

CIN: L27200BR1994PLC005961

DIRECTORS' REPORT

Dear Members,

Your directors have the pleasure in presenting the 23rd Annual Report on the business and operations of your company along with the financial statement for the financial year ended **31st March, 2018**.

FINANCIAL SUMMARY OR HIGHLIGHTS/PERFORMANCE OF THE COMPANY:

The financial results for the year ended **31st March, 2018** and the corresponding figure for the last year are as under:

Particulars	2017-2018 (Amount in Rs)	2016-2017 (Amount in Rs)
Turnover	7,39,81,356.50	11,48,30,009.19
Profit before interest ,depreciation & tax	53926569.14	2,36,11,650.16
Less: Finance cost	8,93,670.00	6,85,169.00
Less: Depreciation & Amortization expense	2,02,23,223.15	18,19,218.84
Profit before Tax	3,28,09,675.99	(143,222.68)
Provision for Tax	-	-
Income tax (iv)	-	-
Deferred Tax	7,898,616.00	-
Current Tax	-	-
Profit after Tax	2,49,11,059.99	(143,222.68)

There was no change in the nature of business of the Company during the year 2017-18.

ANNUAL EVALUATION:

The provisions of Annual Evaluation are applicable to the listed companies and every other public company having a paid up share capital of Rupees Twenty five crores or more at the end of the preceding financial year. Pursuant to provisions of companies Act, 2013, schedule IV and clause 49 of the listing agreement, the Board has carried out an Annual Performance Evaluation of its own performance ,the Directors individually as well as the evaluation of the working of its committees. The Individual director's performance was reviewed by the chairman and the chairman and non independent Director Performance was appraised through feedback from independent Director.

STATE OF COMPANY AFFAIRS

The company is presently dealing in manufacture of basic precious and other non ferrous metals. It appears that the demand of your company's product is satisfactory and shall grow with time. The company has incurred profit during the current financial year.

TRANSFER TO RESERVES

Your company has incurred profit during the current financial year. The company has not created any other reserve and as such proposes to transfer the entire profit to the Balance sheet.

DIVIDEND

In view of adjustment of previous loss incurred by the company your directors regret to declare any dividend.

DIRECTORS & KEY MANAGERIAL PERSONS:

The Board of Directors consists of the following 4 (four) Directors as on 31.3.2018.

1. Shri Shiv Kumar Sharma	DIN	02479908
2. Shri Basant Kumar Agrawal	DIN	02480398
3. Smt. Swathi Thatikonda	DIN	07325085
4. Shri Jaybindra Thakur	DIN	05284750

Mr. Shiv Kumar Sharma (DIN: 02479908) retires by rotation from the Board of Directors of the Company at the 23rd Annual General Meeting and being eligible, offer himself for re-appointment. The company has also regularized the appointment of Shri Jaybindra Thakur in the annual general meeting held on 30.9.2017.

The company is in the process of appointment of key Managerial person.

DEPOSIT

The company has neither accepted nor renewed any deposits during the year which are covered by the definition of "deposit" as promulgated in section 2(31) of the companies Act, 2013. But the company has accepted unsecured loan from relative of Director, associate concern & Advance from customer exceeding for more than 365 days, as reported in note 14 "other current liabilities"

SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS

During the year no significant and material orders passed by the regulators or courts or Tribunal Impacting the going concern status and company's operations in future.

In terms of regulation 22(6) of the securities and exchange board of India (Delisting of equity shares) Regulation, 2009; and pursuant to order of the delisting committee of the Bombay stock exchange, the exchange vide public notice dated 24.12.2016 delisted the company for trading w.e.f 13.12.2016. The trading activity remained suspended with Calcutta stock exchange for non compliance of listing requirement. The company is under the process of submission of the entire compliance document with the Calcutta stock exchange, up to 31.3.2018 for the purpose of revocation of suspension or to activate its membership with Calcutta stock exchange.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The company has in place a policy for prevention of sexual harassment in accordance with the requirements of the sexual harassment of women at work place (prevention, prohibition & Redressal) Act, 2013, internal complaints committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. The company did not received any complain during the year 2017-18.

TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

Your company did not have any funds lying unpaid or unclaimed for a period of seven years or more, therefore there were no funds which were required to be transferred to investor education and protection Fund (IEPF).

CHANGES IN SHARE CAPITAL

There was no change in the share capital of the company during the financial year 2017-18.

DETAILS OF SUBSIDIARY /JOINT VENTURES /ASSOCIATE COMPANIES:

As per the extant provisions contained in subsection 3 of section 129 read with rule 5 of Companies (Account) Rules, 2014, a detailed statement containing salient features of Financial Statements of subsidiaries /Associate companies/joint ventures are required to be provided in Form AOC-1. Since, our company is neither having any subsidiaries or associate companies nor has entered in to any joint ventures with any other company, the provision is not applicable.

CORPORATE GOVERNANCE CERTIFICATE:

Corporate Governance- As per circular dated 15-9-2014, issued by SEBI, the provisions of revised clause 49 of the listing agreement relating to corporate governance is not applicable to this company as the paid up capital of the company did not exceed Rs 10 crores and the net worth of the company as on 31.3.2018 did not exceed Rs 25 crores.

AUDIT COMMITTEE:

As per the provisions contained in section 177 read with Rule 6 of companies (Meeting or Board and its powers) Rules ,2014, every listed company or public company having paid up share capital of Rupees Ten Crore or more ,or turnover of Rupees one hundred Crore or more or having aggregate outstanding, borrowings, debentures or deposits exceeding Rupees Fifty Crore or more shall have an audit committee to provide oversight of the financial reporting process, the audit process ,the system of internal control as prevalent in the company and compliance of laws and regulations.

The Audit Committee as on 31st March, 2018 comprises of:

Shri Basant Kumar Agrawal Chairman of the committee
Shri Shiv Kumar Sharma Member
Smt. Swathi Thatikonda Member

During the year 2017-18, 5 (Five) meetings of the Audit Committee were convened, held and concluded on 19th May, 2017, 27th July, 2017,02nd September, 2017,01st November, 2017 and 5th February, 2018.

Attendance of each Director at the Committee meetings held during the year 2017-18 is as follows:

Directors	No. of Committee Meetings during the tenure of the Director	
	Held	Attended
Shri Basant Kumar Agrawal	5	5
Shri Shiv Kumar Sharma	5	5
Smt. Swathi Thatikonda	5	5

All recommendations of Audit Committee were accepted by the Board of Directors of the Company during the year 2017-18.

PARTICULARS OF EMPLOYEES:-

Information on particulars of employees remuneration as per section 197 of the companies Act, 2013, read with Rule 5(2) of the companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is Reported to be Rs- Nil- as there are no employees who are in receipt of remuneration above the prescribed limit of Rs 102 lacs or more during the financial year ending 31.3.2018.

EXTRACT OF ANNUAL RETURN

As per the provisions contained in section 92(3) of the companies Act, 2013 read with Rule 2(1) of Companies (Management and Administration) Rules, 2014, the extract of Annual Return as prescribed in MGT-9 is being attached as annexure-A.

COMPLIANCE OF SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India on Meetings of the Board of Directors and General Meetings.

