

CIN: L27200BR1994PLC005961

**DIRECTORS REPORT**

To,  
The Members,  
**JMD ALLOYS LTD**  
Kankarbagh, Patna-800 020

Your directors have pleasure in presenting the 24<sup>TH</sup> Annual Report on the business and operations of your company and the accounts for the financial year ended 31<sup>st</sup> March, 2019.

**FINANCIAL SUMMARY OR HIGHLIGHTS/PERFORMANCE OF THE COMPANY:**

The financial results for the year ended 31<sup>st</sup> March, 2019 and the corresponding figure for the last year are as under:

<b>Particulars</b>	<b>2018-2019 (Amount in Rs)</b>	<b>2017-2018 (Amount in Rs)</b>
Turnover	256911300.75	7,39,81,356.50
Profit before interest ,depreciation & tax	31034021.95	53926569.14
Less: Finance cost	4399588.00	8,93,670.00
Less: Depreciation & Amortization expense	50149299.00	2,02,23,223.15
Profit before Tax	(23514865.05)	3,28,09,675.99
Provision for Tax	-	-
Income tax (iv)	-	-
Deferred Tax	1483738.00	7,898,616.00
Current Tax	-	-
Profit after Tax	<b>(24998603.05)</b>	<b>2,49,11,059.99</b>

**CHANGE IN THE NATURE OF BUSINESS**

There is no change in the nature of the business of the company done during the year.

## **DIRECTORS & KEY MANAGERIAL PERSONS:**

The Board of Directors consists of the following 3(three) Directors only as on **31.03.2019**.

- |    |                        |                  |
|----|------------------------|------------------|
| 1. | Mr. Shiv Kumar Sharma  | DIN No. 02479908 |
| 2. | Mrs. Swathi Thatikonda | DIN No. 07325085 |
| 3. | Mr. Jaybindra Thakur   | DIN No. 05284750 |

Mr. Basant Kumar Agrawal has been ceased from the directorship of the company w.e.f 23.11.2018.

Mr. Ajay Kumar, Mr. Jai Kumar Bishwas and Mr. Divyang Agarwal have been appointed to hold the office of Chief Executive Officer (CEO), Chief Financial Officer (CFO) and Company Secretary (CS) of the Company, respectively w.e.f 01.04.2019.

## **DEPOSIT:**

Your Company did not accept any deposit from the public within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 during the year 2018-19 and as such, no amount of principal, interest, unpaid or unclaimed deposit remained unpaid or unclaimed or was outstanding as on the Balance Sheet date.

## **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 all the compliance document with the Calcutta stock exchange up to 31.3.2019 for the purpose of revocation of suspension or to activate its membership with Calcutta stock exchange.

## ***DISCLOSURES RELATING TO SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013***

The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has not received any complaint in respect of sexual

harassment during the financial year 2018-19 nor was any complaint pending at the beginning or end of the financial year 2018-19

#### **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.

#### **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 2018-19.

#### **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 15-09-2014, 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 31.03.2019 did not exceed Rs 25 crores.

#### **AUDIT COMMITTEE:**

The Board of Directors has re-constituted the Audit Committee on 24.10.2018 pursuant to the provisions of Section 177 of the Companies Act, 2013. The Audit Committee as on 31st March, 2019 comprises of:

<b>S. No.</b>	<b>Name</b>	<b>Category</b>
1.	Shri Jaybindra Thakur	Chairman of the committee
2.	Shri Shiv Kumar Sharma	Member
3.	Smt. Swathi Thatikonda	Member

#### **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 31.03.2019.

#### **EXTRACT OF THE ANNUAL RETURN**

The extract of the Annual Return of the Company referred to in Sub-section (3) of Section 92 of the Companies Act, 2013, as on the financial year ended 31 March 2019 in prescribed Form MGT-9 is annexed herewith as **Annexure-“A”** and forms part of this Annual Report and shall also be made available on the Company’s website at ‘www.jmdalloys.com’.

#### **NUMBER OF MEETINGS OF THE BOARD**

During the financial year 2018-19, 9 (Nine) meetings of the board were duly convened, held and concluded i.e on 25.05.2018, 27.06.2018,27.07.2018, 07.08.2019, 24.10.2018, 23.11.2018, 04.01.2019, 08.02.2019 and 29.03.2019.

#### **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’S DECLARATION:**

The Company has received the necessary declaration from each Independent director in accordance with Section 149 (7) of the Companies Act, 2013, that he/she meets the criteria of independence as laid out in section 149 (6) of the Companies Act, 2013.

## **COMPANY POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION**

The Board of Directors had re-constituted the Nomination and Remuneration Committee on 24.10.2018 pursuant to the provision of Section 178 of the Companies Act, 2013. The Nomination and Remuneration Committee as on 31<sup>st</sup> March, 2019 comprises of :

<b>S. No.</b>	<b>Name</b>	<b>Category</b>
1.	Shri Jaybindra Thakur	Chairman of the committee
2.	Shri Shiv Kumar Sharma	Member
3.	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.

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

The internal control systems of the Company are brought under regular review and evaluations in consultation with the internal auditors. The Company's internal control systems are commensurate with the Company's size and nature of business of the Company, enabling it to safeguard assets, prevent and detect frauds as well as other irregularities. The Internal Audit is conducted periodically across all locations of the Company by firms of Chartered Accountants who verify and report on the efficiency and effectiveness of internal controls. 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.

## **STATUTORY AUDITORS' REPORT**

The Auditors' Report read along with notes on accounts is self-explanatory and therefore, does not call for any further comment. The Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer. During the year under review, the auditors have not reported any instances of fraud committed in the Company by its officers or employees, to the Audit Committee under Section 143(12) of the Companies Act, 2013.

