest on the net defined benefit liability) are not reclassified to profit or loss in subsequent periods.

C.19 RESEARCH AND DEVELOPMENT EXPENSES

Research and Development Expenses of revenue nature are charged to the Restated Consolidated Statement of Profit and Loss.

C.20 TAXES

The tax expenses for the period comprises of current tax and deferred income tax. Tax is recognised in Restated Statement of Profit and Loss, except to the extent that it relates to items recognised in the Restated Other Comprehensive Income. In which case, the tax is also recognised in Restated Other Comprehensive Income.

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the Income Tax authorities, based on tax rates and laws that are enacted at the Balance sheet date and it includes adjustment to tax payable in respect of previous years.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Restated Financial information and the corresponding tax bases used in the computation of taxable profit.

Deferred tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilised. Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

C.21 STATEMENT OF CASH FLOWS

Statement of Cash flows are prepared in accordance with "Indirect Method" in accordance with Ind AS – 7 consisting of operating, investing and financing activity of the company.

C.22 SEGMENT REPORTING

Identification of Segments: The Holding company operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit. Segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

Segment Accounting Policies: The Holding company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the Restated consolidated financial statements as a whole.

Inter-Segment Transfers: The Holding company generally accounts for intersegment transfers at an agreed transaction value.

Unallocated Items: Unallocated items include general corporate income and expense items which are not allocated to any business segment.

C.23 LOANS AND BORROWINGS

Loans and borrowings are initially recognized at fair value net of transaction costs incurred. Subsequently, these are measured at amortized cost using the effective interest rate ('EIR') method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the Restated consolidated Statement of Profit and Loss.

C.24 TRADE AND OTHER PAYABLES

These amount represent liabilities for goods and services provided to the Holding company prior to the end of the financial year which are unpaid. The amounts are unsecured. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially at their fair value and subsequently measured at amortized cost using the EIR model.

C.25 ONEROUS CONTRACTS

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Holding company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. The provision is measured at lower of the expected cost of terminating/exiting the contract and the expected net cost of fulfilling the contract.



VRAJ IRON AND STEEL LIMITED

Annexure V

Notes 1 : forming part of Restated Consolidated Financial Information

C.26 OTHER ACCOUNTING POLICES

Accounting policies are referred to otherwise are consistent with generally accepted accounting principles.

C.27 IND-AS STANDARDS ISSUED BUT NOT YET EFFECTIVE

The Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA issued the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:-

Ind AS 1 – Presentation of Financial Statements: The amendments require companies to disclose the material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements.

Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors: The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty.

Ind AS 12 – Income Taxes: The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences.

Holding company does not expect that these amendments shall have significant impact in the consolidated financial statements.



VRAJ IRON AND STEEL LIMITED
Annexure VI
Notes to Restated Consolidated Financial Information

Statement of Adjustment to Restated Consolidated Financial Information

₹ in Millions

| Reconciliation between consolidated profit and restated consolidated profit | | | | | | |
|---|-------|--------------------------------|------------------------------|------------------------------|------------------------------|--|
| Particulars | Notes | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 | |
| Net profit after tax as per audited consolidated financial statements | | 163.34 | 539.97 | 287.04 | 109.85 | |
| <u>Adjustments :-</u> | | | | | | |
| NIL | | - | - | - | - | |
| Net Profit after Tax as per Restated Consolidated Financial Information | | 163.34 | 539.97 | 287.04 | 109.85 | |

Reconciliation between consolidated equity and restated consolidated equity

| Particulars | Notes | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|-------|------------------------|-------------------------|-------------------------|-------------------------|
| Total equity as per audited consolidated financial statements | | 1,518.98 | 1,355.64 | 817.88 | 524.43 |
| <u>Material restatement adjustments :-</u> | | | | | |
| NIL | | - | - | - | - |
| Total equity as per restated Consolidated financial information | | 1,518.98 | 1,355.64 | 817.88 | 524.43 |



VRAJ IRON AND STEEL LIMITED
Annexure VII

Notes forming part of Restated Consolidated Financial Information

₹ in Millions

2 Property, Plant & Equipment

| Particulars | Land & Site Developments | Factory Building & Shed | Plant & Machinery | Office Equipments | Vehicles | Computers | Furniture & Fixtures | Total |
|---|--------------------------|-------------------------|-------------------|-------------------|----------|-----------|----------------------|--------|
| GROSS BLOCK | | | | | | | | |
| Cost as at Mar 31, 2020 | 8.57 | 116.33 | 727.07 | 2.60 | 22.60 | 0.61 | - | 877.77 |
| Additions | 1.85 | - | 34.72 | - | 1.25 | 0.11 | - | 37.92 |
| Disposals | - | - | - | - | 0.04 | - | - | 0.04 |
| Cost as at March 31, 2021 | 10.41 | 116.33 | 761.78 | 2.60 | 23.80 | 0.72 | - | 915.64 |
| Additions | 4.23 | - | 8.38 | - | - | 0.03 | - | 12.64 |
| Disposals | - | - | 2.70 | - | - | - | - | 2.70 |
| Cost as at March 31, 2022 | 14.65 | 116.33 | 767.46 | 2.60 | 23.80 | 0.74 | - | 925.58 |
| Additions | - | - | 10.74 | 0.05 | 2.49 | 0.18 | 2.15 | 15.61 |
| Disposals | - | - | 2.75 | - | - | - | - | 2.75 |
| Cost as at March 31, 2023 | 14.65 | 116.33 | 775.46 | 2.64 | 26.30 | 0.92 | 2.15 | 938.44 |
| Additions | - | - | 1.44 | 0.08 | 0.07 | 0.02 | - | 1.62 |
| Disposals | - | - | - | - | - | - | - | - |
| Cost As at June 30, 2023 | 14.65 | 116.33 | 776.90 | 2.72 | 26.37 | 0.94 | 2.15 | 940.06 |
| DEPRECIATION | | | | | | | | |
| Accumulated depreciation as at Mar 31, 2020 | 1.34 | 13.63 | 209.60 | 1.89 | 11.86 | 0.54 | - | 238.86 |
| Depreciation for the year | - | 9.75 | 58.89 | 0.23 | 3.32 | 0.05 | - | 72.25 |
| Disposal/Adjustments | - | - | - | - | 0.01 | - | - | 0.01 |
| Accumulated depreciation as at March 31, 2021 | 1.34 | 23.38 | 268.48 | 2.12 | 15.17 | 0.60 | - | 311.10 |
| Depreciation for the year | - | 8.82 | 59.73 | 0.14 | 2.64 | 0.07 | - | 71.41 |
| Disposal/Adjustments | - | - | 2.34 | - | - | - | - | 2.34 |
| Accumulated depreciation as at March 31, 2022 | 1.34 | 32.20 | 325.87 | 2.27 | 17.81 | 0.67 | - | 380.16 |
| Depreciation for the year | - | 7.99 | 53.06 | 0.09 | 2.42 | 0.08 | 0.37 | 64.00 |
| Disposal/Adjustments | - | - | 2.17 | - | - | - | - | 2.17 |
| Accumulated depreciation as at March 31, 2023 | 1.34 | 40.19 | 376.75 | 2.36 | 20.23 | 0.74 | 0.37 | 441.99 |
| Depreciation for the quarter | - | 1.81 | 11.92 | 0.03 | 0.46 | 0.03 | 0.12 | 14.36 |
| Disposal/Adjustments | - | - | - | - | - | - | - | - |
| Accumulated depreciation As at June 30, 2023 | 1.34 | 42.00 | 388.67 | 2.39 | 20.70 | 0.77 | 0.48 | 456.35 |
| NET BLOCK | | | | | | | | |
| As at March 31, 2021 | 9.07 | 92.95 | 493.30 | 0.47 | 8.63 | 0.12 | - | 604.55 |
| As at March 31, 2022 | 13.31 | 84.13 | 441.59 | 0.33 | 5.99 | 0.08 | - | 545.42 |
| As at March 31, 2023 | 13.31 | 76.14 | 398.70 | 0.28 | 6.06 | 0.18 | 1.78 | 496.46 |
| As at June 30, 2023 | 13.31 | 74.33 | 388.23 | 0.33 | 5.67 | 0.17 | 1.67 | 483.71 |



VRAJ IRON AND STEEL LIMITED

Annexure VII

Notes forming part of Restated Consolidated Financial Information

3 Right-of-Use assets

₹ in Millions

| GROSS BLOCK | | |
|---|--|-------|
| Cost as at Mar 31, 2020 | | 34.37 |
| Additions | | - |
| Disposals | | - |
| Cost as at March 31, 2021 | | 34.37 |
| Additions | | - |
| Disposals | | - |
| Cost as at March 31, 2022 | | 34.37 |
| Additions | | - |
| Disposals | | - |
| Cost as at March 31, 2023 | | 34.37 |
| Additions | | - |
| Disposals | | - |
| Cost As at June 30, 2023 | | 34.37 |
| DEPRECIATION | | |
| Accumulated depreciation as at Mar 31, 2020 | | 0.07 |
| Depreciation for the year | | 0.41 |
| Disposal/Adjustments | | - |
| Accumulated depreciation as at March 31, 2021 | | 0.48 |
| Depreciation for the year | | 0.41 |
| Disposal/Adjustments | | - |
| Accumulated depreciation as at March 31, 2022 | | 0.90 |
| Depreciation for the year | | 0.41 |
| Disposal/Adjustments | | - |
| Accumulated depreciation as at March 31, 2023 | | 1.31 |
| Depreciation for the quarter | | 0.10 |
| Disposal/Adjustments | | - |
| Accumulated depreciation As at June 30, 2023 | | 1.42 |
| NET BLOCK | | |
| As at March 31, 2021 | | 33.88 |
| As at March 31, 2022 | | 33.47 |
| As at March 31, 2023 | | 33.06 |
| As at June 30, 2023 | | 32.95 |



Right of Use Assets (ROU) represents Leasehold Land (lease expiring on 09.03.2103) duly registered in the name of Holding company & there has been no revaluation of ROU.

VRAJ IRON AND STEEL LIMITED
Annexure VII
Notes forming part of Restated Consolidated Financial Information

4 Capital Work in Progress

₹ in Millions

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 | As at March 31, 2020 |
|------------------------------------|---------------------|----------------------|----------------------|----------------------|----------------------|
| Balance at the beginning | 1.94 | 1.94 | 1.57 | - | 7.46 |
| Add : Additions | 19.42 | - | 0.38 | 1.57 | - |
| Less : Capitalised during the year | - | - | - | - | 7.46 |
| Balance at the end | 21.36 | 1.94 | 1.94 | 1.57 | - |

ii Ageing of Capital Work in progress

| Particulars | <1 year | 1-2 year | 2-3 year | >3 year | Total |
|---------------------|---------|----------|----------|---------|-------|
| As at Mar 31, 2020 | - | - | - | - | - |
| As at Mar 31, 2021 | 1.57 | - | - | - | 1.57 |
| As at Mar 31, 2022 | 0.38 | 1.57 | - | - | 1.94 |
| As at Mar 31, 2023 | - | 0.38 | 1.57 | - | 1.94 |
| As at June 30, 2023 | 19.42 | - | 0.38 | 1.57 | 21.36 |

There is no any assets under Capital Work in progress whose completion is overdue or has exceeded its cost in relation to its original estimate.



VRAJ IRON AND STEEL LIMITED
Annexure VII
Notes forming part of Restated Consolidated Financial Information

₹ in Millions

5 Investments accounted for using equity method

Investment in associates is accounted for using equity method. Under this method, investments is initially recognised at cost. The carrying amount is arrived after adjusting cost with the share of profit/loss since the acquisition date. Goodwill related to the investment is included in the carrying amount and not tested for impairment individually.

