

ABHA FERRO ALLOYS LTD

FINANCIAL STATEMENTS
2019-20

A.K.GUTGUTIA & ASSOCIATES

Chartered Accountants

135A, B. R. B. Basu Road, 2nd Floor

Kolkata – 700 001

ABHA FERRO ALLOYS LIMITED

3 MAYFAIR ROAD, FLAT-2B, 2ND FLOOR, KOLKATA-700 019

DIRECTOR'S REPORT

TO THE SHAREHOLDERS,

Your Directors have pleasure in presenting the Annual Report together with the Audited Financial Statement of the Company for the year ended on **31st March 2020**.

FINANCIAL HIGHLIGHTS & STATE OF COMPANY'S AFFAIRS:

<u>Particulars</u>	<u>2019-20 (Rs.)</u>	<u>2018-19 (Rs.)</u>
Total Income	56,15,008.00	7,28,111.00
Profit/(Loss) before Taxes	54,45,023.30	6,87,634.50
Taxes for the year	9,13,973.00	1,37,000.00
Profit/(Loss) after Taxes	45,31,050.30	5,50,634.50
Earnings Per Share (Face Value Rs. 10/-)	0.33	0.04

RESERVES: No amount was transferred to Reserves during the year.

DIVIDEND: Your Directors do not recommend any dividend for the year.

DEPOSITS: The Company has not accepted any deposits from the public during the year.

DIRECTORS: Mr. Suresh Kumar Sharma (DIN: 07760918) was elevated from Director to Managing Director of the Company w.e.f. 1st June, 2019 for a period of 5 years. Mr. Sajan Kumar Kharkia, Director (DIN: 07988183) was also appointed as Chief Financial Officer w.e.f. 1st June, 2019. Mr. Vikash Kharakia (DIN: 07760911) retires at the ensuing Annual General Meeting & being eligible, offers himself for re-appointment. Ms. Annu Jain, resigned as Company Secretary w.e.f. 10th December, 2019. The company is looking for a suitable candidate for appointment as Company Secretary.

NUMBER OF BOARD MEETINGS HELD DURING THE YEAR UNDER REVIEW: The Board of Directors duly met 5 (Five) times during the financial year on 29th May 2019, 26th September 2019, 10th December 2019, 20th January 2020 & 22nd January 2020.

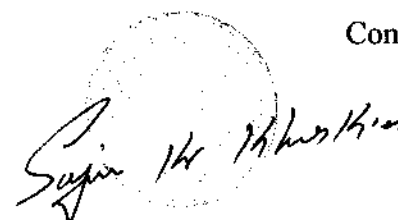
RISK MANAGEMENT: Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events. Business risk evaluation and management is an ongoing process within the Company. Hence, no separate risk management policy is formulated.

STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS: The Company's internal control systems are commensurate with the size and nature of business of the Company. The Management ensures that the accounts of the Company are properly maintained in accordance with the prevailing laws and regulations. During the year under review, no reportable material weakness in the internal operation was observed.

AUDITORS: M/s A. K. Gutgutia & Associates Chartered Accountants, (FRN: 327314E), were appointed as Statutory Auditor of the Company in the Annual General Meeting held on 5th December, 2017 for a period of 5 years until the conclusion of Annual General Meeting to be held in the year 2022.

The Auditors Report does not contain any qualification requiring any further explanation from the Directors.

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DIRECTORS' REPORT TO THE MEMBERS – 31st March,2020 Contd...

PERSONNEL: The Company does not have any employee who is in receipt of remuneration exceeding the limit prescribed requiring disclosure under the provisions of Companies Act, 2013 & Rules made there under.

EXTRACT OF ANNUAL RETURN: As required pursuant to section 92 (3) of the Companies Act, 2013 and Rules made there under, an extract of Annual Return of the Company as on **31st March 2020** in prescribed form MGT-9 is furnished as **Annexure A** attached to this Report.

AUDIT COMMITTEE: As per Section 177 of the Companies Act, 2013, Audit Committee as required to be constituted by the Company has been so constituted.

The present composition of the Audit Committee as on date is as follows:

- Mr. Suresh Kumar Sharma - Managing Director, Chairman
- Mr. Sajan Kumar Kharkia – Director & CFO
- Mr. Vikash Kharkia, - Non-Executive Independent Director

2 (Two) Audit committee meetings were held during the year on 29/05/2019 and 26/09/2019.

AUDIT COMMITTEE MEETINGS

Name of the Audit Committee Members	Meetings Held	Meetings Attended
Mr. Sajan Kumar Kharkia	2	2
Mr. Suresh Kumar Sharma	2	2
Mr. Vikash Kharkia,	2	2

The details of Audit Committee are furnished in **Annexure - B** and forms part of this report.

NOMINATION & REMUNERATION POLICY: As the paid up capital of the company is below 100 crore & aggregate borrowing does not exceed 50 crore & the company is not listed entity, the requirement of Nomination & Remuneration Committee is not applicable to the company.

DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES: The Company does not have any subsidiary or joint venture or associate companies.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS: The Company has not granted any loan or issued any guarantee covered under provision of Section 186 of the Companies Act, 2013. The company has made the compliances under provision of Section 186 in respect of Investments. Details of investments made by company are provided in **Note No. 6.0** to the Financial Statements.

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DIRECTORS' REPORT TO THE MEMBERS – 31st March,2020 Contd...

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES: Contracts/arrangements/transactions, if any, entered into by the company during the financial year with related parties were in ordinary course of business on arm's length basis & hence provision of section 188 of the Companies Act, 2013 are not applicable. All related party transactions have been disclosed in Note No. 16 to the financial statements.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO: Considering the nature of business of your company, no comment is required on conservation of energy, technology absorption as stipulated under the provisions of Section 134 (m) of the Companies Act, 2013 & Rules made there under. There was no foreign exchange inflow or outflow during the year under review.

