



## INDEPENDENT AUDITOR'S REPORT

To,

**THE MEMBERS OF SWASTIKA CASTAL LIMITED**

**Report on the Audit of Standalone Financial Statements**

### **Qualified Opinion**

We have audited the accompanying financial statements of "Company", which comprise the Balance Sheet as at 31st March 2024, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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 Companies Act, 2013 ("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 2024 and its profit and its cash flows for the year ended on that date.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements give a true and fair view in accordance with AS 15 and in the manner so required.

### **Basis for Qualified 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

As disclosed in Note 6 of Notes on the financial statements, the Company has not made provision for gratuity liability in accordance with the applicable accounting standards 15 and the Payment of Gratuity Act, 1972. The Company has not obtained an actuarial valuation of its gratuity liability as required by the standard, and the provision made is not based on such valuation. In the absence of an actuarial valuation, we are unable to quantify the effect of the non-compliance. Had the provision been made based on an actuarial valuation, the gratuity liability and expenses for the year would have been appropriately increased, and the net profit and reserves of the Company would have been correspondingly reduced.

Our audit was conducted in accordance with applicable auditing standards. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

4<sup>th</sup> Floor, 4<sup>th</sup> Block, 73 East Avenue,  
Sarabhai Campus,  
Vadodara – 390 007, Gujarat,  
India  
✉ admin@oprathi.in

---

---

**Emphasis of Matter**

Attention is drawn to Note No. 1 of (B) notes on financial statements which states that the Company is not in a position to ascertain dues to MSME and hence no disclosure thereof is made in the financial statements.

Attention is also drawn to the Provision for Income Tax for the year 2022 – 23 and that the provision had remained to be disclosed in the financial statement of the past year. The same has now been disclosed as Tax Provision for the year 2022 – 23.

Our opinion is not modified in respect of this matter.

**Responsibility of Management for the Standalone 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 preparation of these financial statements that give a true and fair view of financial position, financial performance of the company in accordance with the accounting principles generally accepted in India, including Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 is also responsible for overseeing the Company's financial reporting process.

**Auditors' Responsibility 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 skepticism 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, but not for the purpose of expressing an opinion on whether the Company has adequate internal financial controls with reference to financial statements 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.

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 auditors' 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, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in **Annexure "A"**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b. in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c. the Balance Sheet, the Statement of Profit and Loss 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 (AS) specified under Section 133 of the Act;
  - e. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - f. On the basis of the written representations received from the directors as on 31st March 2024, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2024, from being appointed as a director in terms of Section 164(2) of the Act;
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h. with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - a) The Company does not have any pending litigations which would impact its financial position.
    - b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - c) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

d) i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material miss-statement.

(iv) The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023. Based on our examination which included test checks, the Company has used accounting software’s for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software. Further, the audit trail feature has not been tampered with and the audit trail has been preserved by the Company as per statutory requirements.

For,  
O P Rathi & Co.  
Chartered Accountants

CA Ruchi Rathi  
Partner  
Membership Number 122137  
UDIN:24122137BKBFKU7793

Place: Vadodara  
Date: 02/09/2024

---

---

**Annexure A'' to the Independent Auditors' Report**

**The Annexure referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirements' of our report of even date to the Standalone financial statements of the Company for the year ended March 31, 2024:**

- (i) (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.  
  
(B) The company does not have any intangible assets.
- (b) Majority of these Property, Plant and Equipment have been physically verified by the management at reasonable intervals. There is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us, the title deeds of immovable properties are held in the name of the company.
- (d) According to the information and explanation given to us, the company has not revalued the Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year. Hence, the provision of clause 3(i)(d) of the Order is not applicable to the Company. Therefore, not commented upon.
- (e) According to the information and explanation given to us, the Company has not held any benami property under the Benami Transactions (Prohibition) Act, 199 (45 of 1988) and rules made thereunder. Hence, the provisions of clause 3(i)(e) of the Order is not applicable to the company. Therefore, not commented upon.
- (ii) The Inventories have been physically verified by the management during the year and in our opinion, the frequency of verification is reasonable. As explained to us, no discrepancies noticed during physical verification of inventory have been properly dealt with in books of account.
- (iii) The Company has not made investment in, provided any guarantee or security or granted any loans or advances in the nature of loans secured or unsecured to companies, firms, Limited Liability partnerships or other parties Accordingly, the provisions of clause 3 (iii) (a) to (f) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees and security.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits. Hence, clause 3(v) of the Companies (Auditor's Report) Order, 2020 is not applicable.

- 
- (vi) In our opinion and according to the information and explanations given to us, the maintenance of cost records under sub-section (l) of section 148 of the Companies Act 2013, is not applicable in view of rule 3 of the Companies (Cost Records and Audit) Amendment Rules, 2014.
- (vii) (a) In our opinion and according to the information and explanations given to us and on the basis of the examination of the records, the Company has generally been regular in depositing with appropriate authorities undisputed statutory dues, including provident fund, employee's state insurance, goods and service tax, cess and any other statutory dues applicable to it except few days' delay in respect of remittance of Provident Fund and ESIC. Further, no undisputed amounts payable in respect of provident fund, employee's state insurance, goods and service tax, cess and any other statutory dues were in arrears, as at 31st March 2024 for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, there are no dues in respect of income tax, sales tax, service tax, duty of customs, duty of excise, goods and service tax and value added tax which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanation give to us, there is no amount surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Hence, the provision of clause 3(viii) of the Order is not applicable.
- (ix) (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in any repayment of loans.
- (b) In our opinion and according to the information and explanation given to us, the Company has not been declared wilful defaulter by any bank or financial institutions or other lender. Hence, provision of clause 3(xi)(b) of the Order is not applicable to the Company.
- (c) In our opinion and according to the information and explanation given to us, the company has utilised the money obtained by way of term loans during the year for the purpose for which they were obtained.
- (d) In our opinion and according to the information and explanation given to us, we report that the company has not used funds raised on short term basis for long-term purposes.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.
- (x) (a) In our opinion and according to the information and explanations given to us, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. Accordingly, the provisions of clause 3 (x)(a) of the Order is not applicable.

- 
- (b) In our opinion and according to the information and explanations given to us, the company has not made any preference allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year end. Accordingly, the provisions of clause 3 (x)(b) of the Order is not applicable.
- (xi) (a) In our opinion and according to the information and explanations given to us by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (b) In our opinion and according to the information and explanations given to us by the management, report under sub-section (12) of section 143 of the Companies Act has not been filed by the auditors in form ADT-4 as prescribed under rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) In our opinion, no whistle-blower complaints have been received by the Company. Hence the provisions of clause 3(xi)(c) of the Order is not applicable.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii)(a) to (c) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- (xiii) In our opinion, all transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) The company is not required to have internal audit system as per the provisions of sec 138 of Companies Act 2013, hence Clause xiv is not applicable.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him and hence provisions of Section 192 of the Companies Act, 2013 is not applicable. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (xvi) (a) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Companies (Auditor's Report) Order, 2020 is not applicable.
- (b) In our opinion and according to the information and explanations given to us, the Company has not conducted any NBFC or Housing Finance Activities. Hence, the provision of clause 3 (xvi)(b) of the Order is not applicable.
- (c) In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company as defined in the regulations made by RBI. Hence, the provision of clause 3 (xvi)(c) of the Order is not applicable.
- (xvii) In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company as defined in the regulations made by RBI. Hence, the provision of clause 3 (xvi)(d) of the Order is not applicable.