## **STATUTORY AUDITORS:**

M/s R.K.D.S & ASSOCIATES, Chartered Accountants (FRN: 309091E) who were appointed as the Statutory Auditors, submitted their resignation with the Company on 06<sup>th</sup> August, 2019.

In terms of the provisions of Section 139(8) and other applicable provisions of the Companies Act, 2013 the Board of Directors at its meeting held on 07<sup>th</sup> August, 2019 on the basis of recommendation of Audit Committee, appointed M/s. Dinesh K. Yadav & Associates., Chartered Accountants (FRN.: 011308C) as the Statutory Auditors of the Company to fill the casual vacancy

caused by the resignation of M/s R.K.D.S & ASSOCIATES, Chartered Accountants (FRN.: 309091E). Subsequently, the members at their Extra-Ordinary General meeting held on 31<sup>st</sup> August, 2019 approved the appointment of M/s. Dinesh K. Yadav & Associates as the Statutory Auditors of the Company at remuneration to be fixed by the Board of Directors in consultation with them. They hold the office till the conclusion of the ensuing Annual General Meeting, in terms with the provisions of the Companies Act, 2013.

The tenure of M/s. Dinesh K. Yadav & Associates. Chartered Accountants as the Statutory Auditors shall be concluded at the ensuing Annual General Meeting and are eligible for re-appointment.

The Company has received a certificate from the M/s Dinesh K. Yadav & Associates. to the effect that their re-appointment, if made, shall be in compliance with the provisions of Sections 139 and 141 of the Companies Act, 2013. Necessary resolution seeking approval of the members for the re-appointment of M/s. Dinesh K. Yadav & Associates, as the statutory auditors has been incorporated in the Notice convening the Annual General Meeting.

#### **DISCLOSURE ON VIGIL MECHANISM (WHISTLE BLOWER POLICY)**

The Company has established a mechanism called 'Vigil Mechanism (Whistle Blower Policy)' for its Directors and Employees to report genuine concerns relating to the Company and provides adequate safeguards against victimisation of persons who use such mechanism. None of the employees or personnel was restrained to approach the members of the Audit Committee.

#### **SECRETARIAL AUDITOR AND SECRETARIAL AUDIT REPORT**

The Secretarial Audit Report for the financial year 2018-19 as received from the Secretarial Auditor of the Company is annexed herewith as **Annexure-'B'**.

The Secretarial Auditor's observations in their Report are self-explanatory and therefore, do not call for any further comments.

#### **COST RECORDS AND COST AUDIT**

As per Section 148 of the Companies Act, 2013, the Company is not required to have the audit of its cost records conducted by a Cost Accountant in practice

#### **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 2018-2019 being arm's length transactions have been reported in the financial statement. There was no transaction with the related parties during the year.

#### **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 loss during the current financial year.

#### **AMOUNT TRANSFERRED 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/LOSS to the Balance sheet.

#### **DIVIDEND**

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

#### **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:

<b>A</b>	<b>Power &amp; Fuel Consumption</b>	<b>Furnace Unit</b>	<b>Rolling Unit</b>
1 (a)	Electricity Purchased	-	10620280
	Total Amount (in `)	-	82974347
	Rate / Unit (in `)	-	7.81
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	<b>Furnace Unit</b>	<b>Rolling Unit</b>
	Unit	MT	-	91991.930
	Electricity	Units	-	10620280
	Electricity Consumed Per MT	Units	-	115.45
	Furnace Oil	MT	Not Applicable	Not Applicable
	Furnace Oil Consumed Per MT	Units	Not Applicable	Not Applicable
	Coal	MT	Not Applicable	7180.590
	Coal Consumed Per MT	MT	Not Applicable	0.078

**(A) 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.

**(B) Technology absorption**

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

**(c) 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.

**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.

**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  
DIN 02479908  
CHAIRMAN**

**JAYBINDRA THAKUR  
DIN 05284750  
DIRECTOR**

Place: Patna

Date: 02.09.2019

# INDEPENDENT AUDITOR'S REPORT

to the members of JMD ALLOYS LIMITED

## Report on the Financial Statements

### QUALIFIED OPINION

We have audited the financial statements of JMD Alloys Limited ("the Company"), which comprise the balance sheet as at March 31, 2019, the statement of Profit and Loss, and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, **except for the effects of the matter described in the Basis for Qualified Opinion section of our report**, the aforesaid financial statements 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 31st, 2019 and profit/loss, and its cash flows for the year ended on that date.

### BASIS OF QUALIFIED OPINION

*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 30).*

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report

#### S.No. Key Audit Matter

#### Auditor's Response

- | S.No. Key Audit Matter  | Auditor's Response   |
|---|--|
| 1 Para 25 of Ind AS 1, when preparing financial statements, <b>management shall make an assessment of an entity's ability to continue as a going concern.</b> | We obtained sufficient appropriate audit evidence regarding, the appropriateness of management's use of the going concern basis of accounting in the preparation of the financial statements, and to conclude, based on the audit evidence obtained, whether a material uncertainty exists about the entity's ability to continue as a going concern. These responsibilities exist even if the financial reporting framework used in the preparation of the financial statements does not include an explicit requirement for management to make a specific assessment of the entity's ability to continue as a going concern. |
- An entity shall prepare financial statements on a going concern basis unless management either intends to liquidate the entity or to cease trading or has no realistic alternative but to do so. When management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the entity's ability to continue as a going concern, the entity shall disclose those uncertainties.
- When an entity does not prepare financial statements on a going concern basis, it shall disclose that fact, together with the basis on which it prepared the financial statements and the reason why the entity is not regarded as a going concern.



