

**INDEPENDENT AUDITOR'S REPORT**

TO THE MEMBERS OF
M/S SANDUR PELLETS PRIVATE LIMITED

Report on the audit of the Financial Statements:**Opinion**

We have audited the accompanying financial statements of **M/s Sandur Pellets Private Limited** ("the Company"), which comprise the Balance Sheet as at 31 March, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the period ended on that date and a summary of the 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 as amended ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its Profit (including other comprehensive income), changes in equity and its cash flows for the period ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics of the Institute of Chartered Accountants of India. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted Company.



Information Other than the Financial Statements and Auditor's Report Thereon:

- The Company's management and Board of Directors is responsible for the preparation of other information. The other information comprises the Director's report and its annexures, but does not include the financial statements and our auditor's report thereon.
- Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed, we conclude that if there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those charged with governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting standards (Ind AS) specified under Sec 133 of the Act read with the Companies (Indian Accounting Standards) Rule, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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.

Those charged with governance are also responsible for overseeing the Company's financial reporting process.

Auditor's 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 with SA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of The Companies Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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 the "Annexure A" statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.



2 (A). As required by Section 143 (3) of the Act, based on our audit we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c. The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with the Indian AS specified under Section 133 of the Act.
- e. On the basis of the written representations received from the directors as on 31 March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2023 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 with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to these financial statements.

2 (B). 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, as amended, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company did not have any pending litigations which would impact its financial position as on 31 March 2023.
- 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 during the period ended 31 March 2023.
- iv. (a) The management has represented that, to the best of its knowledge & belief 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.

(b) The management has represented that, to the best of its knowledge & belief 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.

(c) Based on audit procedures which we have considered are reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) above contain any material mis-statement.



- v. No dividend has been declared and paid by the Company during the period. Hence, compliance under section 123 of the Companies Act, 2013 is not applicable.
 - vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial period ended 31 March, 2023.
- 2 (C). 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 if any, by the Company to its directors during the period is in accordance with the provisions of section 197 of the Act.

For Seenam Bhat & Co

Chartered Accountants

FRN: 018392S



CA Shivashankar B
Partner



M.No.247890

UDIN: 23247890BGXNXX3277

Place: -Sandur

Date: - 15 May 2023

"ANNEXURE-A" To the Independent Auditors' Report

(Referred to in paragraph (1) under the heading 'Report on Other Legal & Regulatory Requirements' of our report to the member of M/S Sandur Pellets Private Limited of even date to the financial statements of the Company for the ended March 31, 2023.)

i. Property, Plant, Equipment, right-of-use assets and Intangible Assets:

- a. (A) The Company has been incorporated in the current and for the under consideration it does not own any Property, Plant and Equipment or does not have right-of-use assets. Hence reporting regarding Maintenance of proper records showing full particulars, including quantitative details and situation of property, Plant and equipment is not applicable to Company.
(B) The Company has no intangible assets hence clause is not applicable.
- b. The Company does not own any Property, Plant and Equipment. Hence clause regarding physical verification by the management during the at periodic intervals is not applicable.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company does not hold any title deeds of immovable properties.
- d. According to the information and explanations given to us and on the basis of our examination of the records of the Company, no revaluation has been done by the Company of its property, plant and equipment (including the right of use assets) or intangible assets or both during the , hence scope for compliance vide Clause 3(i)(d) of the order is not applicable to the Company.
- e. No proceedings have been initiated during the or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. Inventories and Working capital

- a. The Company has not commenced the operation. Hence the reporting under this clause regarding physical verification of inventories during the period by the Management is not applicable.
- b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no working capital limits sanctioned in excess of five crores, in aggregate, from banks or financial institutions on the basis of security of current assets, at any point of time during the , hence scope for compliance vide Clause 3(ii)(b) of the order is not applicable to the Company.

iii. Investments, any guarantee or security or advances or loans given

According to information and explanation given to us, during the, the Company has not made any investments in, provided any guarantee or security or granted any loans or advances, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

iv. Compliance in respect of a loan, investments, guarantees, and security to Directors**Compliance of Section 185 of the Companies Act 2013: Loan to directors, etc.**

As per information given by the management and on audit we have observed that there were no such loans or any book debts by the Company with any of the Directors or the other persons with whom director is interested as per Section 185 of the Companies Act 2013.