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|------------------------|-------------------------|-------------------------|-------------------------|
| Unquoted Equity Shares | | | | |
| a Vraj Metaliks Private Limited | | | | |
| No of fully paid Equity shares of face value of ₹ 10/- each | 10400000 | 10400000 | 10400000 | 10400000 |
| Carrying Amount of Investments | 169.29 | 159.90 | 136.10 | 117.86 |
| Total | 169.29 | 159.90 | 136.10 | 117.86 |

b Summarised financial information of the associate based on its audited financial statements and reconciliation with the carrying amount is set out as below:

i Summarised Net Assets of Vraj Metaliks Private Limited

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|------------------------|-------------------------|-------------------------|-------------------------|
| Non Current Assets | 563.13 | 560.50 | 483.47 | 488.91 |
| Current Assets | 249.02 | 254.05 | 319.18 | 213.31 |
| Total Assets (A) | 812.15 | 814.55 | 802.64 | 702.23 |
| Non Current Liabilities | 9.01 | 8.92 | 10.35 | 8.17 |
| Current Liabilities | 102.02 | 139.70 | 76.82 | 43.34 |
| Total Liabilities (B) | 111.03 | 148.62 | 87.17 | 51.51 |
| Net Assets (A-B) | 701.12 | 665.93 | 715.47 | 650.71 |
| Group's Share of holding | 26.67% | 26.67% | 20.80% | 20.80% |
| Group's share of Net Assets (C) | 186.98 | 177.60 | 148.82 | 135.35 |
| Adjustment for fair Valuation of investment of Vraj Metaliks in Equity Shares of Chattisgarh Steel & Power Ltd through OCI (D) | (13.63) | (13.63) | (8.65) | (13.42) |
| Group's carrying amount of interest in associate (E) * | 169.29 | 159.90 | 136.10 | 117.86 |
| * Capital Reserve included in above | 4.07 | 4.07 | 4.07 | 4.07 |

ii Summarised Statement of Profit & Loss of Vraj Metaliks Private Limited

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|------------------------------|------------------------------|------------------------------|
| Income | | | | |
| Revenue from Operations | 620.99 | 2,296.86 | 2,188.65 | 1,315.66 |
| Other Income | 5.46 | 14.88 | 26.68 | 38.81 |
| Profit/(loss) after Tax | 35.19 | 108.24 | 64.52 | 69.46 |
| Group's share of profit | 9.38 | 28.86 | 13.42 | 14.45 |
| Other Comprehensive Income/(loss) net of taxes | - | (0.31) | 0.24 | 0.23 |
| Group's share of Other Comprehensive Income/ (loss) net off taxes | - | (0.08) | 0.05 | 0.05 |
| Total Comprehensive Income/(loss) for the year | 35.19 | 107.93 | 64.76 | 69.68 |
| Group's share of Total Comprehensive Income/ (loss) net off taxes | 9.38 | 28.78 | 13.47 | 14.49 |

iii Reconciliation of Carrying Amount

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|------------------------|-------------------------|-------------------------|-------------------------|
| Initial Carrying Amount | 159.90 | 136.10 | 117.86 | 117.55 |
| Group's share of profit/(loss) | 9.38 | 28.86 | 13.42 | 14.45 |
| Group's share of Other Comprehensive Income/ (loss) net off taxes | - | (0.08) | 0.05 | 0.05 |
| Adjustment for fair Valuation of investment of Vraj Metaliks in Equity | - | (4.98) | 4.78 | (14.19) |
| Group's Carrying Amount of Interest in Associate | 169.29 | 159.90 | 136.10 | 117.86 |



VRAJ IRON AND STEEL LIMITED

Annexure VII

Notes forming part of Restated Consolidated Financial Information

₹ in Millions

6 Investments (Non Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|------------------------|-------------------------|-------------------------|-------------------------|
| Unquoted Equity Shares | | | | |
| a Chhattisgarh Steel & Power Limited | | | | |
| No of fully paid Equity shares of face value of ₹ 10/- each | 1527776 | 1527776 | 1527776 | 1527776 |
| Investment at Cost | 4.13 | 4.13 | 4.13 | 4.13 |
| Investment at FVOCI | 8.65 | 8.65 | 9.32 | 7.32 |
| b MVK Industries Private Limited | | | | |
| No of fully paid Equity shares of face value of ₹ 10/- each | 396000 | 396000 | 392667 | 392667 |
| Investment at Cost | 3.96 | 3.96 | 3.93 | 3.93 |
| Investment at FVOCI | 7.37 | 7.37 | 5.16 | 3.93 |
| Total (FVOCI) | 16.01 | 16.01 | 14.48 | 11.24 |
| Aggregate Amount of Quoted Investment | - | - | - | - |
| Aggregate Amount of Unquoted Investments | 16.01 | 16.01 | 14.48 | 11.24 |

7 Other Financial Assets (Non Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|------------------------|-------------------------|-------------------------|-------------------------|
| Unsecured, considered good Security Deposits | 38.26 | 38.26 | 28.16 | 37.86 |
| Total | 38.26 | 38.26 | 28.16 | 37.86 |

8 Other Non Current Assets

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|------------------------|-------------------------|-------------------------|-------------------------|
| Unsecured, undisputed, considered good Capital Advances | 125.71 | 65.79 | 6.56 | 1.40 |
| Prepaid Expenses | 4.52 | 5.17 | 8.19 | 5.79 |
| Deposit & Recoverable with Statutory Authorities * | 2.60 | 0.35 | 0.39 | 0.34 |
| Total | 132.83 | 71.31 | 15.14 | 7.53 |
| * includes pre deposit provided against Contingent Liability | 2.36 | 0.11 | 0.14 | 0.10 |

9 Inventories

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|------------------------|-------------------------|-------------------------|-------------------------|
| For valuation kindly Refer Note 1 (C.6) | | | | |
| Raw Materials | 281.56 | 280.07 | 271.47 | 188.68 |
| Finished Goods | 44.96 | 31.13 | 42.10 | 29.87 |
| Stores & Consumables | 5.41 | 5.41 | 5.62 | 6.08 |
| By Products | 0.51 | 0.49 | 0.12 | 0.29 |
| Total | 332.43 | 317.10 | 319.30 | 224.91 |

10 Trade Receivables *

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|------------------------|-------------------------|-------------------------|-------------------------|
| a Unsecured, Undisputed, considered good | 61.10 | 128.96 | 118.34 | 69.86 |
| Unsecured, Undisputed, considered doubtful | - | - | - | - |
| Less: Provision for Credit Impairment | - | - | - | - |
| Total | 61.10 | 128.96 | 118.34 | 69.86 |
| b * includes amounts due from Related Parties | 9.08 | - | - | - |

e For ageing report, Refer note 37(f)

11 Cash & Cash Equivalents

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Balance with Banks | 0.84 | - | 0.14 | 0.05 |
| Cash on Hand | 2.61 | 2.64 | 2.64 | 1.03 |
| Total | 3.45 | 2.64 | 2.78 | 1.08 |



VRAJ IRON AND STEEL LIMITED
Annexure VII
Notes forming part of Restated Consolidated Financial Information

₹ in Millions

12 Bank Balances other than Note 11 above

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|------------------------|-------------------------|-------------------------|-------------------------|
| Fixed Deposits given as security against Bank Guarantee, Letter of Credit etc | 18.47 | 36.83 | 36.91 | 32.95 |
| Fixed deposits (with maturity more than 3 months) | 330.01 | 50.01 | - | - |
| Total | 348.48 | 86.83 | 36.91 | 32.95 |

13 Loans - Current

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|------------------------|-------------------------|-------------------------|-------------------------|
| Unsecured, considered good | | | | |
| Employee Advances | 0.23 | 0.30 | 0.07 | 0.57 |
| Advances to Director | 0.50 | 0.50 | 0.50 | - |
| Inter Corporate Deposits to others | 23.02 | 34.99 | - | - |
| Inter Corporate Deposits to Related Party | 111.16 | 320.13 | - | - |
| Total | 134.91 | 355.91 | 0.57 | 0.57 |

a Amount of loan or advance in the nature of loan Outstanding from Inter Corporate Deposits to related party (repayable on demand)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|-----------------|------------------------|-------------------------|-------------------------|-------------------------|
| Promoter | - | - | - | - |
| Directors | 0.50 | 0.50 | 0.50 | - |
| KMPs | - | - | - | - |
| Related Parties | 111.16 | 320.13 | - | - |

b % to the Total Loans and Advances in the nature of loans Outstanding from Inter Corporate Deposits to related party (repayable on demand)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|-----------------|------------------------|-------------------------|-------------------------|-------------------------|
| Promoter | 0.00% | 0.00% | 0.00% | 0.00% |
| Directors | 0.37% | 0.14% | 87.41% | 0.00% |
| KMPs | 0.00% | 0.00% | 0.00% | 0.00% |
| Related Parties | 82.40% | 89.95% | 0.00% | 0.00% |

c Maximum amount outstanding of Loans/advances in the nature of loan outstanding from Related Party and Directors

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Vraj Commercial Private Limited | 320.13 | 320.13 | - | - |
| Praveen Sonani | 0.50 | 0.50 | 0.50 | - |

d All Inter Corporate Deposits has been given for the purpose of business.

e Interest free advance for House Purchase was given to Shri Praveen Sonani, presently Director of the company, when he was merely an employee.

14 Other Financial Assets (Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|-----------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Unsecured, Considered good | | | | |
| Interest Receivable | 3.41 | 1.61 | 1.23 | 1.19 |
| Total | 3.41 | 1.61 | 1.23 | 1.19 |

15 Other Current Assets

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|------------------------|-------------------------|-------------------------|-------------------------|
| Advance to Suppliers | | | | |
| Unsecured, Considered good | 160.07 | 196.80 | 246.10 | 111.26 |
| Unsecured, Considered doubtful | 2.86 | 2.86 | 2.86 | 2.86 |
| Less: Provision for doubtful advances | (2.86) | (2.86) | (2.86) | (2.86) |
| | 160.07 | 196.80 | 246.10 | 111.26 |
| Unsecured, Considered good | | | | |
| Prepaid Expenses | 2.28 | 3.69 | 1.28 | 2.59 |
| Recoverables, Deposits and Dues from Government | 2.61 | 0.86 | 2.43 | 0.37 |
| Total | 164.96 | 201.34 | 249.82 | 114.21 |



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₹ in Millions

16 Equity Share Capital

| a | Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|--|------------------------|-------------------------|-------------------------|-------------------------|
| | Authorised Share Capital | 50.00 | 50.00 | 50.00 | 50.00 |
| | Equity Shares of ₹ 10/- each (In Number) | 5000000 | 5000000 | 5000000 | 5000000 |
| | Total | 50.00 | 50.00 | 50.00 | 50.00 |
| | Issued, Subscribed & Paid up Capital | 49.44 | 49.44 | 49.44 | 49.44 |
| | Equity Shares of ₹ 10/- each Fully paid up (in Number) | 4944350 | 4944350 | 4944350 | 4944350 |
| | Total | 49.44 | 49.44 | 49.44 | 49.44 |

b Movement of Share Capital (in numbers)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|------------------------|-------------------------|-------------------------|-------------------------|
| Equity Shares outstanding at the beginning of the year/Period | 4944350 | 4944350 | 4944350 | 4944350 |
| Add: Equity Shares issued during the year/Period | - | - | - | - |
| Less: Equity Shares buyback during the year/Period | - | - | - | - |
| Equity Shares outstanding at the end of the year/Period | 4944350 | 4944350 | 4944350 | 4944350 |

c Movement of Share Capital (in amount)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|------------------------|-------------------------|-------------------------|-------------------------|
| Share Capital outstanding at the beginning of the year/Period | 49.44 | 49.44 | 49.44 | 49.44 |
| Add: Capital issued during the year/Period | - | - | - | - |
| Less: Buyback value during the year/Period | - | - | - | - |
| Share Capital outstanding at the end of the year/Period | 49.44 | 49.44 | 49.44 | 49.44 |

d Rights and restrictions attached to shares

Equity Shares: The holding company has only one class of shares referred to as equity shares having face value of ₹ 10/- each. Each holder of equity share is entitled to one vote per share. In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the company, and distribution will be in proportion to the number of equity shares held by the shareholders.

e Share in respect of each class in the company held by the holding company:

| Name | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Gopal Sponge & Power Private Limited | 3596580 | 3596580 | 3596580 | 3596580 |

f Shares held by holding/ultimate holding company and/or their subsidiaries/associates

| Name | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| <u>Holding Company</u> | | | | |
| Gopal Sponge & Power Private Limited | 3596580 | 3596580 | 3596580 | 3596580 |
| <u>Ultimate Holding Company</u> | | | | |
| V. A. Transport Private Limited | 1111100 | 1111100 | 1111100 | 1111100 |

g Number of Shares held by shareholders holding more than 5% of the issued share capital

| Name | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Gopal Sponge & Power Private Limited | 3596580 | 3596580 | 3596580 | 3596580 |
| V. A. Transport Private Limited | 1111100 | 1111100 | 1111100 | 1111100 |

h %age of Shares held by shareholders holding more than 5% of the issued share capital

| Name | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Gopal Sponge & Power Private Limited | 72.74% | 72.74% | 72.74% | 72.74% |
| V. A. Transport Private Limited | 22.47% | 22.47% | 22.47% | 22.47% |

i Number of Shares held by Promoters

| Name | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Vijay Anand Jhanwar | 198335 | 198335 | 198335 | 198335 |
| Kusum Lata Maheshwari | 38335 | 38335 | 38335 | 38335 |
| V. A. Transport Private Limited | 1111100 | 1111100 | 1111100 | 1111100 |
| Gopal Sponge & Power Private Limited | 3596580 | 3596580 | 3596580 | 3596580 |

j Percentage of Shares held by Promoters

| Promoter | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Vijay Anand Jhanwar | 4.01% | 4.01% | 4.01% | 4.01% |
| Kusum Lata Maheshwari | 0.78% | 0.78% | 0.78% | 0.78% |
| V. A. Transport Private Limited | 22.47% | 22.47% | 22.47% | 22.47% |
| Gopal Sponge & Power Private Limited | 72.74% | 72.74% | 72.74% | 72.74% |



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₹ in Millions

k Percentage Change in Promoters' holding

| Promoter | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--------------------------------------|---------------------|----------------------|----------------------|----------------------|
| Vijay Anand Jhanwar | 0.00% | 0.00% | 0.00% | 0.00% |
| Kusum Lata Maheshwari | 0.00% | 0.00% | 0.00% | 0.00% |
| V. A. Transport Private Limited | 0.00% | 0.00% | 0.00% | 0.00% |
| Gopal Sponge & Power Private Limited | 0.00% | 0.00% | 0.00% | 0.00% |