NUMBER OF MEETINGS OF BOARD OF DIRECTORS

During the financial year 2017-18, Eleven (11) meetings of the Board of Directors were convened, held and concluded on 19th May, 2017, 12th June, 2017, 27th July, 2017, 08th August, 2017, 28th August, 2017, 02nd September, 2017, 30th September, 2017, 01st November, 2017, 04th January, 2018, 05th February, 2018, and 02nd March, 2018 The intervening gap between the two consecutive meetings was within the period prescribed under the Companies Act, 2013.

Attendance of each Director at the Board meetings held during the year 2017-18 is as follows:

Directors	No. of Board Meetings during the tenure of the Director	
	Held	Attended
Shri Shiv Kumar Sharma	11	11
Shri Basant Kumar Agrawal	11	11
Smt. Swathi Thatikonda	11	11
Shri Jaybindra Thakur	9	9

STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The internal control systems of the Company are brought under regular review and evaluation by the Directors. The Company's internal control systems are commensurate with the size and nature of business of the Company, enabling it to safeguard its assets, prevent and detect frauds as well as other irregularities.

The Management is responsible for the Company's internal financial control over financial reporting and the financial reporting process. The Audit Committee reviews the Internal Financial Control over financial reporting to ensure that the accounts of the Company are properly maintained in accordance with the prevailing laws and regulations.

DIRECTORS RESPONSIBILITY STATEMENT

In terms of clause (c) of sub-section (3) of section 134 of the companies Act, 2013, the Directors in their Responsibility statement confirm that –

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (ii) The accounting policies selected and applied are consistent and the judgments and Estimates made are reasonable and prudent so as to give a true and fair view of the State of affairs of the company at the end of the financial year and of the loss of the company for that period;
- (iii) Proper and sufficient care has been taken for maintenance of adequate accounting Records in accordance with the provisions of this Act for safeguarding the assets of the Company; and for preventing and detecting fraud and other irregularities;
- (iv) The annual accounts have been prepared on a going concern basis.
- (v) The Directors have laid down internal financial controls to be followed by the company and the such internal financial controls are adequate and are operating effectively; and
- (vi) That the directors had devised proper systems to ensure compliances with the Provisions of all applicable laws and that such system were adequate and operating Effectively.

INDEPENDENT DIRECTOR:

Provisions contained in section 149(6) of the companies Act, 2013, which deals with independent directors is applicable to every listed or other public company having paid up share capital of rupees Ten crores or more, or turnover of rupees one hundred Crore or more or having aggregate outstanding loans, borrowings, debentures or deposits exceeding Rupees fifty Crore or more .The section contains an exhaustive list of persons who can be appointed as such. The term include any person who, in the opinion of the board, is a person of integrity and possesses relevant expertise and experience, or is not a key Managerial person; or he/she along with his/her family members has no pecuniary interest in the company along with its subsidiaries; or does not hold more than 2% of total voting powers along with his/her relatives etc.

Pursuant to section 149(6) of the companies Act, 2013, Independent Directors of the company namely, Shri Shiv Kumar Sharma Independent Director and Smt. Swathi Thatikonda, Independent Director have made a declaration confirming the compliance of the conditions of the independence stipulated in the aforesaid section.

COMPANY POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION

The Board of Directors had constituted the Nomination and Remuneration Committee pursuant to the provision of Section 178 of the Companies Act, 2013. The Nomination and Remuneration Committee as on 31st March, 2018 comprises of:

Shri Basant Kumar Agrawal	Chairman of the committee
Shri Shiv Kumar Sharma	Member
Smt. Swathi Thatikonda	Member

The Board of Directors of the company has approved the Nomination and Remuneration policy which inter-alia contains appointment criteria, qualifications, positive attributes and independence of Directors, removal, retirement and remuneration of Directors, Key Managerial personnel(KMP) and senior Management personnel of the company.

During the year 2017-18, 1 (One) meetings of the Nomination and Remuneration Committee was convened, held and concluded on 12th June, 2017.

Attendance of each Director at the Committee meetings held during the year 2017-18 is as follows:

Directors	No. of Committee Meetings during the tenure of the Director	
	Held	Attended
Shri Basant Kumar Agrawal	1	1
Shri Shiv Kumar Sharma	1	1
Smt. Swathi Thatikonda	1	1

All recommendations of Nomination and Remuneration Committee were accepted by the Board of Directors of the Company during the year 2017-18.

STATUTORY AUDITORS:

M/s A LOHIA & ASSOCIATES chartered Accountants ,statutory Auditors was , during the 19th annual general meeting held on 30.9.2014 were appointed as auditor for a period of 3 years until the conclusion of 22nd Annual general Meeting to be held in 2017 ,subject to ratification at every Annual General meeting in terms of section 139 of the companies act, 2013. Pursuant to the provision of section 139 of the companies Act, 2013, the tenure of current auditor **M/s A LOHIA & ASSOCIATES** chartered Accountants, statutory Auditor shall come to an end at the conclusion of forthcoming AGM.

AT the 22nd Annual General Meeting of the company M/s- **R.K.D.S & ASSOCIATES** chartered Accountants(Firm Registration Number-309091E) were recommended by the Audit committee and by the board to be appointed as statutory Auditors of the company for a term of five consecutive years ,to hold office from the conclusion of the 22nd Annual general meeting until the conclusion of 27th Annual General meeting of the company to be held in the calendar year 2022, subject to annual ratification by members at every Annual General meeting ,on such remuneration as may be decided by the board.

However with the advent of companies (amendment)Act, 2017; ratification of statutory auditor 's appointment is no more required and so they shall remain as statutory auditor till 27th annual general meeting to be held in the year 2022 with no further ratification.

No fraud has been reported by the Auditors under Section 143(12) of the Companies Act, 2013 to the Audit Committee or the Board of the Company.

QUALIFICATION FROM AUDITORS

Statutory Auditor's Qualification: The statutory auditor of the company, **M/s RKDS & ASSOCIATES**, Chartered Accountants, in its Report dated 27.6.2018 has noted Qualification which requires clarification from the management.

The Company had deviated from the Accounting Standard 15 referred to in Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 since no provision for gratuity had been made during the year under review (refer Note 33)

COMMENT OF THE BOARD TO EACH QUALIFICATION(S), RESERVATION(S), OR ADVERSE REMARKS(S) OF THE AUDITORS ARE GIVEN HEREUNDER:

The Company will follow up the accounting standard 15 as advised by statutory auditors in coming years.

SECRETARIAL AUDITOR AND SECRETARIAL AUDIT REPORT:

As per the provision of section 204(1) read with rule 9 of companies (Appointment and Remuneration of Managerial personnel), Rules, 2014, the Board has re-appointed **Subodh Prasad**, Company Secretary in whole time practice (C.P.No. 3226) to conduct Secretarial Audit for the financial year 2017-18 The Secretarial Audit Report as submitted by Subodh Prasad, Company Secretaries for the financial year 2017-18 is annexed herewith as Annexure-'B'.

COMMENT OF THE BOARD TO EACH QUALIFICATION (S), RESERVATION(S), OR ADVERSE REMARKS(S) OF THE SECRETARIAL AUDITORS ARE GIVEN HEREUNDER:

1. As regards the company has partially complied with the requirement of listing clauses; the company is in search of suitable candidate compliance officer. Further the company is under process of submission of the entire compliance document with the Calcutta stock exchange up to 31.3.2018 for the purpose of revocation of suspension or to activate its membership with Calcutta stock exchange.
2. As regards the company has no chief Managerial personnel, in the company after the resignation of Shri Sanjay Gupta from the Managing Director of the company and Shri Siddhartha Gupta as CFO W.E.F 29.11.2016, the company is in search of suitable candidate for appointment.