Compliance of Section 186 of the Companies Act 2013 Loan and investment by Company:

Company has not made any loans and advances and investment in Private and Public Limited Companies.



v. Acceptance of deposits

As per the information and explanations given to us, the Company has not accepted any deposits, therefore there is no scope to comment on the compliance of the directives issued by Reserve Bank of India on acceptance of deposits, the provisions covered under Section 73 to 76 of the Companies Act, 2013 and rules framed there under. No order has been passed by the Company Law Board or National Law Tribunal or Reserve Bank of India or any court or any other Tribunal against the Company, hence scope for compliance vide Clause 3(v) of the order is not applicable to the Company.

vi. Cost records

The Central Government has not prescribed the cost audit u/s 148 (1) of Companies Act 2013, therefore conduct of cost audit is not applicable. Hence scope for compliance vide Clause 3(vi) of the order is not applicable to the Company.

vii. Statutory Dues

According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, Income Tax, GST, Duty of Customs, Cess and other material statutory dues have been regularly deposited during the by the Company with appropriate authorities.

According to information and explanation given to us no undisputed amount payable in respect of statutory dues were in arrears, as at 31 March, 2023 for a period of more than six months from the date they became payable.

viii. Unrecorded income:

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has no such unrecorded transactions in its books of accounts to surrender or disclose as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Hence scope for compliance vide Clause 3(viii) of the order is not applicable to the Company.

ix. Default in repayment of borrowings

According to the information and explanations given to us and on the basis of our examination of the records of the Company,

- a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender, hence reporting under Clause 3(ix)(a) of the order is not applicable.
- b) The Company has not been declared as a wilful defaulter by any bank or financial institution or any other lender. Hence reporting under Clause 3(ix)(b) of the order is not applicable.
- c) The Company has not taken any term loans during the , hence reporting under Clause 3(ix)(c) of the order is not applicable to the Company.
- d) The Company has not raised any short term funds, hence utilization for long term purpose is not applicable to the Company, hence reporting under Clause 3(ix)(d) of the order is not applicable to the Company.
- e) The Company not raised any money from any person or entity for the account of or to pay the obligations of its associates, subsidiaries or joint ventures, hence reporting under Clause 3(ix)(e) of the order is not applicable to the Company.
- f) The Company not raised any loans during the by pledging securities held in their subsidiaries, joint ventures or associate companies, hence reporting under Clause 3(ix)(f) of the order is not applicable to the Company.



x. Initial Public Offer:

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not raised any money by way of initial public offer, further public offer (including debt instruments) and the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the period. Accordingly, the provisions of Clause 3(x) of the Order are not applicable to the Company.

xi. Fraud and whistle-blower complaints:

- a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the period.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the period and up to the date of this report.
- c) No whistle blower complaints received by the Company during the period and up to the date of this report.

xii. Nidhi Company:

The Company is not a Nidhi Company. Therefore, Clause 3(xii) of the Companies (Auditor's Report) Order 2020 is not applicable to the Company.

xiii. Related Party Transactions:

According to the information and explanations given to us and based on examinations of the records of the Company, transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable and details of such related party transactions have been disclosed in Note no. 12 of the financial statements as required by applicable Indian Accounting Standard.

xiv. Internal Audit system:

- a. According to the information and explanations given to us and based on examinations of the records of the Company, the Company have an adequate internal audit system in accordance with its size and business activities.
- b. Provisions of Sec 138 of Companies Act, 2013 appointment of Internal Auditor is not applicable to the Company. hence compliance of clause 3(xiv)(b) of the order is not applicable to us.

xv. Non Cash Transactions:

According to information and explanations given to us, the Company has not made any non-cash transactions with directors or persons connected with him. Accordingly, Clause 3 (xv) of the Order is not applicable to the Company.

xvi. Requirement of Registration under RBI Act:

The Company is not a NBFC and not required to register under section 45-IA of The Reserve Bank Act 1934 and accordingly Clause 3(xvi) of the order is not applicable to the Company.

xvii. Cash losses:

According to information and explanations given to us the Company has not made any cash losses in the financial and the immediately preceding financial.

xviii. Resignation of statutory auditors:

There is no resignation of statutory auditors during the period.



xix. Material Uncertainty:

On the basis of the financial ratios, ageing and expected dates of realisation 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 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 from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. Transfer to fund specified under Schedule VII of Companies Act, 2013:

Provisions of Sec 135 of the Companies Act, 2013 are not applicable to the Company. hence compliance of clause 3(xx) of the order is not applicable to the Company.

