Steelco Gujarat Limited
Balance sheet as at 31 March 2023

(INR in lakhs)

Particulars	Note No.	As at 31 Mar 2023	As at 31 March 2022
ASSETS			
Non-current assets			
Property, plant and equipment	4	4,588.69	4,830.74
Capital work-in-progress	4	-	-
Investment property	5	52.23	53.29
Intangible assets	6	-	-
Financial assets			
(i) Loan	7	52.72	52.74
(ii) Deferred tax Assests	31	-	-
Income tax assets (net)	8	263.55	238.13
Other non current assets	9	124.87	124.87
		5,082.06	**5,299.77**
Current assets			
Inventories	10	1,207.75	1,215.18
Financial assets			
(i) Trade receivables	11	7,379.82	6,992.11
(ii) Cash and cash equivalents	12	1.08	37.92
(iii) Other bank balances	13	292.74	292.74
(iv) Loan	7	201.86	201.86
(v) Other financial assets	14	339.18	-
Other current assets	9	83.72	84.03
		9,506.15	**8,823.84**
TOTAL ASSETS		**14,588.21**	**14,123.61**
EQUITY AND LIABILITIES			
Equity			
Equity share capital	15	4,256.18	4,256.18
Other equity	16	(23,247.58)	(22,524.45)
Total equity		**(18,991.40)**	**(18,268.27)**
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	17	4,674.18	4,717.54
(ii) Others financial liabilities	18	4.06	4.06
Provisions	19	467.41	343.08
Other non-current liabilities	20	0.17	0.17
		5,145.82	**5,064.85**
Current liabilities			
Financial liabilities			
(i) Borrowings	17	7,329.04	8,482.01
(ii) Trade payables	21	629.17	636.04
(iii) Other financial liabilities	18	17,680.10	15,480.20
Other current liabilities	20	1,457.46	1,390.76
Provisions	19	1,338.02	1,338.02
Liabilities assigned to assets held for sale	22	-	-
		28,433.79	**27,327.03**
TOTAL EQUITY AND LIABILITIES		**14,588.21**	**14,123.61**

The accompanying notes 1 to 57 form an integral part of the financial statements
This is the balance sheet referred to in our audit report of even date.

For Nevatia & Associates
Chartered Accountants
Firm Registration No. 142559W

CA. Khushboo Nevatia
Partner

Place: Vadodara
Date: 15th February, 2024

For Steelco Gujarat Limited (Under Insolvency)

CA. Nirav Tarkas
Resolution Professional
Reg No: IBBI/IPA 02/IP N00776/2018-19/12375

Place: Vadodara
Date: 15th February, 2024

NEVATIA & ASSOCIATES CHARTERED ACCOUNTANTS FRN: 142559W

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00776/2018-19/12375

Steelco Gujarat Limited

Statement of profit and loss for the Year ended 31 March 2023

(INR in lakhs)

Particulars	Note No.	For the years ended 31 Mar 2023	31 March 2022
Income			
Revenue from operations	23	-	-
Other income	24	943.66	2,123.02
Total income		**943.66**	**2,123.02**
Expenses			
Cost of materials consumed	25	-	1.37
Excise duty		-	-
Changes in inventories - finished goods, work in progress (including cost incurred on jobwork)	26	-	0.19
Employee benefits expense	27	147.58	1.01
Finance costs	28	1,172.67	1,089.51
Depreciation and amortisation expense	29	256.67	273.05
Other expenses	30	112.45	306.19
Total expenses		**1,689.37**	**1,671.32**
Tax expense			
Current tax		-	-
Deferred tax		-	-
Total tax expense		**-**	**-**
Loss for the year		**(745.71)**	**451.70**
Other comprehensive income (OCI)			
Items that will not be reclassified to profit and loss			
Remeasurements of defined benefit plans		22.58	-
Income tax relating to items that will not be reclassified to profit or loss		-	-
Other comprehensive loss for the year		**22.58**	**-**
Total comprehensive loss for the year		**(723.13)**	**451.70**
Earnings per equity share (* refer to footnote under Capital Reserves)			
Number of Equity Shares (face value of INR 10 each)		**4,25,61,822**	**4,25,61,822**
Basic and diluted loss per share (INR)	32	(1.75)	1.06

The accompanying notes 1 to 57 form an integral part of the financial statements

This is the statement of profit and loss referred to in our audit report of even date.

For Nevatia & Associates
Chartered Accountants
Firm Registration No. 142559W

CA. Khushboo Nevatia
Partner

Place: Vadodara
Date: 15th February, 2024

For Steelco Gujarat Limited (Under Insolvency)

CA. Nirav Tarkas
Resolution Professional
Reg No: IBBI/IPA 02/IP N00776/2018-19/12375

Place: Vadodara
Date: 15th February, 2024

NEVATIA & ASSOCIATES FRN: 142559W CHARTERED ACCOUNTANTS

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00776/2018-19/12375

Steelco Gujarat Limited

Cash Flow Statement

(INR in lakhs)

Particulars	For the years ended 31 Mar 2023	31 March 2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	(745.71)	451.70
Adjustments for:		
Depreciation	256.67	273.05
Miscellaneous Non-Cash Expenses	-	0.19
Interest income	(44.32)	(1.95)
Finance costs	1,172.64	1,089.48
Amounts Written off	-	212.64
Provision (Reversal) for doubtful debts	10.18	89.36
Unrealised exchange (gain)/loss	(586.74)	(2,109.11)
Provisions for employee benefits	-	-
Operating profit/(loss) before working capital changes	**62.72**	**5.36**
Adjustments for changes working capital		
Trade receivables	-	-
Inventories	-	-
Other financial assets and other current assets	-	-
Trade payables	-	-
Other financial liabilities and current liabilities	-	-
Provisions	-	-
Cash flow from operating activities post working capital changes	**62.72**	**5.36**
Income tax paid (net)	(25.42)	(1.59)
Net cash flow from operating activities (A)	**37.30**	**3.77**
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(13.56)	(15.72)
Fixed deposits matured/Created	-	-
Proceeds from sale of property, plant and equipment	-	-
Interest received	44.32	1.95
Net cash flows from investing activities (B)	**30.76**	**(13.76)**
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Availment of long term/short term borrowings	1,091.44	40.17
Repayment of long term/short term borrowings	(1,196.33)	-
Interest paid	-	-
Net cash used in financing activities (C)	**(104.89)**	**40.17**
Decrease in cash and cash equivalents (A+B+C)	(36.83)	30.18
Cash and cash equivalents at the beginning of the year	37.92	7.74
Cash and cash equivalents at the end of the year	**1.09**	**37.92**

Note 1 - The above statement of cash flows has been prepared under the 'indirect method' as setout in 'Ind AS 7: Statement of cash flows'.

Note 2 - Figures in bracket represents cash outflows.

The accompanying notes 1 to 57 form an integral part of the financial statements
This is the cash flow statement referred to in our audit report of even date.

For Nevatia & Associates
Chartered Accountants
Firm Registration No. 142559W

CA. Khushboo Nevatia
Partner

Place: Vadodara
Date: 15th February, 2024

For Steelco Gujarat Limited (Under Insolvency)

CA. Nirav Tarkas
Resolution Professional
Reg No: IBBI/IPA 02/IP N00776/2018-19/12375

Place: Vadodara
Date: 15th February, 2024

NEVATIA & ASSOCIATES CHARTERED ACCOUNTANTS FRN: 142559W

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn. No. IBBI/IP-002/IP-N00776/2018-19/12375

Steelco Gujarat Limited

Statement of changes in equity for the year ended 31 March 2023

A. Equity Share Capital

(INR in lakhs)

Particulars	Note No.	Number of shares	Amount
Balance as on 1 April 2021	16	4,25,61,822	4,256.18
Changes in equity share capital during the year		-	-
Equity shares as at 31 March 2022		4,25,61,822	4,256.18
Changes in equity share capital during the year		-	-
Equity shares as at 31 March 2023		4,25,61,822	4,256.18

B. Other Equity

(INR in lakhs)

Particulars	Share application money pending allotment	Equity component of other financial instruments with shareholder	Reserves and Surplus		Total
			Capital reserve	Retained earnings	
Balance as at 1 April 2021	**-**	**343.21**	**489.68**	**(38,318.59)**	**(37,485.70)**
Loss for the year	-	-	-	451.70	451.70
Other comprehensive loss for the year	-	-	-	-	-
Total comprehensive loss for the year	**-**	**-**	**-**	**451.70**	**451.70**
Movement during the year	-	-	14,509.55	-	14,509.55
Balance as at 31 March 2022	**-**	**343.21**	**14,999.23**	**(37,866.89)**	**(22,524.45)**
Loss for the year	-	-	-	(745.71)	(745.71)
Other comprehensive loss for the year	-	-	-	22.58	22.58
Total comprehensive loss for the year	**-**	**-**	**-**	**(723.13)**	**(723.13)**
Movement during the year	-	-	-	-	-
Balance as at 31 March 2023	**-**	**343.21**	**14,999.23**	**(38,590.02)**	**(23,247.58)**

The accompanying notes 1 to 57 form an integral part of the financial statements

This is the statement of changes in equity referred to in our audit report of even date.