LOANS, GUARANTEES AND INVESTMENTS GIVEN OR ACCEPTED BY THE COMPANY UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

Loans, guarantees and investments covered under section 186 of the companies Act, 2013 form part of the notes to the financial statements provided in the audited financial statement.

RELATED PARTY TRANSACTION:

All contracts and arrangements with related parties under section 188(1) of the Act, entered by the company during the financial year, were in the ordinary course of business and on an arm's length basis. A detailed report on contract & arrangement made during the financial year 2017-2018 being arm's length transactions have been reported in the financial statement. There was no transaction with the related parties during the year.

MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND ON THE DATE OF THE REPORT:

No Material changes or commitments have either occurred or are foreseen by the company which may affect the financial position of the company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The details of conservation of energy, technology absorption and foreign exchange earnings and out go are as follows:

A	Power & Fuel Consumption		Furnace Unit	Rolling Unit
1 (a)	Electricity Purchased		-	29,56,960.00
	Total Amount (in `)		-	1,84,41,065.02
	Rate / Unit (in `)		-	6.24
1(b)	Own Generation			
	Unit		Not Applicable	Not Applicable
	Unit per Liter of Diesel Oil		Not Applicable	Not Applicable
	Cost / Unit (in `)		Not Applicable	Not Applicable
1(c)	Consumption per Unit of Production	Standard if any	Furnace Unit	Rolling Unit
	Unit	MT	-	20,359.065
	Electricity	Units	-	29,56,960.00
	Electricity Consumed Per MT	Units	-	145.24
	Furnace Oil	MT	Not Applicable	Not Applicable
	Furnace Oil Consumed Per MT	Units	Not Applicable	Not Applicable
	Coal	MT	Not Applicable	2,376.010
	Coal Consumed Per MT	MT	Not Applicable	0.116

CONSERVATION OF ENERGY

The company is presently dealing in manufacture of basic precious and other non ferrous metals. The Company is taking all possible measure to conserve energy. Including installation of LED bulbs for conservation of energy and shutting off all the lights when not in use.

TECHNOLOGY ABSORPTION

Your company is trying to adopt new technologies. No R&D carried out and no expenses were incurred on R&D.

FOREIGN EXCHANGE EARNINGS AND OUTGO:

There are no foreign exchange earnings during the year and also no expenses were incurred on any exports.

RISK MANAGEMENT POLICY

The company has developed and implemented a risk management policy which identifies major risks which may threaten the existence of the company. The same has also been adopted by your Board and is also subject to its review from time to time. Risk mitigation process and measures have been also formulated and clearly spelled out in the said policy. All risk can never be fully avoided but, In order to mitigate the risk to huge extent, the company has procured financial insurance for its assets and is regularly paying the premiums for upkeep of the insurance policies. The company has also developed a business backup plan and is always ready to activate the same as and when the need arises.

CORPORATE SOCIAL RESPONSIBILITY:

The provision contained in section 135 of the companies Act, 2013 read with rules mandated in companies (corporate social Responsibility policy) Rules, 2014 deals with such Responsibility. The provision of the same is not applicable to our company.

ACKNOWLEDGEMENT:

Your director would like to take this opportunity to express their deep sense of gratitude to the banks, central and state governments and their departments and the local authorities for their continued co-operation and support. Your directors would also like to place on record their sincere Appreciation for the commitment, dedication and hard work put in by every member of the company for its success and achievements and to its various stakeholders i,e customers ,dealers ,suppliers, transporters, advisors, local community etc. for their continued committed engagement with the company.

For and on behalf of the board of directors

Sd/-	Sd/-
Shiv Kumar Sharma	Jaybindra Thakur
DIN 02479908	DIN 05284750
CHAIRMAN	DIRECTOR

Place: Patna
Date: 27.06.2018



INDEPENDENT AUDITOR'S REPORTto the members of JMD ALLOYS LIMITED

Report on the Financial Statements

We have audited the accompanying standalone financial statements of JMD Alloys Limited ('the Company'), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors's Responsibility

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

In conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order issued under Section 143(11) of the Act.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

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

**Our Offices:**

Kolkata

Delhi

Mumbai

Patna

INDEPENDENT AUDITOR'S REPORT (Contd.)

Basis of Qualified Opinion

- (i) *The Company had deviated from the Indian Accounting Standard 19 referred to in Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 since no provision for gratuity had been made during the year under review (refer Note 32)*

Opinion

In our opinion and to the best of our information and according to the explanations given to us, *except for the matters prescribed in the basis of qualified opinion paragraph*, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2018, and its profit, total comprehensive income, the changes in equity and its cash flows for the year ended on that date.

Emphasis of Matter

- (i) *The company has suffered recurring losses from operations in the past and its accumulated losses as on date of balance sheet exceeded the company's share capital & reserves. These conditions raise doubt about the company's ability to continue as a going concern and hence compliance of Indian Accounting Standard 1 Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 is doubtful. The accompanying financial statements do not include any adjustments that might result from outcome of these uncertainties and also do not include any adjustments relating to the recoverability & classification of assets carrying amounts or the amount and classification of liabilities that might be necessary should the company be unable to continue as a going concern.*
- (ii) *We draw attention to Note 26 of the financial statement which states about disputed liabilities against the company which may have material adverse effect on the company's financial position and the result of operation.*
- (iii) *We draw attention to Note 17 of the financial statement which states that the company has written off and written back balance with some parties without proper confirmation with respective parties.*

Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditor's Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the 'Annexure "A" a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
- 2 As required by Section 143 (3) of the Act, we report that :
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - (d) *Except for the matters described in the Basis for Qualified Opinion paragraph (i) , in our opinion, the Balance Sheet, Statement of Profit & Loss and the Cash Flow Statement dealt with by this report, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;*



INDEPENDENT AUDITOR'S REPORT (Contd.)

- (e) On the basis of the written representations received from the directors as on 31 March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2018 from being appointed as a director in terms of Section 164 (2) of the Act; and
- (f) With respect to the adequacy of the internal financial controls over
- (g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
- (i) The Company has disclosed the impact of pending litigations on its financial position on its financial statements (**refer Note '26'**)
- (ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- (iii) There were no amounts which were required to be transferred by the Company to the Investor Education and Protection Fund.