DIRECTOR RESPONSIBILITY STATEMENT: In accordance with the provisions of Section 134 (5) of the Companies Act, 2013, your directors confirm that:

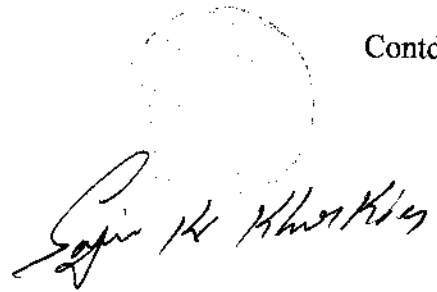
- i) in the preparation of the Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departure, if any.
- ii) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the profit or loss of the Company for that period.
- iii) the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities.
- iv) the directors have prepared the annual accounts on a going concern basis.
- v) the directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

MATERIAL CHANGES AND COMMITMENT: No material changes and commitments affecting the financial position of the company have occurred between the end of the financial year to which these financial statements relate and the date of this report.

POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES: The provision of Companies Act 2013 & Rules made there under in respect of Corporate Social Responsibility (CSR) activities are not applicable to the Company.

DECLARATION OF INDEPENDENT DIRECTORS: Declaration of meeting the criteria of independence as provided in Section 149(6) of the Companies Act 2013 has been received from each of the Independent Directors of the Company.

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DIRECTORS' REPORT TO THE MEMBERS – 31st March, 2020 Contd...

SECRETARIAL AUDIT: The Provisions of the Companies Act 2013 and Rules made there under in respect of Secretarial Audit are not applicable to the Company as its paid up capital does not exceed 50 crore nor its Turnover exceeds 250 crores.

CHANGES IN SHARE CAPITAL: During the year under review, there was no change in the share Capital of the Company. The company has neither issued shares with differential rights as to dividend, voting or otherwise nor issued any sweat equity shares or Employees Stock Option or any other Scheme.

OTHER MATTERS: Your Directors state that no complaint was received during the year nor was pending as at the beginning and end of the year pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

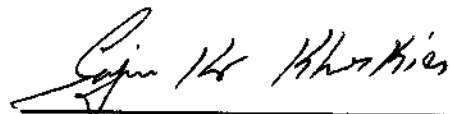
ACKNOWLEDGEMENTS: The Board wishes to place on record their appreciation to various statutory authorities, banks and business associates for their continued co-operation and assistance received during the year.

For & on behalf of the Board of Directors

Kolkata: 29th June, 2020



(Suresh Kumar Sharma, Managing Director)
(DIN-07760918)



(Sajan Kumar Kharkia, Director & CFO)
(DIN-07988183)

Annexure 'A' to the Directors' Report - 31.03.2020

FORM NO. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March, 2020

[Pursuant to Section 92 (3) of the Companies Act, 2013 and Rule 12(1) of the Company (Management & Administration) Rules, 2014.]

I. REGISTRATION & OTHER DETAILS:

1	CIN	U36999WB2017PLC219860
2	Registration Date	9th March 2017
3	Name of the Company	Abha Ferro Alloys Ltd
4	Category/Sub-category of the Company	Company limited by shares/ Non - Government Company
5	Address of the Registered office & contact details	3 Mayfair Road, Flat-2B, 2nd Floor, Kolkata- 700019 Phone : +91 33 4085 7200; Fax : +91 33 4085 7201 E-mail : abhaferro2017@gmail.com
6	Whether listed company	No
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
	NIL		

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES : NIL

SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section of Companies Act, 2013
1	Abha Property Project Ltd., 29 GC Avenue, 4th Floor, Room No. 407, Kolkata -700 013	L51909WB2001PLC093941	Holding Company	100%	2(46)

IV. SHARE HOLDING PATTERN

(Equity share capital breakup as percentage of total equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	-	-	-	-	-	-	-	-
b) Bodies Corp.	-	1,35,50,000	1,35,50,000	100.00%	-	1,35,50,000	1,35,50,000	100.00%	-
TOTAL (A)	-	1,35,50,000	1,35,50,000	100.00%	-	1,35,50,000	1,35,50,000	100.00%	-
B. Public									
1. Institutions	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-

Sapin 14 Bhattacharya

Form MGT-9 : EXTRACT OF ANNUAL RETURN
As on the financial year ended on 31.03.2020 Contd...

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)									
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	-	-	-	-	-	-	-	-
Total Public (B)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	1,35,50,000	1,35,50,000	100.00%	-	1,35,50,000	1,35,50,000	100.00%	-

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Abha Property Project Ltd.	1,35,50,000	100.00%	-	1,35,50,000	100.00%	-	-

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares

NIL

(iv) Shareholding Pattern of top ten Shareholders: -NIL (Refer Footnote)

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares

Footnote: Since this company is 100% subsidiary of Abha Property Project Ltd., details of other shareholders being nominee of Abha Property Project Ltd. has not been given hereinabove.

Signature

Form MGT-9 : EXTRACT OF ANNUAL RETURN
As on the financial year ended on 31.03.2020 Contd...

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	NIL						

VI. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment: **NIL**

VII. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: **NIL**

B. Remuneration to other Directors: **NIL**

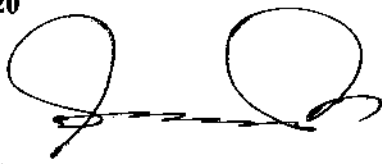
C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD : **NIL**

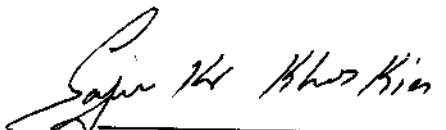
VIII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY			NONE		
B. DIRECTORS			NONE		
C. OTHER OFFICERS IN DEFAULT			NONE		

Kolkata: 29th June, 2020

For & on behalf of the Board of Directors


(Suresh Kumar Sharma, Managing Director)
(DIN-07760918)


(Sajan Kumar Kharkia, Director & CFO)
(DIN-07988183)

ABHA FERRO ALLOYS LIMITED

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ANNEXURE- 'B' TO DIRECTORS' REPORT FOR THE YEAR ENDED 31.03.2020

AUDIT COMMITTEE

The Audit Committee provides an overview on the reporting process of the Company's financial and accounting mechanism and ensures that disclosures in its financial statements are correct, sufficient and credible.