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# INDEPENDENT AUDITOR'S REPORT

to the members of JMD ALLOYS LIMITED

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## Report on the Financial Statements

### QUALIFIED OPINION

We have audited the financial statements of JMD Alloys Limited ("the Company"), which comprise the balance sheet as at March 31, 2019, the statement of Profit and Loss, and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, **except for the effects of the matter described in the Basis for Qualified Opinion section of our report**, the aforesaid financial statements 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 31st, 2019 and profit/loss, and its cash flows for the year ended on that date.

### BASIS OF QUALIFIED OPINION

*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 30).*

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report

#### S.No. Key Audit Matter

#### Auditor's Response

- Para 25 of Ind AS 1, when preparing financial statements, Principal Audit Procedures management shall make an assessment of an entity's ability to continue as a going concern.** We obtained sufficient appropriate audit evidence regarding, the appropriateness of management's use of the going concern basis. An entity shall prepare financial statements on a going concern basis unless management either intends to liquidate the entity or to cease trading or has no realistic alternative but to do so. When management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the entity's ability to continue as a going concern, the entity shall disclose those uncertainties. When an entity does not prepare financial statements on a going concern basis, it shall disclose that fact, together with the basis on which it prepared the financial statements and the reason why the entity is not regarded as a going concern.



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**INDEPENDENT AUDITOR'S REPORT**

to the members of JMD ALLOYS LIMITED

**Report on the Financial Statements**

**QUALIFIED OPINION**

We have audited the financial statements of JMD Alloys Limited ("the Company"), which comprise the balance sheet as at March 31, 2019, the statement of Profit and Loss, and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, **except for the effects of the matter described in the Basis for Qualified Opinion section of our report**, the aforesaid financial statements 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 31st, 2019 and profit/loss, and its cash flows for the year ended on that date.

**BASIS OF QUALIFIED OPINION**

*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 30).*

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

**KEY AUDIT MATTERS**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report

**S.No. Key Audit Matter**

**Auditor's Response**

- |  |  |
|--|--|
| <p>1 <b>Para 25 of Ind AS 1, when preparing financial statements, management shall make an assessment of an entity's ability to continue as a going concern.</b></p> | <p>We obtained sufficient appropriate audit evidence regarding the appropriateness of management's use of the going concern basis unless management either intends to liquidate the entity or to cease trading or has no realistic alternative but to do so. When management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the entity's ability to continue as a going concern, the entity shall include an explicit requirement for management to make a disclosure those uncertainties. When an entity does not prepare financial statements on a going concern basis, it shall disclose that fact, together with the basis on which it prepared the financial statements and the reason why the entity is not regarded as a going concern.</p> |
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# INDEPENDENT AUDITOR'S REPORT (Contd.)

## Accuracy of recognition, measurement, presentation and Principal Audit Procedures

**disclosures of revenues and other related balances in view of adoption in IND AS 115 "Revenue from Contracts with Customers".** We obtained sufficient appropriate audit evidence to recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

The application of the new revenue accounting standard involves certain key judgements relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognised over a period. Additionally, new revenue accounting standard contains disclosures which involves collation of information in respect of disaggregated revenue and periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date.

We considered the terms of contract and all relevant facts and circumstances when applying this standard, including the use of any practical expedients, consistently to contracts with similar characteristics and in similar circumstances.

## INFORMATION OTHER THAN THE STANDALONE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion & Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

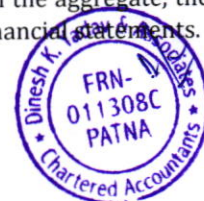
The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS 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.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

## AUDITORS' RESPONSIBILITY FOR THE AUDIT OF STANDALONE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.



# INDEPENDENT AUDITOR'S REPORT (Contd.)

As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## 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 24** 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.*



# INDEPENDENT AUDITOR'S REPORT (Contd.)

## 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 including Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account;
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) on the basis of the written representations received from the directors as on 31 March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'; and
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
    - (i) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.  
**Refer Note 24 to the financial statements.**
    - (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 Dinesh K. Yadav & Associates**

Firm Registration No. 011308C

Chartered Accountants

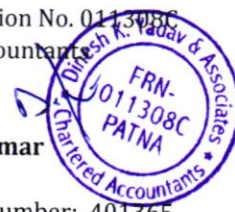
**CA Dinesh Kumar**

Partner

Membership Number: 401365

UDIN: 19401365AAAACT9502

Patna : September 02, 2019



## ANNEXURE A TO AUDITOR'S REPORT

Referred to in our Independent Auditor's Report of even date to the members of JMD ALLOYS LIMITED on the financial statement as of and for the year ended March 31,2019, we report that,

- (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.
- (iv) As per the information, explanation and on the basis of our audit observation the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.
- (v) As per the information and explanation given to us the Company has not accepted deposits in pursuant to Section 73 to 76 of the Companies Act, 2013, hence this clause of the order is not applicable.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 148(1) of the Companies Act and we are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) (a) The Company is not regular in depositing with appropriate authorities undisputed statutory dues including income tax, sales tax, excise duty, and other material statutory dues. The following dues are outstanding for the period exceeding six months from the date they became payable.

Sl.No	Particulars	Amount
1	Value Added Tax	288,544.69
2	Central Sales Tax	32,545.00
3	Service Tax	110,617.00
4	Entry Tax	372,969.00
5	Excise Duty	132,286.00





## ANNEXURE A TO AUDITOR'S REPORT (contd.)

(b) According to the information and explanations given to us, the following disputed amounts payable in respect of sales tax and excise duty and cess were in arrears, as at 31.03.2019:

Name of the Statute	Nature of the Dues	Amount (₹)	Period to which the amount related	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 explanations given to us and on overall examination of the books of the company, we are of the opinion that the company is generally regular in repayment of term loan to the Bank.

(ix) No term loan has been raised during the year under review and the existing loan has been used for the purpose for which the loan had been 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) Since Section 197 is not applicable to private limited company, hence clause (xi) of the Order is not applicable.