17 Other Equity

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|---------------------|----------------------|----------------------|----------------------|
| a Retained Earnings | | | | |
| Opening Balance | 1,188.60 | 648.07 | 360.85 | 250.99 |
| Add: Profit/(loss) during the year/Period | 163.34 | 539.97 | 287.04 | 109.85 |
| Add: Remeasurement of defined benefit obligation | 0.00 | 0.56 | 0.18 | 0.01 |
| Closing Balance | 1,351.94 | 1,188.60 | 648.07 | 360.85 |
| b Other Comprehensive Income | | | | |
| Opening Balance | (5.79) | (3.02) | (9.25) | 0.93 |
| Add: Profit/ Loss during the year/Period | 0.00 | (2.77) | 6.23 | (19.18) |
| Closing Balance | (5.79) | (5.79) | (3.02) | (9.25) |
| c Securities Premium | | | | |
| Opening Balance | 172.83 | 172.83 | 172.83 | 172.83 |
| Less: Transfer during the year/period | - | - | - | - |
| Closing Balance | 172.83 | 172.83 | 172.83 | 172.83 |
| Total | 1,518.98 | 1,355.64 | 817.88 | 524.43 |

18 Borrowings (Non-Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|---------------------|----------------------|----------------------|----------------------|
| A Secured Loan | | | | |
| From HDFC Bank | | | | |
| a Vehicle Loan | 0.27 | 0.53 | 1.54 | 5.13 |
| Less: Current Maturities | 0.27 | 0.53 | 1.00 | 3.59 |
| Secured against first and exclusive charge on vehicles acquired out of the loan. | - | - | 0.53 | 1.54 |
| b GECL Loan | 64.78 | 70.04 | 90.32 | 65.00 |
| Less: Current Maturities | 23.08 | 22.57 | 20.70 | 8.18 |
| Secured by way of Second charge hypothecation on stocks, advance to suppliers and book debts and Mortgage of Collateral Security 1. Industrial Property/KH NO. 248/2, 249/3, 251/2, 251/3, 251/4, 249/2, 281/3, 251/1, 278/1, 281/2, 250, 248/1, 281/2, 278/2, 280, 415,416,417, Muru Tehsil Takhatpur-Dist -Bilaspur Chhattisgarh, Dighora, Yogantar Industries, Bilaspur- , 495001 2. Industrial Property / Plot No 38 TO 41, 48 TO 52, Vill Siltara, Near Shubhal Company, Raipur-493111 and Personal guarantee of Vijay Anand Jhanwar and Prasant Kumar Molta and corporate guarantee of Gopal Sponge & Power Private Limited. | 41.70 | 47.47 | 69.62 | 56.82 |
| c DG Loan | - | - | 1.03 | 3.93 |
| Less: Current Maturities | - | - | 1.03 | 2.90 |
| Secured against first and exclusive charge on DG acquired out of the loan. | - | - | - | 1.03 |



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₹ in Millions

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|---------------------|----------------------|----------------------|----------------------|
| d Term Loan | 84.55 | 101.12 | 165.16 | 224.58 |
| Less : Current Maturities | 70.32 | 68.88 | 64.39 | 59.42 |
| Secured against First Charge of Plant & Machinery of Company and Collaterally secured by charge on : | | | | |
| 1. Industrial Property/KH NO. 248/2, 249/3, 251/2, 251/3, 251/4, 249/2, 281/3, 251/1, 278/1, 281/2, 250, 248/1, 281/2, 278/2, 280, 415,416,417, Muru Tehsil Takhatpur-Dist -Bilaspur Chhattisgarh, Dighora, Yogantar Industries, 495001, Bilaspur, Chhattisgarh | | | | |
| 2. Industrial Property / Plot No 38 TO 41, 48 TO 52, Vill Silhara, Near Shublal Company, Raipur-493111 | | | | |
| and Personal guarantee of Vijay Anand Jhawar and Prasant Kumar Mohta and corporate guarantee of Gopal Sponge & Power Private Limited. | | | | |
| | 14.23 | 32.44 | 100.77 | 165.16 |
| Total Secured Loan | 55.93 | 79.91 | 170.92 | 224.54 |
| B Unsecured Loan | | | | |
| Repayable on demand | | | | |
| From Related parties | - | - | - | 57.86 |
| From Others | - | - | - | - |
| Total Unsecured Loan | - | - | - | 57.86 |
| Total | 55.93 | 79.91 | 170.92 | 282.40 |

19 Lease Liabilities (Non- Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|-------------------|---------------------|----------------------|----------------------|----------------------|
| Lease Liabilities | 14.14 | 14.14 | 14.15 | 14.15 |
| Total | 14.14 | 14.14 | 14.15 | 14.15 |

20 Provisions (Non- Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|------------------------|---------------------|----------------------|----------------------|----------------------|
| Provision for Gratuity | 6.78 | 6.78 | 5.32 | 3.73 |
| Total | 6.78 | 6.78 | 5.32 | 3.73 |

21 Income Tax
a Deferred Tax Liability/ (Asset) (Net)

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|-----------------------------|---------------------------|---------------------------|---------------------------|
| Deferred Tax Liability | | | | |
| Tax impact arising out of temporary difference in depreciable assets | 28.31 | 28.27 | 26.90 | 23.24 |
| Tax Impact arising out of Fair valuation of Equity Shares | (1.30) | (1.30) | (0.51) | (2.34) |
| | 27.01 | 26.96 | 26.39 | 20.90 |
| Deferred Tax Asset | | | | |
| Tax impact of expenses allowable against taxable income in future years | 0.13 | 0.13 | 0.13 | 0.13 |
| Tax impact arising out of provision of gratuity not funded | 1.39 | 1.39 | 1.01 | 0.59 |
| | 1.52 | 1.52 | 1.14 | 0.72 |
| Deferred Tax Liability/ (Asset) Net | 25.49 | 25.45 | 25.25 | 20.19 |

b Movement in Deferred Tax Balance

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|-----------------------------|---------------------------|---------------------------|---------------------------|
| Deferred Tax Liability Opening Balance | 26.96 | 26.39 | 20.90 | 14.25 |
| Tax impact arising out of temporary difference in depreciable assets | 0.04 | 1.37 | 3.65 | 9.69 |
| Tax Impact arising out of Fair valuation of Equity Shares | - | (0.80) | 1.83 | (3.03) |
| Deferred Tax Liability Closing Balance | 27.01 | 26.96 | 26.39 | 20.90 |
| Deferred Tax Asset Opening Balance | 1.52 | 1.14 | 0.72 | 0.40 |
| Tax impact arising out of provision of gratuity not funded | - | 0.38 | 0.42 | 0.32 |
| Tax impact of expenses allowable against taxable income in future years | | | | |
| Deferred Tax Asset Closing Balance | 1.52 | 1.52 | 1.14 | 0.72 |
| Net Deferred Tax Liability/(Asset) Balance | 25.49 | 25.45 | 25.25 | 20.19 |
| Net Deferred Tax Liability/ (Asset) created during the year/Period | 0.04 | 0.20 | 5.06 | 6.53 |



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₹ in Millions

c Current Tax
Current Tax Liability/(Asset) (Net)

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---------------------------|--------------------------------|------------------------------|------------------------------|------------------------------|
| Opening | - | - | 10.90 | - |
| Provision for Current Tax | 53.60 | 178.40 | 95.00 | 28.25 |
| Taxes Paid | (19.83) | (141.69) | (71.47) | (24.42) |
| Total | 33.77 | 36.71 | 34.43 | 3.83 |

d Income Tax expenses reconciled to the accounting profit as follows:-

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|------------------------------|------------------------------|------------------------------|
| Computed Tax Expense | | | | |
| Profit before Income Taxes | 216.98 | 718.84 | 385.31 | 158.51 |
| Adjustment of Associate Profits | (9.38) | (28.86) | (13.42) | (14.45) |
| Statutory Tax Rate in India | 25.17% | 25.17% | 25.17% | 25.17% |
| Computed Tax Expense | 52.25 | 173.65 | 93.60 | 36.26 |
| Tax Expense as per Income Tax Act | | | | |
| Profit before Income Taxes | 216.98 | 718.84 | 385.31 | 158.51 |
| Adjustment of Associate Profits | (9.38) | (28.86) | (13.42) | (14.45) |
| Financial Charges on lease Liabilities | 0.39 | 1.57 | 1.57 | 1.57 |
| Rent Payment | (0.39) | (1.57) | (1.57) | (1.57) |
| Depreciation on ROU | 0.10 | 0.41 | 0.41 | 0.41 |
| Interest on Security Deposit | 0.00 | 0.00 | 0.00 | 0.00 |
| Rent Expense on Security Deposit not allowable in Income Tax | 0.01 | 0.06 | 0.06 | 0.06 |
| Gratuity Disallowance | - | 2.25 | 1.92 | 1.29 |
| Difference between Tax Depreciation and Book depreciation | 0.18 | (5.45) | (14.51) | (38.49) |
| Expenses not allowable | - | 4.29 | 3.02 | 2.72 |
| Disallowance u/s 43B | - | - | 0.38 | 0.22 |
| Other Adjustments | 0.03 | 0.05 | 0.11 | (0.09) |
| Taxable Profit | 207.92 | 691.58 | 363.27 | 110.19 |
| Income Tax Expense | 52.33 | 174.06 | 91.43 | 27.73 |
| Interest on delayed payment of Income Tax | 1.27 | 4.34 | 3.57 | 0.52 |
| Current Year Tax | 53.60 | 178.40 | 95.00 | 28.25 |
| Effective Income Tax Rate | 25.82% | 25.86% | 25.55% | 19.61% |
| Current Year Tax | 53.60 | 178.40 | 95.00 | 28.25 |
| Tax For Previous Year | - | (0.34) | 0.09 | 11.05 |
| Current Tax Provision | 53.60 | 178.06 | 95.09 | 39.30 |

22 Borrowings (Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|------------------------|-------------------------|-------------------------|-------------------------|
| a Secured Loan | | | | |
| i Cash Credit | - | 58.13 | 167.10 | 101.31 |
| Secured by hypothecation by way of First charge on stocks, advance to suppliers and book debts; and Collateral Security by charge on: 1. Industrial Property/KH NO. 248/2, 249/3, 251/2, 251/3, 251/4, 249/2, 281/3, 251/1, 278/1, 281/2, 250, 248/1, 281/2, 278/2, 280, 415,416,417, Muru Tehsil Takhatpur-Dist -Bilaspur Chhattisgarh, Dighora, Yogantar Industries, 495001, Bilaspur, Chhattisgarh 2. Industrial Property / Plot No 38 TO 41, 48 TO 52, Vill Siltara, Near Shabal Company, Raipur-493111 and Personal guarantee of directors and corporate guarantee of Gopal Sponge & Power Private Limited. | | | | |
| ii Current maturities of Non Current Borrowings | 93.67 | 91.78 | 87.12 | 74.10 |
| Total | 93.67 | 149.92 | 254.22 | 175.41 |

23 Lease Liabilities (Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|-------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Lease Liabilities | 1.57 | 1.57 | 1.57 | 1.57 |
| Total | 1.57 | 1.57 | 1.57 | 1.57 |



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₹ in Millions

24 Trade Payables

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|---|---------------------|----------------------|----------------------|----------------------|
| Total Outstanding dues of Micro & Small enterprises | | | | |
| Disputed | | | | |
| Undisputed | 0.35 | 2.38 | 0.11 | 0.39 |
| Total | 0.35 | 2.38 | 0.11 | 0.39 |
| Total Outstanding dues of Creditors other than Micro & Small enterprises | | | | |
| Disputed | | | | |
| Undisputed * | 75.51 | 132.60 | 78.88 | 119.28 |
| Total | 75.51 | 132.60 | 78.88 | 119.28 |
| Total of Trade Payables | 75.86 | 134.98 | 78.99 | 119.67 |
| a * includes amounts due to Related Parties | 0.95 | - | - | - |

b Ageing

| Particulars | Outstanding for following periods from due date of payment | | | | |
|---|--|--------------|-------------|----------|---------------|
| | < 1 year | 1-2 years | 2-3 years | >3 years | Total |
| As at June 30, 2023 | | | | | |
| Undisputed Micro & Small enterprises | 0.35 | - | - | - | 0.35 |
| Undisputed Other than Micro & Small enterprises | 75.01 | 0.16 | 0.34 | - | 75.51 |
| | 75.36 | 0.16 | 0.34 | - | 75.86 |
| As at March 31, 2023 | | | | | |
| Undisputed Micro & Small enterprises | 2.38 | - | - | - | 2.38 |
| Undisputed Other than Micro & Small enterprises | 132.26 | 0.34 | - | - | 132.60 |
| | 134.64 | 0.34 | - | - | 134.98 |
| As at March 31, 2022 | | | | | |
| Undisputed Micro & Small enterprises | 0.11 | - | - | - | 0.11 |
| Undisputed Other than Micro & Small enterprises | 44.08 | 34.80 | - | - | 78.88 |
| | 44.19 | 34.80 | - | - | 78.99 |
| As at March 31, 2021 | | | | | |
| Undisputed Micro & Small enterprises | 0.39 | - | - | - | 0.39 |
| Undisputed Other than Micro & Small enterprises | 119.17 | 0.11 | - | - | 119.28 |
| | 119.56 | 0.11 | - | - | 119.67 |

25 Other Financial Liabilities (Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|----------------------|---------------------|----------------------|----------------------|----------------------|
| Payable for expenses | 21.33 | 21.12 | 19.40 | 28.23 |
| Employee Benefits | 7.53 | 4.24 | 3.83 | 3.63 |
| Total | 28.86 | 25.36 | 23.23 | 31.86 |

26 Other Liabilities (Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|----------------------------------|---------------------|----------------------|----------------------|----------------------|
| Payable to Statutory Authorities | 33.33 | 30.81 | 18.38 | 31.63 |
| Customer Advances | 4.81 | 0.10 | 9.42 | 0.59 |
| Total | 38.14 | 30.91 | 27.80 | 32.23 |

27 Provisions (Current)

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|------------------------|---------------------|----------------------|----------------------|----------------------|
| Provision for Gratuity | 0.51 | 0.51 | 0.47 | 0.37 |
| Total | 0.51 | 0.51 | 0.47 | 0.37 |



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₹ in Millions

28 Revenue from Operations

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|----------------------------------|--------------------------------|------------------------------|------------------------------|------------------------------|
| Sale of Products | | | | |
| Manufactured Goods & By products | 1,054.79 | 5,095.01 | 4,086.47 | 2,890.88 |
| Traded Goods | 1.99 | 61.70 | 53.97 | 16.17 |
| Total | 1,056.78 | 5,156.71 | 4,140.43 | 2,907.06 |

* Manufactured Goods Sold in Quarter ended June 30, 2023 includes ₹ 6.35 millions of captive consumption of TMT Bars (computed at cost of production) used in capital projects of the holding company.