For Nevatia & Associates
Chartered Accountants
Firm Registration No. 142559W

CA. Khushboo Nevatia
Partner

For Steelco Gujarat Limited (Under Insolvency)

CA. Nirav Tarkas
Resolution Professional
Reg No: IBBI/IPA 02/IP N00776/2018-19/12375

NEVATIA & ASSOCIATES FRN: 142559W CHARTERED ACCOUNTANTS

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No. IBBI/IP-002/IP-N00776/2018-19/12375

Steelco Gujarat Limited

Notes to the financial statements for the year ended 31 March 2023

4. Property, Plant and Equipment

(INR in lakhs)

Description	Leasehold land	Buildings	Plant and Equipment	Furniture and Fixtures	Vehicles	Office Equipments	Total (A)	Capital work in progress (B)	Total (A+B)
Gross block [Carrying value (at deemed cost)]									
Balances as at 1 April 2021	36.71	1,515.38	5,547.61	47.53	(26.41)	45.68	7,166.50	0.87	7,167.37
Additions during the year	-	6.72	8.99	-	57.66	0.87	74.25	-	74.25
Capitalised during the year	-	-	-	-	-	-	-	(0.87)	(0.87)
Reclassified from held for sale	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2022	**36.71**	**1,522.10**	**5,556.60**	**47.53**	**31.25**	**46.55**	**7,240.74**	**(0.00)**	**7,240.74**
Additions during the year	-	13.56	-	-	-	-	13.56	-	13.56
Capitalised during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2023	**36.71**	**1,535.66**	**5,556.60**	**47.53**	**31.25**	**46.55**	**7,254.30**	**(0.00)**	**7,254.30**
Accumulated depreciation									
Balance as at 1 April 2021	0.77	262.82	1,796.78	31.99	(28.20)	25.11	2,089.27	-	2,089.27
Depreciation charge for the year	-	-	197.58	5.59	0.06	6.90	210.13	-	210.13
Amortisation for the year	0.18	52.76	-	-	-	-	52.94	-	52.94
Disposals during the year	-	-	-	-	57.66	-	57.66	-	57.66
Balance as at 31 March 2022	**0.95**	**315.58**	**1,994.36**	**37.58**	**29.52**	**32.01**	**2,410.00**	**-**	**2,410.00**
Depreciation charge for the year	-	-	195.09	5.52	0.06	1.69	202.36	-	202.36
Amortisation for the year	0.18	53.06	-	-	-	-	53.24	-	53.24
Disposals during the year	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2023	**1.13**	**368.64**	**2,189.45**	**43.10**	**29.58**	**33.70**	**2,665.60**	**-**	**2,665.60**
Net block									
Balance as at 31 March 2022	**35.76**	**1,206.52**	**3,562.24**	**9.95**	**1.73**	**14.54**	**4,830.74**	**(0.00)**	**4,830.74**
Balance as at 31 March 2023	**35.58**	**1,167.02**	**3,367.15**	**4.43**	**1.67**	**12.85**	**4,588.69**	**(0.00)**	**4,588.69**

NEVATIA & CO. CHARTERED ACCOUNTANTS FRN: 142552

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00776/2018-19/12375

(i) Assets acquired under finance lease

During the year 1991-92, the Company acquired under a finance lease from G.I.D.C., land situated at plot No.2, G.I.D.C. estate, N.H.No.8, Palej, Dist. Bharuch, Gujarat (India). The lease period is for 99 years which can be extended for another 99 years at the option of the Company.

(ii) Property, plant and equipment hypothecated as security

The term loans and short-term credit facilities (working capital loans) from consortium banks are secured by way of joint mortgage of immovable properties of the Company situated at Plot No.2, GIDC Estate, Palej, Dist. Bharuch, Gujarat (India) both present and future, and by way of hypothecation of whole of movable property of the Company, including plant and machinery and other movables, both present and future (save and except inventories and book debts) whether installed or not, or in the course of transit by way of first charge to the lenders (subject to the first charge on specified movable assets created in favor of banks providing working capital finance) to rank on "pari- passu" basis. The borrowings are further secured by way of the pledge in favor of the consortium bankers of equity shares of the face value of INR 3192.14 Lakhs of the Company held by Spica Investments Ltd., Mauritius (holding company) and corporate guarantee of Spica Business Corp., Panama (the ultimate holding company). The Gujarat Electricity Board also holds pari passu charge on these assets along with bankers for the Electricity Duty Deferment Loan from GEB disclosed in note 41A(ii)(d) as a contingent liability.

5. Investment Property

(INR in lakhs)

Description	Leasehold land	Buildings	Total
Gross block [Carrying value (at deemed cost)]			
Balances as at 1 April 2021	42.90	16.82	59.72
Additions during the year	-	-	-
Balance as at 31 March 2022	**42.90**	**16.82**	**59.72**
Additions during the year	-	-	-
Balance as at 31 March 2023	**42.90**	**16.82**	**59.72**
Accumulated depreciation			
Balances as at 1 April 2021	1.32	4.05	5.38
Depreciation charge for the year	-	0.81	0.81
Amortisation for the year	0.25	-	0.25
Balance as at 31 March 2022	**1.57**	**4.86**	**6.43**
Depreciation charge for the year	-	0.81	0.81
Amortisation for the year	0.25	-	0.25
Balance as at 31 March 2023	**1.82**	**5.68**	**7.49**
Net block			
Balance as at 31 March 2022	**41.33**	**11.96**	**53.29**
Balance as at 31 March 2023	**41.08**	**11.14**	**52.23**

(i) Contractual obligations

There are no contractual obligations to purchase, construct, or develop investment property or for its repair, maintenance, or enhancement.

(ii) Amount recognised in profit and loss for investment properties (leased or otherwise)

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Rental income	311.96	11.96
Depreciation	1.06	1.06

NEVATIA & ASSOCIATES CHARTERED ACCOUNTANTS FRN: 142533W

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No. IBBI/IP-002/IP-N00776/2018-19/12375

(iii) Profit from leasing of investment properties	**311.15**	**11.15**

(iv) Leasing arrangements

Building under investment properties are leased to tenants under long-term operating leases with rentals payable monthly. Minimum lease payments receivable under non-cancellable leases of investment property are as follows:

(INR in lakhs)

Particulars	As at 31 Mar 2023	As at 31 March 2022
Within one year	-	-
Later than one year but not later than 5 years	-	-
Later than 5 years	-	-
	-	-

(v) Fair value

(INR in lakhs)

Particulars	As at 31 Mar 2023	As at 31 March 2022
Leasehold land**	4,231.00	4,231.00
Buildings**	1,188.50	1,188.50

** The company has considered the fair value as per the Valuation Report prepared by the Valuer approved by IBBI RVO as the fair value for 31 March 2023.

(vi) Estimation of fair value

The fair values of the investment properties have been carried out by an independent valuer. The best evidence of fair value is current prices in an active market for similar properties. The investment properties have been fair valued using the sales comparison method in which due weightage has been given to property rates as evident from sales instances of comparable land and building found upon market enquiry, area, location, nearby civic amenities available etc. This is a Level 2 measurement as per the fair value hierarchy set out in fair value measurement disclosures.

NEMATA & ASSOCIATES LLP FRN: 142559W CHARTERED ACCOUNTANTS

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00776/2018-19/12375

6. Intangible Assets

(INR in lakhs)

Description	Computer softwares	Total
Gross Block [Carrying value (at deemed cost)]		
Balance as at 1 April 2021	31.16	31.16
Additions during the year	-	-
Balance as at 31 March 2022	**31.16**	**31.16**
Additions during the year	-	-
Balance as at 31 March 2023	**31.16**	**31.16**
Accumulated Amortisation		
Balance as at 1 April 2021	22.24	22.24
Amortisation for the year	8.92	8.92
Balance as at 31 March 2022	**31.16**	**31.16**
Amortisation for the year	-	-
Balance as at 31 March 2023	**31.16**	**31.16**
Net Block		
Balance as at 31 March 2022	**-**	**-**
Balance as at 31 March 2023	**-**	**-**

7. Loans

(INR in lakhs)

Particulars	Non-current		Current	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
(Unsecured, considered good)				
Security deposits	52.72	52.74	-	-
Excess Remuneration recoverable from Managing Director (refer note 52)	-	-	201.86	201.86
Total	**52.72**	**52.74**	**201.86**	**201.86**

8. Income Tax Assets [net]

(INR in lakhs)

Particulars	Non-current	
	As at 31 March 2023	As at 31 March 2022
Advance tax (net of provisions)	263.55	238.13
Total	**263.55**	**238.13**

9. Other Assets

(INR in lakhs)

Particulars	Non-current		Current	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
Balance with Govt Authorities	124.87	124.87	-	-
Prepaid expenses	-	-	0.01	0.01
Advance to vendors	-	-	81.68	81.99
Other advances	-	-	2.03	2.03
Total	**124.87**	**124.87**	**83.72**	**84.03**

10. Inventories

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Raw materials	45.87	45.87
Work-in-progress	1.68	1.68
Stores and spares	786.32	793.74
Packing materials	3.72	3.72
Capital Spares (includes reclassified from CWIP refer note no: 4(iv))	370.16	370.16
Total	**1,207.75**	**1,215.18**

NEVALI & ASSOCIATES FRN: 142558W CHARTERED ACCOUNTANTS

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00776/2018-19/12375

10. Inventories (Contd…)

i) The amount of inventories recognized as an expense is recognised in costs of materials consumed, changes in inventory, and consumption of stores and spares

ii) The management certifies that the inventory included above belongs to the company and is physically verified by them in FY 2019-20. The company shut down on 31st October 2020 due to insolvency and hence inventory is as per the valuation report of Valuers approved by IBBI and verified by valuer.

iii) There was no capitalization of borrowings cost to inventories during the years presented.

iv) Returnable good Pass sent to various vendors for Jobwork aggregating of amount Rs.14.52 Lakhs. Confirmation has not been received for the status of this job orders. Hence they are not included above inventory.