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



## **ANNEXURE A TO AUDITOR'S REPORT (contd.)**

- (xiii) Transactions with the related parties are in compliance with sections 188 of Companies Act, 2013 where applicable and the details have been duly 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) According to the information and explanations given to us the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, hence clause (xiv) of the Order is not applicable.
- (xv) The company has not entered into any non-cash transactions with directors or persons connected with him, hence clause (xv) of the Order is not applicable.
- (xvi) According to the information and explanations given to us the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934, hence clause (xvi) of the Order is not applicable.

**For Dinesh K. Yadav & Associates**

Firm Registration No. 011308C

Chartered Accountants

**CA Dinesh Kumar**

Partner

Membership Number: 401365

UDIN: 19401365AAAACT9502



Patna : September 02, 2019

## **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 2019 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.



## **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.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2019, 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.

Patna : September 02, 2019

**For Dinesh K. Yadav & Associates**

Firm Registration No. 011308C

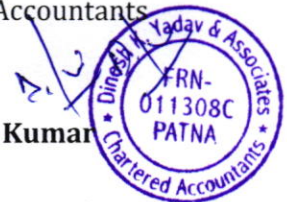
Chartered Accountants

**CA Dinesh Kumar**

Partner

Membership Number: 401365

UDIN: 19401365AAAACT9502



# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## BALANCE SHEET

As at 31st March 2019

(All amounts in ₹ unless otherwise stated)			
	Note	As at 31st March 2019	As at 31st March 2018
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
(a) Property, Plant & Equipment	3	399,122,653.02	337,280,198.70
(b) Capital Work-in-Progress	4	11,634,132.99	11,634,132.99
(c) Financial Assets			
(i) Investments	5	2,000,000.00	2,000,000.00
(e) Other Non-Current Assets	6	32,377,420.00	40,310,759.40
<b>CURRENT ASSETS</b>			
(a) Inventories	7	9,711,599.84	6,890,988.03
(b) Financial Assets			
(i) Trade Receivables	8(a)	5,368,789.00	5,299,439.00
(ii) Cash and Cash Equivalents	8(b)	80,471.80	2,145,245.88
(iii) Loans & Advances	8(c)	1,433,505.00	600,000.00
(c) Other Current Assets	9	40,560,034.44	65,272,650.59
<b>TOTAL ASSETS</b>		<b>502,288,606.09</b>	<b>471,433,414.59</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	10(a-d)	96,777,500.00	96,777,500.00
(b) Other Equity	10(e)	(357,642,450.25)	(332,643,847.20)
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
(a) Financial Liabilities			
(i) Borrowings	11	565,643,938.00	410,671,349.00
(b) Deferred Tax Liabilities	12	9,382,354.00	7,898,616.00
<b>CURRENT LIABILITIES</b>			
(a) Financial Liabilities			
(i) Trade Payables	13	75,608,394.78	128,696,159.44
(b) Other Current Liabilities	14	112,518,869.56	160,033,637.35
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>502,288,606.09</b>	<b>471,433,414.59</b>
<b>Summary of significant accounting policies</b>	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 Dinesh K. Yadav & Associates

Firm Registration No. 011308C

Chartered Accountants


CA Dinesh Kumar


Partner

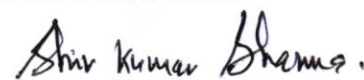
Membership Number: 401365

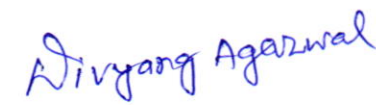
UDIN: 19401365AAACT9502

Patna : September 02, 2019

  
Jaybindra Thakur  
DIN : 05284750

  
Jai Kumar Bishwas  
(CFO)

  
Shiv Kumar Sharma  
DIN : 02479908

  
Divyang Agarwal  
(Company Secretary)

Patna : September 02, 2019

# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## STATEMENT OF PROFIT & LOSS

For the year ended 31st March 2019

(All amounts in ₹ unless otherwise stated)

	Note	Year Ended 31st March 2019	Year Ended 31st March 2018
<b>REVENUE FROM OPERATIONS (GROSS)</b>		<b>256,911,300.75</b>	<b>74,113,642.50</b>
Less: Excise Duty		-	132,286.00
<b>Revenue from operations (net)</b>	<b>15</b>	<b>256,911,300.75</b>	<b>73,981,356.50</b>
Other Income	<b>16</b>	<b>17,683,905.61</b>	<b>45,288,570.62</b>
<b>TOTAL REVENUE</b>		<b>274,595,206.36</b>	<b>119,269,927.12</b>
<b>EXPENSES</b>			
Cost of materials consumed	<b>17</b>	<b>228,067.53</b>	-
Changes in inventories of finished goods	<b>18</b>	-	1,112,017.00
Employee benefit expenses	<b>19</b>	<b>31,487,791.00</b>	<b>10,911,797.00</b>
Financial costs	<b>20</b>	<b>4,399,588.00</b>	<b>893,670.00</b>
Depreciation and amortization expense	<b>21</b>	<b>50,149,299.00</b>	<b>20,223,223.15</b>
Other expenses	<b>22</b>	<b>211,845,325.88</b>	<b>53,319,543.98</b>
<b>TOTAL EXPENSES</b>		<b>298,110,071.41</b>	<b>86,460,251.13</b>
<b>Profit/(Loss) before Exceptional Items and Tax</b>		<b>(23,514,865.05)</b>	<b>32,809,675.99</b>
Exceptional Items		-	-
<b>Profit before Tax</b>		<b>(23,514,865.05)</b>	<b>32,809,675.99</b>
Current tax		-	-
Deferred tax		<b>1,483,738.00</b>	<b>7,898,616.00</b>
<b>Profit After Tax</b>		<b>(24,998,603.05)</b>	<b>24,911,059.99</b>
<b>Earning per equity share:</b>			
Basic (Face Value of ₹10 each)	<b>23</b>	-	2.57
<b>Summary of significant accounting policies</b>	<b>2</b>		