29 Other Income

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|------------------------------|------------------------------|------------------------------|
| a Interest Income | | | | |
| Intercompany Deposits | 6.94 | 12.19 | 0.29 | - |
| Bank Deposits | 2.93 | 2.92 | 1.61 | 1.03 |
| Others | 0.48 | 1.79 | 1.37 | 1.06 |
| Income Tax Refund | - | 0.51 | 0.13 | - |
| b Sundry Balance written off | 0.04 | 0.06 | 0.01 | 0.08 |
| c Profit on Sale of Property, Plant & Equipment | - | 0.03 | - | 0.09 |
| Total | 10.40 | 17.50 | 3.40 | 2.26 |

30 Cost of materials consumed

| Particulars | Quarter ended Jun 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|-------------------------------|------------------------------|------------------------------|------------------------------|
| a Cost of materials consumed | | | | |
| Cost of materials consumed | 692.69 | 3,754.62 | 3,143.15 | 2,132.39 |
| Total | 692.69 | 3,754.62 | 3,143.15 | 2,132.39 |
| b Imported & Indigenous Cost of Materials Consumed | | | | |
| Indigenous in value | 692.69 | 3,754.62 | 3,143.15 | 2,132.39 |
| Indigenous in %age | 100% | 100% | 100% | 100% |
| Imported in value | - | - | - | - |
| Imported in %age | - | - | - | - |

31 Changes in inventories of finished goods, Work In Progress and Stock in trade

| Particulars | Quarter ended Jun 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|-------------------------------|------------------------------|------------------------------|------------------------------|
| Inventories at the end of the year/period | | | | |
| Finished Goods & By Product | 45.47 | 31.62 | 42.22 | 30.15 |
| | 45.47 | 31.62 | 42.22 | 30.15 |
| Inventories at the beginning of the year/Period | | | | |
| Finished Goods & By Product | 31.62 | 42.22 | 30.15 | 64.18 |
| | 31.62 | 42.22 | 30.15 | 64.18 |
| Net Change | (13.85) | 10.60 | (12.07) | 34.03 |

32 Employee Benefits Expense

| Particulars | Quarter ended Jun 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|-------------------------------|------------------------------|------------------------------|------------------------------|
| Salary & Wages | 15.90 | 65.14 | 60.17 | 50.56 |
| Contribution to Employee Provident Fund & other Funds | 0.28 | 4.45 | 3.75 | 3.59 |
| Gratuity Expenses | 0.13 | 2.25 | 1.92 | 1.29 |
| Staff Welfare Expenses | 0.14 | 1.09 | 0.49 | 0.29 |
| Total | 16.46 | 72.93 | 66.34 | 55.72 |

33 Finance Costs

| Particulars | Quarter ended Jun 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|-----------------------------------|-------------------------------|------------------------------|------------------------------|------------------------------|
| Bank Interest | 5.63 | 28.04 | 30.47 | 32.45 |
| Interest on Intercompany Deposits | - | 0.03 | 7.20 | 25.74 |
| Other Interest | 0.39 | 1.82 | 1.82 | 1.63 |
| Total | 6.03 | 29.88 | 39.49 | 59.83 |



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Notes forming part of Restated Consolidated Financial Information

₹ in Millions

34 Depreciation & Amortisation expenses

| Particulars | Quarter ended | Year ended | Year ended | Year ended |
|---|---------------|----------------|----------------|----------------|
| | Jun 30, 2023 | March 31, 2023 | March 31, 2022 | March 31, 2021 |
| Depreciation on Property, Plant and Equipment | 14.36 | 64.00 | 71.41 | 72.25 |
| Depreciation on Right-of-Use assets | 0.10 | 0.41 | 0.41 | 0.41 |
| Total | 14.47 | 64.42 | 71.82 | 72.66 |

35 Other Expenses

| Particulars | Quarter ended | Year ended | Year ended | Year ended |
|--|---------------|----------------|----------------|----------------|
| | Jun 30, 2023 | March 31, 2023 | March 31, 2022 | March 31, 2021 |
| Consumption of Stores and Spares (100% Indigenous) | 35.91 | 121.36 | 108.36 | 118.11 |
| Consumption of Diesel | 5.07 | 23.47 | 22.96 | 19.12 |
| Commission | 2.02 | 10.29 | 14.68 | 5.35 |
| Production Charges | 14.04 | 53.35 | 45.14 | 36.96 |
| Power Charges | 64.80 | 223.86 | 178.95 | 174.25 |
| Vehicle Hire Charges | 1.16 | 4.62 | 1.77 | 0.26 |
| Sampling Testing | 0.03 | 0.05 | 0.29 | 0.30 |
| Payment to auditors (refer note (a) below) | - | 0.10 | 0.10 | 0.10 |
| Lease Rent | 0.02 | 0.06 | 0.06 | 0.56 |
| Bank and Financial Charges | 0.54 | 4.92 | 4.50 | 2.25 |
| Miscellaneous Expenses | 0.56 | 0.71 | 0.87 | 0.25 |
| Professional Fees, Legal & Other Service Charges | 1.82 | 4.79 | 4.59 | 2.84 |
| Water Charges | 0.72 | 3.19 | 1.98 | 2.06 |
| Advertisement Expenses | - | 1.13 | 0.10 | 0.02 |
| Transportation Charges | 0.72 | 2.34 | 1.79 | 2.47 |
| Security Charges | 0.63 | 3.77 | 4.13 | 3.74 |
| CSR Expenses | 1.50 | 4.00 | 2.59 | 2.57 |
| Repairs & Maintenance | | | | |
| -Building | 0.40 | 4.64 | 1.17 | 6.26 |
| -Plant & Machinery | 3.73 | 14.72 | 11.94 | 11.11 |
| -Others | 0.44 | 1.22 | 0.55 | 0.80 |
| Rates and taxes | 5.38 | 0.45 | 0.03 | 0.63 |
| Travelling & Conveyance | 0.97 | 0.42 | 0.24 | 0.73 |
| Printing & Stationery | 0.06 | 0.33 | 0.30 | 0.37 |
| Telephone Expenses | 0.12 | 0.40 | 0.36 | 0.28 |
| Donation | - | 0.29 | 0.25 | 0.14 |
| Insurance Charges | 1.15 | 6.72 | 1.28 | 0.78 |
| Office Rent | 0.03 | 0.17 | 0.12 | 0.12 |
| Loss on Sale of Property, Plant & Equipment | - | - | 0.11 | - |
| Total | 141.81 | 491.39 | 409.23 | 392.41 |

a Payments to auditors

| Particulars | Quarter ended | Year ended | Year ended | Year ended |
|---------------------|---------------|----------------|----------------|----------------|
| | Jun 30, 2023 | March 31, 2023 | March 31, 2022 | March 31, 2021 |
| For Statutory Audit | - | 0.07 | 0.07 | 0.04 |
| For Tax Audit | - | 0.03 | 0.03 | 0.02 |
| Total | - | 0.10 | 0.10 | 0.06 |

36 Computation of Earnings per Equity Share (Basic and Diluted)

| Particulars | Quarter ended | Year ended | Year ended | Year ended |
|---|---------------|----------------|----------------|----------------|
| | Jun 30, 2023 | March 31, 2023 | March 31, 2022 | March 31, 2021 |
| Basic | | | | |
| (i) Number of Equity Shares at the beginning of the year/Period | 4944350 | 4944350 | 4944350 | 4944350 |
| (ii) Number of Equity Shares at the end of the year/Period | 4944350 | 4944350 | 4944350 | 4944350 |
| (iii) Weighted average number of Equity Shares outstanding during the year/Period | 4944350 | 4944350 | 4944350 | 4944350 |
| (iv) Face Value of each Equity Share | 10 | 10 | 10 | 10 |
| (v) Amount of Profit after tax attributable to Equity Shareholders | 163.34 | 539.97 | 287.04 | 109.85 |
| (vi) Basic Earnings per Equity Share | 33.04 | 109.21 | 58.05 | 22.22 |
| Diluted | | | | |
| (i) Number of Equity Shares at the beginning of the year/period | 4944350 | 4944350 | 4944350 | 4944350 |
| (ii) Number of Equity Shares at the end of the year/Period | 4944350 | 4944350 | 4944350 | 4944350 |
| (iii) Weighted average number of Equity Shares outstanding during the year/Period | 4944350 | 4944350 | 4944350 | 4944350 |
| (iv) Amount of Profit after tax attributable to Equity Shareholders | 163.34 | 539.97 | 287.04 | 109.85 |
| (v) Diluted Earnings per Equity Share | 33.04 | 109.21 | 58.05 | 22.22 |



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Notes forming part of Restated Consolidated Financial Information

₹ in Millions

37 Financial Risk Management Objectives and policies

The group companies' financial liabilities, other than derivatives, comprise borrowings, capital creditors and trade and other payables. The main purpose of these financial liabilities is to finance the group's operations. The group companies' financial assets include trade and other receivables, cash and cash equivalents, investments and deposits.

The management ensures that risks are identified, measured and managed in accordance with Risk Management Policy. The Board of Directors also review these risks and related risk management policy.

The market risks, liquidity risks and credit risks are further explained below:

a Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk. Financial instruments affected by market risk include investments, trade payables, etc.

b Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The group companies' exposure to the risk of changes in market interest rates relates primarily to the debt obligations. The group manages its interest rate risk by having a balanced portfolio of borrowings and equity.

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on loans and borrowings affected. With all other variables held constant, the group's profit before tax is affected through the impact on floating rate borrowings, as follows:

| Particulars | Changes in basis points | Borrowings as at | Effect on profit before tax |
|----------------------|-------------------------|------------------|-----------------------------|
| | % | | |
| As at June 30, 2023 | 50 | 149.61 | 0.75 |
| | (50) | | (0.75) |
| As at March 31, 2023 | 50 | 229.83 | 1.15 |
| | (50) | | (1.15) |
| As at March 31, 2022 | 50 | 425.14 | 2.13 |
| | (50) | | (2.13) |
| As at March 31, 2021 | 50 | 457.81 | 2.29 |
| | (50) | | (2.29) |

c Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The group's exposure to this risk is not there as there are no foreign currency transactions undertaken.

d Equity price risks

The group invests only in related companies which is a part of long term business planning and is strategic in nature. There is no other investment and hence there are no equity price risks exposure to the group.

e Credit risks

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The group is exposed to credit risk from its operating activities (primarily trade receivables).

Trade receivables

Maximum exposure to the credit risk is on account of outstanding balances in the trade receivables account. But as per experience, the ageing of debtors is always kept less than six months and there are no bad debts encountered in past hence the risk is almost negligible. Credit Risk is managed by the group by monitoring their credit worthiness of customers, credit policies and deploying efficient resources for collection.