11. Trade Receivables [unsecured]

(INR in lakhs)

Particulars	Current	
	As at 31 March 2023	As at 31 March 2022
Trade receivables considered good	-	-
Trade receivables which have significant increase in credit risk	7,379.82	6,992.11
Trade receivables - credit impaired	2,233.56	2,223.38
Less: allowance for expected credit loss	(2,233.56)	(2,223.38)
Total	**7,379.82**	**6,992.11**
The movement in allowance for expected credit loss is as follows		
Balance as at beginning of the year	2,223.38	2,134.02
Change in allowance for credit impaired during the year	-	-
Provision for Bad Debt Recovered	10.18	89.36
Trade receivable written off during the year	-	-
Balance as at the end of the year	**2,233.56**	**2,223.38**

Trade receivables include due by directors and its officers of the company - nil (previous year nil)
Refer to note 35 for information about credit risk and market risk of trade receivable.

NEVATIA & ASSOCIATES CHARTERED ACCOUNTANTS FRN: 142559

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00775/2018-19/12375

12. Cash and cash equivalents

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Cash on hand	0.89	0.89
Balances with banks		
In current accounts	0.20	37.03
Total	**1.08**	**37.92**

There are no repatriation restrictions with regard to cash and cash equivalents at the end of the reporting period.

13. Other bank balances

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
In fixed deposit accounts with original maturity 12 months or less	292.74	292.74
Total	**292.74**	**292.74**

Fixed deposits on which lien is marked in favor of bankers for issuance of guarantee/LC- INR 69.81 Lakhs (previous year INR 69.81 Lakhs).

14. Other financial assets

(INR in lakhs)

Particulars	Current	
	As at 31 March 2023	As at 31 March 2022
Other receivables	339.18	-
Total	**339.18**	**-**

* Confirmation from the respective bank is not received for Interest Accrued on Fixed Deposit. So it is subject to confirmation as and when received.

NEVATIA & CO. CHARTERED ACCOUNTANTS FRN: 142556

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No. IBBI/IP-002/IP-N00776/2018-19/12375

15. Equity share capital

Particulars	Number of shares		Amount (INR in lakhs)	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
Authorised capital				
Equity shares of INR 10 each	7,50,00,000	7,50,00,000	7,500.00	7,500.00
Total	**7,50,00,000**	**7,50,00,000**	**7,500.00**	**7,500.00**
Issued and subscribed and fully paid-up capital				
Equity shares of INR 10 each	4,25,61,822	4,25,61,822	4,256.18	4,256.18
Total	**4,25,61,822**	**4,25,61,822**	**4,256.18**	**4,256.18**

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period

Particulars	Number of shares	Amount (INR in lakhs)
Equity shares as at 1st April 2021	**4,25,61,822**	**4,256.18**
Add: Issued during the year	-	-
Equity shares as at 31 March 2022	**4,25,61,822**	**4,256.18**
Add: Issued during the year	-	-
Equity shares as at 31 March 2023	**4,25,61,822**	**4,256.18**

(ii) All shares rank equally with regard to the repayment of capital in the event of liquidation of the Company.

(iii) Details of shareholders holding more than 5% shares in the Company

Particualars	% holding		Number of shares	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
Spica Investments Limited (Holding Company),Mauritius which is a subsidiary of Spica Business Corp., Panama.	75%	75%	3,19,21,366	3,19,21,366

(iv) The Company has neither issued bonus shares nor has bought back any shares during the last 5 years.

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STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00776/2018-19/12375

16. Other equity

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Capital reserve		
Opening balance	14,999.23	489.68
Changes during the year:	-	-
-Addition of Abnormal Items*(Refer to footnote for details)	-	14,509.55
Closing balance (a)	**14,999.23**	**14,999.23**
Retained earnings		
Opening balance (restated refer note 42)	(37,866.91)	(38318.61)
Net profit/(loss) for the year	(745.71)	451.70
Other comprehensive income/(loss)	22.58	-
Closing balance (b) (restated refer note 42)	**(38,590.04)**	**(37,866.91)**
Equity component of other financial instruments with shareholder		
Opening balance	343.22	343.22
Changes during the year	-	-
Closing balance (d)	**343.22**	**343.22**
Total other equity (a+b+c+d)	**(23,247.58)**	**(22,524.45)**

Summary of balance of other equity

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022	As at 1 April 2021
Capital reserve	14,999.23	14,999.23	489.68
Retained earnings	(38,590.04)	(37,866.91)	(38,318.61)
Equity component of other financial instruments with shareholder	343.22	343.22	343.22
Total	**(23,247.58)**	**(22,524.45)**	**(37,485.70)**

Nature and purpose of other reserves

Capital reserve

Capital reserve is created out of the profit earned from some specific transactions of a capital nature. Capital reserve is not available for distribution to the shareholders.

*In the previous year Amount of Rs.13633.87 represents a write-off emanating from i. Creditors who have not filed their claims as per IBC, 2016. ii. Creditors outside the limitation period under the Limitation Act. iii. Creditors claim rejected under IBC, 2016. iv. Provisions and amounts related to i. to iii. herein before.

* In previous year According to the information available evidence is not been received for sale from the customs department. It pertains to the FY 2017-18 year. Hence in the absence of any information, it is been written off. It is assumed customs has sold these items and sale value has been adjusted against demurrage by the authorities.

*In previous year The remaining amount is against the provision of LTA, DGFT Composition fees, advance licenses of Custom dept, etc. which is not required for the reasons meintioned above in the footnote of Note no. 22. Hence written off.

Retained earnings

Retained earnings represent the accumulated profits/losses made by the company over the years.

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00776/2018-19/12375

16. Other equity (Contd...)

Equity component of other financial instruments with shareholder

This includes the equity component of two classes of cumulative redeemable non-convertible preference shares and interest-free loans from shareholders. On transition to Ind AS, these instruments have been fair valued and the difference between the carrying amount and the fair value has been shown as equity contribution from the shareholder.

Details of Equity component of other financial instruments with shareholder

Particulars	As at 31 March 2023	As at 31 March 2022
Equity Component Of Preference Shares	119.82	119.82
Equity Component Of Loan (Unsecured)	223.40	223.40
Total Equity component of other financial instruments with shareholder	**343.22**	**343.22**

CHARTERED ACCOUNTANTS

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Notes to the financial statements for the year ended 31 March 2023

17. Borrowings

(A) Non-current

(INR in lakhs)

Particulars	Maturity date	Terms of repayment	Coupon/ Interest rate	As at 31 March 2023	As at 31 March 2022
Secured					
Term loans from consortium of banks, secured (inclusive of unpaid interest) (see note (i) below)	31 March 2021	30 Quarterly repayments starting from 31 December 2013 to 31 March 2021	SBI PLR Rate + 1 %	6,558.08	6,390.05
Unsecured					
(a) Loans from ultimate holding company	1st Tranche- 3 December 2020 2nd tranche- 26 December 2021 3rd tranche- 14 February 2022	Single repayment at the time of maturity	0%	859.12	908.93
	1st Tranche- (New Loan) 30th May 2024			259.54	261.59
(b) Liability component of compound financial instruments					
(i) 328.20 lakhs 12.50% cumulative redeemable non-convertible preference shares held by holding company	29 September 2026	Single repayment at the time of maturity	12.50%	3,282.00	3,282.00
(ii) 34.86 lakhs 7.00% cumulative redeemable non-convertible preference shares held by holding company	21 February 2029	Single repayment at the time of maturity	7%	273.53	265.02
(iii) Accrued dividend on preference shares stated at (i) and (ii) above				6,173.74	5,739.09
Total non-current borrowings				**17,406.00**	**16,846.68**
Less : Interest accrued and due on term loan (refer note 18)				(3,830.19)	(3,670.12)
Less : Recalled term loan (refer note 18)				(2,727.89)	(2,719.93)
Less : current maturities of long term debt (refer note 18)				-	-
Less : Accrued dividend on preference shares (refer note 18)				(6,173.74)	(5,739.09)
Non-current borrowings as per balance sheet				4,674.18	4,717.54

(i) Rupee Term loan

Default in repayment of monthly interest and term loan instalments:

The respective term loans have been classified as non-performing assets by consortium banks viz (a) State Bank of India since June 2016, (b) Federal Bank Ltd since December 2016, (c) Canara Bank since July 2018, and (d) Bank of India since November 2018. Further, the consortium banks have recalled the entire credit facilities granted and demanded immediate repayment of the outstanding dues inclusive of interest, etc. The default in respect of principal outstanding as at 31 March 2021 is INR 2711.77 Lakhs (previous year INR 2889.95 Lakhs). Also, refer to note 44.

(ii) Unsecure loan from ultimate holding company:

Unsecured, long-term borrowings from the ultimate holding company, Spica Business Corp. Panama, are interest-free and are repayable at the end of five years from the date of the loan.

(iii)

The Financial Creditors which are State Bank of India, Bank of India, Federal Bank, and Canara Bank have filed a claim in Form-C under IBC 2016 CIRP regulations which has been accepted by RP. Hence as per extant regulation interest after the Insolvency commencement date is not applicable. Repayment/Settlement will be as per NCLT Ahmedabad court order in Subjudice via IA no. IA No. 763/2022 in CP (IB) 342 /2020 dated 31.07.2023

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Steelco Gujarat Limited

Notes to the financial statements for the year ended 31 March 2023

17. Borrowings (Contd…)

(B) Current

(INR in lakhs)

Particulars	Maturity date	Terms of repayment	Coupon/ Interest rate	As at 31 March 2023	As at 31 March 2022
Secured					
Working capital loans from banks, secured	Payable on demand	Payable on demand	SBI PLR Rate + 1 % (see note below)	7,329.04	8,482.01
Total				**7,329.04**	**8,482.01**

(i) Working Capital Loans from Banks- Secured

Working capital loans from banks comprise of cash credit (CC), export packing facility (EPC), demand loan (DL), and packing credit foreign currency (PCFC). Interest for borrowing in Indian currency through CC, EPC, and DL presently ranging between 10.30 % p.a. to 17.60 % p.a., and for borrowing in foreign currency through PCFC is in the range of Libor + 2.61 % p.a. to Libor + 2.64 % p.a.