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 Dinesh K. Yadav & Associates**

Firm Registration No. 011308C

Chartered Accountants

**CA Dinesh Kumar**

Partner

Membership Number: 401365

UDIN: 19401365AAAACT9502



Patna : September 02, 2019

*Jai Bishwas*  
**Jaybindra Thakur**  
DIN : 05284750

*Jai K Bishwas*  
**Jai Kumar Bishwas**  
(CFO)

Patna : September 02, 2019

*Shiv Kumar Sharma*  
**Shiv Kumar Sharma**  
DIN : 02479908

*Divyang Agarwal*  
**Divyang Agarwal**  
(Company Secretary)

# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## Cash Flow Statement

for the Year Ended 31st March 2019

	(All amounts in ₹ unless otherwise stated)	
	For the Year Ended 31st March, 2019	For the Year Ended 31st March, 2018
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Net Profit before Taxation</b>	(23,514,865.05)	32,809,675.99
<i>Adjustment for:</i>		
Adjustment for Prior Period	-	-
Depreciation	50,149,299.00	20,223,223.15
Interest & Finance Charges	4,399,588.00	893,670.00
Profit on sale of Fixed Assets	(3,616,452.43)	-
<b>Operating Profit before Working Capital Changes</b>	27,417,569.52	53,926,569.14
<i>Adjustment for :</i>		
Increase in Inventories	(2,820,611.81)	(4,891,748.82)
Increase in Trade Receivables	(69,350.00)	6,158,157.00
Increase in Other Receivables	31,812,450.55	(9,393,601.34)
Increase in Trade and Other Payables	(100,602,532.45)	(20,785,520.36)
<b>Cash Generated From Operations</b>	(44,262,474.19)	25,013,855.62
Direct Taxes Paid	-	-
<b>Net Cash From Operating Activities - (A)</b>	(44,262,474.19)	25,013,855.62
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(112,039,243.87)	(267,215,672.22)
Sale of Fixed Assets	3,663,942.98	-
<b>Net Cash Used In Investing Activities - (B)</b>	(108,375,300.89)	(267,215,672.22)
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase in Term Loan (Incl. Vehicle Loan & Unsecured Loan)	154,972,589.00	243,186,011.00
Interest & Finance Charges	(4,399,588.00)	(893,670.00)
<b>Net Cash Used In Financing Activities - (C)</b>	150,573,001.00	242,292,341.00
<b>Net increase/(decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>	(2,064,774.08)	90,524.40
<b>Cash and Cash Equivalents at the beginning of the year</b>	2,145,245.88	2,054,721.48
<b>Cash and Cash Equivalents at the end of the year</b>	80,471.80	2,145,245.88
Cash and cash equivalents comprise of:		
Cash on Hand	18,488.00	1,192,722.00
Balances with banks		
In current accounts	61,983.80	952,523.88
	80,471.80	2,145,245.88

As per our report of even date

For Dinesh K. Yadav & Associates

Firm Registration No. 011308C

Chartered Accountants

CA Dinesh Kumar

Partner

Membership Number: 401365

UDIN: 19401365AAAAC79502

Patna : September 02, 2019

For & On Behalf of Board of Directors

Jaybindra Thakur

DIN : 05284750

Jai Kumar Bishwas

(CFO)

Patna : September 02, 2019

Shiv Kumar Sharma

Shiv Kumar Sharma

DIN : 02479908

Divyang Agarwal

(Company Secretary)

Patna : September 02, 2019

# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## STATEMENT OF CHANGES IN EQUITY

As at 31st March 2019

	As at 31st March 2019		As at 31st March 2018	
	Equity Share Capital	Other Equity Reserve & Surplus Retained Earnings	Equity Share Capital	Other Equity Reserve & Surplus Retained Earnings
Balance at the beginning of the reporting period	96,777,500.00	(332,643,847.20)	96,777,500.00	(357,554,907.19)
Changes in Equity Share Capital	-	-	-	-
Profit for the year	-	(24,998,603.05)	-	24,911,059.99
Balance at the end of the reporting period	96,777,500.00	(357,642,450.25)	96,777,500.00	(332,643,847.20)

### Summary of significant accounting policies

2

The accompanying notes are an integral part of the Accounts

As per our report of even date

For Dinesh K. Yadav & Associates

Firm Registration No. 011308C

Chartered Accountants

CA Dinesh Kumar

Partner

Membership Number: 401365

UDIN: 19401365AAAAC9502

Patna : September 02, 2019

For & On Behalf of Board of Directors

*Jaihindra*

Jaybindra Thakur

DIN : 05284750

*Jai Kumar Bishwas*

Jai Kumar Bishwas

(CFO)

Patna : September 02, 2019

*Shiv Kumar Sharma*

Shiv Kumar Sharma

DIN : 02479908

*Divyang Agarwal*

Divyang Agarwal

(Company Secretary)



# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## NOTES

to the financial statements for the year ended 31st March, 2019

### 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.

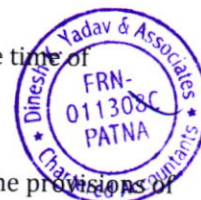
Contributions to provident fund are made in accordance with the statute in respect of eligible employees and are recognized as an expense in the profit and loss account when such employees have rendered services entitling them to the contributions.