The Committee also reviews the efficacy of the internal control mechanism and monitors the risk management policies adopted by the company. The committee also reviews the report furnished by the statutory auditors and ensures that suitable follow up actions were taken. The Committee also examines accounting, taxation and disclosure aspects of all significant transactions.

The terms of reference of the Audit Committee are in consonance with the Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as well as Section 177 of the Companies Act, 2013 and are as under:

- 1) To investigate any activity within its terms of reference.
- 2) To seek information from any employee.
- 3) To obtain outside legal or other professional advice.
- 4) To secure attendance of outsiders with relevant expertise, if it considers necessary.
- 5) Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- 6) Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
- 7) Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- 8) Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to :
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub section (3) of section 134 of the Companies Act, 2013.
 - b. Changes, if any, in accounting policies and practices and reasons for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by management
 - d. Significant adjustments made in the financial statements arising out of audit findings
 - e. Compliance with listing and other legal requirements relating to financial statements
 - f. Disclosure of any related party transactions
 - g. Qualifications in the draft audit report.
- 9) Reviewing, with the management, the quarterly financial statements before submission to the board for approval

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ABHA FERRO ALLOYS LIMITED

3 MAYFAIR ROAD, FLAT-2B, 2ND FLOOR, KOLKATA-700 019

ANNEXURE- 'B' TO DIRECTORS' REPORT FOR THE YEAR ENDED 31.03.2020 Contd....

- 10) Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter
- 11) Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems.
- 12) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- 13) Discussion with internal auditors any significant findings and follow up there on.
- 14) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- 15) Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- 16) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- 17) To review the functioning of the Whistle Blower mechanism, in case the same is existing.
- 18) Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.
- 19) Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
- 20) Mandatorily reviews the following information:
 - a. Management discussion and analysis of financial condition and results of operations;
 - b. Statement of significant related party transactions (as defined by the audit committee), submitted by management;
 - c. Management letters / letters of internal control weaknesses issued by the statutory auditors;
 - d. Internal audit reports relating to internal control weaknesses; and
 - e. The appointment, removal and terms of remuneration of the Chief internal auditor shall be subject to review by the Audit Committee
- 21) Reviewing the Financial Statements of its subsidiary company, if any.
- 22) Reviewing the composition of the Board of Directors of its Subsidiary Company, if any.
- 23) Reviewing the Vigil mechanism (whistle blowing) policy.
- 24) Reviewing the use/application of funds raised through an issue (public issues, right issues, preferential issues etc) on a quarterly basis as a part of the quarterly declaration of financial results. Further, review on annual basis statements prepared by the Company for funds utilized for purposes other than those stated in the offer document.

x



A.K.Gutgutia & Associates
Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To the Members of

ABHA FERRO ALLOYS LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Abha Ferro Alloys Limited** ("the company"), which comprise the Balance Sheet as at **31st March, 2020**, 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, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at **31st March, 2020**, its **Profit** and its Cash Flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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 opinion.

Responsibility of Management for 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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Contd...



29 JUN 2020



A.K.Gutgutia & Associates
Chartered Accountants

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Abha Ferro Alloys Limited - Independent Auditors' Report-31.03.2020 Contd...

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

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the 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 financial statements.

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

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

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29.04.2020



A.K. Gutgutia & Associates
Chartered Accountants

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Abha Ferro Alloys Limited - Independent Auditors' Report-31.03.2020 Contd...

Materiality is the magnitude of misstatements in the 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 the 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.

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 Companies Act, 2013, we give a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable, as under:
 - (i) There was no Fixed Asset in the company during the year.
 - (ii) There was no inventory in the company during the year.
 - (iii) The Company has, during the year, not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Act.
 - (iv) According to information available & explanations given to us, the Company has not given any loan, guarantee or security during the year. The Investment made has been disclosed on Note No. 6 to financial statements.
 - (v) According to the information available and explanations given to us, the company has not accepted any deposit from public within the meaning of the section 73 to 76 or any other relevant provisions of the Act and the rules framed there under.

Contd...



29 JUN 2020



A.K.Gutgutia & Associates
Chartered Accountants

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Abha Ferro Alloys Limited - Independent Auditors' Report-31.03.2020 Contd...

(vi) The Central Government has not prescribed for the maintenance of cost records by the company as required under section 148 (1) of the Act.

(vii) (a) According to the records of the company, the company is generally regular in depositing the undisputed statutory dues viz. Income Tax with appropriate authorities. We have been informed that Goods and Service Tax (GST), Provident Fund, ESI, Cess is not applicable to the company. According to the information and explanations given to us, there is no undisputed statutory due outstanding as at the year-end for a period of more than six months from the date of becoming payable.

(b) We have been informed that there is no amount remaining outstanding as at the year-end towards any disputed statutory dues.

(viii) Based on the audit procedures applied & as per the information available and explanations given by the management, we are of opinion that the company has no dues payable on account of loan or borrowing to any financial institution, bank, Government or debenture holders.

(ix) According to the information available and explanations given to us, the company has neither made any public offer (including debt instruments) nor obtained any term loan during the year.

(x) During the course of our examination of the books of account and records of the company carried out in accordance with the generally accepted auditing practices in India and according to the information & explanation given to us, we have neither come across any incidence of fraud on or by the company nor we have been informed of any such case as by the management.