- (xviii) In our opinion, the Company has not incurred cash losses in the financial year and in the immediately preceding financial year. Hence, the provision of clause 3(xvii) of the Order is not applicable.
- (xix) During the financial year, there has been resignation of statutory auditors and we have taken into consideration the issues, objections and concerns of outgoing auditors.
- (xx) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xxi) The provisions of section 135 of Companies Act, 2013 are not applicable to the company. Hence, the provision of clause 3 (xx) (a) (b) are not applicable.
- (xxii) In our opinion and according to the information and explanations given to us by the management, the Company is not required to prepare consolidated financial statements. Hence, the provision of clause 3(xxii) of the Order is not applicable.

For,  
O P Rathi & Co.  
Chartered Accountants

Place: Vadodara  
Date: 02/09/2024

CA Ruchi Rathi  
Partner  
Membership Number 122137  
UDIN:24122137BKBFKU7793

**SWASTIKA CASTAL LIMITED**  
**CIN: U27101WB1996PLC079995**  
**BALANCE SHEET AS AT 31st MARCH, 2024**

(Amount in '00)

Particulars	Note No.	As at 31st March,2024	As at 31st March,2023
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds</b>			
(a) Share Capital	2	1,50,000	1,50,000
(b) Reserves and Surplus	3	4,82,534	4,23,902
		<b>6,32,534</b>	<b>5,73,902</b>
<b>Non Current liabilities</b>			
(a) Long-term borrowings	4	3,68,631	3,67,690
(b) Other Long Term Liabilities		-	-
(c) Deferred tax liabilities (Net)	5	51,190	54,201
		<b>4,19,821</b>	<b>4,21,891</b>
<b>Current liabilities</b>			
(a) Short-term borrowings	6	7,55,124	8,71,881
(b) Trade payables	7		
- due to micro and small enterprises		1,07,155	-
- due to other than micro and small enterprises		67,165	3,36,039
(c) Other current liabilities	8	17,421	12,018
(d) Short-term Provisions	9	39,119	26,419
		<b>9,85,983</b>	<b>12,46,357</b>
<b>TOTAL</b>		<b>20,38,338</b>	<b>22,42,149</b>
<b>ASSETS</b>			
<b>Non - Current Assets</b>			
(a) Property, Plant and Equipment and intangible assets			
(i) Property, Plant and Equipment	10	6,50,433	6,52,125
(b) Non Current Investment		-	-
(c) Long term loans & advances	11	-	10
		<b>6,50,433</b>	<b>6,52,135</b>
<b>Current Assets</b>			
(a) Inventories	12	6,33,334	6,90,776
(b) Trade receivables	13	5,71,093	7,11,116
(c) Cash and Cash equivalents	14	1,664	2,518
(d) Short-term loans and advances	15	1,11,489	1,17,690
(e) Other current assets	16	70,326	67,913
		<b>13,87,904</b>	<b>15,90,013</b>
<b>TOTAL</b>		<b>20,38,338</b>	<b>22,42,149</b>

1 to 29

For O. P. Rathi & Co.  
Chartered Accountants  
FRN: 108718W

For and on behalf of the Board of Directors

Ruchi Rathi  
Partner  
Membership No.122137  
Place : Vadodara  
Date :

Varun Sharda  
Director  
DIN: 01571483

Varsha Sharda  
DIN: 05291150  
DIN: 05291150

**SWASTIKA CASTAL LIMITED**  
**CIN: U27101WB1996PLC079995**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31st MARCH, 2024**

(Amount in '00)

Particulars		Note No.	For the year ended 31st March, 2024	For the year ended 31st March, 2023
I.	Revenue from operations	17	23,34,921	24,14,275
II.	Other income	18	23,34,921 10,099	24,14,275 38,414
III.	<b>Total Income (I + II)</b>		<b>23,45,020</b>	<b>24,52,689</b>
IV.	<b>EXPENSES</b>			
	Cost of Material Consumed	19	11,17,554	16,17,270
	Changes in Inventories (WIP and Spares)	20	39,487	(96,999)
	Other Direct & Manufacturing Expenses	21	6,91,821	3,23,526
	Employee Benefits Expenses	22	1,40,243	2,41,807
	Finance Costs	23	1,15,396	1,03,705
	Depreciation	10	78,778	73,767
	Other Expenses	24	85,119	1,28,619
	<b>Total expenses</b>		<b>22,68,398</b>	<b>23,91,694</b>
V.	<b>Profit Before Extraordinary and Prior Period Items</b>		<b>76,621</b>	<b>60,994</b>
	Extraordinary Items			
VI.	<b>Profit Before Tax</b>		<b>76,621</b>	<b>60,994</b>
VII.	<b>Tax expense:</b>			
	Current Tax	25	21,000	<b>18,606</b>
	Deferred tax	5	(3,011)	4,575
	Excess/short provision relating earlier year tax	26	-	
VIII.	<b>Profit/(Loss) for the period (V-VI)</b>		<b>58,632</b>	<b>37,813</b>
	<b>Earnings per equity share:</b>			
	Basic		3.91	2.52
	Diluted		3.91	2.52
	Face Value Per Share(Rs.)		10	10

**SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE ACCOUNTS** 1 to 29

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For O. P. Rathi & Co.  
Chartered Accountants  
FRN: 108718W

For and on behalf of the Board of Directors

Ruchi Rathi  
Partner  
Membership No.122137  
Place : Vadodara  
Date :

Varun Sharda  
Director  
DIN: 01571483

Varsha Sharda  
DIN: 05291150  
DIN: 05291150

**SWASTIKA CASTAL LIMITED**  
**CIN: U27101WB1996PLC079995**  
**CASH FLOW STATEMENT AS ON DATE**

(Amount in Rs)