#### 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 2019 (Contd.)

(All amounts in ₹ unless otherwise stated)

### 3) PROPERTY, PLANT AND EQUIPMENT

	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 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
Additions	-	33,052,425.73	75,497,108.70	2,559,013.65	-	259,349.33	-	62,750.61	333,633.90	274,961.95	112,039,243.87
Deletions	-	-	3,550,549.98	-	-	266,186.00	-	-	-	-	3,816,735.98
As At March 31 2019	1,796,725.00	130,861,005.20	392,452,005.77	3,937,911.14	24,582,723.96	4,495,722.43	206,682.92	659,407.77	1,344,289.86	1,090,846.90	561,427,320.95
Accumulated Depreciation											
As At April 1 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
Depreciation	-	9,743,827.00	38,236,851.00	535,599.00	394,244.00	365,138.00	20,721.00	104,421.00	370,060.00	378,438.00	50,149,299.00
Accumulated Depreciation on Deletion	-	-	3,550,549.98	-	-	218,695.45	-	-	-	-	3,769,245.43
As At March 31 2019	-	24,233,875.48	109,259,674.71	650,456.00	22,497,509.25	3,601,336.10	143,026.13	325,703.65	806,263.44	786,823.17	162,304,667.93
Carrying Value											
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	337,280,198.70
As At March 31 2019	1,796,725.00	106,627,129.72	283,192,331.06	3,287,455.14	2,085,214.71	894,386.33	63,656.79	333,704.12	538,026.42	304,023.73	399,122,653.02

### 4) CAPITAL WORK -IN- PROGRESS

	Capital Work-in-Progress	Total
As At April 1 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
Additions	-	-
Disposals/Adjustments	-	-
As At March 31 2019	11,634,132.99	11,634,132.99



# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## NOTES

to the financial statements for the year ended 31st March 2019 (Contd.)

(All amounts in ₹ unless otherwise stated)

### 5) INVESTMENTS

	As at 31st March 2019	As at 31st March 2018
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

### 6) OTHER NON-CURRENT ASSETS

	As at 31st March 2019	As at 31st March 2018
Security Deposits	15,963,713.00	15,963,713.00
Capital Advances	16,413,707.00	24,347,046.40
	32,377,420.00	40,310,759.40

### 7) INVENTORIES

(At the lower of cost and net realisable value)

	As at 31st March 2019	As at 31st March 2018
Raw Material	659,154.68	887,222.21
Consumables	9,052,445.16	6,003,765.82
	9,711,599.84	6,890,988.03

### 8) FINANCIAL ASSETS

#### (a) TRADE RECEIVABLES

	As at 31st March 2019	As at 31st March 2018
<b>Current</b>		
Unsecured		
Considered Goods	5,368,789.00	5,299,439.00
	5,368,789.00	5,299,439.00

#### (b) CASH AND BANK BALANCES

	As at 31st March 2019	As at 31st March 2018
Cash and cash equivalents		
Cash on hand	18,488.00	1,192,722.00
Balances with banks	61,983.80	952,523.88
	80,471.80	2,145,245.88

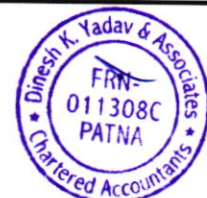
#### (c) LOANS AND ADVANCES

	As at 31st March 2019	As at 31st March 2018
Loans and advances to Others	1,300,000.00	600,000.00
Salary Advance	133,505.00	-
	1,433,505.00	600,000.00

### 9) OTHER CURRENT ASSETS

(Unsecured considered good unless otherwise stated)

	As at 31st March 2019	As at 31st March 2018
Balance with Revenue Authorities	21,378,850.72	47,172,505.26
Advance to Supplier for Goods & Services	9,772,877.72	8,655,144.33
Other Advances	9,408,306.00	9,445,001.00
	40,560,034.44	65,272,650.59



# JMD ALLOYS LIMITED

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## NOTES

to the financial statements for the year ended 31st March 2019 (Contd.)

(All amounts in ₹ unless otherwise stated)

### 10) EQUITY

#### a) EQUITY SHARE CAPITAL

	As at 31st March 2019	As at 31st March 2018
<b>Authorised</b>		
10500000 equity shares of ₹ 10/- each	105,000,000.00	105,000,000.00
<b>Issued Subscribed and fully paid up</b>		
9748700 equity shares of ₹ 10/- each	97,487,000.00	
Less : Calls in Arrear (Refer Note 10(d))	709,500.00	
	<b>96,777,500.00</b>	<b>96,777,500.00</b>

#### b) Reconciliation of no of shares

	As at 31st March 2019 Number of Shares	Amount (₹)	As at 31st March 2018 Number of Shares	Amount (₹)
<b>Equity Shares :</b>				
Balance at the beginning of the year	9,677,750.00	96,777,500.00	9,677,750.00	96,777,500.00
Add : Shares issued during the year	-	-	-	-
Balance at the end of the year	<b>9,677,750.00</b>	<b>96,777,500.00</b>	<b>9,677,750.00</b>	<b>96,777,500.00</b>

#### c) 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.

#### 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

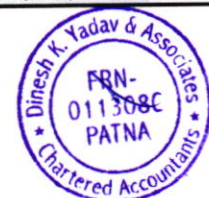
	As at 31st March 2017	Addition/ (Deduction)	As at 31st March 2018	Addition/ (Deduction)	As at 31st March 2019
<b>Surplus in statement of profit and loss</b>	(357,554,907.19)	24,911,059.99	(332,643,847.20)	(24,998,603.05)	(357,642,450.25)
	<b>(357,554,907.19)</b>	<b>24,911,059.99</b>	<b>(332,643,847.20)</b>	<b>(24,998,603.05)</b>	<b>(357,642,450.25)</b>