For RKDS & Associates
Firm Registration No. 309091E
Chartered Accountants

Shiv Kumar Lath
Partner
Membership Number: 079720

Patna: June 27, 2018

ANNEXURE "A" TO THE AUDITOR'S REPORT

to the members of JMD ALLOYS LIMITED

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the financial

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) The title deeds of immovable properties are held in the name of company.
- (ii) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business and no material discrepancies were noticed during the year under review.
- (iii) As per the information and explanation given to us the Company has not granted any fresh loan during the year to any parties covered in the register maintained under section 189 of the Companies Act, 2013. However loans granted in earlier years continue to be carried forward. Since the company has not provided terms and conditions of grant of the loans and any stipulation relating to repayment the loans and payment of interest, hence we are unable to comment on clause (iii) (a), (b), & (c) of Para 3 of the Order.
- (iv) As per the information, explanation and on the basis of our audit observation, the Company has not given any fresh loans and advances to Director or any person in whom the Director is interested. However, loans and advances given in earlier years to erstwhile Director or any person in whom the erstwhile Director was interested continue to be carried forward in non-compliance of provisions of Section 185 of the Companies Act 2013. The maximum outstanding during the year was Rs. 6.00 lac and the year end balance was Rs. 6.00 lac.
- As per the information, explanation and on the basis of our audit observation, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.
- (v) During the Financial Year, Company has accepted Advance from Customer exceeding for more than Three Sixty Five Days as reported in **Note 14 "Other Current Liabilities"**. However, loans taken from erstwhile Directors and it's relatives continues to be carried forward in the current year. The Company has failed to comply with the The Companies (Acceptance of Deposit) Rules, 2014 u/s 73 to 76 of the Companies Act, 2013 and provision As per information and explanation given to us, the Company has not received any order passed by Company Law Board or National Law Tribunal or Reserve Bank of India or any other court or any other tribunal.
- (vi) The Company has maintained the cost records as per Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 148(1) of the Companies Act, hence para (vi) of the Order is applicable. We have however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.



ANNEXURE "A" TO THE AUDITOR'S REPORT (Contd.)

(vii) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including income tax, sales tax, excise duty, and other material statutory dues applicable to it except in case of Entry Tax Laibilities ` 2,69,381, Central Sales Tax `52,232.00, Service Tax `1,10,617.00, Excise Duty '1,32,286 , Value Added Tax '59531' as at 31.03.2018.

(b) As per the information and explanations given to us, following disputed amounts payable in respect of sales tax, were in arrears, as at 31.03.2018.

Name of the Statute	Nature of the Dues	Amount (`)	Period which amount related to	Forum where the dispute is pending	Remarks
Central Sales Tax Act	Central Sales Tax Demand	125.46 Lacs	2001-02	Commissioner of Commercial Taxes, Patna	Matter pending with Commissioner under re-appeals.
Central Sales Tax Act	Central Sales Tax Demand	120.23 Lacs	2002-03	Asstt. Commissioner of Commercial Taxes, Danapur Circle, Patna	The Commissioner has remanded the Asstt. Commissioner to waive out the demand.
Bihar Sales Tax Act	Value Added Tax	94.88 Lacs	2005-06	Asstt. Commissioner of Commercial Taxes, Danapur Circle, Patna	Remanded to Sales Tax Audit.
Bihar Sales Tax Act	Value Added Tax	136.93 Lacs	2006-07	Asstt. Commissioner of Commercial Taxes, Danapur Circle, Patna	Remanded to Circle.

(viii) As per the information and explanation given to us and on the basis of our audit procedure generally the company is regular in repayment of dues from financial institution or banks.

(ix) As per the information and explanations given to us and on overall examination of the books of the company, we report that no fresh term loan had been raised by the company during the year under review, and all the term loans was applied for the purpose for which the loans were obtained.

(x) According to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the course of our audit.

(xi) No managerial remuneration has been provided by the company, hence clause (xi) of the Order is not applicable.

(xii) Since the company is not a Nidhi Company, hence para (xii) of the Order is not applicable.



ANNEXURE "A" TO THE AUDITOR'S REPORT (Contd.)

- (xiii) As per the information and explanations given to us transactions with the related parties are in compliance with sections 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards. Section 177 of Companies Act, 2013 is not applicable on the company.
- (xiv) As per the information and explanations given to us the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, hence para (xiv) of the Order is not applicable.
- (xv) As per the information and explanations given to us the company has not entered into any non-cash transactions with directors or persons connected with him, hence para (xv) of the Order is not applicable.
- (xvi) As per the information and explanations given to us the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934, hence para (xvi) of the Order is not applicable.



Patna: June 27, 2018

For RKDS & Associates

Firm Registration No. 309091E

Chartered Accountants

Shiv Kumar Lath

Partner

Membership Number: 079720

ANNEXURE "B" TO AUDITOR'S REPORT

Referred to in our Independent Auditor's Report of even date to the members of JMD ALLOYS LIMITED on the report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act'), we report that,

We have audited the internal financial controls over financial reporting of JMD ALLOYS Limited ('the Company') as of 31 March 2018 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Kolkata



Delhi

Our Offices:

Mumbai

Patna

ANNEXURE "B" TO AUDITOR'S REPORT (contd.)

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Basis of Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2018:

- a) The Company did not have an appropriate internal control system over its Trade Payables, advances to suppliers and advance from customer.
- b) The Company did not have an appropriate internal control system over establishing customer credit limits for sales resulting in lack of collection from its receivables.

Opinion

Except for the matter mentioned in basis of Qualified Opinion paragraph, in our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



For RKDS & Associates

Firm Registration No. 309091E

Chartered Accountants

Shiv Kumar Lath

Partner

Membership Number: 079720

Patna: June 27, 2018

JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

BALANCE SHEET

As at 31st March 2018

(All amounts in ₹ unless otherwise stated)

Note	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016	
ASSETS				
NON-CURRENT ASSETS				
(a) Property, Plant & Equipment	3	337,280,198.71	12,573,227.07	14,001,799.98
(b) Capital Work-in-Progress	4	11,634,132.99	89,348,655.55	11,634,132.99
(c) Financial Assets				
(i) Investments	5	2,000,000.00	2,000,000.00	2,000,000.00
(e) Other Non-Current Assets	6	40,310,759.40	64,581,557.91	38,073,525.00
CURRENT ASSETS				
(a) Inventories	7	6,890,988.03	1,999,239.21	19,291,226.13
(b) Financial Assets				
(i) Trade Receivables	8(a)	5,299,439.00	11,457,596.00	76,354,770.76
(ii) Cash and Cash Equivalents	8(b)	2,145,245.88	2,054,721.48	3,264,819.30
(iii) Loans	8(c)	600,000.00	600,000.00	600,000.00
(c) Other Current Assets	9	65,272,650.59	31,608,250.74	26,783,337.19
TOTAL ASSETS		471,433,414.60	216,223,247.96	192,003,611.35
EQUITY AND LIABILITIES				
EQUITY				
(a) Equity Share Capital	10(a-d)	96,777,500.00	96,777,500.00	96,777,500.00
(b) Other Equity	10(e)	(332,643,847.19)	(357,554,907.19)	(357,411,684.51)
LIABILITIES				
NON-CURRENT LIABILITIES				
(a) Financial Liabilities				
(i) Borrowings	11	410,671,349.00	167,485,338.00	32,200,999.00
(b) Deferred Tax Liabilities	12	7,898,616.00	-	-
CURRENT LIABILITIES				
(a) Financial Liabilities				
(i) Trade Payables	13	128,696,159.44	173,426,346.96	210,412,979.00
(b) Other Current Liabilities	14	160,033,637.35	135,965,413.19	208,974,594.86
(c) Provisions	15	-	123,557.00	1,049,223.00
TOTAL EQUITY AND LIABILITIES		471,433,414.60	216,223,247.96	192,003,611.35
Summary of significant accounting policies	2			