Particulars	31st March, 2024	31st March, 2023
<b>[A] CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	76,621	60,994
<b>Adjustments for:</b>		
Depreciation on Property, Plant and Equipment	78,778	73,767
Finance cost	1,15,396	1,03,705
Interest income	1,615	1,501
Prior Period Adjustment	-	-
Insurance claim Income	-	-
Short Term Capital Gain on Sale of Investments	-	-
<b>Operating Profit/(Loss) before changes in working capital</b>	<b>2,72,410</b>	<b>2,39,968</b>
<b>Adjustment for (Increase)/Decrease in Operating Assets</b>		
Inventories	57,443	(91,269)
Trade Receivables	1,40,024	6,851
Short-term loans and advances	6,201	(18,499)
Other Current Assets	(2,413)	(26,009)
<b>Adjustment for Increase/(Decrease) in Operating Liabilities</b>		
Trade Payables	(1,61,719)	(99,983)
Long term Loans and Advances	10	133
Short Term Provisions	12,700	6,212
Other Current Liabilities	5,402	(3,728)
<b>Cash flow from operations after changes in working capital</b>	<b>3,30,058</b>	<b>13,676</b>
Net Direct Taxes (Paid)/Refunded	21,000	18,606
<b>Net Cash Flow from/(used in) Operating Activities</b>	<b>3,09,058</b>	<b>(4,930)</b>
<b>[B] CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(77,086)	(88,115)
Proceed from sale of Vehicle	-	-
Purchase of Investments	-	-
Proceeds from sale/purchase of Investments	-	-
Interest income	(1,615)	(1,501)
<b>Net Cash Flow from/(used in) Investing Activities</b>	<b>(78,701)</b>	<b>(89,617)</b>
<b>[C] CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of short-term borrowings	(1,16,757)	1,39,022
Proceeds from long term loans and advances	941	55,961
Finance cost	(1,15,396)	(1,03,705)
<b>Net Cash Flow from/(used in) Financing Activities</b>	<b>(2,31,212)</b>	<b>91,278</b>
<b>Net Increase/ (Decrease) in Cash and Cash Equivalents</b>	<b>(855)</b>	<b>(3,269)</b>
Cash & Cash Equivalents at beginning of period (see Note 1)	2,519	5,787
<b>Cash and Cash Equivalents at end of period (see Note 1)</b>	<b>1,664</b>	<b>2,518</b>
<b>1 Cash and Cash equivalents comprise of:</b>		
Cash on Hands	1,436	2,002
Balance with Banks	228	516
<b>Cash and Cash equivalents</b>	<b>1,664</b>	<b>2,518</b>
<b>2</b>	<b>The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard (AS) 3 " Cash Flow Statement" prescribed under the Companies (Accounting Standards) Rules, 2006.</b>	
<b>3</b>	<b>Figures of the previous year have been regrouped / reclassified wherever necessary.</b>	
As per our report of even date attached		
For O. P. Rathi & Co. Chartered Accountants		For and on behalf of the Board of Directors
Ruchi Rathi Partner Membership No.122137 Place : Vadodara Date :	Varun Sharda Director DIN: 01571483	Varsha Sharda DIN: 05291150 DIN: 05291150

**SWASTIKA CASTAL LIMITED**  
**CIN: U27101WB1996PLC079995**  
**SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS**

**2 Share Capital**

**a. Share capital consists of the following:**

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Authorised</b> 20,000 (P.Y. 20,000) equity shares of Rs. 10/- each	2,00,000	2,00,000
<b>Issued Subscribed and Paid Up</b> 15,000 (Previous Year 15,000) equity shares of Rs. 10/- each . 12,075 Shares issued at Par 2,925 shares issued at Premium of 40 Rs.	1,50,000	1,50,000

**b. Right, preferences and restrictions attached to shares**

For all matters submitted to vote in a shareholders meeting of the Company every holder of an equity share as reflected in the records of the Company on the date of the shareholders meeting shall have one vote in respect of each share held. Any dividend declared by the company shall be paid to each holder of Equity shares in proportion to the number of shares held to total equity shares outstanding as on that date. In the event of liquidation of the Company all preferential amounts if any shall be discharged by the Company. The remaining assets of the Company shall be distributed to the holders of equity shares in proportion to the number of shares held to the total equity shares outstanding as on that date.

**c. A reconciliation of number of shares outstanding at the beginning and at the end of reporting period is as under:**

(Amount in '00)

Particulars	No. of Shares
As at 1st April, 2022	15,000
Additions/(Reductions)	-
<b>As at 31st March, 2023</b>	<b>15,000</b>
As at 1st April, 2023	15,000
Additions/(Reductions)	-
<b>As at 31st March, 2024</b>	<b>15,000</b>

**d. Shares in the company held by shareholders holding more than 5% is as under:**

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	No. of shares	Extent of Holding	No. of shares	Extent of Holding
Indra Sharda	5,89,300	39.29%	5,89,300	39%
Anuj Sharda	1,52,400	10.16%	1,52,400	10%
Varun Sharda	5,50,600	36.71%	5,50,600	37%
Anju Sharda	75,000	5.00%	75,000	5%
<b>Total</b>	<b>13,67,300</b>		<b>13,67,300</b>	

**f. Shares held by the Promoters at the end of the year**

Particulars	No of Shares 31.03.2024	No of Shares 31.03.2023	% of total Shares	%Changes
Indra Sharda	5,89,300	5,89,300	No Changes	No Changes
Anuj Sharda	1,52,400	1,52,400	No Changes	No Changes
Varun Sharda	5,50,600	5,50,600	No Changes	No Changes
Anju Sharda	75,000	75,000	No Changes	No Changes
<b>Total</b>	<b>13,67,300</b>	<b>13,67,300</b>		

### 3 Reserves & Surplus

Reserves & surplus consists of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Securities Premium</b>		
As per Last Financial Statements	1,17,000	1,17,000
Add : Transferred from Profit and Loss Account	-	-
Closing Balance	<b>1,17,000</b>	<b>1,17,000</b>
<b>Surplus in the Statement of Profit &amp; Loss</b>		
<b>Opening balance</b>	<b>3,06,902</b>	<b>2,69,089</b>
(+) Net Profit/(Loss) for the current year	58,632	37,813
<b>Net Surplus in statement of profit and loss</b>	<b>3,65,534</b>	<b>3,06,902</b>
<b>Total Reserves and Surplus</b>	<b>4,82,534</b>	<b>4,23,902</b>

### 4 Long-term borrowings

Long-term borrowings consists of the following:

(Amount in '00)

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	Non Current	Current Maturities	Non Current	Current Maturities
<b>Secured:</b>				
<b>Term Loans From Axis Bank:</b>	67,255	47,977	1,28,767	60,817
<b>Car Loan From ICICI Bank:</b>	-	-	-	4,636
<b>Car Loan From HDFC Bank:</b>	8,547	3,883	11,247	3,883
<b>Term Loans From YES Bank:</b>	4,002	3,809	-	-
<b>Total</b>	<b>79,805</b>	<b>55,668</b>	<b>1,40,014</b>	<b>69,335</b>
<b>UNSECURED:</b>				
<b>Long-Term Loans From Directors and Related Parties:</b>	1,86,465	-	1,56,811	-
<b>Long Term Loan from Financial Institutions</b>	36,698	14,048	-	17,689
<b>Long-Term Loans From Body Corporates</b>	65,664	-	70,865	-
<b>Total</b>	<b>2,88,826</b>	<b>14,048</b>	<b>2,27,676</b>	<b>17,689</b>
<b>Total</b>	<b>3,68,631</b>	<b>69,716</b>	<b>3,67,690</b>	<b>87,024</b>

Information regarding long term borrowings:

#### Term Loan from Axis Bank

##### A. Primary Security

- Exclusive hypothecation of of entire movable fixed assets of the company including plant & machinery, furniture & fixture both present & future excluding vehicles.
- Extension of hypothecation charge over entire current assets of the company including stock & book debts, both present & future.
- Term Loan from ICICI Bank, HDFC Bank and Yes Bank are Car Loans secured against hypothecation of Vehicle.