(ii) Default in Working Capital Loans from Banks

The respective working capital loans have been classified as non-performing assets by consortium banks viz (a) State Bank of India since June 2016, (b) Federal Bank Ltd since December 2016, (c) Canara Bank since July 2018, and (d) Bank of India since November 2018. Further, the consortium banks have recalled the entire credit facilities granted and demanded immediate repayment of the outstanding dues inclusive of interest, etc. The default in respect of principal outstanding as at 31 March 2021 is INR 8470.09 Lakhs (previous year INR 8483.57). Also, refer to note 44.

(C) Security details

The term loans and short-term credit facilities (working capital loans) from consortium banks are secured by way of joint mortgage of immovable properties of the Company situated at Plot No.2, GIDC Estate, Palej, Dist. Bharuch, Gujarat (India) both present and future, and by way of hypothecation of whole of movable property of the Company, including plant and machinery and other movables, both present and future (save and except inventories and book debts) whether installed or not, or in the course of transit by way of first charge to the lenders (subject to the first charge on specified movable assets created in favor of banks providing working capital finance) to rank on "pari- passu" basis. The borrowings are further secured by way of the hypothecation in favor of the consortium bankers of equity shares of the face value of INR 3192.14 Lakhs of the Company held by Spica Investments Ltd., Mauritius (holding company) and corporate guarantee of Spica Business Corp., Panama (the ultimate holding company). The Gujarat Electricity Board also holds pari passu charge on these assets along with bankers for the Electricity Duty Deferment Loan from GEB disclosed in note 41A(ii)(d) as a contingent liability.

The carrying amounts of assets hypothecated as security for current and non-current borrowings are as under:

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Current		
Inventories and trade receivables (to the extent hypothecated)	8,587.57	8,207.28
Non Current		
Property, plant & Equipment (see note 4) (immoveable assets)	1,202.60	1,242.28
Property, plant & Equipment (see note 4) (moveable assets)	3,386.10	3,588.46
Capital Work in Progress (see note 4)	(0.00)	(0.00)
Investment Properties (see note 5) (leasehold land)	41.08	41.33
Intangible assets (see note 6)	-	-
Total	13,217.35	13,079.35

(D) Net Debt reconciliation

This section sets out analysis of net debt

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Cash and cash equivalents	(1.08)	(37.92)
Liquid investments	(292.74)	(292.74)
Non current borrowings	4,674.18	4,717.54
Current borrowings	7,329.04	8,482.01
Other financials liabilities (Related to borrowings)	14,712.36	13,557.11
Net debt	**26,421.76**	**26,426.00**

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18. Other financial liabilities

(INR in lakhs)

Particulars	Non-current		Current	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
Security deposits from customers/vendors	4.06	4.06	-	-
Deposit from Bidders	-	-	15.00	60.00
Accrued dividend on preference shares	-	-	6,173.74	5,739.09
Current maturities of long term debt *	-	-	-	-
Recalled term loan*	-	-	2,727.89	2,719.93
Interest accrued and due on term loans*	-	-	3,830.19	3,670.12
Interest accrued and due on short term borrowings*	-	-	1,980.54	1,427.97
Other expenses payable	-	-	1,821.93	1,816.03
Payable for capital goods	-	-	-	-
Amount repayable to holding company against Offer For Sale (OFS)	-	-	47.05	47.05
Advance Repayable	-	-	1,083.76	-
Total	**4.06**	**4.06**	**17,680.10**	**15,480.19**

* refer note 17A and 17B

19. Provisions

(INR in lakhs)

Particulars	Non-current		Current	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
Provision for employee benefits*	467.41	343.08	30.68	30.68
Provision for import duty (net of ITC)**	-	-	1,307.34	1,307.34
Total	**467.41**	**343.08**	**1,338.02**	**1,338.02**

*For detailed disclosures on employee benefit plans, refer to note 39.

** The company has recognized probable estimated liability (net of ITC) towards import duty on materials imported under the advance license benefit scheme against which export obligations have not been fulfilled before the period stipulated under the Licence. The expected timing of the outflows is uncertain. The movement in provision for import duty is as follows:

Carrying amount at the beginning of the period	1,307.34	1,307.34
Add: additional provision made	-	-
Less: amount used / reversed	-	-
Carrying amount at the end of the period	**1,307.34**	**1,307.34**

20. Other liabilities

(INR in lakhs)

Particulars	Non-current		Current	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
Deferred rental income	0.17	0.17	-	-
Advances from customers	-	-	945.51	886.91
Statutory dues	-	-	511.95	503.85
Total	**0.17**	**0.17**	**1,457.46**	**1,390.76**

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21. Trade payables

(INR in lakhs)

Particulars	Current	
	As at 31 March 2023	As at 31 March 2022
Total outstanding dues of micro enterprises and small enterprises *	-	-
Total outstanding dues of creditors other than micro-enterprises and small enterprises		
Acceptances	-	-
Others	629.17	636.04
Total	**629.17**	**636.04**

* Refer note no 33 for disclosure under MSMED Act

22. Liabilities directly associated with assets classified as "held for sale"

(INR in lakhs)

Particulars	Non-current		Current	
	As at 31 March 2023	As at 31 March 2022	As at 31 March 2023	As at 31 March 2022
Liabilities towards custom duty/ clearing & forwarding associated with assets held for sale*	-	-	-	-
Total	**-**	**-**	**-**	**-**

* In previous year According to the information available evidence is not been received for sale from the customs department. It pertains to the FY 2017-18 year. Hence in the absence of any information, it is been written off. It is assumed customs has sold these items and sale value has been adjusted against demurrage by the authorities.

*In previous year The remaining amount is against the provision of LTA, DGFT Composition fees, advance licenses of Custom dept, etc. which is not required for the reasons meintioned above in the footnote of Note no. 22. Hence written off.

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23. Revenue from operations

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Sale of manufactured goods	-	-
Job work revenue	-	-
Other operating revenue	-	-
Total	**-**	**-**

24. Other income

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Interest income	44.32	1.95
Net gain on foreign currency transactions and translation	586.74	2,109.11
Insurance claim received	-	-
Net gain on sale of property, plant & equipments	-	-
Rental income	311.96	11.96
Amounts Written Off	-	-
Others	0.63	-
Total	**943.66**	**2,123.02**

25. Cost of materials consumed

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Raw materials:		
Opening stock	45.87	50.97
Add : Purchases	-	(5.10)
	45.87	**45.87**
Less : Closing stock	45.87	45.87
	-	-
Packing materials consumed	-	1.37
Total	**-**	**1.37**

26. Changes in inventories - Finished goods , Work in progress (including cost incurred on jobwork)

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Closing stock:		
Work-in-progress	1.68	1.68
Finished Goods	-	-
Scrap inventories	-	-
Work-in-progress (Cost incurred on jobwork)	-	-
	1.68	1.68
Opening stock		
Work-in-progress	1.68	1.87
Finished goods	-	-
Scrap inventories	-	-
Work-in-progress (Cost incurred on jobwork)	-	-
	1.68	1.87
Stock movement (a)	**-**	**0.19**
Cost of goods produced and sold - Trial run (b)	**-**	**-**
Total	**-**	**0.19**

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27. Employee benefits expenses

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Salaries and wages	146.90	0.24
Contribution to provident & other funds	-	-
Staff welfare expenses	0.67	0.77
Total	**147.58**	**1.01**

Foot notes to Employee Benefit Expenses:

a. 'This table is displayed as per the requirements of the Companies Act 2013. However, the company stopped working from 31.10.2020 to 31.07.2023. In view of this Leave Travel Allowance(LTA) is only a provision and is not charged to Profit and Loss as accrued and due. The amount payable for Leave Travel Allowance(LTA) payable if any will be decided by Civil Court Bharuch in cases 06/2020, 08/2020 & 09/2020. In addition to this another sibjudice case, NCLT Ahmedabad vide IA no. 07 OF 2022 is also subject to the decree of the court.

b.'Employees whose cases are sub-judice in Court prior to 31.12.2020 dues will be determined on order of Trial Court and hence not provided here. The above claim sheet cannot admit / reject the claims since this is sub-judice before onset of the Insolvency Commencement date and hence within jurisdiction of Civil Court Bharuch.

28. Finance costs

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Interest expenses - borrowings	712.77	632.76
Interest expenses - others	16.70	14.50
Dividend on redeemable preference shares	443.17	442.22
Bank commission & charges	0.03	0.03
Total	**1,172.67**	**1,089.51**

29. Depreciation and amortisation

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Depreciation on property, plant and equipment	255.43	262.82
Amortisation of lease hold land	0.18	0.25
Amortisation of intangible assets	-	8.92
Amortisation of and depreciation on investment property	1.06	1.06
Total	**256.67**	**273.05**

30. Other expenses

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Consumption of stores and spares	0.38	0.85
Other manufacturing expenses	-	-
Power and fuel	-	-
Repairs to buildings	-	1.08
Repairs to plant and machinery	-	-
Insurance	8.43	7.17
Rates and taxes	4.82	2.86
Conveyance and traveling expenses	0.01	0.08
Professional fees	41.13	49.70
Legal and Licenses fees	0.05	0.31
Freight and forwarding on sales	-	0.01
Other marketing expenses	4.29	8.78
Provision for doubtful debts	10.18	89.36
Audit fees	1.50	1.50
Directors' sitting fees	-	-
Miscellaneous Amount Written Off	-	135.02
Miscellaneous expenses	41.67	9.48
Total	**112.45**	**306.19**

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30. Other expenses (Contd...)