(xi) The Company has not paid any managerial remuneration during the year.

(xii) The Company is not a Nidhi Company.

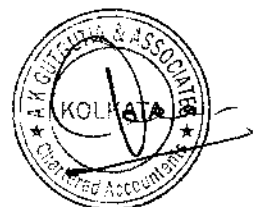
(xiii) Based on the audit procedures applied by us & as per the information available and explanations given to us, the company has not entered into any transaction during the financial year with related parties.

(xiv) The company has not made any preferential allotment or private placement of shares/ debenture during the year under review.

(xv) Based on the audit procedure applied by us & as per the information available & explanation given to us, we are of opinion that the company has not entered into any non cash transaction with any of the directors or persons connected with them.

(xvi) The company is not required to be registered with Reserve Bank of India under section 45-IA of the Reserve Bank of India Act, 1934 as there is no income from financial assets & hence both of the requirements for classification as NBFC are not fulfilled. Further, as explained to us, the company is in the nature of "Core Investment Company" & hence the company is not required to be registered with Reserve Bank of India U/s 45-IA of the Reserve Bank of India Act, 1934.

Contd...



29 JUN 2020



A.K.Gutgutia & Associates
Chartered Accountants

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Abha Ferro Alloys Limited - Independent Auditors' Report-31.03.2020 Contd...

2. As required by section 143 (3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on **31st March, 2020**, taken on record by the Board of Directors, none of the directors is disqualified as on **31st March, 2020**, 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 'A'.
- g. 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 does not have any pending litigations which would impact its financial position other than those, is any, already disclosed in the financial statements.
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Kolkata; 29th June, 2020



For **A. K. Gutgutia & Associates**
Chartered Accountants
Registration No. **327314E**

(**CA R K Rajgaria**)
Partner

Membership No. **051957**
UDIN : **20051957AAAA BD7855**



A.K.Gutgutia & Associates
Chartered Accountants

Re: Abha Ferro Alloys Limited

Annexure-A to the Auditors' Report on Financial Statements - 31.03.2020

Report on the Internal Financial Controls under Clause (i) sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of **Abha Ferro Alloys Limited** ('the Company') as of **31st March 2020** in conjunction with our audit of the financial statements of the Company for the year ended on the 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 controls 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 and 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.

Contd....



29 JUN 2020



A.K. Gutgutia & Associates
Chartered Accountants

Abha Ferro Alloys Limited –Annexure “A” to the Auditors Report –31.03.2020 Contd...

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial controls 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 company's assets; (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 controls 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 **31st March 2020**, 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.

Kolkata; 29th June, 2020



For **A.K. Gutgutia & Associates**
Chartered Accountants
Registration No. **327314E**

(CAR K Rajgaria)
Partner

Membership No. **051957**
UDIN: **20051957AAAABD7855**

ABHA FERRO ALLOYS LTD
CIN: U36999WB2017PLC219860
BALANCE SHEET AS AT 31ST MARCH 2020

(AMOUNT IN RUPEES)

PARTICULARS	NOTE NO.	As At 31.03.2020	As At 31.03.2019
<u>EQUITY AND LIABILITIES</u>			
<u>SHAREHOLDERS' FUNDS</u>			
Share Capital	2	36,05,00,000.00	36,05,00,000.00
Reserves And Surplus	3	21,93,331.20	(23,37,719.10)
		36,26,93,331.20	35,81,62,280.90
<u>CURRENT LIABILITIES</u>			
Other Current Liabilities	4	36,170.24	27,000.00
Short Term Provisions	5	-	64,244.00
TOTAL		36,27,29,501.44	91,244.00
<u>ASSETS</u>			35,82,53,524.90
<u>NON-CURRENT ASSETS</u>			
Non-Current Investments	6	26,15,67,768.00	26,15,67,768.00
Long-Term Loans And Advances	7	1,13,03,282.30	-
		27,28,71,050.30	26,15,67,768.00
<u>CURRENT ASSETS</u>			
Cash And Cash Equivalents	8	8,97,92,336.14	9,66,85,756.90
Short Term Loans & Advances	9	66,115.00	-
TOTAL		8,98,58,451.14	9,66,85,756.90
		36,27,29,501.44	35,82,53,524.90
SIGNIFICANT ACCOUNTING POLICIES	1		

The notes referred to above form an integral part of these financial statements

This is the Balance Sheet referred to in our report of even date
For and on behalf of

A.K.GUTGUTIA & ASSOCIATES

Chartered Accountants

Registration No.327314E

(Signature)

CA R K RAJGARIA

Partner

Membership No. 051957

135A, B.R.B.Basu Road

Kolkata - 700 001

Dated: 29th June 2020



For & on behalf of Board of Directors

(Signature)

(Suresh Kumar Sharma, Managing Director)

(DIN: 07760918)

(Signature)

(Sajan Kumar Kharkia, Director & CFO)

(DIN: 07988183)

(Signature)

ABHA FERRO ALLOYS LTD
CIN: U36999WB2017PLC219860
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2020

(AMOUNT IN RUPEES)

PARTICULARS	NOTE NO.	Year Ended 31.03.2020	Year Ended 31.03.2019
INCOME			
Other Income	10	56,15,008.00	7,28,111.00
TOTAL INCOME		<u>56,15,008.00</u>	<u>7,28,111.00</u>
EXPENSES			
Employee Benefit Expense	11	96,000.00	-
Other Expenses	12	73,984.70	40,476.50
TOTAL EXPENSES		<u>1,69,984.70</u>	<u>40,476.50</u>
PROFIT/(LOSS) BEFORE TAX		<u>54,45,023.30</u>	<u>6,87,634.50</u>
TAX EXPENSE			
Current Tax		9,15,000.00	1,37,000.00
Earlier Years' Tax		(1,027.00)	-
PROFIT/(LOSS) FOR THE YEAR		<u>45,31,050.30</u>	<u>5,50,634.50</u>
EARNINGS PER EQUITY SHARE OF FACE VALUE OF Rs.10/- EACH			
Basic & Diluted Earning	13	<u>0.33</u>	<u>0.04</u>
SIGNIFICANT ACCOUNTING POLICIES	1		