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

	As at 31st March 2019	As at 31st March 2019	As at 31st March 2018	As at 31st March 2018
	Current	Non Current	Current	Non Current
<b>Unsecured Loan</b>				
From Body Corporates	-	545,507,939.00	-	389,785,350.00
From Others	-	20,135,999.00	-	20,885,999.00
	<b>-</b>	<b>565,643,938.00</b>	<b>-</b>	<b>410,671,349.00</b>

### 12) DEFERRED TAX LIABILITIES

	As at 31st March 2019	As at 31st March 2018
Balance at the beginning of the Reporting Period	7,898,616.00	-
Depreciation as per Income Tax Act, 1961	55,855,985.00	50,897,459.00
Depreciation as per Companies Act, 2013	50,149,299.00	20,223,223.15
Difference	5,706,686.00	30,674,235.85
Deferred Tax Liability/(Assets) during the year	1,483,738.00	7,898,616.00
Balance at the end of the Reporting Period	<b>9,382,354.00</b>	<b>7,898,616.00</b>



# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## NOTES

to the financial statements for the year ended 31st March 2019 (Contd.)

(All amounts in ₹ unless otherwise stated)

### 13) FINANCIAL LIABILITIES (CURRENT)

#### TRADE PAYABLE

	As at 31st March 2019	As at 31st March 2018
For Goods & Supplies		
- Micro & Small Enterprises	893,648.92	-
- Others	74,714,745.86	128,696,159.44
	75,608,394.78	128,696,159.44

### 14) OTHER CURRENT LIABILITIES

	As at 31st March 2019	As at 31st March 2018
Advance from Customers	44,164,730.60	107,186,978.97
Creditors For Capital Goods	3,194,339.57	5,363,518.18
Statutory Liabilities	2,174,594.69	1,729,235.68
Other Payables	62,985,204.70	45,753,904.52
	112,518,869.56	160,033,637.35

### 15) REVENUE FROM OPERATIONS

	Year Ended 31st March 2019	Year Ended 31st March 2018
<b>Sale of Products (Gross)</b>	98,840.00	1,501,902.50
Less: Excise Duty	-	132,286.00
Net Sale of Products	98,840.00	1,369,616.50
<b>Sale of Service (Gross)</b>		
Conversion Income	256,812,460.75	72,611,740.00
	256,911,300.75	74,113,642.50

#### Footnote :

	Year Ended 31st March 2019	Year Ended 31st March 2018
<b>Sale of Products</b>		
MS Bars	-	946,140.00
Sponge Iron	98,840.00	-
Srcap of Steel	-	423,476.50
	98,840.00	1,369,616.50

### 16) OTHER INCOME

	Year Ended 31st March 2019	Year Ended 31st March 2018
Profit on Sale of Fixed Assets	3,616,452.43	-
Interest Income	747,076.00	377,661.00
Other Income	13,320,377.18	44,910,909.62
	17,683,905.61	45,288,570.62

#### Footnote:

#### Interest Income

	Year Ended 31st March 2019	Year Ended 31st March 2018
Interest on Security Deposit of Electricity	747,076.00	375,470.00
Interest on Income Tax Refund	-	2,191.00
	747,076.00	377,661.00



# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## NOTES

to the financial statements for the year ended 31st March 2019 (Contd.)

(All amounts in ₹ unless otherwise stated)

### Other Income

	Year Ended 31st March 2019	Year Ended 31st March 2018
Balance Written Back	13,289,959.18	44,907,675.62
Discount	30,418.00	3,234.00
	<b>13,320,377.18</b>	<b>44,910,909.62</b>

### 17) COST OF MATERIALS CONSUMED

	Year Ended 31st March 2019	Year Ended 31st March 2018
<b>Inventory of materials at the beginning of the year</b>		
Raw Materials	887,222.21	887,222.21
	<b>887,222.21</b>	<b>887,222.21</b>
<b>Purchases</b>		
Raw Materials	-	-
	-	-
<b>Less: Inventory of materials at the end of the year.</b>		
Raw Materials	659,154.68	887,222.21
	<b>659,154.68</b>	<b>887,222.21</b>
<b>Raw Material Consumed</b>	<b>228,067.53</b>	-
<b>Footnote :</b>		
	Year Ended 31st March 2019	Year Ended 31st March 2018
Sponge Iron	228,067.53	-
	<b>228,067.53</b>	-

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

	Year Ended 31st March 2019	Year Ended 31st March 2018
<b>Inventories at the beginning of the year</b>		
Finished Goods	-	1,112,017.00
	-	<b>1,112,017.00</b>
<b>Inventories at the end of the year</b>		
Finished Goods	-	-
	-	-
<b>Decrease/ (increase)</b>		
Finished Goods	-	1,112,017.00

#### Footnote:

	Year Ended 31st March 2019	Year Ended 31st March 2018
<b>a) Inventories at the beginning of the year</b>		
<b>Finished Goods</b>		
MS Bars		447,896.00
MS Scrap		664,121.00
	-	<b>1,112,017.00</b>
<b>Inventories at the end of the year</b>		
<b>Finished Goods</b>		
MS Bars	-	-
MS Scrap	-	-
	-	-
<b>Decrease/ (increase)</b>		
MS Bars	-	447,896.00
MS Scrap	-	664,121.00
	-	<b>1,112,017.00</b>



# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## NOTES

to the financial statements for the year ended 31st March 2019 (Contd.)