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Notes forming part of Restated Consolidated Financial Information
₹ in Millions
f The ageing analysis of the Trade Receivables is given below:-

| Particulars | Outstanding for the following periods from due date of payment | | | | | Total |
|---|--|------------------|-----------|-----------|-------------------|---------------|
| | Less than 6 months | 6 months- 1 year | 1-2 years | 2-3 years | More than 3 years | |
| As at June 30, 2023 | | | | | | |
| Disputed Trade Receivable considered good | - | - | - | - | - | - |
| Undisputed Trade Receivable considered good | 60.21 | 0.90 | - | - | - | 61.10 |
| Disputed Trade Receivable considered doubtful | - | - | - | - | - | - |
| Undisputed Trade Receivable considered doubtful | - | - | - | - | - | - |
| Less: Credit impairment | - | - | - | - | - | - |
| Net balance | 60.21 | 0.90 | - | - | - | 61.10 |
| As at March 31, 2023 | | | | | | |
| Disputed Trade Receivable considered good | - | - | - | - | - | - |
| Undisputed Trade Receivable considered good | 128.45 | 0.50 | - | - | - | 128.96 |
| Disputed Trade Receivable considered doubtful | - | - | - | - | - | - |
| Undisputed Trade Receivable considered doubtful | - | - | - | - | - | - |
| Less: Credit impairment | - | - | - | - | - | - |
| Net balance | 128.45 | 0.50 | - | - | - | 128.96 |
| As at March 31, 2022 | | | | | | |
| Disputed Trade Receivable considered good | - | - | - | - | - | - |
| Undisputed Trade Receivable considered good | 118.34 | - | - | - | - | 118.34 |
| Disputed Trade Receivable considered doubtful | - | - | - | - | - | - |
| Undisputed Trade Receivable considered doubtful | - | - | - | - | - | - |
| Less: Credit impairment | - | - | - | - | - | - |
| Net balance | 118.34 | 0.00 | - | - | - | 118.34 |
| As at March 31, 2021 | | | | | | |
| Disputed Trade Receivable considered good | - | - | - | - | - | - |
| Undisputed Trade Receivable considered good | 69.86 | - | - | - | - | 69.86 |
| Disputed Trade Receivable considered doubtful | - | - | - | - | - | - |
| Undisputed Trade Receivable considered doubtful | - | - | - | - | - | - |
| Less: Credit impairment | - | - | - | - | - | - |
| Net balance | 69.86 | 0.00 | - | - | - | 69.86 |

g Liquidity risks

The group's source of liquidity is cash and cash equivalents and operating cash flow. The company believes that its working capital is sufficient to manage its current requirements, accordingly no liquidity risk is perceived.

Liquidity risks sensitivity

The table below summarises the maturity profile of the group's financial liabilities on contractual undiscounted payments

| Particulars | Next 1 year | 1 - 5 years | More than 5 years | Total |
|-----------------------------|-------------|-------------|-------------------|--------|
| As at June 30, 2023 | | | | |
| Borrowings | 93.67 | 55.93 | - | 149.61 |
| Lease Liabilities | 1.57 | 7.86 | 4.71 | 14.14 |
| Trade Payables | 75.86 | - | - | 75.86 |
| Other Financial Liabilities | 28.86 | - | - | 28.86 |
| As at March 31, 2023 | | | | |
| Borrowings | 149.92 | 79.91 | - | 229.83 |
| Lease Liabilities | 1.57 | 7.86 | 4.71 | 14.14 |
| Trade Payables | 134.98 | - | - | 134.98 |
| Other Financial Liabilities | 25.36 | - | - | 25.36 |
| As at March 31, 2022 | | | | |
| Borrowings | 254.22 | 170.92 | - | 425.14 |
| Lease Liabilities | 1.57 | 7.86 | 4.71 | 14.15 |
| Trade Payables | 78.99 | - | - | 78.99 |
| Other Financial Liabilities | 23.23 | - | - | 23.23 |
| As at March 31, 2021 | | | | |
| Borrowings | 175.41 | 282.40 | - | 457.81 |
| Lease Liabilities | 1.57 | 7.86 | 4.71 | 14.15 |
| Trade Payables | 119.67 | - | - | 119.67 |
| Other Financial Liabilities | 31.86 | - | - | 31.86 |



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Notes forming part of Restated Consolidated Financial Information

₹ in Millions

38 Capital management

For the purpose of Capital management, capital includes issued equity capital, and all equity reserves. Its primary objective is to maximise shareholders' value.

The holding company manages its capital structure and makes adjustment in light of changes in economic conditions and the requirements of financial covenants. Holding Company monitors capital using a gearing ratio which is Debt divided by equity wherein debt includes all borrowings and lease liabilities.

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|-------------------|--------------------------------|------------------------------|------------------------------|------------------------------|
| Total Debt | 165.32 | 245.55 | 440.86 | 473.53 |
| Total Equity | 1,568.42 | 1,405.08 | 867.32 | 573.88 |
| Debt Equity Ratio | 0.11 | 0.17 | 0.51 | 0.83 |

There have been no breaches in the financial covenants of any interest bearing loans and borrowings. No changes were made in the objectives, policies or processes for managing capital during the above period.

39 Financial Instruments- Accounting, Classification and Fair Value Measurements

A Financial Instruments by category

As at June 30, 2023

| Particulars | Total Fair Value | Carrying Value | | | Total |
|--------------------------------|---------------------|----------------|--------------|----------|---------------|
| | | Amortised Cost | FVTOCI | FVTPL | |
| Financial Assets | | | | | |
| Non Current | - | - | - | - | - |
| Investments | 16.01 | - | 16.01 | - | 16.01 |
| Other Financial Assets | 38.26 | 38.26 | - | - | 38.26 |
| Current | | | | | |
| Trade Receivables | 61.10 | 61.10 | - | - | 61.10 |
| Cash & Cash equivalents | 3.45 | 3.45 | - | - | 3.45 |
| Bank Balances other than above | 348.48 | 348.48 | - | - | 348.48 |
| Loans & Advances | 134.91 | 134.91 | - | - | 134.91 |
| Other Financial Assets | 3.41 | 3.41 | - | - | 3.41 |
| Total | 605.63 | 589.61 | 16.01 | - | 605.63 |
| Financial Liabilities | | | | | |
| Non Current | - | - | - | - | - |
| Borrowings | 55.93 | 55.93 | - | - | 55.93 |
| Lease Liabilities | 14.14 | 14.14 | - | - | 14.14 |
| Current | | | | | |
| Borrowings | 93.67 | 93.67 | - | - | 93.67 |
| Lease Liabilities | 1.57 | 1.57 | - | - | 1.57 |
| Trade payables | 75.86 | 75.86 | - | - | 75.86 |
| Other financial liabilities | 28.86 | 28.86 | - | - | 28.86 |
| Total | 270.04 | 270.04 | - | - | 270.04 |

As at March 31, 2023

| Particulars | Total Fair Value | Carrying Value | | | Total |
|--------------------------------|---------------------|----------------|--------------|----------|---------------|
| | | Amortised Cost | FVTOCI | FVTPL | |
| Financial Assets | | | | | |
| Non Current | - | - | - | - | - |
| Investments | 16.01 | - | 16.01 | - | 16.01 |
| Other Financial Assets | 38.26 | 38.26 | - | - | 38.26 |
| Current | | | | | |
| Trade Receivables | 128.96 | 128.96 | - | - | 128.96 |
| Cash & Cash equivalents | 2.64 | 2.64 | - | - | 2.64 |
| Bank Balances other than above | 86.83 | 86.83 | - | - | 86.83 |
| Loans & Advances | 355.91 | 355.91 | - | - | 355.91 |
| Other Financial Assets | 1.61 | 1.61 | - | - | 1.61 |
| Total | 630.23 | 614.21 | 16.01 | - | 630.23 |
| Financial Liabilities | | | | | |
| Non Current | - | - | - | - | - |
| Borrowings | 79.91 | 79.91 | - | - | 79.91 |
| Lease Liabilities | 14.14 | 14.14 | - | - | 14.14 |
| Current | | | | | |
| Borrowings | 149.92 | 149.92 | - | - | 149.92 |
| Lease Liabilities | 1.57 | 1.57 | - | - | 1.57 |
| Trade payables | 134.98 | 134.98 | - | - | 134.98 |
| Other financial liabilities | 25.36 | 25.36 | - | - | 25.36 |
| Total | 405.89 | 405.89 | - | - | 405.89 |



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₹ in Millions

| As at March 31, 2022 | | | | | |
|--------------------------------|-------------------------|-----------------------|---------------|--------------|---------------|
| Particulars | Total Fair Value | Carrying Value | | | Total |
| | | Amortised Cost | FVTOCI | FVTPL | |
| Financial Assets | | | | | |
| Non Current | - | - | - | - | - |
| Investments | 14.48 | - | 14.48 | - | 14.48 |
| Other Financial Assets | 28.16 | 28.16 | - | - | 28.16 |
| Current | | | | | |
| Trade Receivables | 118.34 | 118.34 | - | - | 118.34 |
| Cash & Cash equivalents | 2.78 | 2.78 | - | - | 2.78 |
| Bank Balances other than above | 36.91 | 36.91 | - | - | 36.91 |
| Loans & Advances | 0.57 | 0.57 | - | - | 0.57 |
| Other Financial Assets | 1.23 | 1.23 | - | - | 1.23 |
| Total | 202.48 | 188.00 | 14.48 | - | 202.48 |
| Financial Liabilities | | | | | |
| Non Current | - | - | - | - | - |
| Borrowings | 170.92 | 170.92 | - | - | 170.92 |
| Lease Liabilities | 14.15 | 14.15 | - | - | 14.15 |
| Current | | | | | |
| Borrowings | 254.22 | 254.22 | - | - | 254.22 |
| Lease Liabilities | 1.57 | 1.57 | - | - | 1.57 |
| Trade payables | 78.99 | 78.99 | - | - | 78.99 |
| Other financial liabilities | 23.23 | 23.23 | - | - | 23.23 |
| Total | 543.08 | 543.08 | - | - | 543.08 |

| As at March 31, 2021 | | | | | |
|--------------------------------|-------------------------|-----------------------|---------------|--------------|---------------|
| Particulars | Total Fair Value | Carrying Value | | | Total |
| | | Amortised Cost | FVTOCI | FVTPL | |
| Financial Assets | | | | | |
| Non Current | - | - | - | - | - |
| Investments | 11.24 | - | 11.24 | - | 11.24 |
| Other Financial Assets | 37.86 | 37.86 | - | - | 37.86 |
| Current | | | | | |
| Trade Receivables | 69.86 | 69.86 | - | - | 69.86 |
| Cash & Cash equivalents | 1.08 | 1.08 | - | - | 1.08 |
| Bank Balances other than above | 32.95 | 32.95 | - | - | 32.95 |
| Loans | 0.57 | 0.57 | - | - | 0.57 |
| Other Financial Assets | 1.19 | 1.19 | - | - | 1.19 |
| Total | 154.76 | 143.52 | 11.24 | - | 154.76 |
| Financial Liabilities | | | | | |
| Non Current | - | - | - | - | - |
| Borrowings | 282.40 | 282.40 | - | - | 282.40 |
| Lease Liabilities | 14.15 | 14.15 | - | - | 14.15 |
| Current | | | | | |
| Borrowings | 175.41 | 175.41 | - | - | 175.41 |
| Lease Liabilities | 1.57 | 1.57 | - | - | 1.57 |
| Trade payables | 119.67 | 119.67 | - | - | 119.67 |
| Other financial liabilities | 31.86 | 31.86 | - | - | 31.86 |
| Total | 625.05 | 625.05 | - | - | 625.05 |



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Notes forming part of Restated Consolidated Financial Information

₹ in Millions

B Fair Values Hierarchy

Financial assets and financial liabilities measured at fair value in the statement of financial position are classified into three Levels of a fair value hierarchy. The three Levels are denoted based on the observability of significant inputs to the measurement, as follows:

Level 1: quoted prices (unadjusted) in active markets for financial instruments

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Fair value measurement hierarchy for assets / liabilities

As at June 30, 2023

| Particulars | Level 1 | Level 2 | Level 3 | Total |
|------------------------------|---------|---------|---------|-------|
| Financial Assets | | | | |
| Non Current | - | - | - | - |
| Investments | - | - | 16.01 | 16.01 |
| Total | - | - | 16.01 | 16.01 |
| Financial Liabilities | | | | |
| Total | - | - | - | - |

As at March 31, 2023

| Particulars | Level 1 | Level 2 | Level 3 | Total |
|------------------------------|---------|---------|---------|-------|
| Financial Assets | | | | |
| Non Current | - | - | - | - |
| Investments | - | - | 16.01 | 16.01 |
| Total | - | - | 16.01 | 16.01 |
| Financial Liabilities | | | | |
| Total | - | - | - | - |

As at March 31, 2022

| Particulars | Level 1 | Level 2 | Level 3 | Total |
|------------------------------|---------|---------|---------|-------|
| Financial Assets | | | | |
| Non Current | - | - | - | - |
| Investments | - | - | 14.48 | 14.48 |
| Total | - | - | 14.48 | 14.48 |
| Financial Liabilities | | | | |
| Total | - | - | - | - |

As at March 31, 2021

| Particulars | Level 1 | Level 2 | Level 3 | Total |
|------------------------------|---------|---------|---------|-------|
| Financial Assets | | | | |
| Non Current | - | - | - | - |
| Investments | - | - | 11.24 | 11.24 |
| Total | - | - | 11.24 | 11.24 |
| Financial Liabilities | | | | |
| Total | - | - | - | - |



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Notes forming part of Restated Consolidated Financial Information

- 40 Related Party Disclosure
I List of related parties where control exists and related parties with whom transactions have taken place and relationships:
a Key Managerial Personnel (KMP)
- | Name of Entity | Nature of Relationship |
|-----------------------|---|
| Vijay Anand Jhanwar | Managing Director w.e.f. 7 April 2012 |
| Prashant Kumar Mohita | Whole Time Director w.e.f. 26 August 2013 |
| Arjun Kumar Choudhary | Director resigned w.e.f. 19 September 2023 |
| Praveen Somani | Whole Time Director w.e.f. 07 September 2021 |
| Pranod Kumar Vaswani | Independent Director w.e.f. 19 December 2023 |
| Sumit Deb | Independent Director w.e.f. 19 December 2023 |
| Prerna Verma | Chief Financial Officer w.e.f. 19 December 2023 |
| Priya Namdeo | Company Secretary w.e.f. 1 December 2023 |
| Sangeeta Mohita | Independent Director w.e.f. 10 November 2023 |