The notes referred to above form an integral part of these financial statements

This is the Statement of Profit & Loss referred to in our report of even date

For and on behalf of

A.K.GUTGUTIA & ASSOCIATES

Chartered Accountants

Registration No.327314E

Rajgaria

CA R K RAJGARIA

Partner

Membership No. 051957



For & on behalf of Board of Directors

Suresh Kumar Sharma
(Suresh Kumar Sharma, Managing Director)
(DIN: 07760918)

Sajan Kumar Kharkia
(Sajan Kumar Kharkia, Director & CFO)
(DIN: 07988183)

135A, B.R.B.Basu Road
Kolkata - 700 001

Dated: 29th June 2020

Sajan Kumar Kharkia

ABHA FERRO ALLOYS LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2020

(AMOUNT IN RUPEES)

PARTICULARS	Year Ended 31.03.2020	Year Ended 31.03.2019
(A) Cash Flow From Operating Activities :-		
Net Profit/(Loss) Before Tax	54,45,023.30	6,87,634.50
Adjustments For :-		
Interest Received	(56,15,008.00)	(7,28,111.00)
Operating Profit/(Loss) Before Working Capital Changes	(1,69,984.70)	(40,476.50)
Adjustments For :-		
Trade and other Receivables	(66,115.00)	-
Trade and other Payables	9,170.24	(10,000.00)
Cash Generated From Operations :-	(2,26,929.46)	(50,476.50)
Direct Taxes Paid (Refund Received)(Net)	12,81,499.30	60,256.00
Net Cash Flow From Operating Activities	(15,08,428.76)	(1,10,732.50)
(B) Cash Flow From Investing Activities :-		
Purchase of Investments	-	-
Movement in Long Term Loans & Advances	(1,10,00,000.00)	9,50,00,000.00
Net Cash Flow From Investing Activities	(1,10,00,000.00)	9,50,00,000.00
(C) Cash Flow From Financing Activities :-		
Changes in Share Capital	-	-
Interest Received	56,15,008.00	7,28,111.00
Net Cash Flow From Financing Activities	56,15,008.00	7,28,111.00
Net Increase/(Decrease) in Cash & Cash Equivalents :-	(68,93,420.76)	9,56,17,378.50
Opening Balance of Cash & Cash Equivalents	9,66,85,756.90	10,68,378.40
Closing Balance of Cash & Cash Equivalents(Note No. 8)	8,97,92,336.14	9,66,85,756.90

This is the Cash Flow Statements referred to in our report of even date.

For and on behalf of

A.K.GUTGUTHIA & ASSOCIATES

Chartered Accountants

Registration No.327314E

CA R K RAJGARIA

Partner

Membership No. 051957

135A, B.R.B.Basu Road

Kolkata - 700 001

Dated: 29th June 2020

For & on behalf of Board of Directors

(Suresh Kumar Sharma, Managing Director)

(DIN: 07760918)

(Sajan Kumar Kharkia, Director & CFO)

(DIN: 07988183)



Sajan Kumar Kharkia

ABHA FERRO ALLOYS LTD
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020

NOTE NO.	PARTICULARS
1.0	SIGNIFICANT ACCOUNTING POLICIES
1.1	Basis of Preparation of Financial Statements: These financial statements are prepared under the historical cost convention in accordance with the generally accepted accounting principles in India and the provisions of the Companies Act, 2013.
1.2	Investments: Investments in shares & units of Mutual Funds are stated at cost. No provision for diminution in the value of investments is made in the accounts as the investments are intended to be held for long term.
1.3	Income & Expenditure: All items of income & expenses are accounted for on their accrual to the extent possible & unless otherwise stated. Periodical expenses viz insurance, taxes etc. are not apportioned over the period but are charged as & when incurred.
1.4	Provision for Current and Deferred Tax: Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income-tax Act, 1961. Deferred tax resulting from "timing difference" between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future. Deferred Tax Assets & Deferred Tax Liability have been offset as they relate to the same governing tax laws.
1.5	Provisions, Contingent Liabilities and Contingent Assets: Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.
1.6	Cash Flows: Cash flows are reported using indirect method, whereby profit for the year is adjusted for the effects of transactions of non-cash nature and/or for items of income & expenses associated with investing and financing activities. The cash flows from operating, investing & financing activities of the company are segregated.

NOTE NO.	PARTICULARS	(AMOUNT IN RUPEES)			
		As At 31.03.2020		As At 31.03.2019	
2.0	SHARE CAPITAL	No. of Shares	Amount	No. of Shares	Amount
2.1	AUTHORISED				
	Equity Shares of Rs. 10/- each	1,40,00,000	14,00,00,000.00	1,40,00,000	14,00,00,000.00
	Preference Shares of Rs. 10/- each	2,25,00,000	22,50,00,000.00	2,25,00,000	22,50,00,000.00
		3,65,00,000	36,50,00,000.00	3,65,00,000	36,50,00,000.00
2.2	ISSUED, SUBSCRIBED & PAID UP				
2.3	Equity Shares of Rs. 10/- each				
	At the beginning of the year	1,35,50,000	13,55,00,000.00	1,35,50,000	13,55,00,000.00
	Changes during the year	-	-	-	-
	At the end of the year	1,35,50,000	13,55,00,000.00	1,35,50,000	13,55,00,000.00
2.4	Preference Shares of Rs. 10/- each				
	At the beginning of the year	2,25,00,000	22,50,00,000.00	2,25,00,000	22,50,00,000.00
	Changes during the year	-	-	-	-
	At the end of the year	2,25,00,000	22,50,00,000.00	2,25,00,000	22,50,00,000.00
2.5	Total Issued, Subscribed & Paid up Capital		36,05,00,000.00		36,05,00,000.00