(i) Payments to auditors (includes related to predecessor auditor)

As auditor		
Audit fees	1.50	1.50
Reimbursement of expenses	-	-

(ii) CSR expenses

Since the Company is continually making losses since the past few years, it is not required to incur any CSR expenses for both the years presented

(iii) Miscellaneous Amount Written Off

The company shut down on 31st October 2020 due to insolvency; hence, inventory is as per the valuation report of Valuers approved by IBBI and verified by valuer. The difference amount has been written off in the previous year.

31. Income tax expense/Deferred Tax

(INR in lakhs)

Deferred Tax Liability	WDV As per income tax	WDV As per Books	Difference	Tax Rate in %	DTL
Depreciation	1825.68	5042.16	3216.47	26.000	836.28
DTA					836.28

Deferred Tax Assets	Closing Balance	Tax Rate in %	DTA
43 B Disallowances	5,383.70	26.000	1,399.76
Bad Debts Provisions	2,134.02	26.000	554.85
Unabsorbed business losses	9,084.26	26.000	2,361.91
Unabsorbed depreciation	14,275.71	26.000	3,711.68
Provision for Contingent Liabilities	2,587.01	26.000	672.62
DTA			8,700.82
NET DTA/DTL (see note below)			-

DTA is not recognized since the company does not have any reasonable certainty that sufficient future taxable income would be available against which such deferred tax assets can be realized. This amount prevails as of 31.03.2018 and it is represented for information purposes only.

32. Earnings per share*

Basic earnings per share is calculated by dividing the net profit/ (loss) for the year available for equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit/ (loss) for the year available for equity shareholders and the weighted average numbers of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Loss as per the statement of profit and loss available for equity shareholders (INR in lakhs)	(745.71)	451.70
Weighted average number of equity shares for EPS computation	4,25,61,822	4,25,61,822
Basic and diluted earnings/(loss) per share (INR)	(1.75)	1.06

(* refer to footnote under Capital Reserves)

NEVATIA & CO. FRN. 142534W CHARTERED ACCOUNTANTS

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Notes to the financial statements for the year ended 31 March 2023

33. Disclosure under the Micro, small and medium enterprises development Act, 2006 ("MSMED Act") are provided as under, to the extent the company has received intimation from the "suppliers" regarding their status under the act

(INR in lakhs)

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
(i) Principal amount & the interest due thereon remaining unpaid to each supplier as at the year end of *each accounting year.*	-	-
Principal amount due to micro & small enterprise (within due date as per MSMED Act)	-	-
Principal amount due to micro & small enterprise (other than above)	-	-
Interest due on above	-	-
(ii) Interest paid by the company in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during the period.	-	-
(iii) Interest due & payable for the period of delay in making payment (which has been paid but beyond the appointed day during the period) but without adding interest specified under the MSMED Act.	-	-
(iv) The amount of interest accrued and remaining unpaid at the end of each accounting Year.	-	-
(v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act.	-	-

Note: The company was admitted to Insolvency on 31st October 2020. The factory was closed on 31st October 2020 so there were no purchases, operations, and interest was not provided for thereafter consequently the above figures are carried forward balances.

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STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/ IP 002/ IP-N00776/2018-19/ 12375

34. Financial instruments

(A) Accounting Classification and Fair values:

(INR in lakhs)

As at 31 March 2023	Non-Current/ Current	Carrying Amount				Fair value			
		FVTPL	FVTOCI	Cost/ Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial Assets:									
Unquoted Equity instrument	Non-current	-	-	-	-	-	-	-	-
Loans	Non-current	-	-	52.72	52.72	-	-	-	-
Loans	Current	-	-	201.86	201.86				
Trade receivables	Current	-	-	7,379.82	7,379.82	-	-	-	-
Cash and cash equivalents	Current	-	-	1.08	1.08	-	-	-	-
Other bank balances	Current	-	-	292.74	292.74	-	-	-	-
Other financial assets	Current	-	-	339.18	339.18	-	-	-	-
Total Financial Assets		-	-	8,267.40	8,267.40	-	-	-	-
Financial Liabilities:									
Borrowings	Non-current	-	-	4,674.18	4,674.18	-	-	-	-
Others financial liabilities	Non-current	-	-	4.06	4.06	-	-	-	-
Borrowings [including current maturities and interest]	Current	-	-	22,041.41	22,041.41	-	-	-	-
Trade payables	Current	-	-	629.17	629.17	-	-	-	-
Other financial liabilities	Current	-	-	1,868.98	1,868.98	-	-	-	-
Total Financial Liabilities		-	-	29,217.80	29,217.80	-	-	-	-

As at 31 March 2022	Non-Current/ Current	Carrying Amount				Fair value			
		FVTPL	FVTOCI	Cost/ Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial Assets:									
Unquoted Equity instrument	Non-current	-	-	-	-	-	-	-	-
Loans	Non-current	-	-	52.74	52.74	-	-	-	-
Loans	Current	-	-	201.86	201.86	-	-	-	-
Trade receivables	Current	-	-	6,992.11	6,992.11	-	-	-	-
Cash and cash equivalents	Current	-	-	37.92	37.92	-	-	-	-
Other bank balances	Current	-	-	292.74	292.74	-	-	-	-
Other financial assets	Current	-	-	-	-	-	-	-	-
Total Financial Assets		-	-	7,577.37	7,577.37	-	-	-	-
Financial Liabilities:									
Borrowings	Non-current	-	-	4,717.54	4,717.54	-	-	-	-
Others financial liabilities	Non-current	-	-	4.06	4.06	-	-	-	-
Borrowings [including current maturities and interest]	Current	-	-	22,039.12	22,039.12	-	-	-	-
Trade payables	Current	-	-	636.04	636.04	-	-	-	-
Other financial liabilities	Current	-	-	1,863.08	1,863.08	-	-	-	-
Total Financial Liabilities		-	-	29,259.84	29,259.84	-	-	-	-

(B) Fair value of the assets measured at amortised cost:

Financial assets and financial liabilities measured at amortised cost for which fair valued are disclosed:

Financial Assets:
The carrying value of trade receivables, loans and advances and other financial assets, cash and cash equivalents, other bank balances etc. are considered to be approximately equal to the fair values.

Financial Liabilities:
Fair values of Loans from banks and others, other financial liabilities, trade payables, etc. are considered to be approximately equal to the carrying values.

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35. Financial Risk Management

Risk Management framework

The Company is exposed to various risks in relation to financial instruments. The Company's financial assets and liabilities are summarised by category in note 35. The main types of risks to which the Company is exposed are market risk, credit risk, and liquidity risk. The Company's risk management is coordinated at its headquarters, in close cooperation with the board of directors, and focuses on actively securing the Company's short to medium-term cash flows by minimizing exposure to volatile financial markets. The Company does not actively engage in the trading of financial assets for speculative purposes nor does it write options. The most significant financial risks to which the Company is exposed are described below.

(A) Credit risk

Credit risk is the risk that a counterparty fails to discharge an obligation to the Company. The Company is exposed to this risk for various financial assets such as *trade receivables, security deposits, other receivables, etc. The Company's maximum exposure to credit risk is limited to the carrying amount of the following types* of financial assets.

-Trade receivables
-Fixed deposits with banks
-Cash and cash equivalents
-Other financial assets measured at amortised cost

The Company continuously monitors defaults of customers and other counterparties, identified either individually or by the Company, and incorporates this 'information into its credit risk controls. Where available at reasonable cost, external credit ratings and/or reports on customers and other counterparties are obtained and used. The Company's policy is to deal only with credit-worthy counterparties.

a) Credit risk management

Cash and cash equivalent and Fixed deposits with banks

Credit risk related to cash and cash equivalents is managed by selecting highly rated banks and diversifying bank deposits and accounts in different banks across the country.

Trade receivables

In the case of export sales, credit risk related to trade receivables is mitigated by taking letters of credit from overseas customers or making sales against advances where credit risk is high. The Company closely monitors the credit-worthiness of the customers and only sells goods to credit-worthy parties.

Other financial assets measured at amortized cost

Other financial assets measured at amortized cost include security deposits, export incentives receivables, and others. The Company does not see any credit risks from export incentives receivables since the counterparty involved is government authorities. Credit risk related to other financial assets is managed by 'monitoring the recoverability of such amounts continuously, while at the same time, internal control systems in place ensure the amounts are within defined limits.

b) Expected credit losses

Company provides expected credit losses based on the following

Trade receivables

The Company recognizes lifetime expected credit losses on trade receivables using a simplified approach and uses historical information to arrive at loss relevant to each category of trade receivables:

(INR in lakhs)

Ageing (As at 31 March 2023)	0 - 30 days	30 - 60 days	60 - 90 days	90 - 180 days	180 - 365 days	More than one year	Total
Gross carrying amount	-	-	-	-	-	9,613.38	9,613.38
Expected credit loss provision	-	-	-	-	-	2,233.56	2,233.56
Carrying amount of trade receivables (Net of impairment)	-	-	-	-	-	7,379.82	7,379.82

Ageing (As at 31 March 2022)	0 - 30 days	30 - 60 days	60 - 90 days	90 - 180 days	180 - 365 days	More than one year	Total
Gross carrying amount	-	-	-	-	-	9,215.49	9,215.49
Expected credit loss provision	-	-	-	-	-	2,223.38	2,223.38
Carrying amount of trade receivables (Net of impairment)	-	-	-	-	-	6,992.11	6,992.11

Reconciliation of Expected credit loss provision

Particulars	(INR in lakhs)
As at 1 April 2021	2,134.02
Changes in provision	89.36
As at 31 March 2022	2,223.38
Changes in provision	10.18
As at 31 March 2023	2,233.56

(B) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due. Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which it operates. In addition, the Company's *liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring* balance sheet liquidity ratios against internal and external regulatory requirements, and maintaining debt financing plans.