- b** Holding Company
- | Name of Entity | Nature of Relationship |
|--------------------------------------|--------------------------|
| Gopal Sponge & Power Private Limited | Holding Company |
| Karti Ispat Private Limited | Holding Company |
| V. A. Transport Private Limited | Ultimate Holding Company |
- c** Related Enterprises where interest of the group company/directors exists (Others)
- | Name of Entity/Person | Nature of Relationship |
|-------------------------------|-------------------------------|
| Dnyta Jhanwar | Spouse of Vijay Anand Jhanwar |
| Vraj Metaliks Private Limited | Associate company |

Bhimaswar Commercial Private Limited
 Ultra Ispat Private Limited
 Vraj Commercial Private Limited
 MVK Industries Private Limited

II Details of transactions with Related Party during the year other than reimbursement

| Particulars | For Quarter ended June 30, 2023 | | | Year ended March 31, 2023 | | | Year ended March 31, 2022 | | | Year ended March 31, 2021 | | |
|---|---------------------------------|-------------|--------|---------------------------|-------------|--------|---------------------------|-------------|--------|---------------------------|-------------|--------|
| | KMP | Holding Co. | Others | KMP | Holding Co. | Others | KMP | Holding Co. | Others | KMP | Holding Co. | Others |
| a Sale | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | 24.22 | - | - | 158.80 | - | - | 271.17 | - | - | 253.22 | - |
| Vraj Commercial Private Limited | - | - | 0.65 | - | - | 0.42 | - | - | - | - | - | - |
| b Plant, Property & Equipment Purchased | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | - | - | - | - | - | - | 8.35 | - | - | - | - |
| c Raw Materials & Consumables, etc purchased | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | 2.55 | - | - | 474.08 | - | - | 120.92 | - | - | 105.22 | - |
| d Rent Paid | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | 0.03 | - | - | 0.12 | - | - | 0.12 | - | - | 0.12 | - |
| e Salary/ Directors Remuneration paid | | | | | | | | | | | | |
| Vijay Anand Jhanwar | - | - | - | 1.20 | - | - | - | - | - | 8.00 | - | - |
| Prasant Kumar Mohita | 0.17 | - | - | 0.51 | - | - | - | - | - | 0.42 | - | - |
| Praveen Somani | 0.15 | - | - | 0.48 | - | - | - | - | - | 0.28 | - | - |
| Dnyta Jhanwar | 1.20 | - | - | 4.80 | - | - | - | - | - | 2.40 | - | - |



VRAJ IRON AND STEEL LIMITED
Annexure VII

Notes forming part of Restated Consolidated Financial Information

| Particulars | For Quarter ended June 30, 2023 | | | Year ended March 31, 2023 | | | Year ended March 31, 2022 | | | Year ended March 31, 2021 | | |
|---|---------------------------------|-------------|--------|---------------------------|-------------|--------|---------------------------|-------------|--------|---------------------------|-------------|--------|
| | KMP | Holding Co. | Others | KMP | Holding Co. | Others | KMP | Holding Co. | Others | KMP | Holding Co. | Others |
| | | | | | | | | | | | | |
| f Loans / Advances Received | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | - | - | - | - | - | - | 35.00 | - | - | 60.00 | - |
| Kirti Ispat Private Limited | - | - | - | - | - | - | - | - | - | - | 1.60 | - |
| V. A. Transport Private Limited | - | - | - | - | 2.90 | - | - | 8.20 | - | - | 10.80 | - |
| Utkal Ispat Private Limited | - | - | - | - | - | - | - | - | 21.90 | - | 1.50 | - |
| Bhinaswar Commercial Private Limited | - | - | - | - | - | 2.60 | - | - | 12.50 | - | - | 21.80 |
| g Loans / Advances Returned back | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | - | - | - | - | - | - | 72.39 | - | - | 208.96 | - |
| Kirti Ispat Private Limited | - | - | - | - | - | - | - | 3.39 | - | - | 0.32 | - |
| V. A. Transport Private Limited | - | - | - | - | 2.91 | - | - | 16.10 | - | - | 3.53 | - |
| Utkal Ispat Private Limited | - | - | - | - | - | - | - | - | 29.93 | - | - | 20.67 |
| Bhinaswar Commercial Private Limited | - | - | - | - | - | 2.62 | - | - | 20.85 | - | - | 14.96 |
| h Interest paid | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | - | - | - | - | - | - | 2.39 | - | - | 18.93 | - |
| Kirti Ispat Private Limited | - | - | - | - | - | - | - | 0.33 | - | - | 0.23 | - |
| V. A. Transport Private Limited | - | - | - | - | 0.01 | - | - | 1.30 | - | - | 6.60 | - |
| Bhinaswar Commercial Private Limited | - | - | - | - | - | - | - | - | 0.85 | - | - | 0.48 |
| Utkal Ispat Private Limited | - | - | - | - | - | - | - | - | 2.33 | - | - | 2.57 |
| i Loans / Advances Given | | | | | | | | | | | | |
| Vraj Commercial Private Limited | - | - | - | - | - | - | 310.00 | - | - | - | - | - |
| Praveen Somani | 0.50 | - | - | 0.50 | - | - | - | 0.50 | - | - | - | - |
| j Loans / Advances Received Back | | | | | | | | | | | | |
| Vraj Commercial Private Limited | - | - | 215.13 | - | - | 1.13 | - | - | - | - | - | - |
| k Interest earned | | | | | | | | | | | | |
| Vraj Commercial Private Limited | - | - | 6.16 | - | - | 11.25 | - | - | - | - | - | - |
| l Guarantee availed | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | 808.50 | - | - | 808.50 | - | - | 775.00 | - | - | 65.00 | - |
| Prasant Kumar Mohla | 808.50 | - | - | 808.50 | - | - | - | - | - | 65.00 | - | - |
| Vijay Anand Jhanwar | 811.33 | - | - | 811.33 | - | - | - | 790.99 | - | 80.99 | - | - |



VRAJ IRON AND STEEL LIMITED
Annexure VII

Notes forming part of Restated Consolidated Financial Information

| Particulars | For Quarter ended June 30, 2023 | | | Year ended March 31, 2023 | | | Year ended March 31, 2022 | | | Year ended March 31, 2021 | | |
|--|---------------------------------|-------------|--------|---------------------------|-------------|--------|---------------------------|-------------|--------|---------------------------|-------------|--------|
| | KMP | Holding Co. | Others | KMP | Holding Co. | Others | KMP | Holding Co. | Others | KMP | Holding Co. | Others |
| m Guarantee provided Vraj Metals Private Limited | - | - | 250.00 | - | - | 250.00 | - | - | 250.00 | - | - | 100.00 |
| n Share allotment received during the year MVK Industries Private Limited | - | - | - | - | - | - | - | - | - | - | - | 3.93 |
| III Outstanding as at Balance Sheet Date : | | | | | | | | | | | | |
| a Advances Given | | | | | | | | | | | | |
| Vraj Commercial Private Limited | - | - | 111.16 | - | - | 320.13 | - | - | - | - | - | - |
| Praveen Sorani | 0.50 | - | - | 0.50 | - | - | 0.50 | - | - | - | - | - |
| b Borrowings | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | - | - | - | - | - | - | - | - | - | - | - |
| Karti Japat Private Limited | - | - | - | - | - | - | - | - | - | - | - | - |
| V. A. Transport Private Limited | - | - | - | - | - | - | - | - | - | - | - | 3.06 |
| Bhimsagar Commercial Private Limited | - | - | - | - | - | - | - | - | - | - | - | 6.50 |
| Udhal Japat Private Limited | - | - | - | - | - | - | - | - | - | - | - | 7.50 |
| c Payable as at year end | | | | | | | | | | | | |
| Vraj Metals Private Limited | - | - | 0.95 | - | - | - | - | - | - | - | - | - |
| Prashant Kumar Mohla | 0.06 | - | - | - | - | - | - | - | - | - | - | - |
| Divya Jhanwar | 0.28 | - | - | - | - | - | - | - | - | - | - | - |
| Praveen Sorani | 0.05 | - | - | 0.04 | - | - | - | - | - | - | - | - |
| d Receivables at Year end | | | | | | | | | | | | |
| Gopal Sponge & Power Private Limited | - | 9.08 | - | - | - | - | - | - | - | - | - | - |
| e Investments at year end made in | | | | | | | | | | | | |
| MVK Industries Private Limited | - | - | 3.96 | - | - | 3.96 | - | - | 3.93 | - | - | 3.93 |



VRAJ IRON AND STEEL LIMITED
Annexure VII
Notes forming part of Restated Consolidated Financial Information

₹ in Millions

41 Employee Benefits- Defined Obligation
a Defined Contribution
Expenses recognised in the Restated Statement of Profit & Loss

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|----------------|--------------------------------|------------------------------|---------------------------------|------------------------------|
| Provident Fund | 0.57 | 3.16 | 2.67 | 2.38 |
| ESIC | 0.22 | 1.30 | 1.08 | 0.85 |

b Defined Benefit
Gratuity

The group has a defined benefit gratuity plan. Every employee who has completed five years or more of service is entitled to Gratuity on terms not less favourable than the provisions of The Payment of Gratuity Act, 1972. Though the scheme is not yet funded with an insurance company.

The following tables summarise the components of net benefit expense recognised in the Restated Statement of Profit and Loss and the funded status and amounts recognised in the balance sheet for the Post-retirement benefit plan i.e. Gratuity.

I Expenses recognised in the Restated Statement of Profit & Loss

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|----------------------------------|--------------------------------|------------------------------|---------------------------------|------------------------------|
| 1 Current Service Cost | - | 1.84 | 1.63 | 1.09 |
| 2 Past Service Cost | - | - | - | - |
| 3 Interest Cost | - | 0.41 | 0.28 | 0.20 |
| 4 Expected Return on plan assets | - | - | - | - |
| Total | - | 2.25 | 1.92 | 1.29 |

II Expenses recognised in Restated OCI

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|------------------------------|---------------------------------|------------------------------|
| 1 Remeasurement due to financial assumptions | - | 0.06 | 0.06 | 0.17 |
| 2 Remeasurements due to experience adjustments | - | (0.81) | (0.29) | (0.18) |
| 3 Actuarial (Gains) / Losses | - | - | - | - |
| Total | - | (744746) | (234001) | (15148) |

III Net Asset / (Liability) recognised in the Restated Asset & Liabilities

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|--------------------------------|------------------------------|---------------------------------|------------------------------|
| 1 Present Value of Defined Benefit Obligation | 7.29 | 7.29 | 5.79 | 4.10 |
| 2 Fair Value of Plan Assets | - | - | - | - |
| 3 Net Asset / (Liability) | 7.29 | 7.29 | 5.79 | 4.10 |

IV Change in Obligation during the Period/year

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|------------------------------|---------------------------------|------------------------------|
| 1 Present Value of Defined Benefit Obligation at the beginning of the Period/year | 7.29 | 5.79 | 4.10 | 2.83 |
| 2 Current Service Cost / Plan amendments | - | 1.84 | 1.63 | 1.09 |
| 3 Interest Cost | - | 0.41 | 0.28 | 0.20 |
| 4 Benefits Paid | - | - | - | - |
| 5 Actuarial (Gains) / Losses | - | - | - | - |
| Arising from changes in experience | - | (0.81) | (0.29) | (0.18) |
| Arising from changes in demographic assumptions | - | - | - | - |
| Arising from changes in financial assumptions | - | 0.06 | 0.06 | 0.17 |
| 6 Present Value of Defined Benefit Obligation at the end of the Period/Year | 7.29 | 7.29 | 5.79 | 4.10 |



VRAJ IRON AND STEEL LIMITED
Annexure VII
Notes forming part of Restated Consolidated Financial Information

₹ in Millions

V Change in the Fair Value of Plan Assets during the year/ period

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|------------------------------|---------------------------------|------------------------------|
| 1 Plan assets at the beginning of the year/ period | - | - | - | - |
| 2 Expected return on plan assets | - | - | - | - |
| 3 Contribution by employer | - | - | - | - |
| 4 Actual Benefits Paid | - | - | - | - |
| 5 Actuarial Gains / (Losses) | - | - | - | - |
| 6 Plan assets at the end of the year/ period | - | - | - | - |
| 7 Actual return on Plan Assets | - | - | - | - |

VI The major categories of plan assets as a percentage of the fair value of total plan assets
 The Provision is not funded yet

VII Actuarial Assumptions

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|------------------------------|---------------------------------|------------------------------|
| 1 Discount Rate | 7.30% | 7.30% | 7.10% | 6.90% |
| 2 Expected rate of return on plan assets | NA | NA | NA | NA |
| 4 Salary escalation | 6.00% | 6.00% | 6.00% | 6.00% |
| 5 Mortality Table | IAM (2012-14) Table Ultimate | | | |
| 6 Disability Rate | 5% of Mortality Rate | 5% of Mortality Rate | 5% of Mortality Rate | 5% of Mortality Rate |
| 7 Retirement Age | 60 years | 60 years | 60 years | 60 years |
| 8 Average Future Service | 21.14 | 21.14 | 22.12 | 22.12 |