Signature of the Director



29 JUN 2020

ABHA FERRO ALLOYS LTD
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	As At 31.03.2020	As At 31.03.2019
2.0	SHARE CAPITAL Contd.,		
2.6	SHARES HELD BY HOLDING COMPANY AND/OR THEIR SUBSIDIARIES/ASSOCIATES		
	<u>Held by Holding Company - Abha Property Project Ltd. :</u>		
		<u>No.</u> <u>% held</u>	<u>No.</u> <u>% held</u>
	Equity Shares	1,35,50,000 100.00%	1,35,50,000 100.00%
	Preference Shares	2,25,00,000 100.00%	2,25,00,000 100.00%
2.7	SHAREHOLDERS HOLDING MORE THAN 5% OF SHARE CAPITAL AS AT THE END OF YEAR		
	<u>Held by - Abha Property Project Ltd. (Holding Company):</u>		
		<u>No.</u> <u>% held</u>	<u>No.</u> <u>% held</u>
	Equity Shares	1,35,50,000 100.00%	1,35,50,000 100.00%
	Preference Shares	2,25,00,000 100.00%	2,25,00,000 100.00%
	Footnote: In case, where any shareholder is holding more than 5% of share capital in one year but 5% or less of share capital in another year, the information about shareholding for the year in which the shareholding is 5% or less has not been furnished.		
2.8	The equity shares are having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share & is entitled to pro-rata dividend, if any, declared on equity shares. 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 the proportion to their shareholdings.		
2.9	The preference shares are having a par value of Rs. 10/- per share. The preference shares are non-cumulative & non-convertible & are redeemable after 20 years from the date of allotment (2,20,00,000 shares allotted on 01.11.2017 & 5,00,000 shares allotted on 08.11.2017). The preference shares carry a dividend rate of 0.1%. Each preference shareholder is eligible for one vote per share on resolution placed in general meetings which directly affect their rights attached to the preference shares. The preference shares shall rank in priority to the equity shares in respect of payment of dividend & in the event of liquidation, shall carry a preferential right vis-a-vis the equity shares in respect of repayment of capital.		

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	As At 31.03.2020	As At 31.03.2019
3.0	RESERVES & SURPLUS		
3.1	SURPLUS		
	At the beginning of the year	(23,37,719.10)	(28,88,353.60)
	Profit/ (Loss) for the year	45,31,050.30	5,50,634.50
	At the end of the year	21,93,331.20	(23,37,719.10)
		21,93,331.20	(23,37,719.10)

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	As At 31.03.2020	As At 31.03.2019
4.0	OTHER CURRENT LIABILITIES		
	Expenses Payable	36,170.24	27,000.00
		36,170.24	27,000.00

Sd/- H. K. Sharma



29 JUN 2020

ABHA FERRO ALLOYS LTD
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	As At 31.03.2020	As At 31.03.2019
5.0	SHORT TERM PROVISION		
	Provision for I.Tax (Net of Payments)	-	64,244.00
		-	64,244.00

(AMOUNT IN RUPEES)

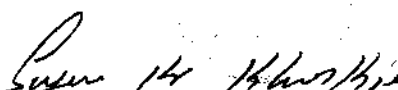
NOTE NO.	PARTICULARS	As At 31.03.2020	As At 31.03.2019
6.0	NON CURRENT INVESTMENTS		
6.1	INVESTMENT IN EQUITY SHARES (AT COST)		
	<u>Unquoted Shares of Rs. 10/- each</u>	<u>No. of Shares</u> <u>Amount</u>	<u>No. of Shares</u> <u>Amount</u>
	Anindra Sales Pvt Ltd.	2,40,000 1,20,30,000.00	2,40,000 1,20,30,000.00
	Anjaney Ferro Alloys Ltd.	5,26,500 9,23,84,185.00	5,26,500 9,23,84,185.00
	Abbott Marketing Pvt Ltd	1,11,875 1,31,22,098.00	1,11,875 1,31,22,098.00
	Kharkia Properties Pvt Ltd.	1,24,950 1,50,31,485.00	1,24,950 1,50,31,485.00
		<u>10,03,325 13,25,67,768.00</u>	<u>10,03,325 13,25,67,768.00</u>
6.2	INVESTMENT IN UNITS OF MUTUAL FUNDS (AT COST)		
		<u>No. of Units</u> <u>Amount</u>	<u>No. of Units</u> <u>Amount</u>
	HDFC Low Duration Fund- Regular Plan - Growth	35,87,624.257 12,90,00,000.00	35,87,624.257 12,90,00,000.00
		<u>35,87,624.257 12,90,00,000.00</u>	<u>35,87,624.257 12,90,00,000.00</u>
6.3	Total of Investment	<u>26,15,67,768.00</u>	<u>26,15,67,768.00</u>
6.4	NAV of Units of Mutual Fund	<u>15,09,55,389.57</u>	<u>14,03,72,256.78</u>

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	As At 31.03.2020	As At 31.03.2019
7.0	LONG TERM LOANS AND ADVANCES		
	(Unsecured, Considered Good unless otherwise stated)		
	Capital Advances	1,10,00,000.00	-
	Payment of Taxes (Net of Provisions)	3,03,282.30	-
		<u>1,13,03,282.30</u>	<u>-</u>