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35. Financial Risk Management (Contd...)

Maturities of financial liabilities

The tables below analyze the company's financial liabilities into relevant maturity based on their contractual maturities for all non-derivative financial liabilities and the amounts disclosed in the table are the contractual undiscounted cash flows.

(INR in lakhs)

Contractual maturities of financial liabilities as at 31 March 2023	Less than 1 year	1-2 year	2-3 year	More than 3 years	Total
Borrowings*	208.82	2,468.16	19,198.06	4,881.62	**26,715.59**
Trade payable	-	-	629.17	-	**629.17**
Other payables	-	-	1,873.04	-	**1,873.04**
Total	**208.82**	**2,468.16**	**21,700.27**	**4,881.62**	**29,217.80**

Contractual maturities of financial liabilities as at 31 March 2022	Less than 1 year	1-2 year	2-3 year	More than 3 years	Total
Borrowings*	208.82	2,468.16	19,198.06	4,881.62	**26,756.66**
Trade payable	-	-	636.04	-	**636.04**
Other payables	-	-	1,867.14	-	**1,867.14**
Total	**208.82**	**2,468.16**	**21,701.24**	**4,881.62**	**29,259.84**

* In case of defaulted term loans from banks included in borrowings, contractual maturities are beyond 12 months period, however same has become repayable on demand due to a default event occurring during the year ended 31 March 2023

(C) Market Risk

a) Foreign currency risk

Most of the Company's transactions are carried out in INR. Exposures to currency exchange rates arise from the Company's loan from the holding company, trade receivables in case of export sales, and trade payables denominated in Euro and USD. To mitigate the Company's exposure to foreign currency risk, non-INR cash flows are monitored in accordance with the Company's risk management policies. Generally, the Company's risk management procedures distinguish short-term foreign currency cash flows (due within 6 months) from longer-term cash flows (due after 6 months). Where the amounts to be paid and received in a specific currency are expected to largely offset one another, no further hedging activity is undertaken.

Foreign currency risk exposure:

The Company's significant exposures to foreign currency risk at the end of the reporting period expressed in INR in lakhs are as follows

Particulars	As at 31 March 2023		As at 31 March 2022	
	USD	Euro	USD	Euro
Financial assets				
Trade receivables	7,712.78	21.20	7,712.78	21.20
Net exposure to foreign currency risk (assets)	**7,712.78**	**21.20**	**7,712.78**	**21.20**
Financial liabilities				
Borrowings	859.12	-	908.93	-
Trade payables	-	-	-	-
Payable for Capital Goods	-		-	
Advance from Customers	-	-	-	-
Net exposure to foreign currency risk (liabilities)	**859.12**	**-**	**908.93**	**-**

Sensitivity

The following table illustrates the sensitivity of profit and equity with respect to the Company's financial assets and financial liabilities. For the year ended 31st March 2023, the company assumes a 10% (31 March 2022: 10%) change in the INR/USD exchange rate and a 10% (31 March 2022: 10%) change in the INR/EUR exchange rate. Both of these percentages have been determined based on the average market volatility in exchange rates in the previous 12 months. The sensitivity analysis is based on the Company's foreign currency financial instruments held at each reporting date:

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
USD sensitivity		
10% (10%) appreciation	(685.37)	(680.38)
10% (10%) depreciation	685.37	680.38
Euro sensitivity		
10% (10%) appreciation	2.12	2.12
10% (10%) depreciation	(2.12)	(2.12)

b) Interest rate risk

The Company's policy is to minimize interest rate cash flow risk exposures on long-term financing. As at 31 March 2023, the Company is exposed to changes in market interest rates through bank borrowings at variable interest rates. Other borrowings i.e. loans from holding companies and redeemable preference shares are at fixed interest rates. The Company does not have any investments in bond or money markets and hence it is not exposed to any interest rate changes in financial assets. The following table illustrates the sensitivity of profit and equity to a reasonably possible change in interest rates of +/- 1% for the year ended 31 March 2023 (31 March 2018: +/- 1%). These changes are considered to be reasonably possible based on observation of current market conditions. The calculations are based on a change in the average market interest rate for each period, and the financial instruments held at each reporting date that are sensitive to changes in interest rates. All other variables are held constant.

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35. Financial Risk Management (Contd...)

(i) Liabilities

Interest rate risk exposure

Below is the overall exposure of the Company to interest rate risk:

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Variable rate borrowing	26,715.59	26,756.66
Fixed rate borrowing	-	-
Total	**26,715.59**	**26,756.66**

Sensitivity analysis

Below is the sensitivity of profit or loss and equity changes in interest rates. Increase in interest rates will have a negative impact on profit and loss and equity. Conversely, a decrease in interest rates will have a positive impact on profit and loss, and equity.

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Interest sensitivity		
Interest rates – increase by 100 basis points	(267.16)	(267.57)
Interest rates – decrease by 100 basis points	267.16	267.57

(ii) Assets

The company's fixed deposits are carried at amortized cost and are fixed rate deposits. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

Interest rate risk exposure

Below is the overall exposure of the financial assets:

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Variable rate deposits/ loans	-	-
Fixed rate deposits/ loans	345.46	345.48
Total	**345.46**	**345.48**

36. Capital management

The Company' s capital management objectives are
- to ensure the company's ability to continue as a going concern
- to provide an adequate return to shareholders

The Company monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of the balance sheet.

Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. This takes into account the subordination levels of the Company's various classes of debt. The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Net debts	26,422	26,426
Total equity	(18,991)	(18,268)
Net debt to equity ratio	**-**	**-**

Dividends

Particulars	As at 31 March 2023	As at 31 March 2022
(i) Dividend on Equity shares	Nil	Nil
(ii) Dividends not recognised at the end of the reporting period	Nil	Nil

37. Operating segment information

During the year under report the company was under insolvency there were no operations, sales or income. Hence segement information is not applicable

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38. Related parties disclosures

In accordance with the requirements of Indian Accounting Standard (Ind AS) 24 "Related Party Disclosures" the name of the related party, related party relationship, transactions, and outstanding balances including commitments where control exists and with whom transactions have taken place during the reported period are as follows:

a) Ultimate holding company — Spica Business Corp, Panama

b) Holding company — Spica Investment Limited, Mauritius

c) Fellow Subsidiaries — Steelco Colour Coating Limited
Gujarat Nippon Enterprises Private Limited
Gujarat Nippon International Private Limited

d) Key management personnel (KMP)

Name of person	Nature of relationship
Mr. Praful Chandaria	Non-Executive Director (Date of cessation 20.12.2023)
Mrs. Ameeta Trehan	Non-Executive Independent Director (Date of cessation 20.12.2023)
Mr. Ajay P. Shanghvi	Non-Executive Independent Director (Date of cessation 20.12.2023)
Mr. Mitesh H. Shah	Managing Director (Date of cessation 20.12.2023)

e) Relatives of KMP — No transaction with relatives

f) Enterprises significantly influenced by Directors and/or their relatives: -

g) Transactions with related parties (INR in lakhs)

Sr. No.	Nature of transaction	Year	Holding/ Subsidiary companies	Fellow subsidiary companies	Enterprise significantly influenced by group of individuals or their relatives who have significant influence over the Company	KMPs and relative of KMP	Total
	Transactions during the year						
1	**Finance Cost**						
	Spica Business Corp., Panama	2022-2023	(49.82)	-	-	-	(49.82)
		2021-2022	(14.97)	-	-	-	(14.97)
	Spica Investment Limited, Mauritius	2022-2023	8.51	-	-	-	8.51
		2021-2022	(7.57)	-	-	-	(7.57)
2	**Preference dividend accrued during the year**						
	Spica Investment Limited, Mauritius	2022-2023	443.17	-	-	-	443.17
		2021-2022	(442.22)	-	-	-	(442.22)
3	**Excess remuneration paid, accounted as recoverable**						
	Mr. Mitesh H. Shah*	2022-2023	-	-	-	-	-
		2021-2022	-	-	-	-	-

Foot notes to transactions with related parties:

a. A suit has been filed against Mr. Mitesh H Shah, viz. subjudice in the NCLT court of Ahmedabad for recovery of excess remuneration paid.