For Seenam Bhat & Co
Chartered Accountants
FRN: 018392S



CA Shivashankar B C
Partner
M.No: 247890
UDIN: 23247890BGXNXX3277



Place: Sandur
Date : 15 May 2023

"ANNEXURE-B" To the Independent Auditors' Report

(Referred to in paragraph 2A(f) under 'Report on Internal Financial Control' section of our report to the members of M/S Sandur Pellets Private Limited of even date

REPORT ON THE INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE COMPANY FINANCIALS STATEMENTS UNDER CLAUSE (i) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ('THE ACT')

We have audited the internal financial controls with reference to Company financial statements of M/S Sandur Pellets Private Limited ("the Company") as of 31 March 2023 in conjunction with our audit of the Company financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is primarily responsible for establishing and maintaining internal financial controls with reference to the Company financial statements based on the internal control over financial reporting criteria established by the Company considering the essential components of internal controls stated in the "Guidance Note on Audit of Internal Financial Controls Over Financial Reporting" issued by the Institute of Chartered Accountants of India (the ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls with reference to the financial statements that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 existence and operating efficiency of internal financial controls systems with reference to the Company financial statements 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") with Reference to Ind AS Financial Statements 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 with reference to the Company financial statements was established and maintained and if such controls operated effectively in all material respects.

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

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



MEANING OF INTERNAL FINANCIAL CONTROLS OVER STANDALONE FINANCIAL REPORTING

A Company's internal financial controls with reference to the Company financial statements 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 including the Ind AS. A Company's internal financial controls with reference to the Company financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of 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 Company financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls with reference to the Ind AS financial statements, 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 with reference to the Company financial statements to future periods are subject to the risk that the internal financial controls with reference to the Company financial statements 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, to the best of our information and according to the explanation given to us, the Company has, in all material respects, there exists an adequate internal financial controls with reference to the Company financial statements and such internal financial controls with reference to the Company financial statements were operating effectively as at March 31, 2023, based on the criteria for internal financial controls with reference to the Company financial statements criteria established by the Company considering the essential components of internal financial control stated in the Guidance Note issued by the Institute of Chartered Accountants of India.

For Seenam Bhat & Co

Chartered Accountants

FRN: 018392S

**CA Shivashankar B C**

Partner

M.No.247890

UDIN: 23247890BGXNXX3277



Place: -Sandur

Date: - 15 May 2023

SANDUR PELLETS PRIVATE LIMITED
U27209KA2022PTC160941
Balance Sheet as at 31 March 2023

₹ in lakh

Particulars	Note No.	As at 31 March 2023
I ASSETS		
1 NON-CURRENT ASSETS		
Other non-current assets	2	3.60
SUB-TOTAL		3.60
2 CURRENT ASSETS		
Financial assets		
(i) Investments	3	0.05
(ii) Cash and cash equivalents	4A	1,831.32
(iii) Bank balance other than cash and cash equivalents	4B	176.08
(iv) Other financial assets	5	4.42
SUB-TOTAL		2,011.87
TOTAL ASSETS		2,015.47
II EQUITY AND LIABILITIES		
1 EQUITY		
(a) Equity share capital	6A	2,000.00
(b) Other equity	6B	15.32
SUB-TOTAL		2,015.32
2 CURRENT LIABILITIES		
Provisions	7	0.15
SUB-TOTAL		0.15
TOTAL LIABILITIES		0.15
TOTAL EQUITY AND LIABILITIES		2,015.47
Summary of significant accounting policies	1	

The accompanying notes are an integral part of these financial statements
In terms of our report attached

For Seenam Bhat & Co
Chartered Accountants
Firm Reg. No. : 018392S

CA Shivashankar B C
Partner
M.No-247890



Place: Sandur
Date: 15 May 2023

For and on behalf of the Board of Directors

Honnurappa Yellappa
Director
DIN No. 08804858

Bijan Kumar Dash
Company Secretary

Mohammed Abdul Saleem
Director
DIN No:00061497

Uttam Kumar Bhageria
Chief Financial Officer



SANDUR PELLETS PRIVATE LIMITED

U27209KA2022PTC160941

Statement of Profit and Loss for the period 7 May 2022 to 31 March 2023

₹ in lakh

Particulars	Note No.	For the period 7 May 2022 to 31 March 2023
I Revenue		
Other income	8	35.99
Total revenue		35.99
II Expenses		
Other expenses	9	20.67
Total expenses		20.67
III Profit before tax (I-II)		15.32
IV Tax expense		
V Profit for the period (III-IV)		15.32
VI Other comprehensive income		-
VII Total comprehensive income (net of tax) for the period		15.32
VIII Earnings per equity share of ₹ 10: (In ₹)		
(1) Basic	10	0.08
(2) Diluted	10	0.08