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	As At 31.03.2020	As At 31.03.2019
8.0	CASH & CASH EQUIVALENTS		
	BALANCES WITH BANKS		
	In Fixed Deposits		
	In Margin Money		
	In Fixed Deposit	6,15,90,874.82	9,06,54,795.00
	On Current Accounts	2,80,32,636.32	58,60,866.90
	CASH ON HAND	1,68,825.00	1,70,095.00
		<u>8,97,92,336.14</u>	<u>9,66,85,756.90</u>
	Footnote: Fixed Deposits are due to mature within 12 months period & include accrued interest thereon, net of TDS, if any, Rs. 35,90,874.82 (P.Y. Rs. 6,54,795.00)		





ABHA FERRO ALLOYS LTD
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	As At 31.03.2020	As At 31.03.2019
9.0	SHORT TERM LOANS & ADVANCES (Unsecured, Considered Good unless otherwise stated) Advances Recoverable in cash or in kind or for value to be received	66,115.00 66,115.00	- -

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Year Ended 31.03.2020	Year Ended 31.03.2019
10.0	OTHER INCOME Interest Income	56,15,008.00 56,15,008.00	7,28,111.00 7,28,111.00

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Year Ended 31.03.2020	Year Ended 31.03.2019
11.0	EMPLOYEE BENEFIT EXPENSES Salary & Allowances	96,000.00 96,000.00	- -

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Year Ended 31.03.2020	Year Ended 31.03.2019
12.0	OTHER EXPENSES Bank Charges Payment To Auditors Professional Charges Filing Fee Demat Charges General Expenses	114.46 25,000.00 40,330.00 6,600.00 670.24 1,270.00 73,984.70	29.50 21,000.00 16,590.00 1,800.00 - 1,057.00 40,476.50
12.1	DETAILS OF PAYMENT TO AUDITORS For Statutory Audit Fee For Tax Matters	17,500.00 7,500.00 25,000.00	15,000.00 6,000.00 21,000.00

Sagun K. Khosla



29 JUN 2020

ABHA FERRO ALLOYS LTD
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Year Ended 31.03.2020	Year Ended 31.03.2019
13.0	EARNING PER EQUITY SHARE (EPS - FACE VALUE RS.10/-)		
	-Net Profit/(Loss) attributable to Shareholders	45,31,050.30	5,50,634.50
	-Weighted Average number of Equity Shares outstanding as at the end of the year/ period	1,35,50,000	1,35,50,000
	-Basic & Diluted Earning per Share	0.33	0.04

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Year Ended 31.03.2020	Year Ended 31.03.2019
14.0	CONTINGENT LIABILITIES AND COMMITMENTS (To The Extent Not Provided For)		
14.1	CONTINGENT LIABILITIES	NIL	NIL
14.2	COMMITMENTS	NIL	NIL

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	Year Ended 31.03.2020	Year Ended 31.03.2019
15.0	PARTICULARS IN RESPECT OF FOREIGN CURRENCY TRANSACTIONS		
15.1	EXPENDITURE IN FOREIGN CURRENCY	NIL	NIL
15.2	EARNINGS IN FOREIGN EXCHANGE	NIL	NIL

(AMOUNT IN RUPEES)

NOTE NO.	PARTICULARS	
16.0	RELATED PARTY DISCLOSURES	
16.1	List of related parties where control exists and with whom transactions have taken place during the year:	
	A. Holding Companies	Abha Property Project Limited
	B. Subsidiary Companies	NIL
	C. Associate Companies	NIL
	D. Key Management Personnel	Vikash Kharkia - Director Sajan Kumar Kharkia - Director & CFO Suresh Kumar Sharma - Managing Director Annu Jain - Co. Secretary (From 01.04.19 to 10.12.19)
	E. Enterprises over which Key Management Personnel & their relatives have significant influence	NIL
16.2	Details of transaction with related parties:	
	Name of Party	Transactions During Year Ended Period Ended Balance Outstanding As At As At
		- - - -
	1) Salary Paid	
	Annu Jain	96,000 - - -



Sd/- Sajin 14 Kharkia

ABHA FERRO ALLOYS LTD
NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2020

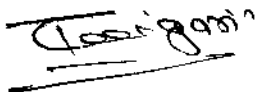
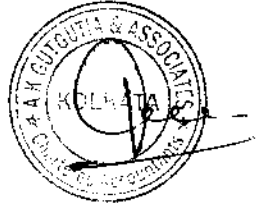
NOTE NO.	PARTICULARS
17.0	As a matter of prudence as well as in accordance with the applicable Accounting Standard 22, in the absence of virtual certainty, Deferred Tax Asset (in respect of losses available for set off in future) has not been recognised in the accounts. There is no Deferred Tax Liability existing as on Balance Sheet date.
18.0	Previous year's figures have been regrouped/rearranged wherever necessary.

For and on behalf of
A.K.GUTGUTIA & ASSOCIATES
Chartered Accountants
Registration No.327314E

For & on behalf of Board of Directors



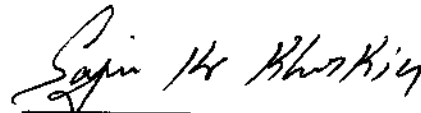
(Suresh Kumar Sharma, Managing Director)
(DIN: 07760918)

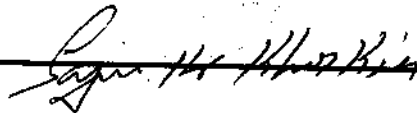
CA R K RAJGARIA
Partner
Membership No. 051957

135A, B.R.B. Basu Road
Kolkata - 700 001

Dated: 29th June 2020



(Sajan Kumar Kharkia, Director & CFO)
(DIN: 07988183)