(All amounts in ₹ unless otherwise stated)

### 19) EMPLOYEE BENEFITS EXPENSES

	Year Ended 31st March 2019	Year Ended 31st March 2018
Salaries, wages, bonus etc.	29,623,103.00	9,998,036.00
Contribution towards ESIC	942,864.00	312,172.00
Contribution to provident fund and other funds	921,824.00	601,589.00
	<b>31,487,791.00</b>	<b>10,911,797.00</b>

### 20) FINANCE COSTS

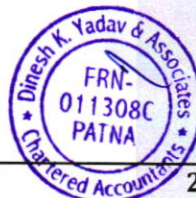
	Year Ended 31st March 2019	Year Ended 31st March 2018
Interest Expenses	4,399,588.00	893,670.00
	<b>4,399,588.00</b>	<b>893,670.00</b>

### 21) DEPRECIATION AND AMORTISATION EXPENSES

	Year Ended 31st March 2019	Year Ended 31st March 2018
Depreciation on tangible assets	50,149,299.00	20,223,223.15
	<b>50,149,299.00</b>	<b>20,223,223.15</b>

### 22) OTHER EXPENSES

	Year Ended 31st March 2019	Year Ended 31st March 2018
Power & Fuel	86,511,561.40	18,441,065.02
Loading Expense	2,430,890.00	-
Binding Expenses	9,194,323.00	-
Repair & Maintenance to Plant & Machinery	1,530,810.57	1,092,475.00
Labour Charges	18,635,808.00	-
Change in Provision for Excise Duty	-	(123,557.00)
Consumables Stores Consumed	86,641,165.22	26,266,654.51
Telephone Expenses	502,831.62	105,287.00
General Expenses	354,921.93	1,166,813.17
Fees & Subscription	810,467.00	1,379,630.00
Auditor's Remuneration	23,000.00	177,000.00
Miscellaneous Expense	127,655.59	1,231,040.00
Security Expenses	862,652.53	362,234.88
Fees Rates And Taxes	29,785.00	1,134,402.00
Insurance Charge	227,433.00	261,368.00
Donation	339,000.00	115,000.00
Delivery Charges	50,305.44	42,860.80
Advertisement Expense	240,500.00	100,000.00
Printing And Stationary	153,268.64	65,570.00
Filling Fees	5,800.00	28,600.00
Professional Fees	2,385,000.00	791,000.00
Freight Inwards	-	43,151.00
Rental Charges	147,766.00	24,000.00
Income Tax (2009-10)	-	306,990.00
Royalty Expense	240,000.00	80,000.00
Sales Tax Expense	195,302.93	-
Bank Charges & Commission	3,568.01	28,906.60
Office Electricity Charges	165,910.00	149,053.00
Legal & Consultancy Charges	35,600.00	50,000.00
	<b>211,845,325.88</b>	<b>53,319,543.98</b>



# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## NOTES

to the financial statements for the year ended 31st March 2019 (Contd.)

(All amounts in ₹ unless otherwise stated)

### 23) EARNINGS PER SHARE

	Year Ended 31st March 2019	Year Ended 31st March 2018
Earnings Per Share has been computed as under:		
Profit for the year	(24,998,603.05)	24,911,059.99
Weighted average number of equity shares outstanding	9,677,750.00	9,677,750.00
Earnings Per Share (Rs.) - Basic (Face value of Re. 10 per share)	-	2.57

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

	Year Ended 31st March 2019	Year Ended 31st March 2018
	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.

25) 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.

26) The 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 company. The disclosures relating to the Micro and Small Enterprises as at 31st March, 2019 are as under:

	As at 31st March 2019	As at 31st March 2018
i) Principal amount due to suppliers under MSMED Act and remaining unpaid. #	2,974,357.92	*
ii) Interest due to suppliers due on above.	*	*
iii) Any payment made to suppliers beyond appointed date. (under Section 16 of the Act)	*	*
iv) Interest due & payable to suppliers under MSMED Act.	*	*
v) Interest accrued and remaining unpaid as at 31.03.2019	*	*
vi) Interest remaining due & payable as per Section 23 of the MSMED Act	*	*

#### Note

# The information reported above is as per the MSME Form -I filed by the company on 31.05.2019 pertaining to

\* In absence of complete information regarding of the creditors, the Company is unable to provide complete information regarding amount due to them, hence relevant information in respect of point no. ii) to vi) above have not been given and no reporting has been done for previous year.





# JMD ALLOYS LIMITED

CIN: L27200BR1994PLC005961

## NOTES

to the financial statements for the year ended 31st March, 2019 (Contd.)

- 27) 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.
- 28) 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.
- 29) 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.
- 30) Balances of Trade Receivables, Trade Payables & Other Advances are subject to confirmation.

31) Estimated amount of Capital Commitment remaining to be received on Capital Account and not provided for (net of advances)	Amount	Amount Paid till 31st March 2019	Estimated Amount Remaining to be Paid as on 31st March, 2019
Antara Construction	20,77,443.00	16,43,000.00	4,34,443.00
Kamlesh Kumar (Contractor)	11,000.00	10,593.00	407.00
Sunsales	1,01,500.00	73,450.00	28,050.00
Maji Engineering	3,51,050.00	70,000.00	2,81,050.00
Matharoo Steel Co Pvt Ltd	92,040.00	16,992.00	75,048.00
	26,33,033.00	18,14,035.00	8,18,998.00

## 32) 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 Jaybindra Thakur	--do--
Ajay Kumar	KMP
Jai Kumar Bishwas	--do--
Divyang Agarwal	Company Secretary
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, 2019

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

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

As per our report of even date

For Dinesh K. Yadav & Associates

Firm Registration No. 011308C  
Chartered Accountants

CA Dinesh Kumar  
Partner

Membership Number: 401365  
UDIN: 19401365AAAAC9502

Patna : September 02, 2019

For & On Behalf of Board of Directors

*Jaybindra Thakur*  
Jaybindra Thakur  
DIN : 05284750

*Jai Kumar Bishwas*  
Jai Kumar Bishwas  
(CFO)

Patna : September 02, 2019

*Shiv Kumar Sharma*  
Shiv Kumar Sharma  
DIN : 02479908

*Divyang Agarwal*  
Divyang Agarwal  
(Company Secretary)