##### B. Collateral Security

- Charge on industrial property at Block 355, Vermadi Road, Taluka Karjan, Vadodara in the name of company

##### C. Personal guarantees of

- Term loans are further secured by way of personal guarantee of Varun Sharda & Personal & corporate guarantee of Gopal Sharda (HUF)

### 5 Deferred tax liabilities (Net)

Deferred Tax Liabilities consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Deferred tax liability</b>		
Closing WDV as per Income Tax Act, 1961	4,53,550	4,46,954
Closing WDV as per Books	6,50,433	6,52,125
<b>Net Difference</b>	<b>1,96,883</b>	<b>2,05,171</b>
Opening Balance DTL	54,201	49,625
Prior Period DTL reversal	(856)	
<b>Adjusted DTL</b>	<b>53,345</b>	<b>49,625</b>
During the year	(2,155)	4,575
<b>Closing Balance DTL</b>	<b>51,190</b>	<b>54,201</b>

## 6 Short Term Borrowings

Short term borrowings consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Current Maturities Of Long Term Debts	69,716	87,024
Loans Repayable on Demand - From banks	6,85,408	7,84,857
<b>Total</b>	<b>7,55,124</b>	<b>8,71,881</b>

Information regarding Loans repayable on Demand:

### A. Primary Security

(a) Exclusive hypothecation of of entire current assets of the company including stock and book debts both present & future

### B. Collateral Security

(a) Charge on industrial property at Block 355, Vermadi Road, Taluka Karjan, Vadodara in the name of company

### C. Personal guarantees of

(a) Term loans are further secured by way of personal guarantee of Varun Sharda & Personal & corporate guarantee of Gopal Sharda (HUF)

## 7 Trade Payables

a. Trade payables consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Due to micro and small enterprises	1,07,155	-
Due to other than micro and small enterprises	67,165	3,36,039
<b>Total</b>	<b>1,74,320</b>	<b>3,36,039</b>

Also refer note 27 for Trade payables ageing

b. The classification of creditors as micro and small enterprise has been given for the parties from whom the confirmation has been received regarding their classification as per MSMED Act, however the confirmation has not been received from all the parties. Further the bifurcation of Micro and Small is not available. In absence of such confirmation we have not been able to bifurcate the vendors into Micro & Small as per MSMED Act. Information in terms of section 22 of Micro, Small and Medium Enterprises Development Act, 2006 are given below;

(Amount in '00)

Trade payables -Total outstanding dues of Micro & Small enterprises	As at 31st March, 2024	As at 31st March, 2023
(a) Principal & Interest amount remaining unpaid but due as at year end		
- Principal	1,07,155	Not Available
- Interest	Not Available	Not Available
(b) Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	Not Available	Not Available
(c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006	Not Available	Not Available
(d) Interest accrued and remaining unpaid as at year end	Not Available	Not Available
(e) Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	Not Available	Not Available

## 8 Other Current liabilities

Other current liabilities consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Statutory Dues:</b>	<b>11,539</b>	<b>11,955</b>
TDS and TCS Payable	11,539	11,955
Advance From Customer	1,426	63
Other Payable	4,456	-
<b>Total</b>	<b>17,421</b>	<b>12,018</b>

## 9 Short Term Provisions

Short term provisions consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Provision for employee benefits	4,402	5,326
Provision for Other Expenses	34,717	21,092
<b>Total</b>	<b>39,119</b>	<b>26,419</b>

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Provision for employee benefits</b>	<b>4,402</b>	<b>5,326</b>
Provision for PF	272	373
Provision for Salary Payable	4,007	4,785
Provision for ESIC	123	168
<b>Provision for Other Expenses</b>	<b>34,717</b>	<b>21,092</b>
Audit fees Payable	2,600	840
Expenses Payable	10,443	-
Income Tax provision	21,568	19,174
Professional Tax Payable	106	1,078
<b>Total</b>	<b>39,119</b>	<b>26,419</b>

## 11 Long Term Loans & Advances

Long term loans & advances consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Unsecured, Considered Good</b>		
BOB For Gratuity	-	10
<b>Total</b>	<b>-</b>	<b>10</b>

## 12 Inventories

Inventories consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
Raw-Materials & Packing Material	38,885	56,841
Spares and Work-In-Progress	1,04,957	81,427
Stock in Process	4,89,492	5,52,509
<b>Total</b>	<b>6,33,334</b>	<b>6,90,776</b>

For basis of valuation refer note 2(v).

## 13 Trade Receivables

Trade receivables consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Outstanding for a period exceeding six months from Invoice Date</b>		
Unsecured considered good	1,28,560	16,994
<b>Others</b>		
Unsecured considered good	4,42,533	6,94,123
<b>Total</b>	<b>5,71,093</b>	<b>7,11,116</b>

Also refer note 28 for trade receivables ageing

## 14 Cash and Cash Equivalents

Cash and Cash Equivalents consists of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
(a) Balances with Banks -in Current Account	228	516
(b) Cash on hand	1,435	2,002
<b>Total</b>	<b>1,664</b>	<b>2,518</b>

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>(a) Balances with Banks -in Current Account</b>		
Allahabad Bank, Kolkatta	-	290
State Bank of India	228	226
<b>Total</b>	<b>228</b>	<b>516</b>

15 Short Term Loans & Advances

Short term loans & advances consist of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Unsecured, Considered Good:</b>		
Advance to Traders	17,163	24,138
Balance With Revenue Authorities Under Direct Taxes	94,326	93,552
<b>Total</b>	<b>1,11,489</b>	<b>1,17,690</b>

16 Other Current Assets

Other current assets consists of the following:

(Amount in '00)

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Bank Deposits:</b>	<b>30,912</b>	<b>31,967</b>
State Bank of India FD	109	105
FD with Axis Bank	30,804	31,862
<b>Unsecured, Considered Good :</b>	<b>39,413</b>	<b>35,946</b>
Prepaid Expenses	1,419	1,875
Advance to Staff	16,329	16,776
Other Deposits	21,665	17,295
<b>Total</b>	<b>70,326</b>	<b>67,913</b>