ABHA FERRO ALLOYS LTD
3, MAYFAIR ROAD, FLAT - 2B, KOLKATA - 700 019
PA No. AAPCA2929N

Details of Accounts - 31.03.2020

1. Expenses Payable			
A.K. Gutgutia & Associates - Auditors' Remuneration - 2020		17,500.00	
Kotak Securities Ltd. - DP Charges		670.24	
Raj Consultancy - Fee for Accounting Matters		18,000.00	36,170.24
2. Capital Advances			
Superdeal Sales Pvt. Ltd. - for purchase of Shares			1,10,00,000.00
3. Bank Balances			
HDFC Bank			
C/A 50200038775070; IFSC: HDFC0009030		2,77,25,055.88	
Punjab National Bank, Chirkunda Branch			
C/A 3190002101022254; IFSC: PUNB0790800		3,07,580.44	2,80,32,636.32
4. Receivables			
Raj Consultancy - Advance for Tax Payment			66,115.00
5. Interest Income			
Interest on FDR (Net of TDS Rs 5,68,282/-)			56,15,008.00
6. Professional Fee			
Raj Consultancy - ROC & Tax Matters		11,330.00	
R Rajgaria & CO - Scrutiny		11,000.00	
Raj Consultancy - Accounting Matters		18,000.00	40,330.00
7. Filing Fee			
AOC-4 XBRL, MGT-7, MGT-14*3 (CS, BS_MD,CFO), DIR-12*4 (CS+, MD, CFO, CS-), MR-1 (MD), BEN-2			6,600.00
8. I Tax Payment/Provision			
A.Y. 2020-21	<u>Paid</u>	<u>Provision</u>	<u>Net</u>
	<u>12,18,282.30</u>	<u>9,15,000.00</u>	<u>3,03,282.30</u>

ABHA FERRO ALLOYS LTD
Sagar K. Khosla
 Director

ABHA FERRO ALLOYS LTD
 3, MAYFAIR ROAD, FLAT - 2B, KOLKATA - 700 019
 PA No. AAPCA2929N

COMPUTATION OF INCOME FOR THE A.Y. 2020-21

INCOME FROM BUSINESS

Profit/ (Loss) Before Tax as per Profit & Loss Account	54,45,023
Add: Demat Charges	670
	54,45,693
Less: Preliminary Expenses allowable U/S 35D	2,36,698
	52,08,995
Less: Brought Forward Business loss Set off	12,53,927
	39,55,068
Gross Total Income	39,55,068
Rounded Off	39,55,070
Tax on above @ 25%	9,88,768

TAX PAYABLE U/S 115JB

Profit/ (Loss) Before Tax as per Profit & Loss Account	54,45,023
BOOK PROFIT	54,45,023
Tax on Above @ 15%	8,16,753
	9,88,768
Hence Tax Payable	9,88,768
Add: Education cess @ 4%	39,551
Tax on Above	10,28,319
Less: MAT Credit Available AY 2019-20	1,32,300
	8,96,019
Add: Interest u/s 234C	16,550
	9,12,569
Less: Advance Tax paid on 21.03.2020	6,50,000
Less: TDS on Interest	5,68,282
	12,18,282
REFUNDABLE	(3,05,713)

NOTES :

1. Preliminary Expenses available for set-off

Unamortised Amount B/F (2/5)	4,73,396
Less Amount W/Off during the year(1/5)	2,36,698
Amount C/F for set off in subsequent years(1/5)	2,36,698

2. Business Loss Carried Forward for set off:

A.Y.	B/F Loss	Set off	C/F	Return Filled on
2018-19	12,53,927	12,53,927	-	14.09.2018
	12,53,927	12,53,927	-	

3. Tax paid U/s 115JB available for set off:

A.Y.	Normal Tax	MAT	Credit Available	Set Off	C/F
2019-20	-	1,32,300	1,32,300	1,32,300	-
	-	1,32,300	1,32,300	1,32,300	-

Sujin H Khosla
 Director

ABHA FERRO ALLOYS LTD**LIST OF EQUITY SHAREHOLDERS AS ON 31.03.2020**

SL. NO.	LF NO.	NAME	ADDRESS	FATHER'S/HUSBAND'S NAME	NO. OF SHARES	FV (RS.)	
1	001	ABHA PROPERTY PROJECT LTD	29 GC AVENUE 4TH FLOOR KOLKATA - 700013	-	N.A.	1,35,49,940	10
2	002	SITA AGARWALLA*	3 MAYFAIR ROAD, KOLKATA-700019	W/O BASANT KUMAR AGARWALLA		10	10
3	003	SANGITA AGARWALLA*	3 MAYFAIR ROAD, KOLKATA-700019	W/O AMIT AGARWALLA		10	10
4	004	NIDHI AGARWALLA*	3 MAYFAIR ROAD, KOLKATA-700019	W/O SUMIT AGARWALLA		10	10
5	008	VIDISHA AGARWALLA*	3 MAYFAIR ROAD, KOLKATA-700019	W/O AMIT AGARWALLA		10	10
6	006	AMIT AGARWALLA*	3 MAYFAIR ROAD, KOLKATA-700019	S/O BASANT KUMAR AGARWALLA		10	10
7	007	SUMIT AGARWALLA*	3 MAYFAIR ROAD, KOLKATA-700019	S/O BASANT KUMAR AGARWALLA		10	10

1,35,50,000

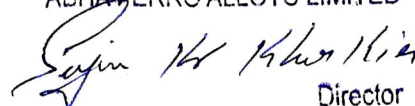
Note: * represents shareholders being nominee of Abha Property Project Ltd. & do not hold any beneficial interest.

LIST OF PREFERENCE SHAREHOLDERS AS ON 31.03.2020

SL. NO.	LF NO.	NAME	ADDRESS	FATHER'S/HUSBAND'S NAME	NO. OF SHARES	FV (RS.)	
1	001	ABHA PROPERTY PROJECT LTD	29 GC AVENUE 4TH FLOOR KOLKATA - 700013	-	N.A.	2,25,00,000	10

2,25,00,000

ABHA FERRO ALLOYS LIMITED


Director