Summary of significant accounting policies

1

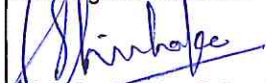
The accompanying notes are an integral part of these financial statements

In terms of our report attached

For Seenam Bhat & Co

Chartered Accountants

Firm Reg. No. : 018392S



CA Shivashankar B C

Partner

M.No-247890

Place: Sandur

Date: 15 May 2023



For and on behalf of the Board of Directors



Honnurappa Yellappa

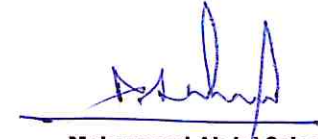
Director

DIN No. 08804858



Bijan Kumar Dash

Company Secretary



Mohammed Abdul Saleem

Director

DIN No:00061497



Uttam Kumar Bhageria

Chief Financial Officer



SANDUR PELLETS PRIVATE LIMITED

U27209KA2022PTC160941

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

A. Equity share capital

₹ in lakh

Particular	As at 31 March 2023
Balance as at 1 April 2022	-
Change in equity share capital	2,000.00
As at 31 March 2023	2,000.00

B. Other equity

₹ in lakh

Particulars	Reserves and surplus	Items of other comprehensive income	Total other equity
	Retained earning	Remeasurement of post- employment benefit obligations (net of tax)	
Balance as at 7 May 2022 (date of incorporation)	-	-	-
Profit for the period	15.32	-	15.32
As at 31 March 2023	15.32	-	15.32

The accompanying notes are an integral part of these financial statements
In terms of our report attached

For Seenam Bhat & Co

Chartered Accountants

Firm Reg. No. : 018392S

CA Shivashankar B C

Partner

M.No-247890

Place: Sandur

Date: 15 May 2023

**For and on behalf of the Board of Directors**

Honnurappa Yellappa

Director

DIN No. 08804858

Bijay Kumar Dash

Company Secretary

Mohammed Abdul Saleem

Director

DIN No:00061497

Uttam Kumar Bhageria

Chief Financial Officer

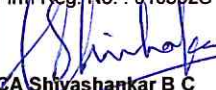


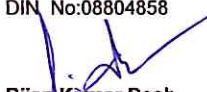
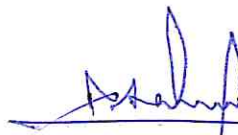
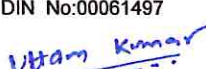


SANDUR PELLETS PRIVATE LIMITED

U27209KA2022PTC160941

Statement of Cash Flows for the period 7 May 2022 to 31 March 2023

₹ in lakh

Particulars	For the period 7 May 2022 to 31 March 2023
Cash flows from operating activities:	
Profit for the period	15.32
Adjustments for:	
Interest income	(35.99)
Operating profit/ (loss) before working capital changes	(20.67)
Adjustments for increase/ (decrease) in operating liabilities:	
Current provisions	0.15
Cash (used in) operations	(20.52)
Income taxes paid (net)	(3.60)
Net cash flow (used) operating activities	(24.12)
Cash flows from Investing Activities	
Deposits with banks and financial institutions	(176.08)
Purchase of investments	(0.05)
Interest received	31.57
Net cash (used in) investing activities	(144.56)
Cash flows from financing activities	
Proceeds from Issue of equity share capital	2,000.00
Net Cash from financing activities	2,000.00
Net increase in cash and cash equivalents	1,831.32
Cash and cash equivalents at the beginning	-
Cash and cash equivalents at the end of the period (Refer note 4A)	1,831.32
Details of Cash and cash equivalents	
Balances with banks	
(i) In current accounts	31.32
(ii) Fixed deposits with maturity of less than 3 months	1,800.00
Cash and cash equivalents at the end of the period (Refer note 4A)	1,831.32
The accompanying notes are an integral part of these financial statements	
In terms of our report attached	
<p>For Seenam Bhat & Co Chartered Accountants Firm Reg. No. : 018392S</p>  <p>CA Shivashankar B C Partner M.No-247890</p>  <p>Place: Sandur Date: 15 May 2023</p>	<p>For and on behalf of the Board of Directors</p>  <p>Honnurappa Yellappa Director DIN. No:08804858</p>  <p>Bijan Kumar Dash Company Secretary</p>  <p>Mohammed Abdul Saleem Director DIN No:00061497</p>  <p>Uttam Kumar Bhageria Chief Financial Officer</p>