17 Revenue from operations

a. Revenue from operations consist of the following:

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Sale of Goods:</b>		
Sale of Goods - Domestic	16,57,405	16,94,151
Sale of Goods - Export	7,80,155	8,98,646
Less: Sales Return	1,72,348	1,93,106
<b>Total</b>	<b>22,65,212</b>	<b>23,99,691</b>
<b>Duty Drawback Received</b>	<b>12,588</b>	<b>13,184</b>
<b>Rent Received:</b>	<b>57,120</b>	<b>1,400</b>
Land	29,120	
Plant & Machinery	28,000	
<b>Total</b>	<b>23,34,921</b>	<b>24,14,275</b>

18 Other Income

Other income consists of the following:

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Exchange Rate Difference	5,740	27,090
Discount Received	50	-
Interest Income from Bank	1,615	1,501
Interest Income From Others	2,610	806
Rent Received on Plant & Machinery	-	9,000
Round Off		16
Miscellaneous Income	85	-
<b>Total</b>	<b>10,099</b>	<b>38,414</b>

19 Cost of Material Consumed

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Opening Stock	56,841	62,571
Purchase	10,99,599	16,11,540
Less : Closing Stock	38,885	56,841
<b>Total</b>	<b>11,17,554</b>	<b>16,17,270</b>

## 20 Changes in Inventories of Stock-in-Trade

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Opening Stock :</b>		
Process Stock	5,52,509	4,44,624
Stores & Spares	81,427	92,312
	<b>6,33,935</b>	<b>5,36,936</b>
<b>Closing Stock :</b>		
Process Stock	1,04,957	5,52,509
Stores & Spares	4,89,492	81,427
	<b>5,94,448</b>	<b>6,33,935</b>
<b>Total</b>	<b>39,487</b>	<b>(96,999)</b>

## 21 Other Direct &amp; Manufacturing Expenses

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Anodising/Conversion Charges	168	1,827
Calibration Charges	212	473
Discount Allowed		2,706
Diesel Exp	1,523	
Electric Rep & Maint Expenses	575	2,787
Sand Blasting Charges	-	150
Foundry Exp.	81,598	19,675
Freight & Octroi	35,603	53,414
Machining Exp.	4,26,430	41,194
Laboratory & Testing Charges	673	2,871
Maintenance (P & M)	-	23,871
Power & Fuel Exp.	58,197	89,986
Fetaling Expenses	2,411	7,828
Security Exp.	14,544	17,684
Testing And Inspection Charges	2,833	
Welding Charges	3,289	
Store Purchase		4,913
Labour Charges	466	5,251
Loading & Unloading Charges	3,293	22,057
Labour Charges on Purchase Bill		7,331
Painting Expense	8,295	
Shot Blasting Charges	3,650	1,599
Planting Charges		4,796
Weight Exp	179	152
Machinery Rent	24,690	12,960
Silver Plating Charges	23,191	
	<b>6,91,821</b>	<b>3,23,526</b>

## 22 Employee Benefit Expenses

(Amount in '00)

Other direct expenses consist of the following:

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Salaries and Wages(Incl. Managerial Remuneration)	95,597	2,09,369
Stipend and Training Expense		
Bonus to Employees	2,779	5,074
Contribution to Provident Fund	3,804	2,044
ESIC	650	2,209
Staff Gratuity	15	1,512
Employees' Welfare Expenses	37,399	21,599
<b>Total</b>	<b>1,40,243</b>	<b>2,41,807</b>

**23 Finance Costs**

Finance costs consist of the following:

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Interest Expense</b>	1,02,521	<b>95,831</b>
Interest on Working Capital	78,774	75,488
Interest on Term Loan	4,355	5,909
Interest on Unsecured Loan	16,133	12,748
Interest on Delay Payment of Statutory dues	1,631	1,686
Interest On Credit Card	1,628	
<b>Bank Charges</b>	12,875	<b>7,874</b>
<b>Total</b>	<b>1,15,396</b>	<b>1,03,705</b>

**24 Other Expenses**

Other expenses consist of the following:

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Administrative Expense	8,118	4,229
Audit Fees and other chages	2,600	400
Cash Discount		571
Late fees & Penalty	240	61
Insurance Exp.	1,482	1,886
Delivery Charges	-	1,031
Loading Charges		3,691
Legal & Consultancy Charges	3,864	3,506
Office Expenses	4,490	7,247
Petrol Expenses	10,834	14,084
Professional Fees	-	8,537
Quality & Rate Difference	560	11,787
Rent Expenses	2,745	11,318
Rounding Off	(6)	
Repairs & Maintenance	11,690	9,387
Sundry Balance Writen Off	16,698	20,763
Travelling Expenses	20,918	27,412
Vehicle Exps.		2,709
Water Expense	886	
<b>Total</b>	<b>85,119</b>	<b>1,28,619</b>

**25 Current tax**

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Current tax pertaining to current year	21,000	-
<b>Total</b>	<b>21,000</b>	

**26 Excess/short provision relating earlier year tax**

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
Excess/short provision relating earlier year tax	18,606	-
Excess Short Provision		
<b>Total</b>	<b>18,606</b>	

**27 Earnings Per Share**

Earnings per share is calculated as under:

(Amount in '00)

Particulars	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Basic</b>		
Profit after tax (A)	58,632	37,813
Weighted average number of shares outstanding (B)	15,000	15,000
Basic EPS (A / B)	4	2.52
<b>Diluted</b>		
Profit after tax (A)	58,632	37,813
Weighted average number of shares outstanding (B)	15,000	15,000
Diluted EPS (A / B)	3.91	2.52
Face value per share	10	10

For O.P.Rathi & Co.  
Chartered Accountants  
FRN: 108718W

Ruchi Rathi  
Partner  
Membership No.122137  
Place : Vadodara  
Date :

For and on behalf of the board

Varun Sharda  
Director  
DIN: 01571483  
Place : Vadodara

Varsha Sharda  
DIN: 05291150  
DIN: 05291150

SWASTIKA CASTAL LIMITED

CIN: U27101WB1996PTC079995

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS

28 Trade Payables Aging Schedule

(Amount in '00)

Sr. no.	Outstanding for following periods from due date of payment	MSME	Others	Disputed Dues-MSME	Disputed Dues- Others	Total 31.03.24	MSME	Others	Disputed Dues-MSME	Disputed Dues- Others	Total 31.03.23
(i)	< 6 M	1,01,468	59,611	-	-	1,61,079	-	-	-	-	-
(ii)	6 M - 1Yr	3,635	3,358	-	-	6,993	4,33,504	-	-	-	4,33,504
(iii)	1-2 Years	2,052	3,886	-	-	5,938	29,496	-	-	-	29,496
(iv)	2-3 Years	-	207	-	-	207	6,956	-	-	-	6,956
(v)	> 3 Years	-	103	-	-	103	4,575	-	-	-	4,575
		<b>1,07,155</b>	<b>67,165</b>	-	-	<b>1,74,320</b>	<b>4,74,532</b>	-	-	-	<b>4,74,532</b>