The accompanying notes are an integral part of the Accounts

As per our report of even date

For & On Behalf of Board of Directors

For RKDS & Associates

Firm Registration No. 309091E

Chartered Accountants

Shiv Kumar Lath

Partner

Membership Number: 079720



Patna: June 27, 2018

Jaybindra Thakur

DIN : 05284750

Shiv Kumar Sharma

DIN : 02479908

Patna: June 27, 2018

JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

STATEMENT OF PROFIT & LOSS

For the year ended 31st March 2018

(All amounts in ` unless otherwise stated)

	Note	Year Ended 31st March 2018	Year Ended 31st March 2017
REVENUE FROM OPERATIONS (GROSS)		74,113,642.50	129,185,905.18
Less: Excise Duty		132,286.00	14,355,896.00
Revenue from operations (net)	16	73,981,356.50	114,830,009.18
Other Income	17	45,288,570.62	52,438,561.24
TOTAL REVENUE		119,269,927.12	167,268,570.42
EXPENSES			
Cost of materials consumed	18	-	106,913,018.99
Changes in inventories of finished goods	19	1,112,017.00	8,330,986.00
Employee benefit expenses	20	10,911,797.00	3,236,599.00
Financial costs	21	893,670.00	685,169.00
Depreciation and amortization expense	22	20,223,223.15	1,819,218.84
Other expenses	23	53,319,543.98	45,849,128.88
TOTAL EXPENSES		86,460,251.13	166,834,120.71
Profit/(Loss) before Exceptional Items and Tax		32,809,675.99	434,449.71
Exceptional Items	24	-	577,672.39
Profit before Tax		32,809,675.99	(143,222.68)
Current tax		-	-
Deferred tax		7,898,616.00	-
Profit After Tax		24,911,059.99	(143,222.68)
Earning per equity share:			
Basic (Face Value of ` 10 each)	25	2.56	-
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the Accounts

As per our report of even date

For RKDS & Associates

Firm Registration No. 309091E

Chartered Accountants

Shiv Kumar Lath

Partner

Membership Number: 079720



For & On Behalf of Board of Directors

Jaybindra Thakur

DIN : 05284750

Shiv Kumar Sharma

Shiv Kumar Sharma

DIN : 02479908

Patna: June 27, 2018

Patna: June 27, 2018

JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

Cash Flow Statement

for the Year Ended 31st March 2018

	(All amounts in ₹ unless otherwise stated)	
	For the Year Ended 31st March, 2018	For the Year Ended 31st March, 2017
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Taxation	32,809,675.99	434,449.71
Adjustment for:		
Adjustment for Prior Period	-	(577,672.39)
Depreciation	20,223,223.15	1,819,218.84
Interest & Finance Charges	893,670.00	685,169.00
Profit on sale of Fixed Assets	-	(982,567.93)
Operating Profit before Working Capital Changes	53,926,569.14	1,378,597.23
Adjustment for :		
Increase in Inventories	(4,891,748.82)	17,291,986.92
Increase in Trade Recievables	6,158,157.00	64,897,174.76
Increase in Other Receivables	(9,393,601.34)	(31,332,946.46)
Increase in Trade and Other Payables	(20,785,520.36)	(110,921,479.71)
Cash Generated From Operations	25,013,855.62	(58,686,667.26)
Direct Taxes Paid	-	-
Net Cash From Operating Activities - (A)	25,013,855.62	(58,686,667.26)
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(267,215,672.22)	(78,372,600.56)
Sale of Fixed Assets	-	1,250,000.00
Net Cash Used In Investing Activities - (B)	(267,215,672.22)	(77,122,600.56)
C CASH FLOW FROM FINANCING ACTIVITIES		
Increase in Term Loan (Incl. Vehicle Loan & Unsecured Loan)	243,186,011.00	135,284,339.00
Interest & Finance Charges	(893,670.00)	(685,169.00)
Net Cash Used In Financing Activities - (C)	242,292,341.00	134,599,170.00
Net increase/(decrease) in Cash & Cash Equivalents (A+B+C)	90,524.40	(1,210,097.82)
Cash and Cash Equivalents at the beginning of the year	2,054,721.48	3,264,819.30
Cash and Cash Equivalents at the end of the year	2,145,245.88	2,054,721.48
Cash and cash equivalents comprise of:		
Cash on Hand	1,192,722.00	1,132,409.00
Balances with banks		
In current accounts	952,523.88	922,312.48
	2,145,245.88	2,054,721.48

As per our report of even date

For & On Behalf of Board of Directors

For RKDS & Associates

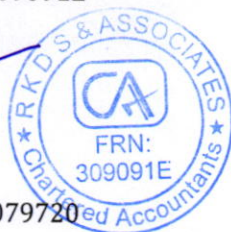
Firm Registration No. 309091E

Chartered Accountants

Shiv Kumar Lath

Partner

Membership Number: 079720



Jaiwinda

Jaybindra Thakur

DIN : 05284750

Shiv Kumar Sharma

Shiv Kumar Sharma

DIN : 02479908

Patna: June 27, 2018

Patna: June 27, 2018

JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

STATEMENT OF CHANGES IN EQUITY

As at 31st March 2018

	As at 31st March 2018		As at 31st March 2017	
	Equity Share Capital	Other Equity	Equity Share Capital	Other Equity
		Reserve & Surplus		Reserve & Surplus
		Retained Earnings		Retained Earnings
Balance at the beginning of the reporting period	96,777,500.00	(357,554,907.19)	96,777,500.00	(357,411,684.51)
Changes in Equity Share Capital	-	-	-	-
Profit for the year	-	9,860,092.37	-	(143,222.68)
Balance at the end of the reporting period	96,777,500.00	(347,694,814.82)	96,777,500.00	(357,554,907.19)

Summary of significant accounting policies

2

The accompanying notes are an integral part of the Accounts

As per our report of even date

For & On Behalf of Board of Directors

For RKDS & Associates

Firm Registration No. 309091E

Chartered Accountants

Shiv Kumar Lath

Partner

Membership Number: 079720



Patna: June 27, 2018

Jaybindra Thakur
DIN : 05284750

Shiv Kumar Sharma
DIN : 02479908

Patna: June 27, 2018

JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

NOTES

to the financial statements for the year ended 31st March, 2018

1) COMPANY INFORMATION

JMD Alloys Limited (the 'company') is a public limited company domiciled in India. The Company is listed in "The Calcutta Stock Exchange Limited", however currently it has been suspended by the same.

2) SIGNIFICANT ACCOUNTING POLICIES

a) BASIS OF ACCOUNTING

- (i) The financial statements have been prepared on the basis of fundamental accounting assumptions i.e. on going concern basis.
- (ii) All known liabilities are taken into accounts and duly provided. All income and expenditure have been taken into account on accrual basis and are maintained consistently.

b) FIXED ASSETS

Fixed Assets are valued at original cost less depreciation. Cost includes inward freight, duties & taxes except excise duty which is utilized as Cenvat and expenses incidental to acquisition and installation.

c) DEPRECIATION

- (i) Depreciation on Fixed Assets has been provided on W.D.V. method at the rates prescribed in schedule II to the Companies Act, 2013.
- (ii) Depreciation on Fixed Assets has been provided for additions on pro-rata basis from the day in which assets have been purchased and/ put to use.

d) INVENTORIES

- (i) Raw Materials, Coal, Stores & Spares parts etc. are valued at cost and include all duties & taxes, freight inward and expenses incidental to purchases.
- (ii) Finished Goods & Scraps are valued at lower of cost or net realizable value.

e) REVENUE RECOGNITION

- (i) Revenue is recognised on completion of sale of goods.
- (ii) Sales (net) are exclusive of central excise duty and value added tax.
- (iii) Revenue from services is recognized on completion of services.

f) CONTINGENT LIABILITY

Contingent liabilities are generally not provided for in the accounts and are shown separately in the notes on account, if any.

g) EMPLOYEE BENEFITS

Short-term employee benefits are recognised as an expense at the undiscounted amount in the profit and loss account of the year in which the related services are rendered. These benefits include compensated absences such as paid annual leave and exgratia / performance incentives.