VIII The estimates of future salary increases considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market
IX Maturity profile of the defined benefit obligation

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|------------------------------|---------------------------------|------------------------------|
| Expected benefit payments for the year/ period ending: | | | | |
| <1 year | 0.51 | 0.51 | 0.47 | 0.37 |
| 1-5 years | 0.71 | 0.71 | 0.48 | 0.20 |
| 6-9 years | 0.73 | 0.73 | 0.83 | 0.64 |
| 10 years | 0.23 | 0.23 | 0.64 | 0.11 |

X The basis of various assumptions used in actuarial valuations and their quantitative sensitivity analysis is as shown below:

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|-------------------------------|--------------------------------|------------------------------|---------------------------------|------------------------------|
| Liability under Base Scenario | 7.29 | 7.29 | 5.79 | 4.10 |
| Assumptions | | | | |
| Discount Rate | | | | |
| Up by 1 % | 6.65 | 6.65 | 5.27 | 3.74 |
| Down by 1% | 8.09 | 8.09 | 6.42 | 4.55 |
| Mortality Rate | | | | |
| Up by 10 % | 7.30 | 7.30 | 5.79 | 4.11 |
| Down by 10% | 7.29 | 7.29 | 5.78 | 4.10 |
| Salary Escalation | | | | |
| Up by 1 % | 8.12 | 8.12 | 6.45 | 4.57 |
| Down by 1% | 6.61 | 6.61 | 5.24 | 3.72 |
| Withdrawal Rate | | | | |
| Up by 1 % | 7.29 | 7.29 | 5.78 | 4.11 |
| Down by 1% | 7.32 | 7.32 | 5.82 | 4.12 |



VRAJ IRON AND STEEL LIMITED**Annexure VII****Notes forming part of Restated Consolidated Financial Information**

₹ in Millions

42 Lease Disclosure**a As Lessor:**

Company has not given any assets under any lease arrangement.

b As Lessee:

At inception of contract, company assesses whether the contract contains lease or not, ie it contains the right to control the use of any specific asset for a specific period of time in exchange of consideration.

Holding Company recognises Right to Use assets and Lease liabilities at the inception of lease agreement. The right of use (ROU) is measured at cost which comprises of the initial amount of lease liability adjusted for any lease payments made at or after commencement date. The Right of use is subsequently amortised at straight line basis over the term of the lease.

Lease liability is initially measured at the present value of the lease payments that are not paid at commencement date, discounted using the company's incremental borrowing rate.

Company has elected not to recognise lease of less than 12 months and also of cases wherein monthly lease payment is of less than ₹ 0.01 million.

Incremental borrowing rate applied to lease liability is 10%.

c Amount recognised in Restated Statement of Profit & Loss

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|--------------------------------|---------------------------------|---------------------------------|---------------------------------|
| Interest Expense on Leases | 0.39 | 1.57 | 1.57 | 1.57 |
| Depreciation on Right of use of Assets | 0.10 | 0.41 | 0.41 | 0.41 |
| Total | 0.50 | 1.99 | 1.99 | 1.99 |

d Details of movement in Right of Use Of Assets

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|-------------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Opening Balance | 33.06 | 33.47 | 33.88 | 34.30 |
| Addition during the year/Period | - | - | - | - |
| Deletion during the year/Period | - | - | - | - |
| Depreciation during the year/Period | (0.10) | (0.41) | (0.41) | (0.41) |
| Closing Balance | 32.95 | 33.06 | 33.47 | 33.88 |

e Details of movement in Lease Liability

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|----------------------------------|------------------------|-------------------------|-------------------------|-------------------------|
| Opening Balance | 15.72 | 15.72 | 15.72 | 15.72 |
| Addition during the year/Period | - | - | - | - |
| Payments during the year/Period | (0.39) | (1.57) | (1.57) | (1.57) |
| Finance Cost for the year/Period | 0.39 | 1.57 | 1.57 | 1.57 |
| Closing Balance | 15.72 | 15.72 | 15.72 | 15.72 |



VRAJ IRON AND STEEL LIMITED
Annexure VII

Notes forming part of Restated Consolidated Financial Information

₹ in Millions

| 43 | Financial Ratios | | Quarter ended June 30, 2023 | | Year ended March 31, 2023 | | Year ended March 31, 2022 | | Year ended March 31, 2021 | | |
|----|----------------------------------|-------------------------------|---------------------------------------|-------|------------------------------------|-------|------------------------------------|-------|------------------------------------|-------|------------------------------------|
| | Particulars | Numerator | Denominator | Ratio | % age change over preceding period | Ratio | % age change over preceding period | Ratio | % age change over preceding period | Ratio | % age change over preceding period |
| a | Current Ratio | Current Assets | Current Liabilities | 3.85 | 33.68% | 2.88 | 66.24% | 1.73 | 42.16% | 1.22 | (4.81%) |
| b | Debt-Equity Ratio | Total Debt | Shareholders' Equity | 0.11 | (39.68%) | 0.17 | (65.62%) | 0.51 | (38.40%) | 0.83 | (31.97%) |
| c | Debt Service Coverage Ratio | PBT + Depreciation + Interest | Non Current / Current Term Borrowings | 9.53 | 42.56% | 6.68 | 70.39% | 3.92 | 80.53% | 2.17 | 41.70% |
| d | Return on Equity | Profit after Tax | Avg. Shareholder's Equity | 0.44 | (7.53%) | 0.48 | 19.31% | 0.40 | 4.05% | 0.38 | 45.28% |
| e | Inventory Turnover Ratio | Revenue from Operations | Average Inventory | 13.02 | (19.68%) | 16.21 | 6.50% | 15.22 | 21.34% | 12.54 | 58.60% |
| f | Trade Receivables Turnover Ratio | Revenue from Operations | Average Trade Receivables | 44.48 | 6.66% | 41.70 | (5.22%) | 44.00 | (10.41%) | 49.11 | 49.10% |
| g | Trade Payables Turnover Ratio | Purchases | Average Trade Payables | 23.11 | (24.93%) | 30.78 | 13.61% | 27.10 | 136.53% | 11.46 | 33.09% |
| h | Net Capital Turnover Ratio | Revenue from Operations | Average Working Capital | 5.67 | (43.77%) | 10.08 | (52.74%) | 21.34 | (70.70%) | 72.82 | 187.62% |
| i | Net Profit Ratio | Profit after Tax | Revenue from Operations | 0.15 | 47.61% | 0.10 | 51.04% | 0.07 | 83.47% | 0.04 | (26.91%) |
| j | Return on Capital Employed | EBIT | Capital Employed | 0.54 | 11.25% | 0.49 | 29.95% | 0.38 | 36.23% | 0.28 | 161.53% |
| k | Return on Investment | Income from investments | Average Investments | 0.00 | 0.00% | 0.00 | 0.00% | 0.00 | 0.00% | 0.00 | 0.00% |

ii Value of Numerator & Denominator

| Particulars | Quarter ended June 30, 2023 | | Year ended March 31, 2023 | | Year ended March 31, 2022 | | Year ended March 31, 2021 | |
|-------------|--|----------|---------------------------|----------|---------------------------|---|---------------------------|---|
| | Value | % | Value | % | Value | % | Value | % |
| a | Current Assets | 1,048.74 | 1,094.39 | 728.96 | 444.78 | | | |
| b | Current Liabilities | 272.38 | 379.95 | 420.72 | 364.94 | | | |
| c | Total Debt | 165.32 | 245.55 | 440.86 | 473.53 | | | |
| d | Shareholders Equity | 1,568.42 | 1,405.08 | 867.32 | 573.88 | | | |
| e | EBIT | 237.47 | 813.14 | 496.61 | 291.00 | | | |
| f | Finance Cost + Repayments of Non Current / Current Term Borrowings | 99.70 | 121.67 | 126.61 | 133.93 | | | |
| g | Revenue from Operations | 1,056.78 | 5,156.71 | 4,140.43 | 2,907.06 | | | |
| h | Profit after Tax | 163.34 | 539.97 | 287.04 | 109.85 | | | |
| i | Average Inventory | 324.76 | 318.20 | 272.11 | 231.83 | | | |
| j | Average Trade Receivables | 95.03 | 123.65 | 94.10 | 59.19 | | | |
| k | Average Trade Payables | 105.42 | 106.98 | 99.33 | 154.05 | | | |
| l | Purchases | 609.02 | 3,293.45 | 2,691.49 | 1,764.83 | | | |
| m | Income from investments | - | - | - | - | | | |
| n | Capital Employed | 1,743.52 | 1,660.36 | 1,317.71 | 1,051.87 | | | |
| o | Average Investments | 164.59 | 148.00 | 126.98 | 117.71 | | | |
| p | Working Capital | 776.36 | 714.43 | 308.24 | 79.84 | | | |
| q | Average Working Capital | 745.40 | 511.34 | 194.04 | 39.92 | | | |
| r | Average Shareholders Equity | 1,486.75 | 1,136.20 | 720.60 | 286.94 | | | |



VRAJ IRON AND STEEL LIMITED
Annexure VII

Notes forming part of Restated Consolidated Financial Information

₹ in Millions

iii Explanation for change in Ratios for the various period ended (if more than 25%)

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|------------------------------------|--|--|--|--|
| a Current Ratio | Due to substantial decrease in Current Liability | Due to substantial increase in Current Assets | Due to substantial increase in Current Assets | N.A. |
| b Debt-Equity Ratio | Due to decrease in debts and increase in profit | Due to decrease in debts and increase in profit | Due to decrease in debts and increase in profit | Due to decrease in debts and increase in profit |
| c Debt Service Coverage Ratio | Due to decrease in debts and increase in profit | Due to decrease in debts and increase in profit | Due to decrease in debts and increase in profit | Due to decrease in debts and increase in profit |
| d Return on Equity | N.A. | N.A. | N.A. | Due to substantial increase in profit |
| e Inventory Turnover Ratio | N.A. | N.A. | N.A. | Due To substantial increase in revenue from operation. |
| f Trade Receivables Turnover Ratio | N.A. | N.A. | N.A. | Due To substantial increase in revenue from operation. |
| g Trade Payables Turnover Ratio | N.A. | N.A. | Due to Substantial increase in purchase & decrease in trade payable. | Due to Substantial increase in purchase & decrease in trade payable. |
| h Net Capital Turnover Ratio | Due to substantial decrease in sale & increase in working capital. | Due to substantial decrease in sale & increase in working capital. | Due to substantial decrease in sale & increase in working capital. | Due to substantial increase in sale & decrease in working capital |
| i Net Profit Ratio | Due to substantial increase in profit | Due to substantial increase in profit | Due to substantial increase in profit | Due to substantial increase in sale |
| j Return on Capital Employed | N.A. | Due to substantial increase in profit | Due to substantial increase in profit | Due to substantial increase in profit |



Notes forming part of Restated Consolidated Financial Information

₹ in Millions

44 Additional information in respect of Restated Consolidated Financial information as at & for the year ended March 31, 2021

| Name of the Entity | Net Assets, i.e. total assets - total liability | | Share in Profit and Loss | | Share in Other Comprehensive Income | | Share in Total Comprehensive Income | |
|---|---|---------------------------------|--------------------------|-------------------------------------|-------------------------------------|------------------------------------|-------------------------------------|------------------------------------|
| | Amount | As % of Consolidated Net Assets | Amount | As % of Consolidated Profit or Loss | Amount | As % of Other Comprehensive Income | Amount | As % of Total Comprehensive Income |
| Indian Parent | | | | | | | | |
| 1. Vraj Iron and Steel Limited | 556.95 | 97.05% | 95.41 | 86.86% | 0.73 | (7.15%) | 96.14 | 96.45% |
| Adjustment arising out of consolidation | (100.94) | (17.59%) | (0.01) | (0.01%) | (10.94) | 107.62% | (10.95) | (10.99%) |
| Indian Associates (Investments as per the equity method) | | | | | | | | |
| 1. Vraj Metaliks Private Limited | 117.86 | 20.54% | 14.45 | 13.15% | 0.05 | (0.47%) | 14.49 | 14.54% |
| Consolidated Net Asset/ Profit after Tax/ Comprehensive Income | 573.88 | 100.00% | 109.85 | 100.00% | (10.17) | 100.00% | 99.68 | 100.00% |

Additional information in respect of Restated Consolidated Financial information as at & for the year ended March 31, 2022

| Name of the Entity | Net Assets, i.e. total assets - total liability | | Share in Profit and Loss | | Share in Other Comprehensive Income | | Share in Total Comprehensive Income | |
|---|---|---------------------------------|--------------------------|-------------------------------------|-------------------------------------|------------------------------------|-------------------------------------|------------------------------------|
| | Amount | As % of Consolidated Net Assets | Amount | As % of Consolidated Profit or Loss | Amount | As % of Other Comprehensive Income | Amount | As % of Total Comprehensive Income |
| Indian Parent | | | | | | | | |
| 1. Vraj Iron and Steel Limited | 833.24 | 96.07% | 273.62 | 95.32% | 2.67 | 41.70% | 276.29 | 94.15% |
| Adjustment arising out of consolidation | (107.02) | (11.76%) | 0.01 | 0.00% | 3.68 | 57.53% | 3.69 | 1.26% |
| Indian Associates (Investments as per the equity method) | | | | | | | | |
| 1. Vraj Metaliks Private Limited | 136.10 | 15.69% | 13.42 | 4.68% | 0.05 | 0.77% | 13.47 | 4.59% |
| Consolidated Net Asset/ Profit after Tax/ Comprehensive Income | 867.32 | 100.00% | 287.04 | 100.00% | 6.40 | 100.00% | 293.45 | 100.00% |