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STEELCO GUJARAT LIMITED (UNDER INSOLVENCY) CA NIRAV TARKAS INTERIM RESOLUTION PROFESSIONAL Regn No IBBI/IP-002/IP-N00776/2018-19/12375

38. Related parties disclosures (Contd...)

Sr. No.	Nature of transaction	Year	Holding/ Subsidiary companies	Fellow subsidiary companies	Enterprise significantly influenced by group of individuals or their relatives who have significant influence over the Company	KMPs and relative of KMP	Total
	Balances as at the balance sheet						
1	**Receivables**						
	Mr Mitesh Shah*	31.03.2023	-	-	-	201.86	201.86
		31.03.2022	-	-	-	(201.86)	(201.86)
2	**Payables**						
	Unsecured loan from Spica Business Corp., Panama	31.03.2023	1,118.65	-	-	-	1,118.65
	(foot note c)	31.03.2022	(1,170.52)	-	-	-	(1,170.52)
	Liability component of preference shares issued	31.03.2023	3,555.53	-	-	-	3,555.53
	to Spica Investment Limited, Mauritius (foot note d)	31.03.2022	(3,547.02)	-	-	-	(3,547.02)
	Accrued dividend on preference shares issued	31.03.2023	6,173.74	-	-	-	6,173.74
	to Spica Investment Limited, Mauritius (foot note e)	31.03.2022	(5,739.09)	-	-	-	(5,739.09)
	Payable towards amount received towards OFS	31.03.2023	47.05	-	-	-	47.05
	to Spica Investment Limited, Mauritius (foot note f)	31.03.2022	(47.05)	-	-	-	(47.05)
	Trade payable -Gujarat Nippon International	31.03.2023	-	-	-	-	-
	Private Limited	31.03.2022	-	(0.27)	-	-	(0.27)
3	**Guarantees**						
	Guarantees given in favour of bankers by	31.03.2023	25,373.00	-	-	-	25,373.00
	Spica Business Corp., Panama	31.03.2022	(25,373.00)	-	-	-	(25,373.00)
4	**Pledge of shares**						
	Aggregate face value of equity shares pledged in favour	31.03.2023	3,192.14	-	-	-	3,192.14
	of bankers by Spica Investment Limited, Mauritius	31.03.2022	(3,192.14)	-	-	-	(3,192.14)

Foot notes to transactions with related parties:

a. Previous year figures are given in brackets.
b. Above all transactions are excluding Goods & Service Tax/ Service Tax
c. Represents the amount shown under the heading non-current borrowings. It will be settled at USD 12.00 lakhs. For terms and conditions see note 17.
d. Represents the amount shown under the heading non-current borrowings. It will be settled at INR 3630.62 lakhs. For terms and conditions see note 17.
e. Represents the amount shown under the heading non-current borrowings. For terms and conditions see note 17.
f. Represents the amount shown under the heading other financial liabilities. See note 18.
g. Except as stated otherwise above, the amount outstanding is unsecured and will be settled in cash or kind. No expense has been recognized in the current year or prior years for bad or doubtful debts in respect of the amounts owned by related parties.
h. A suit has been filed against Mr. Mitesh H Shah, viz. subjudice in the NCLT court of Ahmedabad for recovery of excess remuneration paid.

(g) Remuneration to KMP's

The details of remuneration to key managerial personnel recognised during the year is as below: **(INR in lakhs)**

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Short term employee benefit	-	-
Post employment benefit	-	-
Other long term employee benefit	-	-
Total	-	-





39. Employee benefit obligations

(A) Defined contribution plan

Provident fund

The Company contributes to a statutory provident fund. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation. The expense recognized during the year towards the provident fund is Nil (31 March 2021: INR 23.92 lakhs).

(B) Defined benefit plans

(a) Gratuity (non-funded)

I. Changes in present value of obligations (PVO) (INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
PVO at beginning of year	**241.62**	**372.12**
Interest cost (net)	41.11	24.53
Current service cost	27.52	16.46
Past service cost	-	-
Benefit payments from employer	(4.60)	-
Remeasurements - Due to financial assumptions	-	(5.77)
Remeasurements - Due to experience adjustments	(22.58)	(52.02)
PVO at end of year	**283.08**	**355.33**
II. Amounts to be recognised in balance sheet		
Funded status	-	-
Non-funded status	283.08	355.33
Net asset/(liability) recognised in the balance sheet	**283.08**	**355.33**
III. Expenses recognised in the statement of profit and loss		
Current service costs	27.52	16.46
Past service cost	-	-
Net interest	41.11	24.53
Expenses recognised in the statement of profit and loss	**68.64**	**40.99**
IV. Actuarial gains/loss recognised in other comprehensive income		
Remeasurements - Due to financial assumptions	-	(5.77)
Remeasurements - Due to experience adjustments	(22.58)	(52.02)
Actuarial (gains)/losses recognised for the period	**(22.58)**	**(57.79)**
V. Movements in liability recognised in balance sheet		
Opening net liability	241.62	372.12
Defined Benefit Cost included in Profit and loss account	68.64	40.99
Total Remeasurements included in OCI	(22.58)	(57.79)
Employer Direct Benefit Payments	(4.60)	-
Closing net liability	**283.08**	**355.33**
VI. Classification in the balance sheet		
Current liability	**17.15**	**16.20**
Non-current liability	**265.93**	**339.13**

VII. Assumptions used in actuarial valuations

Assumptions as at	As at 31 March 2023	As at 31 March 2022
Financial assumptions		
-Discount Rate	7.30%	6.82%
-Salary Escalation	5.00%	5.00%
Demographic assumption		
-Mortality Rate	100%	100%
-Disability Rate	0%	0%
-Withdrawal Rate	1%	1%
-Normal Retirement Age	58 Years	58 Years
-Adjusted Average Future Service	9.00	9.00

39. Employee benefit obligations (Contd...)

(B) Defined benefit plans

(b) Leave encashment (non-funded)

I. Changes in present value of obligations (PVO) (INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
PVO at beginning of year	107.87	107.87
Interest cost (net)	-	-
Current service cost	-	-
Past service cost	-	-
Benefit payments from employer	-	-
Remeasurements - Due to financial assumptions	-	-
Remeasurements - Due to experience adjustments	-	-
PVO at end of year	**107.87**	**107.87**
II. Amounts to be recognised in balance sheet		
Funded status	-	-
Non-funded status	107.87	107.87
Net asset/(liability) recognised in the balance sheet	**107.87**	**107.87**
III. Expenses recognised in the statement of profit and loss		
Current service costs	-	-
Net interest	-	-
Expenses recognised in the statement of profit and loss	**-**	**-**
IV. Actuarial gains/loss recognised in other comprehensive income		
Remeasurements - Due to financial assumptions	-	-
Remeasurements - Due to experience adjustments	-	-
Actuarial (gains)/losses recognised for the period	-	-
V. Movements in liability recognised in balance sheet		
Opening net liability	107.87	107.87
Defined benefit cost included in profit and loss account	-	-
Total remeasurements included in OCI	-	-
Employer direct benefit payments	-	-
Closing net liability	**107.87**	**107.87**
VI. Classification in the balance sheet		
Current liability	**8.53**	**8.53**
Non-current liability	**99.35**	**99.35**

VII. Assumptions used in actuarial valuations

Assumptions as at	As at 31 March 2023	As at 31 March 2022
Financial assumptions		
-Interest/discount rate	-	-
-Rate of increase in compensation	-	-
Demographic assumption		
Mortality	-	-
-Disability Rate	-	-
-Attrition Rate	-	-
-Normal Retirement Age	-	-
-Leave availment Rate	-	-
-Leave Encashment Rate during employment	-	-

Foot notes to Employee Benefit Obligations:

a. This table is displayed as per the requirements of the Companies Act 2013. However company has stopped working from at 31.10.2020 to 31.07.2023. In view of this Leave Encashment is only a provision and is not charged to Profit and Loss as accrued and due. The amount payable for Leave Encashment payable if any will be decided by Civil Court Bharuch in cases 06/2020, 08/2020 & 09/2020. In addition to this another sibjudice case, NCLT Ahmedabad vide IA no. 07 OF 2022 which is also subject to the decree of the court.

b. Employees whose cases are sub-judice in Court prior to 31.12.2020 dues will be determined on order of Trial Court and hence not provided here. The above claim sheet cannot admit / reject the claims since this is sub-judice before onset of the Insolvency Commencement date and hence within jurisdiction of Civil Court Bharuch.

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39. Employee benefit obligations (Contd...)

(C) Risk exposures

(i) Salary risk: Actual salary increases will increase the plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

(ii) Discount rate risk: Reduction in discount rate in subsequent valuations can increase the plan's liability.

(iii) Mortality and disability risk: Death and disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

(iv) Withdrawals risk: Actual withdrawals proving higher or lower than assumed withdrawals and changes in withdrawal rates at subsequent valuations can impact the plan's liability.

(D) Sensitivity analysis

The sensitivity of the defined benefit obligation to changes in the weighted principal assumption is:

Gratuity (non-funded)	31 March 2023					
Assumptions	Discount rate		Salary escalation rate		Withdrawal Rate	
Sensitivity level	1%	-1%	1%	-1%	1%	-1%
	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)
Impact on defined benefit obligation	(17.16)	19.03	20.69	(18.94)	2.24	(2.44)

Gratuity (non-funded)	31 March 2022					
Assumptions	Discount rate		Salary escalation rate		Withdrawal Rate	
Sensitivity level	1%	-1%	1%	-1%	1%	-1%
	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)
Impact on defined benefit obligation	(23.71)	26.49	28.44	(25.85)	2.58	(2.83)

Leave Encashment (non-funded)	31 March 2023					
Assumptions	Discount rate		Salary escalation rate		Attrition rate	
Sensitivity level	1%	-1%	1%	-1%	1%	-1%
	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)
Impact on defined benefit obligation	-	-	-	-	-	-

Leave Encashment (non-funded)	31 March 2022					
Assumptions	Discount rate		Salary escalation rate		Salary escalation rate	
Sensitivity level	1%	-1%	1%	-1%	1%	-1%
	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)	(INR in lakhs)
Impact on defined benefit obligation	-	-	-	-	-	-

(E) Weighted average duration of the defined benefit plan obligation:

	31 March 2023	31 March 2022
Gratuity	9.77 Years	9.77 Years
Leave Encashment	-	-

(F) Expected employer's contribution in future years for gratuity and leave encashment are as follows:

(INR in lakhs)

As at 31 March 2023	Less than a year	Between 1-2 years	Between 2-5 years	Beyond 5 Years	Total
Gratuity	17.15	20.45	91.81	216.14	345.55
Leave encashment	-	-	-	-	-
Total	**17.15**	**20.45**	**91.81**	**216.14**	**345.56**

As at 31 March 2022	Less than a year	Between 1-2 years	Between 2-5 years	Beyond 5 Years	Total
Gratuity	16.20	30.27	104.63	248.56	399.65
Leave encashment	-	-	-	-	-
Total	**16.20**	**30.27**	**104.63**	**248.56**	**399.66**