Post employment benefits such as gratuity are recognised as an expense in the profit and loss account for the year in which the employee has rendered services. The expense is recognised at the present value of the amount payable which is based on actuarial valuation using the Projected Unit Credit Method. Actuarial gains and losses in respect of post employment benefits are charged to profit and loss account.

Contributions to provident fund are made in accordance with the statute in respect of eligible employees and are recognized as an expense in the profit and loss account when such employees have rendered services entitling them to the contributions.

h) EXCISE DUTY

Liability for payment excise duty arises at the time of manufacture of goods but collection is deferred till the time of removal of goods from the factory premises.

i) TAXATION

Provision for current income tax has been made after taking into consideration benefits admissible under the provisions of the Income Tax Act 1961. Deferred Tax liability being the tax effect of timing differences representing the difference between taxable and accounting income that originate in one period and are capable of reversal in one or more subsequent year is recognised accordingly.



JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

NOTES

to the financial statements for the year ended 31st March 2018 (Contd.)

3) PROPERTY, PLANT AND EQUIPMENT

(All amounts in ₹ unless otherwise stated)

	Land	Factory Building	Plant & Machinery	Electrical Installations	Moulds	Motor Vehicles	Two Wheelers	Furniture	Office Equipment	Computer & Peripherals	Total
Gross Carrying Value											
As At April 1 2016	1,796,725.00	12,532,909.32	69,753,667.25	-	24,582,723.96	5,226,805.10	129,157.00	155,499.65	228,938.00	251,539.00	114,657,964.28
Additions	-	-	-	-	-	605,038.00	-	-	-	53,040.00	658,078.00
Deletions	-	-	-	-	-	2,083,558.00	-	-	-	-	2,083,558.00
As At March 31 2017	1,796,725.00	12,532,909.32	69,753,667.25	-	24,582,723.96	3,748,285.10	129,157.00	155,499.65	228,938.00	304,579.00	113,232,484.28
Additions	-	85,275,670.15	255,709,645.80	1,378,897.49	-	754,274.00	77,525.92	441,157.51	781,717.96	511,305.95	344,930,194.78
Deletions	-	-	4,957,866.00	-	-	-	-	-	-	-	4,957,866.00
As At March 31 2018	1,796,725.00	97,808,579.47	320,505,447.05	1,378,897.49	24,582,723.96	4,502,559.10	206,682.92	596,657.16	1,010,655.96	815,884.95	453,204,813.06
Accumulated Depreciation											
As At April 1 2016	-	11,024,143.48	63,240,789.58	-	21,058,174.25	4,634,314.87	119,978.13	147,724.65	202,302.17	228,737.17	100,656,164.30
Depreciation	-	140,338.00	879,719.96	-	570,815.00	192,156.61	1,259.00	-	8,924.27	26,006.00	1,819,218.84
Accumulated Depreciation on Deletion	-	-	-	-	-	1,816,125.93	-	-	-	-	1,816,125.93
As At March 31 2017	-	11,164,481.48	64,120,509.54	-	21,628,989.25	3,010,345.55	121,237.13	147,724.65	211,226.44	254,743.17	100,659,257.21
Depreciation	-	3,325,567.00	15,410,730.15	114,857.00	474,276.00	444,548.00	1,068.00	73,558.00	224,977.00	153,642.00	20,223,223.15
Accumulated Depreciation on Deletion	-	-	4,957,866.00	-	-	-	-	-	-	-	4,957,866.00
As At March 31 2018	-	14,490,048.48	74,573,373.69	114,857.00	22,103,265.25	3,454,893.55	122,305.13	221,282.65	436,203.44	408,385.17	115,924,614.36
Carrying Value											
As At March 31 2017	1,796,725.00	1,368,427.84	5,633,157.71	-	2,953,734.71	737,939.55	7,919.87	7,775.00	17,711.56	49,835.83	12,573,227.07
As At March 31 2018	1,796,725.00	83,318,530.99	245,932,073.36	1,264,040.49	2,479,458.71	1,047,665.55	84,377.79	375,374.51	574,452.52	407,499.78	337,280,198.71

4) CAPITAL WORK -IN- PROGRESS

	Capital Work-in-Progress	Total
As At April 1 2016	11,634,132.99	11,634,132.99
Additions	77,714,522.56	77,714,522.56
Disposals/Adjustments	-	-
As At March 31 2017	89,348,655.55	89,348,655.55
Additions	234,443,231.87	234,443,231.87
Disposals/Adjustments	312,157,754.43	312,157,754.43
As At March 31 2018	11,634,132.99	11,634,132.99



JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

NOTES

to the financial statements for the year ended 31st March 2018 (Contd.)

(All amounts in ₹ unless otherwise stated)

5) INVESTMENTS

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Long Term Investments- At Cost -Non-Trade-Unquoted Investment in Equity Instruments (i) 200000 Shares of Jai Mata Di Ispat Ltd. of Rs. 10/- each.	2,000,000.00	2,000,000.00	2,000,000.00
	2,000,000.00	2,000,000.00	2,000,000.00

6) OTHER NON-CURRENT ASSETS

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Security Deposits	15,963,713.00	15,904,463.00	29,624,055.00
Capital Advances	24,347,046.40	48,677,094.91	8,449,470.00
	40,310,759.40	64,581,557.91	38,073,525.00

7) INVENTORIES

(At the lower of cost and net realisable value)

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Raw Materials	887,222.21	887,222.21	9,848,223.13
Consumables	6,003,765.82	-	-
Finished Goods	-	1,112,017.00	9,443,003.00
	6,890,988.03	1,999,239.21	19,291,226.13

8) FINANCIAL ASSETS

(a) TRADE RECEIVABLES

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Current			
Unsecured			
Considered Goods	5,299,439.00	11,457,596.00	76,354,770.76
	5,299,439.00	11,457,596.00	76,354,770.76

(b) CASH AND BANK BALANCES

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Cash and cash equivalents			
Cash on hand	1,192,722.00	1,132,409.00	183,497.00
Balances with banks	952,523.88	922,312.48	3,081,322.30
	2,145,245.88	2,054,721.48	3,264,819.30

(c) LOANS

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Loans and advances to related parties	600,000.00	600,000.00	600,000.00
	600,000.00	600,000.00	600,000.00

9) OTHER CURRENT ASSETS

(Unsecured considered good unless otherwise stated)

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Balance with Revenue Authorities	47,172,505.26	12,442,659.81	4,992,165.86
Advance to Supplier for Goods & Services	8,655,144.33	9,875,491.33	12,898,545.33
Other Advances	9,445,001.00	9,290,099.60	8,892,626.00
	65,272,650.59	31,608,250.74	26,783,337.19

10) EQUITY

(a) EQUITY SHARE CAPITAL

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Authorised 10550000 equity shares of ` 10/- each	105,000,000.00	105,000,000.00	105,000,000.00
Issued Subscribed and fully paid up 9748700 equity shares of ` 10/- each	97,487,000.00	97,487,000.00	97,487,000.00
Less : Calls in Arrear (Refer Note 10(d))	(9,714,500.00)	(9,714,500.00)	(9,714,500.00)
	96,777,500.00	96,777,500.00	96,777,500.00



JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

NOTES

to the financial statements for the year ended 31st March 2018 (Contd.)