Additional information in respect of Restated Consolidated Financial information as at & for the year ended March 31, 2023

| Name of the Entity | Net Assets, i.e. total assets - total liability | | Share in Profit and Loss | | Share in Other Comprehensive Income | | Share in Total Comprehensive Income | |
|---|---|---------------------------------|--------------------------|-------------------------------------|-------------------------------------|------------------------------------|-------------------------------------|------------------------------------|
| | Amount | As % of Consolidated Net Assets | Amount | As % of Consolidated Profit or Loss | Amount | As % of Other Comprehensive Income | Amount | As % of Total Comprehensive Income |
| Indian Parent | | | | | | | | |
| 1. Vraj Iron and Steel Limited | 1,346.07 | 95.80% | 511.11 | 94.65% | 1.72 | (77.59%) | 512.83 | 95.36% |
| Adjustment arising out of consolidation | (100.88) | (7.18%) | - | 0.00% | (3.84) | - | (3.84) | (0.71%) |
| Indian Associates (Investments as per the equity method) | | | | | | | | |
| 1. Vraj Metaliks Private Limited | 159.90 | 11.38% | 28.86 | 5.35% | (4.08) | 3.77% | 28.78 | 5.35% |
| Consolidated Net Asset/ Profit after Tax/ Comprehensive Income | 1,405.08 | 100.00% | 539.97 | 100.00% | (2.21) | (73.82%) | 537.76 | 100.00% |

Additional information in respect of Restated Consolidated Financial information as at & for the quarter ended June 30, 2023

| Name of the Entity | Net Assets, i.e. total assets - total liability | | Share in Profit and Loss | | Share in Other Comprehensive Income | | Share in Total Comprehensive Income | |
|---|---|---------------------------------|--------------------------|-------------------------------------|-------------------------------------|------------------------------------|-------------------------------------|------------------------------------|
| | Amount | As % of Consolidated Net Assets | Amount | As % of Consolidated Profit or Loss | Amount | As % of Other Comprehensive Income | Amount | As % of Total Comprehensive Income |
| Indian Parent | | | | | | | | |
| 1. Vraj Iron and Steel Limited | 1,500.04 | 95.64% | 153.97 | 94.27% | - | - | 153.97 | 94.27% |
| Adjustment arising out of consolidation | (100.90) | (6.43%) | (0.02) | (0.01%) | - | - | (0.02) | (0.01%) |
| Indian Associates (Investments as per the equity method) | | | | | | | | |
| 1. Vraj Metaliks Private Limited | 169.29 | 10.79% | 9.38 | 5.75% | - | - | 9.38 | 5.75% |
| Consolidated Net Asset/ Profit after Tax/ Comprehensive Income | 1,568.42 | 100.00% | 163.34 | 100.00% | - | - | 163.34 | 100.00% |



VRAJ IRON AND STEEL LIMITED
Annexure VII
Notes forming part of Restated Consolidated Financial Information

₹ in Millions

45 Disclosure for dues to Micro & Small Enterprises

Amount due to micro and small enterprises as defined in the "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information available with the entity. The disclosures relating to micro and small enterprises is as below:

| Particulars | As at June 30, 2023 | As at March 31, 2023 | As at March 31, 2022 | As at March 31, 2021 |
|--|---------------------|----------------------|----------------------|----------------------|
| a Principal amount remaining unpaid to any supplier at the year/Period end | 0.35 | 2.38 | 0.11 | 0.39 |
| b Interest on (a) above, remaining unpaid to any supplier at the year/Period end | - | - | - | - |
| c The amount of principal paid beyond the appointed date | - | - | - | - |
| d The amount of interest paid beyond the appointed date | - | - | - | - |
| e Amount of interest due and payable on delayed payments | - | - | - | - |
| f Amount of interest accrued and remaining unpaid as at year/Period end | - | - | - | - |
| g The amount of further interest due and payable even in the succeeding years | - | - | - | - |

46 Disclosure of CSR Expenses

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|--|-----------------------------|---------------------------|---------------------------|---------------------------|
| CSR Expenses | | | | |
| Amount required to be spent during the year/Period | 8.09 | 3.99 | 2.59 | 2.54 |
| Expenditure incurred during the year/Period | 0.50 | 2.70 | 1.65 | 0.79 |
| Shortfall/Excess Spending | 7.59 | 1.29 | 0.94 | 1.75 |
| Provision for CSR Expenses Payable/ Shortfall | | | | |
| Opening | 1.29 | 0.94 | 1.75 | - |
| Add Current | 7.59 | 1.29 | 0.94 | 1.75 |
| Less Payment u/s. 135(5) of Companies Act | - | 0.94 | 1.75 | - |
| Closing | 8.88 | 1.29 | 0.94 | 1.75 |

Reasons for Shortfall Holding Company was unable to identify any other eligible CSR activities during the concerned period but is committed to transfer shortfall amount to the fund specified under Schedule VII as per proviso to section 135(5) within due time.

47 Contingent Liability

| Particulars | Quarter ended June 30, 2023 | Year ended March 31, 2023 | Year ended March 31, 2022 | Year ended March 31, 2021 |
|---|-----------------------------|---------------------------|---------------------------|---------------------------|
| a Demand has been raised for VAT against the holding Company for the F.Y.2016-17 under Chhattisgarh Value Added Tax Act, 2005 against which Company has filed Appeal before The Appellate Additional Commissioner, Commercial Tax, Raipur (C.G.). Company has paid ₹ 0.04 million as predeposit against the demand | - | 0.28 | 0.28 | - |
| b Demand has been raised for Entry Tax against the holding Company for the F.Y.2017-18 under Chhattisgarh Value Added Tax Act, 2005 against which Company has filed Appeal before The Appellate Additional Commissioner, Commercial Tax, Raipur (C.G.). The liability being disputed and contingent, hence has not been provided for in the account. The company has paid ₹ 0.06 million as predeposit against the demand | - | 0.42 | - | - |
| c Demand has been raised for VAT against the holding Company for the F.Y.2017-18 under Chhattisgarh Value Added Tax Act, 2005 against which Company has filed Appeal before The Appellate Additional Commissioner, Commercial Tax, Raipur (C.G.) The liability being disputed and contingent, hence has not been provided for in the accounts. The company has paid ₹ 0.00 million (₹ 2800/-) as predeposit against the demand | - | 0.02 | - | - |
| d Demand has been raised for Income Tax against the Company for the F.Y.2017-18 under Income Tax Act, 1961 against which Company has filed Appeal before The Commissioner of Income Tax (Appeal). The liability being disputed and contingent, hence has not been provided for in the accounts. The company has paid ₹ 0.20 million as predeposit against the demand | 1.00 | 1.00 | - | - |
| e Demand has been raised for VAT against the holding Company for the F.Y.2015-16 under Chhattisgarh Value Added Tax Act, 2005 against which Company has filed Appeal before The Appellate Additional Commissioner, Commercial Tax, Raipur (C.G.) The liability being disputed and contingent, hence has not been provided for in the accounts. The company has paid ₹ 0.03 million as predeposit against the demand | - | - | 0.21 | 0.21 |
| f Demand for Entry Tax against the holding Company for the F.Y.2015-16 under Chhattisgarh Value Added Tax Act, 2005 against which Company has filed Appeal before The Appellate Additional Commissioner, Commercial Tax, Raipur (C.G.) The liability being disputed and contingent, hence has not been provided for in the accounts. The company has paid ₹ 0.07 million as predeposit against the demand | - | - | 0.45 | 0.45 |
| g Demand has been raised for Income Tax against the holding Company for the F.Y.2012-13 under Income Tax Act, 1961 against which Company has filed Appeal before The Commissioner of Income Tax (Appeal). The liability being disputed and contingent, hence has not been provided for in the accounts. Company has paid ₹ 2.05 million as predeposit against the demand | 10.09 | - | - | - |
| h Two times penalty on Water Charges payable since 01/05/2005 due to non registration with Water Resources Sub-division, Bilaspur | 1.98 | 1.98 | 1.79 | 1.55 |
| i Corporate Guarantee provided to Vraj Metaliks Private Limited | 250.00 | 250.00 | 250.00 | 100.00 |
| j Energy Development Cess since Nov 2011 to June 2023 | 23.95 | - | - | - |
| k Demand of Electricity Duty since 28-12-14 to Mar 2018 | 35.81 | - | - | - |
| l LC/ BG issued for our benefit to SECL, NMDC, CFCB | 82.04 | 173.90 | 41.87 | 140.00 |



VRAJ IRON AND STEEL LIMITED

Annexure VII

Notes forming part of Restated Consolidated Financial Information

₹ in Millions

48 Segment Reporting

The Group has considered business segments as the primary segment for disclosure. The holding company and associate company are engaged in the manufacturing & trading of Iron and Steel & Power, which in the context of accounting standard by the Institute of Chartered Accountant of India is considered the only business segment.

The Group sells its products within India. The conditions prevailing in India being uniform, no corporate geographical segment disclosure is considered necessary.

49 Capital Commitment

| Particulars | Quarter ended June | Year ended | Year ended | Year ended March |
|--|--------------------|----------------|----------------|------------------|
| | 30, 2023 | March 31, 2023 | March 31, 2022 | 31, 2021 |
| Estimated amount of contracts remaining to be executed on Capital Account and not provided for | 284.70 | - | - | - |
| Investment Commitment not yet fulfilled | - | - | - | - |
| Total | 284.70 | - | - | - |

- 50 The outstanding balance at the year end in respect of Sundry Creditors, Loans and Advances, Deposits and certain Bank Accounts are subject to confirmation / reconciliation from the respective parties and the same have been reckoned in these accounts as per the balances appearing in the books. Any further adjustments arising out of reconciliation will be accounted for as and when such reconciliation is completed. The group however does not expect any material effect in a particular year or in future years.
- 51 The title deeds of all immovable properties are held in the name of the company itself. Further, the company has not carried out revaluation of items of Property, Plant & Equipment during the year and accordingly the disclosure as to whether the revaluation is based on the valuation by a registered valuer is not applicable.
- 52 No proceedings have been initiated or pending against the Holding company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- 53 The Restated consolidated financial information are presented in million and hence the totals in this report may appear to be different from apparent total, but such anomaly is merely due to presentation of figures in million. However figures (in rupees) is tallied with books of accounts.
- 54 The Holding Company does not have any such transaction which is not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- 55 The Holding Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of the security of current assets at any point of time during the year. The quarterly returns/statements filed by the Holding Company with such banks and financial institutions are in agreement with the books of account of the Holding Company.
- 56 The Holding Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- 57 The Holding Company has duly complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- 58 Holding Company was not required to comply with any Compliance with Scheme(s) of Arrangements.
- 59 The Holding Company has not advanced or loaned or invested funds to any other person or entity, including foreign entities with the understanding that the Intermediary shall:
- 1) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or
 - 2) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- 60 There has been default in Repayment of any borrowings by the Holding Company
- 61 The Holding Company has not been declared as wilful defaulter by any bank or financial institutions or other lenders.
- 62 The Holding Company has not received any fund from any person or entity, including foreign entities with the understanding that the Holding Company shall:
- (1) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party or
 - (2) provide any guarantee, security or the like provided to or on behalf of the Ultimate beneficiaries.
- 63 The Holding Company have not traded or invested in Crypto currency or Virtual Currency during the period covered under this report.
- 64 The Holding Company do not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- 65 The comparative figures have been regrouped / reclassified wherever necessary, to make them comparable.
- 66 Additional regulatory information/disclosures as required by general instructions to Division-II of Schedule III to the Companies Act, 2013 are furnished to the extent applicable to the Group Companies.
- 67 The restated financial information for the Financial year / period ended June 30, 2023; March 31, 2023; March 31, 2022 and March 31, 2021 were approved for issue by the Board of Directors on December 23, 2023.

As per our report of even date attached


For AMITABH AGRAWAL AND CO.
CHARTERED ACCOUNTANTS
FIRM REGISTRATION NO: 0066280C



AMITABH AGRAWAL
PARTNER
MEMBERSHIP NO.: 075315




PLACE : RAIPUR
DATE : 23 December 2023

For and on behalf of the Board of Directors of
VRAJ IRON AND STEEL LIMITED
CIN : U27101CT2004PLC016701


VIJAY ANAND JHANWAR
MANAGING DIRECTOR
DIN : 00826183
PLACE : RAIPUR
DATE : 23 December 2023


PRIYA NAMDEO
COMPANY SECRETARY
MEMBERSHIP NO: A0628
PLACE : RAIPUR
DATE : 23 December 2023




PRASANT KUMAR MOHTA
DIRECTOR
DIN : 06668452
PLACE : RAIPUR
DATE : 23 December 2023


SHRIRAM VERMA
CHIEF FINANCIAL OFFICER
PAN : ADIPV4463B
PLACE : RAIPUR
DATE : 23 December 2023