SANDUR PELLETS PRIVATE LIMITED

U27209KA2022PTC160941

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

1. Background

The Company is a Private Limited Company incorporated and domiciled in India. The Company has its Registered Office at 'Satyalaya', Door No. 266 (old No.80), Behind Taluka Office, Ward No.1, Palace Road, Sandur 583 119, Bellary District, Karnataka. Sandur Pellets Private Limited was incorporated on 7 May 2022. The Company is wholly owned subsidiary Company of "The Sandur Manganese & Iron Ores Limited."

These financial statements have been approved by the Board of Directors at its meeting held on 15 May 2023.

1.1 Significant accounting policies

(i) Statement of compliance

These financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended read with section 133 of the Companies Act, 2013 ("Act") and other relevant provisions of the Act.

(ii) Basis of preparation of the financial statements

These financial statements have been prepared on an accrual basis and in accordance with the historical cost convention, except for certain financial instruments which are measured at fair value or amortised cost at the end of each reporting period, as explained in the accounting policies below. This financial statements comply in all material aspects of Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended read with section 133 of the Companies Act, 2013. All assets and liabilities are classified into current and non current based on the operating cycle of less than twelve months or based on the criteria of realisation / settlement within twelve month period from the balance sheet date.

1.2 Use of estimates and judgements

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. Such estimates and assumptions are based on management's evaluation of relevant facts and circumstances as on the date of financial statements. The actual outcome may diverge from these estimates. Estimates and assumptions are reviewed on a periodic basis. Appropriate changes in estimates are made when the management of the Company becomes aware of the changes in the circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which the changes are made and, if material, their effects are disclosed in the notes to the financial statements.

1.3 Dividend and interest income

Dividend income from investments is recognised when the Company's right to receive payment has been established.

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

1.4 Functional Currency

Functional currency of an entity is the currency of the primary economic environment in which the entity operates. The financial statements are presented in Indian rupees, the national currency of India, which is the functional currency of the Company.

1.5 Taxation

Income tax expense comprises of current tax and deferred tax in accordance with the provisions of Income-tax Act, 1961.

1.5.1 Current tax

The tax currently payable is based on taxable profit for the period. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other periods and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

1.5.2 Deferred tax

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.



SANDUR PELLETS PRIVATE LIMITED

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

1.6 Provisions and contingencies

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

The financial obligation towards mine closure plans under relevant Acts and Rules are technically estimated, based on total available ore reserves of all the mining leases. The amount so determined is provided in the books of account on the basis of run of mine ore production of the mines of all the mining leases.

1.7 Earnings per share

The basic earnings/ (loss) per share is computed by dividing the net profit/ (loss) attributable to equity shareholders for the period by the weighted average number of equity shares outstanding during the period. The number of shares used in computing diluted earnings per share comprises the weighted average shares considered for deriving basic earnings per share, and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares.

1.8 Operating cycle

As mentioned in para 1.1(ii) above under 'Basis of preparation of the financial statements', the Company based on the normal time between acquisition of assets and their realisation in cash or cash equivalents, has determined its operating cycle as one period. The above basis is used for classifying the assets and liabilities into current and non-current as the case may be.

1.9 Cash flow statement

Cash flows are reported using the indirect method, whereby profit/ (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.



SANDUR PELLETS PRIVATE LIMITED

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Notes to the standalone financial statements for the period ended 31 March 2023

Note No.2 - Other assets

₹ in lakh

Particulars	As at 31 March 2023	
	Current	Non-current
Unsecured considered good, unless otherwise stated		
Advance tax and tax deducted at source	-	3.60
Total	-	3.60

Note No. 3 - Investments

Particulars	As at 31 March 2023	
	Current	Non-current
Investments carried at fair value through profit or loss		
Investments in mutual funds (Quoted)	0.05	-
Total	0.05	-
Aggregate market value of quoted investments	0.05	-

Note No. 4A - Cash and cash equivalents

Particulars	As at 31 March 2023
Balances with banks	
- Current accounts	31.32
- Demand deposits (original maturity less than 3 months)	1,800.00
Total cash and cash equivalents	1,831.32