(All amounts in ₹ unless otherwise stated)

a) Reconciliation of no of shares

	As at 31st March 2018		As at 31st March 2017	
	Number of Shares	Amount (₹)	Number of Shares	Amount (₹)
Equity Shares :				
Balance at the beginning of the year	9,748,700.00	96,777,500.00	9,748,700.00	96,777,500.00
Add : Shares issued during the year	-	-	-	-
Balance at the end of the year	9,748,700.00	96,777,500.00	9,748,700.00	96,777,500.00

b) Right Preferences and restrictions attached to Equity Shares

Equity Shares : The company has only one class of Equity Shares having a par value of `10 per share. Each holder of equity shares is entitled to one vote per share. The Shareholders are entitled for dividend declared by the company which is proposed by the Board of Directors and approved by the shareholders in the Annual General Meeting. In the event of liquidation the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts in proportion to their shareholding.

c) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31st March 2018 Percentage	As at 31st March 2018	As at 31st March 2017 Percentage	As at 31st March 2017	As at 1st April 2016 Percentage	As at 1st April 2016
(i) Kamper Concast Ltd.	5.13%	500,000.00	5.13%	500,000.00	5.13%	500,000.00

d) Calls in Arrear

Calls in arrear amounting to ₹ 709500/- are in respect of shares allotted to persons other than directors of the Company.

e) OTHER EQUITY

	As at 1st April 2016	Addition/ (Deduction)	As at 31st March 2017	Addition/ (Deduction)	As at 31st March 2018
Surplus in statement of profit and loss	(357,411,684.51)	(143,222.68)	(357,554,907.19)	24,911,059.99	(332,643,847.19)
	(357,411,684.51)	(143,222.68)	(357,554,907.19)	24,911,059.99	(332,643,847.19)



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to the financial statements for the year ended 31st March 2018 (Contd.)

(All amounts in ₹ unless otherwise stated)

11) FINANCIAL LIABILITIES (NON CURRENT)**BORROWINGS**

	As at 31st March 2018	As at 31st March 2018	As at 31st March 2017	As at 31st March 2017	As at 1st April 2016	As at 1st April 2016
	Current	Non Current	Current	Non Current	Current	Non Current
Unsecured Loan						
From Body Corporates	-	389,785,350.00	-	146,384,339.00	-	9,500,000.00
From Others	-	20,885,999.00	-	21,100,999.00	-	22,700,999.00
	-	410,671,349.00	-	167,485,338.00	-	32,200,999.00

12) DEFERRED TAX LIABILITIES

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Balance at the beginning of the Reporting Period			-
Depreciation as per Income Tax Act, 1961	50,897,459.00		-
Depreciation as per Companies Act, 2013	20,223,223.15		-
Difference	30,674,235.85		-
Deferred Tax Liability/(Assets) during the year	7,898,616.00		-
Balance at the end of the Reporting Period	7,898,616.00		-

13) FINANCIAL LIABILITIES (CURRENT)**TRADE PAYABLE**

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Trade Payables	128,696,159.44	173,426,346.96	210,412,979.00
	128,696,159.44	173,426,346.96	210,412,979.00



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(All amounts in ₹ unless otherwise stated)

14) OTHER CURRENT LIABILITIES

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Advance from Customers	107,186,978.97	89,526,011.87	165,404,835.37
Creditors For Capital Goods	5,363,518.18	2,276,138.44	-
Statutory Liabilities	1,729,235.68	3,174,838.36	1,805,314.97
Other Payables	45,753,904.52	40,988,424.52	41,764,444.52
	160,033,637.35	135,965,413.19	208,974,594.86

15) SHORT TERM PROVISIONS

	As at 31st March 2018	As at 31st March 2017	As at 1st April 2016
Provision for Excise Duty	-	123,557.00	1,049,223.00
	-	123,557.00	1,049,223.00

16) REVENUE FROM OPERATIONS

	Year Ended 31st March 2018	Year Ended 31st March 2017
Sale of Products (Gross)	1,501,902.50	129,185,905.18
Less: Excise Duty	132,286.00	14,355,896.00
Net Sale of Products	1,369,616.50	114,830,009.18
Sale of Service (Gross)		
Conversion Income	72,611,740.00	-
	74,113,642.50	

Footnote :

	Year Ended 31st March 2018	Year Ended 31st March 2017
Sale of Products		
MS Bars	946,140.00	114,480,010.18
Scrap of Steel	423,476.50	349,999.00
	1,369,616.50	114,830,009.18

17) OTHER INCOME

	Year Ended 31st March 2018	Year Ended 31st March 2017
Entry Tax Reimbursement	-	1,103,756.00
Profit on Sale of Fixed Assets	-	982,567.93
Interest Income	377,661.00	1,992,208.09
Other Income	44,910,909.62	48,360,029.22
	45,288,570.62	52,438,561.24

Footnote:

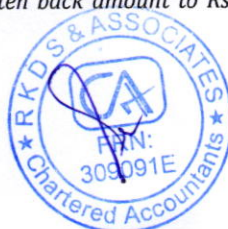
Interest Income

	Year Ended 31st March 2018	Year Ended 31st March 2017
Interest on Security Deposit of Electricity	375,470.00	1,990,855.09
Interest on Income Tax Refund	2,191.00	1,353.00
	377,661.00	1,992,208.09

Other Income

	Year Ended 31st March 2018	Year Ended 31st March 2017
Balance Written Off	44,907,675.62	44,174,829.22
Claim Recieved	-	4,161,700.00
Insurance Claim Recieved	-	23,500.00
Discount	3,234.00	-
	44,910,909.62	48,360,029.22

1. During the financial year, the company has written back and written off balance of parties. The balances written off amount to Rs. 4133909 and balances written back amount to Rs. 49041584.64. The net figure of Rs. 44907675.62 has been reported above.