40. Contingent liabilities and commitment

(A) Contingent liabilities

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
(i) In respect of guarantees given by Banks and/or counter guarantees given by the Company	313.99	313.99
(ii) Other money for which the company is contingent liable:		
(a) In respect of the demands raised by the Central Excise, State Excise & Service Tax Authority	630.57	630.57
(b) In respect of Income Tax matters pending before appellate authorities which the Company expects to succeed, based on decisions of Tribunals/Courts.	1,031.70	1,031.70
(c) Letters of credit	-	-
(d) Interest on electricity duty deferment loan (for charge created in favour of of Collector of Electricity Gandhinagar. The matter is pending before Hon. Gujarat High Court	39.80	39.80
(e) Labour matters	40.80	40.80
(f) Liability of import duty on raw materials imported under advance licence benefit scheme against which export obligation remained to be fullfilled over the period stipulated under the licenses / formalities are yet not completed. (net of amount provided for)	3,097.15	3,097.15
(g) Interest and penalty on matters disclosed at (f) above and in respect of amount already provided for.	Not Ascertained	Not Ascertained
(h) Interest waived under CDR package, payable under recompense clause (refer note - iv below)	1,272.90	1,272.90
(i) Penal interest and other dues in respect of borrowing facilities classified as NPA by bankers (except Canara Bank)	Not Ascertained	Not Ascertained
(j) DFGT liabilities for Non-Fulfillment of EODC Obligation against Advance Licences	2,703.56	2,703.56
(k) Different Cases for Central Excise & Customs	1,296.70	1,296.70
(l) Cases with State Electricity Board	40.85	40.85
Total	**10,427.17**	**10,427.17**

(iii) Central Board of Excise & customs ("CBEC") vide its office memorandum dated 22 February 2011 has clarified that where the cenvat credit is availed in respect of goods exported under the duty-free import authorization ("DFIA") if the said credit without being utilized is reversed or paid back along with interest after the goods are cleared for export, it will be treated as if such credit is availed by the assessee. Being aggrieved by the issue of such memorandum in respect of benefits claimed by the Company on DFIA, the Company has filed a written petition in Hon. Bombay High Court challenging the memorandum issued by CBEC, which is decided in favour of the Company, based on the facts of the case and prevalent legal position and Foreign Trade Policy. However, the central excise department has filed a special leave petition in the Hon. Supreme Court challenging the above decision of the Hon. Bombay High Court, which has been admitted by the Hon. Supreme Court. The company has been advised by its legal adviser that the stand of the excise department is not tenable, hence there would not be any financial liabilities arising on the company.

(B) Commitments

(INR in lakhs)

Particulars	As at 31 March 2023	As at 31 March 2022
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	-	-
Total	**-**	**-**





Steelco Gujarat Limited

Notes to the financial statements for the year ended 31 March 2023

41. Corporate Insolvency Resolution Process (CIRP)

(a) Pursuant to the directive of the Reserve Bank of India (RBI) dated 15th June, 2017. State Bank of India (SBI), the lead lender for a consortium of lenders filed an application under Section-7 of the Insolvency and Bankruptcy Code, 2016 read with Rule 4 of the Insolvency and Bankruptcy Code, 2016 (IBC) at Honourable National Company Law Tribunal (NCLT) at Ahmedabad to initiate Insolvency Resolution Process of the Company. Honorable NCLT, Ahmedabad vide its order dated 31st December 2020 admitted the said petition thus initiating the Insolvency Process at the company. Accordingly, Hon'ble NCLT, Ahmedabad bench appointed CA. Nirav Tarkas, as Interim Resolution Professional to carry the function as mentioned under the Insolvency and Bankruptcy Code, 2016. Since, then the affairs of the company are being managed by CA. Nirav Tarkas, Interim Resolution Professional (IRP).

(b) As per Section 20 of the Insolvency Code 2016, the management and operations of the company are being managed by RP CA. Nirav Tarkas on a going concern basis and accordingly the financial statements for the year ended 31st March 2023 have been prepared on a Going Concern Basis.

43. The Manufacturing operations of the plant were closed during the year financial year 2022-2023

44. The aggregate amount outstanding to all member banks as per the books of accounts of the Company (including accrued interest) is Rs. 212.80 Lakhs. The Company has defaulted in repayment of dues including interest to all of its consortium banks, who have issued notices under section 13(2) of the Securitization & Reconstruction of Financial Assets & Enforcement of Security Interest Act 2002 (SARFAESIA). These bankers have classified the accounts as NPAs and recalled entire facilities granted to the Company including interest/penal interest etc. As disclosed in Note 17, virtually the entire properties/assets of the company and promotors holding are charged/pledged to the bankers for the due repayment of the bankers due. Since the Company is under the CIRP Process, Interest accrued and due is not applicable after the Insolvency commencement date.

45. In certain instances, the amount of the claim admitted or to be admitted by the Administrator under the CIRP process may differ from the amount reflected in the books of accounts of the Company. The above audited financial results are drawn on the basis of figures appearing in the books of accounts of the Company as on March 31, 2023.

46. List of Creditors (including Financial, Operational, Workmen & Employees, and Other Creditors) and Security Interest, as approved by RP, disclosed on the Company Website for all claims received till 31st January 2022 present to a public announcement made on 8th January 2021 in accordance with section 13 and 15 of Insolvency and Bankruptcy code, 2016 read with Regulation 6 of CIRP Regulations.

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY)
CA NIRAV TARKAS
INTERIM RESOLUTION
PROFESSIONAL
Regn No IBBI/
IP-002/
IP-N000776/2018-19/
12375

47. The CDR package dated 27th June 2012 stipulates that the lenders have the right to reverse waivers amounting to Rs. 1273 Lakhs in the event of non-compliance with the terms of the CDR package. SBI, one of the lenders, has demanded (vide SARFAESIA notice) repayment of CDR sacrifice of Rs. 630 Lakhs (included in Rs. 1273 Lakhs) and additional interest thereon of Rs. 548 Lakhs. As the Company is currently in the Insolvency Process under IBC, the Company has not provided for these liabilities in the books of account but disclosed the same as contingent liabilities by way of note.

48. The trade receivable includes a balance aggregating Rs. 7714.20 Lakhs in foreign currency, which is pending for settlement and has resulted in delays in receipt beyond the timeline stipulated by the FED Master Direction No. 16/2015-16 under Foreign Management Act, 1999. Further, there are balances payable to the same parties and aggregating Rs. 5618.24 Lakhs. The Company has filed necessary applications with the appropriate authority for condonation of such delays. The Management is of the view that the possible penalties etc. which may be levied for such irregularities are likely to be condoned by the regulator authorities.

49. The trade payable includes a balance aggregating Rs. 14761.61 Lakhs in foreign currency, which are pending for settlement and have resulted in delays in payment beyond the timeline stipulated by the FED Master Direction No. 17/2015-16 under Foreign Management Act, 1999. The Company has filed necessary applications with the appropriate authority for condonation of such delays. The Management is of the view that the possible penalties etc. which may be levied for such irregularities are likely to be condoned by the regulator authorities.

50. The trade receivables of Rs. 6848 Lakhs have a significant increase in credit risk, in respect of which the Company has made an assessment for expected credit loss, in accordance with the requirements of 'Ind AS 109'. Financial Instruments, as the management considers such balances as good and recoverable in the future. The matter is disclosed under the basis of a disclaimer of opinion in the independent auditor's audit report.

51. The Company has not performed an impairment assessment as required by Ind AS 38 - 'Impairment of Assets' which requires the Company to determine whether the economic benefit in respect of tangible assets shall be available to the Company in subsequent periods taking into consideration the uncertainty in respect of its plan to monetize its assets. In view of the foregoing, we have not been provided sufficient appropriate evidence about the carrying value of the tangible asset and adjustments required, if any, to standalone financial statements.

52. In view of losses incurred, the Company has spent Nil towards schemes of Corporate Social Responsibility as prescribed under section 135 of the Companies Act, 2013.

53. On account of the closure of the operation of the Company since November 2019, the plant has been shut down since then. The net realizable value of these plant and machinery and Fixed Assets is as per the valuation report of IBBI RVO valuer.

54. Confirmation letters have not been obtained from all the parties in respect of Trade Receivable, Other Non-Current Assets, and Other Current Assets. Accordingly, the balances of the accounts are subject to confirmation, recondition, and consequent adjustments, if any.

56. Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

FRN. 142553W CHARTERED ACCOUNTANTS

STEELCO GUJARAT LIMITED (UNDER INSOLVENCY)
CA NIRAV TARKAS
INTERIM RESOLUTION PROFESSIONAL
Regn. No. IBBI/IP-002/IP-N00775/2018-19/12375

Steelco Gujarat Limited

Notes to the financial statements for the year ended 31 March 2023

57. As the powers of the Board of Directors have been suspended, the financial statements have not been adopted by the Board of Directors. However, the same have been signed by the designated officials of the Company confirming the accuracy and completeness of the statements. These financial statements have thereafter been taken on record by Mr. Nirav Tarkas, Resolution Professional (RP).

The accompanying notes 1 to 57 form an integral part of the financial statements

This is the balance sheet referred to in our audit report of even date.

For Nevatia & Associates
Chartered Accountants
Firm Registration No. 142559W

CA. Khushboo Nevatia
Partner

Place: Vadodara
Date: 15th February, 2024

For Steelco Gujarat Limited (Under Insolvency)

CA. Nirav Tarkas
Resolution Professional
Reg No: IBBI/IPA 02/IP N00776/2018-19/12375

Place: Vadodara
Date: 15th February, 2024