29 Trade Receivables Aging Schedule

(Amount in '00)

Sr. no.	Outstanding for following periods from due date of payment	Undisputed Trade receivables – considered good	Undisputed Trade Receivables – considered doubtful	Disputed Trade Receivables considered good	Disputed Trade Receivables considered doubtful	Total 31.03.24	Undisputed Trade receivables – considered good	Undisputed Trade Receivables – considered doubtful	Disputed Trade Receivables considered good	Disputed Trade Receivables considered doubtful	Total 31.03.23
(i)	< 6 M	4,42,533	-	-	-	4,42,533	6,94,123	-	-	-	6,94,123
(ii)	6 M - 1Yr	1,28,560	-	-	-	1,28,560	16,994	-	-	-	16,994
(iii)	1-2 Years	-	-	-	-	-	-	-	-	-	-
(iv)	2-3 Years	-	-	-	-	-	-	-	-	-	-
(v)	> 3 Years	-	-	-	-	-	-	-	-	-	-
		<b>5,71,093</b>	-	-	-	<b>5,71,093</b>	<b>7,11,116</b>	-	-	-	<b>7,11,116</b>

SWASTIKA CASTAL LIMITED  
CIN: U27101WB1996PTC079995

Accompanying notes to the financial statements

11 Property, Plant and Equipment

Property, Plant and Equipment consist of the following

(Amount in '00)

Sr No.	Nature of Assets	Gross Block (At Cost)					Depreciation					Net Block	Net Block
		As at 1st April 2023	Additions during the year	Deductions during the Year	Adjustment for the year	As at 31st March 2024	As at 1st April 2023	On Deductions during the Year	For the year	Adjustment for the year	As at 31st March 2024	As at 31st March 2024	As at 31st March 2023
	Air Conditioner	5,173	913	-	-	6,087	4,597	-	1,223	-	5,819	267	576.84
	Factory Building	2,13,513	7,330	-	-	2,20,843	1,11,175	-	12,810	-	1,23,985	96,858	1,02,338.06
	Computer	20,725	-	-	-	20,725	19,857	-	144	-	20,001	724	867.35
	Dies	2,61,392	26,734	-	-	2,88,126	1,33,149	-	15,015	-	1,48,163	1,39,962	1,28,243.30
	Electric Installation	47,432	1,595	-	-	49,027	36,838	-	2,611	-	39,449	9,578	10,594.19
	Cycle	53	-	-	-	53	53	-	-	-	53	-	-
	Fire Equipment	327	310	-	-	636	310	-	149	-	460	176	16.34
	Jig & Fixtures	97,739	22,400	-	-	1,20,139	74,952	-	8,952	-	83,904	36,235	22,787.50
	Lab. Equipments	4,281	-	-	-	4,281	4,067	-	-	-	4,067	214	214.01
	Measuring Instrument	3,487	-	-	-	3,487	3,102	-	97	-	3,199	288	385.33
	Mobile	5,296	949	-	-	6,244	4,646	-	653	-	5,299	945	649.17
	Motor Car	58,974	10,800	-	-	69,774	36,687	-	9,902	-	46,588	23,185	22,287.22
	Office Equipments	10,167	-	-	-	10,167	9,886	-	16	-	9,902	265	281.17
	Office Furniture	23,885	-	-	-	23,885	18,923	-	1,610	-	20,533	3,352	4,962.40
	Plant & Machinery (Double S	1,47,576	-	-	-	1,47,576	87,782	-	4,579	-	92,361	55,214	59,793.62
	Plant & Machinery (Single S	4,62,180	6,056	-	-	4,68,236	1,82,860	-	21,011	-	2,03,871	2,64,365	2,79,319.55
	R. O Water System	295	-	-	-	295	271	-	5	-	276	19	23.76
	Tube Well	2,966	-	-	-	2,966	2,893	-	-	-	2,893	73	72.95
	Water Cooler	624	-	-	-	624	595	-	1	-	596	28	28.64
	Land	18,684	-	-	-	18,684	-	-	-	-	-	18,684	18,684.09
	Capital Work in Progress	-	-	-	-	-	-	-	-	-	-	-	-
	Total	13,84,768	77,086	-	-	14,61,854	7,32,642	-	78,778	-	8,11,421	6,50,433	6,52,125.48

Note: 1. Figures have been regrouped and recast wherever necessary

SWASTIKA CASTAL LIMITED  
CIN: U27101WB1996PTC079995

Accompanying notes to the financial statements

30 FINANCIAL RATIOS

Sr No.	Ratio	Financial Year	2023-24			2022-23			% Change	Remarks for change > 25 %
		Description	Amount	Ratio		Amount	Ratio			
a.	Current Ratio	Current Assets	13,87,904	1.41	Times	15,90,013	1.28	Times	10%	
		Current Liabilities	9,85,983			12,46,357				
b.	Debt-Equity ratio	Total Debt	11,23,755	1.78	Times	12,39,571	2.16	Times	-18%	
		Equity	6,32,534			5,73,902				
c.	Debt Service Coverage Ratio,	EBITDA	2,57,921	1.18	Times	2,30,592	0.98	Times	20%	
		Total Debt Service	2,19,278			2,34,853				
d.	Return on Equity Ratio	Net Income (EAT)	58,632	9.27%	Percentage	37,813	6.59%	Percentage	41%	Due to increase in profit
		Shareholder's Fund	6,32,534			5,73,902				
e.	Inventory turnover ratio	Cost of Goods Sold	11,57,041	1.75	Times	15,20,271	5.01	Times	-65%	Due to increase in average inventory.
		Average Inventory	6,62,055			3,03,207				
f.	Trade Receivables turnover ratio	Net Credit Sales	23,34,921	3.64	Times	24,14,275	3.38	Times	8%	
		Average Receivables	6,41,104			7,14,542				
g.	Trade payables turnover ratio	Net Credit Purchases	10,99,599	4.31	Times	25,20,313	6.53	Times	-34%	
		Average Payables	2,55,180			3,86,031				
h.	Net capital turnover ratio	Annual Sales	23,34,921	5.81	Times	24,14,275	7.03	Times	-17%	Not Applicable
		Net Working Capital	4,01,921			3,43,657				
i.	Net profit ratio	Net Income (EAT)	58,632	2.51%	Percentage	37,813	1.57%	Percentage	60%	Due to increase in profit
		Annual Sales	23,34,921			24,14,275				
j.	Return on Capital employed	EAT+Interest	58,632	5.57%	Percentage	37,813	3.80%	Percentage	47%	Due to increase in profit
		Capital Employed	10,52,354			9,95,792				
k.	Return on investment	Earning after Tax	58,632	39.09%	Percentage	37,813	25.21%	Percentage	55%	Due to increase in profit
		Investment in Equity	1,50,000			1,50,000				
			-							

## SWASTIKA CASTAL LIMITED

### SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS

Note No. :1

#### A. Corporate Information:

Swastika Castal Limited ('the Company') is a company domiciled in India and incorporated under the provisions of the Companies Act, 1956.