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(All amounts in ₹ unless otherwise stated)

18) COST OF MATERIALS CONSUMED

	Year Ended 31st March 2018	Year Ended 31st March 2017
Inventory of materials at the beginning of the year		
Raw Materials	887,222.21	9,848,223.13
Purchases	887,222.21	9,848,223.13
Raw Materials	-	97,952,018.07
Less: Inventory of materials at the end of the year.		
Raw Materials	887,222.21	887,222.21
Raw Material Consumed	887,222.21	887,222.21
	-	106,913,018.99

Footnote :

	Year Ended 31st March 2018	Year Ended 31st March 2017
MS Ingot	-	106,913,018.99
	-	106,913,018.99

19) CHANGE IN INVENTORIES OF FINISHED GOODS WORK-IN-PROGRESS AND STOCK-IN-TRADE

	Year Ended 31st March 2018	Year Ended 31st March 2017
Inventories at the beginning of the year		
Finished Goods	1,112,017.00	9,443,003.00
Inventories at the end of the year		
Finished Goods	-	1,112,017.00
Decrease/ (increase)		
Finished Goods	1,112,017.00	8,330,986.00

Footnote:

a)

	Year Ended 31st March 2018	Year Ended 31st March 2017
Inventories at the beginning of the year		
Finished Goods		
MS Bars	447,896.00	8,698,723.00
MS Scrap	664,121.00	744,278.00
	1,112,017.00	9,443,001.00
Inventories at the end of the year		
Finished Goods		
MS Bars	-	447,896.00
MS Scrap	-	664,121.00
	-	1,112,017.00
Decrease/ (increase)		
MS Bars	447,896.00	8,250,827.00
MS Scrap	664,121.00	80,157.00
	1,112,017.00	8,330,984.00



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(All amounts in ₹ unless otherwise stated)

20) EMPLOYEE BENEFITS EXPENSES

	Year Ended 31st March 2018	Year Ended 31st March 2017
Salaries wages bonus etc.	9,998,036.00	2,934,749.00
Contribution towards ESIC	312,172.00	55,245.00
Contribution to provident fund and other funds	601,589.00	246,605.00
	10,911,797.00	3,236,599.00

21) FINANCE COSTS

	Year Ended 31st March 2018	Year Ended 31st March 2017
Interest Expenses	893,670.00	685,169.00
	893,670.00	685,169.00

22) DEPRECIATION AND AMORTISATION EXPENSES

	Year Ended 31st March 2018	Year Ended 31st March 2017
Depreciation on tangible assets	20,223,223.15	1,819,218.84
	20,223,223.15	1,819,218.84

23) OTHER EXPENSES

	Year Ended 31st March 2018	Year Ended 31st March 2017
Power & Fuel	18,441,065.02	38,946,052.09
Repair & Maintenance to Plant & Machinery	1,092,475.00	20,738.00
Change in Provision for Excise Duty	(123,557.00)	(925,666.00)
Consumables Stores Consumed	26,266,654.51	5,376,438.74
Telephone Expenses	105,287.00	64,970.00
General Expenses	1,166,813.17	41,378.73
Fees & Subscription	1,379,630.00	849,232.00
Auditor's Remuneration	177,000.00	234,600.00
Miscellaneous Expense	1,231,040.00	-
Security Expenses	362,234.88	341,241.00
Fees Rates And Taxes	1,134,402.00	105,781.00
Insurance Charge	261,368.00	35,103.00
Donation	115,000.00	-
Delivery Charges	42,860.80	-
Advertisement Expense	100,000.00	-
Printing And Stationary	65,570.00	-
Filling Fees	28,600.00	-
Professional Fees	791,000.00	-
Freight Inwards	43,151.00	-
Rental Charges	24,000.00	-
Income Tax (2009-10)	306,990.00	-
Compensation Expense	-	130,000.00
Royalty Expense	80,000.00	-
Testing Fees	-	21,000.00
Bank Charges & Commission	28,906.60	213,760.32
Office Electricity Charges	149,053.00	244,500.00
Legal & Consultancy Charges	50,000.00	150,000.00
	53,319,543.98	45,849,128.88



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to the financial statements for the year ended 31st March 2018 (Contd.)

(All amounts in ₹ unless otherwise stated)

24) PRIOR PERIOD

	Year Ended 31st March 2018	Year Ended 31st March 2017
Entry Tax Expense	-	577,672.39
	-	577,672.39

25) EARNINGS PER SHARE

	Year Ended 31st March 2018	Year Ended 31st March 2017
Earnings Per Share has been computed as under:		
Profit for the year	24,911,059.99	(143,222.68)
Weighted average number of equity shares outstanding	9,748,700.00	9,748,700.00
Earnings Per Share (Rs.) - Basic (Face value of Re. 10 per share)	2.56	-

26) Claims not acknowledge as debt - (Disputed liabilities in appeal)

	Year Ended 31st March 2018	Year Ended 31st March 2017
	Amount (₹ in Lacs)	Amount (₹ in Lacs)
Sales Tax	231.81	231.81
Central Sales Tax	245.70	245.70
Electricity Charges	15,228.13	15,228.13

Footnote:- The Company is contesting the above liabilities and the management believes that its position will likely be upheld in the appellate process. The management believes that the ultimate outcome of these proceedings will not have material adverse effect on the company's financial position and results of operations.

- 27) The Capital WIP includes ₹ 116.34 lacs being the Company's plan of setting up of a Continuous Casting Machine. The company did not go ahead with the plan and the work was stalled. The amount paid / advanced for the project is being carried forward.
- 28) In absence of any communication from the suppliers, the Company is not able to provide the additional information regarding the outstanding payable dues to (a) the Micro & Small Enterprises and (b) total outstanding dues of creditors other than Micro & Small Enterprises pursuant to the amendments to Schedule III of the Companies Act, 2013 vide notification dated 04.09.2015 and Trade Payable had been disclosed as per Note "13" to the financial statements.
- 29) In absence of information regarding SSI - Status of individual creditors, the Company does not have information regarding Sundry Creditors representing amounts due to The Micro, Small and Medium Enterprises Development Act, 2006, hence relevant information in respect of the above have not been given.
- 30) The Induction Furnace Division and the Rolling Mill Division of the Company are the two divisions involved in the production of finished goods i.e. Rolled products. The management is of view that the divisions are part of the integrated plant for manufacture of rolled products and as such no separate disclosure is required pursuant to the Companies Accounting Standard Rules, 2006 on Segment Reporting.



JMD ALLOYS LIMITED

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NOTES

to the financial statements for the year ended 31st March, 2018 (Contd.)

- 31) In the opinion of the Board and to the best of their knowledge and belief, the value of realization of current assets, loans and advances, in the ordinary course of the business would not be less than the amount at which they are stated in the Balance Sheet and the provision for all known and determined liabilities is adequate and not in excess of the amount reasonably required.
- 32) The estimated amount of gratuity in respect of employees who have completed five years of service has not been ascertained and will be accounted for as and when paid.
- 33) The bank balance in Account with Tapendu Urban Co-Operative Bank, Indusind Bank Ltd, Punjab National Bank (Bihta), Punjab National Bank(Patna) has not been reconciled due to non-availability of Bank Statement.
- 34) Balances of Trade Receivables, Trade Payables & Other Advances are subject to confirmation.

35) RELATED PARTY DISCLOSURES

- a) The details of Related Party Transactions required to be disclosed in pursuance to the Companies Accounting Standard Rules, 2006 are as under:

Name	Relationship
Sri Shiv Kumar Sharma	Director
Sri Basant Kumar Agrawal	--do--
Sri Jaybindra Thakur	--do--
Ms Swathi Thatikonda	Independent Director

- b) Disclosure of transactions between the Company and Related Parties and the status of outstanding balances as on 31st March, 2018

- There was no transaction with the related parties during the year.

- 36) Figures for the previous year have been re-grouped and/ or re-arranged wherever considered necessary.

As per our report of even date

For & On Behalf of Board of Directors

For RKDS & Associates

Firm Registration No. 309091E

Chartered Accountants

Shiv Kumar Lath

Partner

Membership Number: 079720



Jaybindra Thakur
DIN : 05284750

Shiv Kumar Sharma

Shiv Kumar Sharma

DIN : 02479908

Patna: June 27, 2018

Patna: June 27, 2018