Note No. 4B- Bank balance other than cash and cash equivalents

Particulars	As at 31 March 2023
Other bank balances	
Demand deposit (with original maturity of more than 3 months and having remaining maturity of less than 12 months)	176.08
Total other bank balances	176.08

Note No. 5 - Other financial assets

Particulars	As at 31 March 2023	
	Current	Non-current
Interest accrued on deposits		
Accrued interest	4.42	-
Total	4.42	-



SANDUR PELLETS PRIVATE LIMITED

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

Note No. 6A - Equity share capital

Particulars	As at 31 March 2023	
	No. of shares	Amount ₹ in lakh
(i) Authorised: Equity shares of ₹ 10 each with voting rights	2,00,00,000	2,000.00
(ii) Issued, subscribed and fully paid-up: Equity shares of ₹ 10 each with voting rights	2,00,00,000	2,000.00
Total	2,00,00,000	2,000.00

(iii) Reconciliation of the number of shares outstanding

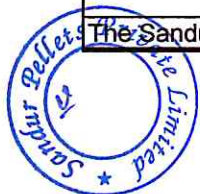
Particulars	As at 31 March 2023	
	No. of shares	Amount ₹ in lakh
Balance as at 7 May 2022 (date of incorporation)	-	-
Add: Shares issued during the period	2,00,00,000	2,000.00
As at 31 March 2023	2,00,00,000	2,000.00

(iv) Rights, preferences and restrictions attached to equity shares

The Company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity share is entitled to one vote per share.

(v) Details of shares held by the holding company:

Particulars	As at 31 March 2023	
	No. of shares	Amount ₹ in lakh
The Sandur Manganese & Iron Ores Limited	1,99,99,999	2,000.00



SANDUR PELLETS PRIVATE LIMITED

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

(vi) Details of shares held by shareholders holding

Name of shareholder	As at 31 March 2023	
	Number of shares held	% holding in that class of shares
The Sandur Manganese & Iron Ores Limited	1,99,99,999	99.999995%

6B. Other equity

Particulars	₹ in lakh		
	Reserves and surplus	Items of other comprehensive income	Total
	Retained earnings	Remeasurement of post-employment benefit obligations (net of tax)	
Balance as at 7 May 2022 (date of incorporation)			
Profit for the period	15.32	-	15.32
As at 31 March 2023	15.32	-	15.32



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Note No. 7 - Provisions

Particulars	₹ in lakh	
	As at 31 March 2023	
	Current	Non-current
Provision for:		
- Others	0.15	-
Total	0.15	-

Note No. 8 - Other income

Particulars	₹ in lakh
	For the period 7 May 2022 to 31 March 2023
(a) Interest income:	
- On banks and financial institutions	35.99
Total	35.99

Note No. 9 - Other expenses

Particulars	₹ in lakh
	For the period 7 May 2022 to 31 March 2023
(a) Rates and taxes	20.49
(b) Auditors remuneration	0.10
(c) Miscellaneous expenses	0.08
Total	20.67

Note No.10 - Earnings per share

Particulars	For the period 7 May 2022 to 31 March 2023
Profit for the period (₹ in lakh) (A)	15.32
Weighted average number of equity shares (B)	1,80,27,397
Earnings per share (A/B):	
- Basic (₹)	0.08
- Diluted (₹)	0.08
Nominal value of shares (₹)	10

Note No.11 - Related party transactions

A) Name of Related parties and description of relationship

Sr. No	Related parties	Relationship
1	The Sandur Manganese & Iron Ores Limited	Holding company
2	Mohammed Abdul Saleem	Director
3	Honnurappa Yellappa	Director
4	Uttam Kumar Bhageria (Chief Financial Officer)	Key Managerial personnel
5	Bijan Kumar Dash (Company Secretary)	Key Managerial personnel

B) Transaction with related party during the period 7 May 2022 to 31 March 2023.

Sr. No	Transaction	₹ in lakh
		Holding company
1	Infusion of capital	2,000.00
2	Reimbursement of expense	20.00

Note No.12 - Comparative information

This being the first period of operations of the Company, comparative information of previous period figures are not applicable.



For and on behalf of the Board of Directors

Honnurappa Yellappa
Director
DIN No. 08801858

Bijan Kumar Dash
Company Secretary

Place: Sandur
Date: 15 May 2023

Mohammed Abdul Saleem
Director
DIN No:00061497

Uttam Kumar
Uttam Kumar Bhageria
Chief Financial Officer