The registered office of the Company is located at 117A Chittaranjan Avenue, Kolkata, West Bengal, India, 700073. The company is manufacturer of aluminum casting products having application in varied industries like Power, Auto, Power Transmission and many more.

#### B. Significant Accounting Policies

##### 1. Basis of accounting: -

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) including the Accounting Standards notified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.

The financial statements have been prepared under the historical cost convention on accrual basis.

##### 2. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

##### 3. Revenue Recognition: -

Expenses and Income considered payable and receivable respectively are accounted for on an accrual basis.

Revenue from sale of goods is recognized at the point of time when control of the goods is transferred to the customer, generally on dispatch/delivery of the goods except in case of export Sales, which are recognized on the basis of bill of lading on satisfaction of performance obligation and transfer of control.

#### **4. Property, Plant & Equipment:-**

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. The cost of an item of property, plant and equipment comprises of its purchase price including import duties and other non-refundable purchase taxes or levies, directly attributable cost of bringing the asset to its working condition for its intended use and the initial estimate of decommissioning, restoration and similar liabilities, if any. Any trade discount or rebate is deducted in arriving at the purchase price. Cost includes cost of replacing a part of a plant and equipment if the recognition criteria are met.

Items such as spare parts, stand-by equipment and servicing equipment that meet the definition of property, plant and equipment are capitalized at cost and depreciated over their useful life. Costs in nature of repairs and maintenance are recognized in the statement of profit and loss as and when incurred.

The cost and related accumulated depreciation are eliminated from the Financial Statements upon sale or retirement of the property, plant and equipment and the resultant gains or losses are recognized in the statement of profit and loss. Property, plant and equipment to be disposed of are reported at the lower of the carrying value or the fair value less cost of disposal.

Where an item of property, plant and equipment comprises major components having different useful lives, these components are accounted for as separate items.

#### **5. Depreciation :-**

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written down Value (WDV) Method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

All fixed assets individually costing Rs. 5000/- or less are fully depreciated in the year of installation/purchase.

Depreciation on assets acquired/sold during the year is recognized on a pro-rata basis to the statement of profit and loss till the date of acquisition/sale.

The carrying amount of assets is reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets, net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

## 6. Foreign currency Transactions: -

Transactions denominated in foreign currencies entered into by the Company are recorded in the functional currency (i.e. Indian Rupees), by applying the exchange rate prevailing on the date of transaction. Foreign currency denominated monetary items is restated at the closing exchange rates. Non-monetary items are recorded at exchange rate prevailing on the date of transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is measured. Exchange differences arising out of these translations are recognized in the statement of profit and loss.

The forward exchange contracts are marked to market and gain/loss on such contracts are recognised in the statement of profit and loss at the end of each reporting period.

## 7. Inventories :-

Inventories, which comprise raw materials, work-in-progress (semi-finished goods), and finished goods, are valued at the lower of cost and net realizable value. The cost of inventories is determined as follows:

**Raw Materials:** Valued at cost including purchase price and other costs incurred to bring the materials to their present location and condition.

**Work-in-progress and Finished Goods:** Valued at the lower of cost and net realizable value. In certain cases where detailed costing is impractical, work-in-progress and finished goods may be valued based on the estimated selling price less an appropriate margin to arrive at a fair representation of net realizable value. The cost includes direct materials, direct labor, and an appropriate portion of production overheads based on the normal capacity of production facilities.

**Net Realizable Value:** The estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale.

The valuation of work-in-progress and finished goods is reviewed periodically to ensure that the carrying amounts do not exceed the net realizable value.

## 8. Borrowing cost:-

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs that are directly attributable to the acquisition or construction of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalized. All other borrowing costs are expensed in the period in which they occur.

## **9. Employee Benefits:-**

### a) Short Term Obligations

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short-term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

### b) Retirement benefit:

Leave encashment is accounted for as per "pay-as-you-go" method in other words it is accounted on cash basis.

## **10. Taxes on Income:-**

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted by the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is virtual certainty with convincing evidence that these would be realized in future. At each Balance Sheet date, the carrying amount of deferred tax is reviewed to reassure realization.

## **11. Provisions, Contingent Liabilities and Contingent Assets:- (AS-29)**

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made.

Contingent Liabilities is disclosed in Notes to the account for:-

- (i) Possible obligations which will be confirmed only by future events not wholly within the control of the company or
- (ii) Present Obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognized in the financial statement since this may result in the recognition of the income that may never be realized.

## **12. Earnings per Share:-**

Basic earnings per share are calculated by dividing the net profit or loss (attributable to owners of the Company) for the period (after deducting preference dividends and attributable taxes) by the weighted average number of equity share outstanding during the period.

For the purpose calculating Diluted Earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

### 13. General:

Except wherever stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied.

### (B) Notes on Financial Statements

1. The classification of creditors as micro and small enterprise has been given for the parties from whom the confirmation has been received regarding their classification as per MSMED Act, however the confirmation has not been received from all the parties. In absence of such confirmation we have not been able to bifurcate the vendors into Micro & Small as per MSMED Act.
2. Trade receivables, Trade payables, Loans & Advances and Unsecured Loans have been taken at their book value subject to confirmation and reconciliation.

### 3. Payments to Auditors:

(Amount in '00)

<b>Auditors Remuneration</b>	<b>2023-2024</b>	<b>2022-2023</b>
Audit Fees	2,000	400
Tax Audit Fees	600	
Company Law Matters		
GST		
<b>Total</b>	<b>Rs.2,600</b>	<b>Rs. 400</b>

### 4. Details of contingent liabilities and capital commitments

(Amount in '00)

<b>Sr. No.</b>	<b>Particular</b>	<b>2023 – 24</b>	<b>2022 - 23</b>
<b>1</b>	<b>Contingent Liabilities</b>		
a.	Bank Guarantee in Normal Course of Business	14630.70	Nil
b.	Sales bill discounted under letter of credit with banks	Nil	Nil

5. Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.
6. The company has not carried out actuarial valuation of long term employee benefits. In absence of relevant information, the accounting for such long term employee benefits is not accounted for.
7. Related Party disclosure as identified by the company and relied upon by the auditors:

**(A) Related Parties and their Relationship**

<b>(i) Details of related parties:</b>		
<b>Description of relationship</b>	<b>Nature of Relationship</b>	<b>Names of related parties</b>
Key Management Personnel (KMP)	Director	Mr. Varun Sharda
Key Management Personnel (KMP)	Director	Mrs. Varsha Sharda
Key Management Personnel (KMP)	Director	Mr. Nirmal Lunia
Key Management Personnel (KMP)	Relative of Director	Mr. Anuj Sharda
Key Management Personnel (KMP)	Relative of Director	Mr. Indra Sharda
Key Management Personnel (KMP)	Relative of Director	M/s Alok Sharda HUF
Associated Enterprise	Director is Partner	Vidya Metcorp

<b>(ii) Details of related party transactions and balances outstanding:</b>		<b>(Amt in '00)</b>	
<b>Particulars</b>	<b>Nature of Relationship</b>	<b>31.03.2024</b>	<b>31.03.2023</b>
<b>Transactions during the year</b>			
<b>Salary paid</b>			
Mr. Varun Sharda	Director	24,000	24,000
Mrs. Anju Sharda	Relative of Director	12,000	11,680
Mr. Anuj Sharda	Relative of Director	12,000	17,980
Mrs. Varsha Sharda	Relative of Director	1,000	15,600
<b>Purchase of Goods</b>			
Vidya Metcorp	Associated Enterprise	22,000	2,70,091
<b>Sale of Goods</b>			
Vidya Metcorp	Associated Enterprise	3,147	1,671
<b>Loans/Deposit Accepted</b>			
Mr. Varun Sharda	Director	20,000	14,000
Mr. Anuj Sharda	Relative of Director	98,077	52,000
Mr. Indra Sharda	Relative of Director	67,180	1,21,000
Mr. Sanath Sarda	Relative of Director	5,000	0
Varun Sharda HUF	Associated Enterprise	8,000	0
<b>Interest paid on loan</b>			
Mr. Varun Sharda	Director	475	0
Mrs. Anju Sharda	Relative of Director	82	794
Mr. Anuj Sharda	Relative of Director	1,125	684
Mr. Indra Sharda	Relative of Director	8,887	4,589
Mr. Sanath Sarda	Relative of Director	97	0
Varun Sharda HUF	Associated Enterprise	557	0
Aloke Sharda HUF	Associated Enterprise	313	672
<b>Rent Income</b>			
Vidya Metcorp	Associated Enterprise	57,000	0.00
<b>Machining Charges</b>			
Vidya Metcorp	Associated Enterprise	4,30,854	2,11,712
<b>Balances outstanding at the end of the year</b>		<b>31.03.2024</b>	<b>31.03.2023</b>
<b>Loan/Deposit accepted</b>			
Mr. Varun Sharda	Director	23,134	3,902
Mrs. Anju Sharda	Relative of Director	73	3,422
Mr. Anuj Sharda	Relative of Director	59,953	805
Mr. Indra Sharda	Relative of Director	82,307	1,29,000
Mr. Sanath Sarda	Relative of Director	5,087	0

## 8. Other disclosures as per amendments in Schedule III

I. In case of borrowings from banks or financial institutions on the basis of security of current assets, the quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

### II. Registration of Charges or Satisfaction with Registrar of Companies

Where any charges or satisfaction yet to be registered with the Registrar of Companies beyond the statutory period, details and reasons there of.

#### Current Year

All charges have been duly registered with the Registrar of Companies in time.

#### Previous Year

All charges have been duly registered with the Registrar of Companies in time

III. The company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

IV. The company is not declared as willful defaulter by any bank or financial Institution or other lender.

V. There is no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

VI. The company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961

VII. The company have not traded or invested in Crypto currency or Virtual Currency during the year.

VIII. The company does not have any transactions with companies struck off.

IX. The company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period except for a loan for Car taken during the year.

X. The company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

XI. The company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

9. Additional Regulatory Information/disclosures as required by General Instructions to Schedule III to the Companies Act, 2013 are furnished to the extent applicable to the Company.

10. % of imported & indigenous raw material & consumables

(Rs. In '00)

Particulars	2024		2023	
	%	Amount	%	Amount
Imported	Nil	Nil	-	Nil
Indigenous	100%	10,99,598.57	100%	16,11,539.82

11. Earning in Foreign Exchange:

(in '00)

Particulars	2024	2023
	Amount	Amount
Earning in Foreign Currency	\$ 9471.39 €4.971	Nil

12. Previous year figures have been regrouped/rearranged wherever necessary.

13. Managerial Remuneration:

According to section 197 of the companies Act, 2013, a company with an effective capital between 5 crore and 100 crore is permitted to pay up to 84 lakh as managerial remuneration.

(Amt in '00)

Name of Director	Limit u/s 197	Actual Remuneration Paid
Mr. Varun Sharda	84000	24000
Mrs. Varsha Sharda	84000	1000

#### 14. Ratios

Particulars	items included in numerator	items included in denominator	Current Year		Previous Year	
			Ratio	change in the ratio by more than 25% as compared to the preceding year	Ratio	change in the ratio by more than 25% as compared to the preceding year
<b>(a) Current Ratio</b>	Current Assets	Current Liabilities	1.41	No	1.28	No
<b>(b) Debt-Equity Ratio</b>	Long Term Debt + Short Term Debt	Shareholder equity	1.78	No	2.16	No
<b>(c) Debt Service Coverage Ratio</b>	Earnings Before Interest, tax, Depreciation & Amortisation	Total principal + Interest on Borrowings	1.18	No	0.98	No
<b>(d) Return on Equity Ratio</b>	Earning After Interest, tax, Depreciation & Amortisation	Average Shareholder's Equity	9.27%	Yes	6.59%	No
<b>(e) Inventory turnover ratio</b>	Turnover	Average Inventory	1.75	Yes	2.36	No
<b>(f) Trade Receivables turnover ratio</b>	Net Credit Sales	Average Trade Receivable	3.64	No	3.38	No
<b>(g) Trade payables turnover ratio</b>	Net Credit Purchase	Average Trade Payable	4.31	Yes	6.53	No
<b>(h) Net capital turnover ratio</b>	Total Sales	Average Working Capital	5.81	No	7.03	No
<b>(i) Net profit ratio</b>	Net Profit	Net Sales	2.51%	Yes	1.57%	No
<b>(j) Return on Capital employed</b>	Earnings Before Interest & tax	Capital employed	5.57%	Yes	3.80%	No
<b>(k) Return on investment</b>	Earning After Tax	Investment in Equity	39.09%	Yes	25.21%	No

Signature to notes 1A to 1B

In terms of Our Separate Audit Report of Even Date Attached.

For,  
O P Rathi & Co.  
Chartered Accountants

For,  
Swastika Castal Limited

Ruchi Rathi  
Partner  
Membership No. 122137  
Firm Registration Number: 108718W

Varun Sharda  
Director  
DIN : 01571483

Varsha Sharda Director  
DIN : 05291150

Place: Vadodara  
Date: \_\_\_\_\_, 2024  
UDIN:

