

# SURESH CHANDRA & ASSOCIATES

## CHARTERED ACCOUNTANTS

Branch : 303, Investment House, 3rd Floor, Opp. Gandhigram Railway Station, Ellisbridge, Ahmedabad-380 006.  
Contact No. : 9974534855 Email : cassnanwal@gmail.com

### Independent Auditor's Report

To the Members of VMS TMT Limited (formerly known as VMS TMT Private Limited)

#### Report on the Audit of the Financial Statements

##### Opinion

We have audited the accompanying Ind AS financial statements of VMS TMT limited (formerly known as VMS TMT Private Limited) ('the Company'), which comprise the balance sheet as at 31<sup>st</sup> December 2024, the statement of profit and loss, including statement of other comprehensive income, cash flow statement and statement of changes in equity for the year ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 Indian Accounting standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> December 2024, and profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

##### Basis for Opinion

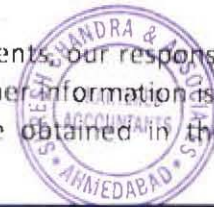
We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of 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 standalone financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

##### Information Other than the Financial Statements and Auditors' Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the standalone Ind AS financial statements and our auditor's report thereon.

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

In connection with our audit of the standalone Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Ind AS financial statements or our knowledge obtained in the audit or



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

### **Responsibilities of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules 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 Ind AS 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 are responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibility for the audit of Ind AS financial statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we



are also responsible for expressing our opinion on whether the entity 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 auditors' 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 auditors' 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 for the financial year ended December 31<sup>st</sup>, 2024 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 Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Cash Flow Statement and statement of changes in equity dealt with by this Report are in agreement with the books of account;



(d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the companies (Indian Accounting Standards) Rules 2015 as amended.

(e) on the basis of the written representations received from the directors as on 31<sup>st</sup> December 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> December 2024 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; and

(g) In our opinion, the managerial remuneration for the year ended 31<sup>st</sup> December, 2024 has been paid / provided by the Company to its directors in accordance with the provisions of Section 197 read with Schedule V to the Act;

(h) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. As informed by the management, that there are no pending litigations which impacts on its financial position.
- ii. The Company is not required to make provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts as the company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There was no amount which were required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. (i) The management has represented that, to the best of its knowledge and belief, other than 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 such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- v. The company has not declared or paid any dividend during the year, therefore the compliance with section 123 of the Companies Act, 2013 is not applicable to the company.
- 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, as per Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 company has not enabled feature of Audit trail in its accounting software as on December 31, 2024.

FOR, SURESH CHANDRA & ASSOCIATES  
Chartered Accountants  
Firm Reg. No. 001359N



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[CA. Shyamsunder Nanwal ]  
Partner  
M. No. 128896

PLACE: AHMEDABAD

DATE : 14.02.2025

UDIN : 25128896 B MIAJI1871

**Annexure - A to Independent Auditors' Report of even date on the Ind AS financial statement of the VMS TMT Limited (formerly known as VMS TMT Private Limited) ("the Company")**

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

We have audited the internal financial controls over financial reporting of VMS TMT Limited (formerly known as VMS TMT Private Limited) ("the Company") as of 31<sup>st</sup> December 2024 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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



## **Meaning of Internal Financial Controls over Financial Reporting with reference to these Financial Statements**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of IND AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS financial statements.

## **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## **Opinion**

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these Standalone Financial Statements and such internal financial controls over financial reporting with reference to these Standalone Financial Statements were operating effectively as at 31<sup>st</sup> December, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**FOR, SURESH CHANDRA & ASSOCIATES**

**Chartered Accountants**

**Firm Reg. No. 001359N**



A handwritten signature in black ink, appearing to read "Shyamsunder Nanwal".

**[CA. Shyamsunder Nanwal ]**

**Partner**

**M. No. 128896**

**PLACE: AHMEDABAD**

**DATE : 14.02.2025**

**UDIN: 25128896BMIAJI1871**

VMS TMT LIMITED (Formerly known as VMS TMT Private Limited)

Statement of Assets and Liabilities

(All amount are ₹ in Lacs unless otherwise stated)

Particulars	Notes	As at	
		31st December, 2024	31st March, 2024
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, Plant and Equipment	2a	17,497.62	7,341.01
(b) Right of Use Assets	2a	30.51	33.78
(c) Capital Work-In-Progress	2b	5.93	5,168.42
(d) Other Intangible Assets	2a	0.63	0.81
(e) Financial Assets			
(i) Other Financial Assets	3	531.61	506.12
(f) Other Non-Current Assets	4	60.97	1,175.52
<b>Total Non-Current Assets</b>		<b>18,127.27</b>	<b>14,225.66</b>
<b>Current Assets</b>			
(a) Inventories	5	13,191.73	10,936.62
(b) Financial Assets			
(i) Trade Receivables	6	3,358.53	1,572.78
(ii) Cash and Cash Equivalents	7	147.08	808.77
(iii) Bank balance other than Cash and Cash Equivalents	7A	786.66	-
(iv) Other Financial Assets	8	50.00	50.00
(c) Current Tax Assets (Net)	9	-	-
(d) Other Current Assets	10	2,038.01	829.16
<b>Total Current Assets</b>		<b>19,572.01</b>	<b>14,197.33</b>
Assets directly associated with assets classified as held for Sale		175.05	-
<b>Total Assets</b>		<b>37,874.33</b>	<b>28,422.99</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share Capital	11	3,463.12	1,333.71
(b) Other Equity	12	3,490.67	3,317.65
<b>Total Equity</b>		<b>6,953.79</b>	<b>4,651.36</b>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	13	12,854.32	10,453.18
(ii) Lease liabilities	14	30.35	32.80
(b) Provisions	15	30.59	23.97
(c) Deferred Tax Liabilities (Net)	16	734.27	528.08
<b>Total Non-Current Liabilities</b>		<b>13,649.54</b>	<b>11,038.02</b>
<b>Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	17	10,264.84	9,332.82
(ii) Lease liabilities	14	3.23	3.02
(iii) Trade Payables	18		
- Total outstanding dues of micro enterprises and small enterprises		463.09	237.55
- Total outstanding dues of creditors other than micro enterprises and small enterprises		4,385.05	976.88
(iv) Other Financial Liabilities	19	254.48	913.27
(b) Other Current Liabilities	20	821.96	832.23
(c) Provisions	15	1,043.67	145.88
(d) Current Tax Liabilities (Net)	9	21.19	291.97
<b>Total Current Liabilities</b>		<b>17,257.51</b>	<b>12,733.61</b>
<b>Total Liabilities</b>		<b>30,907.05</b>	<b>23,771.63</b>
Liabilities directly associated with assets classified as held for Sale		13.49	-
<b>Total Equity and Liabilities</b>		<b>37,874.33</b>	<b>28,422.99</b>
Summary of Material accounting policies and Estimates	1.1		

See accompanying notes forming part of the Financial Statements

As per our report attached of even date

M/s. SURESH CHANDRA & ASSOCIATES

Chartered Accountants

Firm Reg. No. 001359N

[ CA Shivbinder Nanwal ]  
Partner

Membership No: 128896  
UDIN : 251288968MIAJI1871



For and on behalf of the Board of Directors  
VMS TMT LIMITED (Formerly known as VMS TMT Private Limited)

Varun Jain  
Managing Director  
DIN:- 03502561

Vikram Patel  
Chief Financial Officer

Rishabh Singh  
Whole time Director  
DIN:- 09342922

Vijay Boliya  
Company Secretary

Place : Ahmedabad  
Date : 14.02.2025

Place : Ahmedabad  
Date : 14.02.2025

14/02/2025



## Statement of Profit and Loss.

(All amount are ₹ in Lacs unless otherwise stated)

Particulars	Notes	For the period ended 31st December, 2024	For the year ended 31st March, 2024
<b>Continuing Operations</b>			
Income			
Revenue from Operations	21	55,500.66	87,295.77
Other income	22	36.90	21.09
<b>Total Income</b>		<b>55,537.56</b>	<b>87,316.85</b>
<b>Expenses</b>			
Cost of Materials Consumed	23	39,678.81	75,023.48
Purchase of traded goods	24	7,859.74	2,200.87
Changes in Inventories	25	(743.19)	(411.99)
Employee Benefit Expenses	26	883.02	1,024.17
Finance Costs	27	1,434.46	1,819.23
Depreciation and Amortisation Expenses	28	443.90	394.37
Other Expenses	29	4,467.06	5,372.43
<b>Total Expenses</b>		<b>54,023.80</b>	<b>85,422.58</b>
<b>Profit/Loss before exceptional items and tax From Continuing Operation</b>		<b>1,513.77</b>	<b>1,894.27</b>
Exceptional items		-	-
<b>Profit/(Loss) before tax for the Period /year From Continuing Operation</b>		<b>1,513.77</b>	<b>1,894.27</b>
<b>Tax Expense</b>			
Current Tax	30	136.93	379.64
Current Tax relating to earlier periods		35.84	(0.01)
Deferred Tax		206.20	194.63
<b>Total Tax Expense</b>		<b>343.13</b>	<b>574.28</b>
<b>Profit/(Loss) after tax for the Period / year From Continuing Operation (A)</b>	<b>Total A</b>	<b>1,170.64</b>	<b>1,320.00</b>
<b>Discontinued Operation</b>			
Profit/ Loss From Discontinued Operation Before tax	49	(58.75)	-
Tax Expenses From Discontinued Operation		-	-
<b>Profit from discontinued operations (after tax)</b>		<b>-</b>	<b>(7.69)</b>
Earlier year income tax adjustment		-	-
<b>Profit/ Loss From Discontinued Operation (B)</b>		<b>(58.75)</b>	<b>-</b>
<b>Profit/(Loss) after tax for the Period / year (A) + (B)</b>		<b>1,111.89</b>	<b>1,327.69</b>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to Profit or Loss			
- Remeasurement of the Defined Benefit Plans		5.22	9.88
Tax relating to items that will not be reclassified to Profit or Loss		-	-
(b) Items that will be reclassified to Profit or Loss		-	-
Tax relating to items that will not be reclassified to Profit or Loss		-	-
<b>Total Other Comprehensive Income for the year (Net of Tax)</b>	<b>Total B</b>	<b>5.22</b>	<b>9.88</b>
<b>Total Comprehensive Income for the year</b>	<b>Total (A+B)</b>	<b>1,117.11</b>	<b>1,337.57</b>
<b>Earnings Per Share (EPS) From Continuing Operations (in ₹)</b>			
(Face Value ₹ 10 Per Share)			
Basic Earnings per Share	33	3.42	3.93
Diluted Earnings per Share		3.42	3.93
<b>Earnings Per Share (EPS) From Discontinued Operations (in ₹)</b>			
(Face Value ₹ 10 Per Share)			
Basic Earnings per Share	33	(0.17)	-
Diluted Earnings per Share		(0.17)	-
<b>Earnings Per Share (EPS) From Continuing and Discontinued Operations (in ₹)</b>			
(Face Value ₹ 10 Per Share)			
Basic Earnings per Share	33	3.25	3.93
Diluted Earnings per Share		3.25	3.93

Summary of Material accounting policies and Estimates

1.1

See accompanying notes forming part of the Financial Statements

As per our report attached of even date

M/s. SURESH CHANDRA &amp; ASSOCIATES

Chartered Accountants

Firm Reg. No. 001359N

[ CA Shyam Sunder Nanwal

Partner

Membership No: 128896

UDIN : 25128896BMIAJJI1611



For and on behalf of the Board of Directors

VMS TMT LIMITED (Formerly known as VMS TMT Private Limited)

Varun Jain

Managing Director

DIN:- 03502561

Vikram Patel

Chief Financial Officer

Rishabh Singh

Whole time Director

DIN:- 09342922

Vijay Boliya

Company Secretary

Place : Ahmedabad

Date : 14.02.2025

Place : Ahmedabad

Date : 14.02.2025

## Statement of Cash Flows

(All amount are ₹ in Lacs unless otherwise stated)

Particulars	For the period ended 31st December, 2024	For the year ended 31st March, 2024
<b>A. Cash flow from operating activities</b>		
Profit/(Loss) before tax for the period		
Continuing Operation	1,513.77	1,894.27
Discontinued Operation (refer Note no. 40)	(58.75)	-
<b>Profit / (Loss) before tax including discontinued operations</b>	<b>1,455.02</b>	<b>1,894.27</b>
Adjustments for:		
- For Continuing Operation		
Depreciation / Amortisation	443.90	394.37
Interest Income	(36.90)	(21.09)
Expected Credit Loss Allowance	0.03	-
Finance Cost	1,434.46	1,819.23
Preliminary Expenses Written Off	-	0.75
-For Discontinued Operation (refer Note - 40)	-	-
<b>Operating profit before working capital changes</b>	<b>3,296.52</b>	<b>4,087.54</b>
Changes in Working Capital:		
- For Continuing Operation		
(Increase) / Decrease in Assets :		
Trade Receivables	(1,785.79)	(669.71)
Other financial assets	0.00	(50.00)
Other Current Assets	(1,159.96)	563.28
Inventories	(2,255.11)	(350.28)
Increase / (Decrease) in Liabilities :		
Other Financial Liabilities	(658.78)	882.81
Other liabilities	(10.28)	662.77
Trade Payables	3,633.71	(1,575.96)
Provisions	909.65	179.72
	<b>(1,326.56)</b>	<b>(357.38)</b>
-For Discontinued Operation (refer Note - 40)	<b>(161.57)</b>	-
<b>Cash generated/(used) from operations</b>	<b>1,808.39</b>	<b>3,730.17</b>
Income taxes paid (Net of Refund)	(407.72)	(10.44)
<b>Net cash generated/(used) from operating activities (A)</b>	<b>1,400.68</b>	<b>3,719.73</b>
<b>B. Cash flow from investing activities</b>		
- For Continuing Operation		
Purchase of Property, Plant and Equipment (including CWIP)	(5,434.57)	(4,999.40)
Margin Money Deposited with bank (Net)	(803.78)	(412.59)
Other Financial Asset (Non Current)	(8.38)	26.98
Interest Income	36.90	21.09
Advance for Capital Goods (Net)	1,065.67	376.56
	<b>(5,144.15)</b>	<b>(4,987.37)</b>
-For Discontinued Operation (refer Note - 40)	-	-
<b>Net cash generated/(used) in investing activities (B)</b>	<b>(5,144.15)</b>	<b>(4,987.37)</b>
<b>C. Cash flow from financing activities</b>		
- For Continuing Operation		
Proceeds from Issue of Equity Shares	1,185.33	210.03
Proceeds / (Repayment) from Current Borrowings (Net)	80.60	1,038.43
Proceeds / (Repayment) from Non-Current Borrowings (Net)	3,252.56	2,477.89
Payment of Lease Liability	(4.59)	(7.65)
Prepaid IPO Expenses	-	(48.88)
Finance Cost	(1,432.11)	(1,815.00)
	<b>3,081.79</b>	<b>1,854.82</b>
-For Discontinued Operation (refer Note - 40)	-	-
<b>Net cash generated/(used) in financing activities (C)</b>	<b>3,081.79</b>	<b>1,854.82</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(661.69)</b>	<b>587.19</b>
Cash and cash equivalents at the beginning of the year	808.77	221.58
Cash & Cash Equivalents as at End of the Year	147.08	808.77
Cash balance acquired on account of Merger		
Cash and Cash Equivalent Includes		
Cash in hand	12.97	9.83
Balances with Banks		
-In Current Accounts	134.11	798.94
Fixed Deposits (with original maturity less than three months)		
<b>Total Cash and Cash Equivalents</b>	<b>147.08</b>	<b>808.77</b>



Notes to Cash Flow Statement:

1. Disclosure as per Ind AS 7 Statement of Cash Flows:

The Ind AS 7 require entities to provide disclosure of changes in their liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes (such as foreign exchange gains or losses). In this regards the Company has provided the following information.

Changes in liabilities arising from financing activities

(All amount are% in Lacs unless otherwise stated)

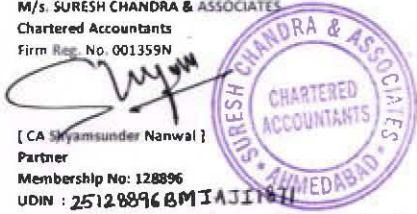
Particulars	As at 1st April, 2024	Cash Flows	Others	As at 31st December, 2024
Long-term Borrowings Including Current Maturities	12,160.57	3,252.56	(501.42)	14,911.71
Lease Liability	35.82	(4.59)	(0.88)	30.35
Total	12,196.39	3,247.97	(502.30)	14,942.06

Particulars	As at 1st April, 2023	Cash Flows	Others	As at 31st March, 2024
Long-term Borrowings Including Current Maturities	9,909.97	2,477.89	(227.30)	12,160.57
Lease Liability	-	(7.65)	43.47	35.82
Total	9,909.97	2,470.24	(183.83)	12,196.39

2. The Statement of Cash Flows has been prepared under the Indirect method as set out in Ind AS 7 "Statement of Cash Flows"

As per our report attached of even date

M/s. SURESH CHANDRA & ASSOCIATES  
Chartered Accountants  
Firm Reg. No. 001359N



[ CA Shyam Sunder Nanwal ]  
Partner  
Membership No: 128896  
UDIN : 251288968MIAJIT611

For and on behalf of the Board of Directors of  
VMS TMT LIMITED (Formerly known as VMS TMT Private Limited)

*Vijay*  
Vijay Jain  
Managing Director  
DIN:- 03502561



*Vikram*  
Vikram Patel  
Chief Financial officer

Place : Ahmedabad  
Date : 14.02.2025

*Rishabh*  
Rishabh Singh  
Whole time Director  
DIN:- 09342922

*Vijay*  
Vijay Boliya  
Company Secretary

Place : Ahmedabad  
Date : 14.02.2025

Place : Ahmedabad  
Date : 14.02.2025

Statement of Changes in Equity For the period ended 31st December, 2024 & March 2024

(All amount are ₹ in Lacs unless otherwise stated)

A. Equity Share Capital (Refer Note No. 11)

Particulars	No. of Shares	Amount
Balance as at 1st, April, 2023	1,26,12,886	1,261.29
Changes in Equity Share Capital due to prior period errors	-	-
Changes in equity share capital during the year :		
Issue of shares during the year	7,24,238	72.42
Balance as at 31st March, 2024	1,33,37,124	1,333.71
Changes in Equity Share Capital due to prior period errors	-	-
Changes in equity share capital during the year :		
Issue of shares during the year	2,12,94,086	2,129.41
Balance as at 31st December, 2024	3,46,31,210	3,463.12

B. Other Equity (Refer Note No. 12)

Particulars	Reserves and Surplus		Other comprehensive	Total
	Securities Premium	Retained Earning	income Remeasurement	
Balance as at 1st April, 2023	516.33	1,314.36	11.78	1,842.47
Profit for the year	-	1,339.47	-	1,339.47
Other comprehensive income for the Period / year	-	-	-1.90	(1.90)
Bonus Issue	-	-	-	-
Securities premium on fresh issue of shares	137.61	-	-	137.61
Balance as at 31st March, 2024	653.93	2,653.83	9.88	3,317.65
Balance as at 1st April, 2024	653.93	2,653.83	9.88	3,317.65
Profit for the year	-	1,111.89	-	1,111.89
Other comprehensive income for the Period / year	-	-	5.22	5.22
Bonus Issue	(1,118.13)	(914.09)	-	(2,032.22)
Securities premium on fresh issue of shares	1,088.13	-	-	1,088.13
Balance as at 31st December, 2024	623.93	2,851.63	15.11	3,490.67

See accompanying notes forming part of the Financial Statements.  
As per our report attached of even date

M/s. SURESH CHANDRA & ASSOCIATES  
Chartered Accountants  
Firm Reg. No. 001359N

[ CA Shyamsunder Nanwal ]  
Partner  
Membership No: 128896  
UDIN : 25128896MIAJI1811

Place : Ahmedabad  
Date : 14.02.2025

For and on behalf of the Board of Directors  
VMS TMT LIMITED (Formerly known as VMS TMT Private Limited)

Varun Jain  
Managing Director  
DIN:- 03502561

Rishabh Singhi  
Whole time Director  
DIN:- 09342922

Vikram Patel  
Chief Financial Officer

Vijay Baliger  
Company Secretary



**SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2024**

**1. Corporate Information**

VMS TMT Limited (formerly known as VMS TMT Private Limited) is a Public Limited Company, incorporated in India under the provisions of the Companies Act, 1956, having its registered office at Survey No 214 Bhayla Village, Near Water Tank Bavla, Bhayla, Ahmedabad, Bavla, Gujarat, India - 382220. The Company is engaged in the business of manufacturing of TMT Bars and Steel Items.

**Material accounting policies:**

**1.1 Basis of preparation**

**(i) Statement of compliance**

The financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and other accounting principal generally accepted in India.

**(ii) Basis of Measurement**

These financial statements prepared and presented under the historical cost convention with the exception of certain assets and liabilities that are required to be carried at fair value by IND AS. The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between the market participants at the measurement date.

The Financial Statements have been presented in Indian Rupees (INR), which is also the Company's functional currency. All values are rounded off to the nearest rupees, unless otherwise indicated.

**1.2 Classification of Assets, current and non-current.**

The assets or liability is classified as current, if it satisfies the any of the following condition.

- (i) The assets / Liability expected to be realised or paid in the company's normal operating cycle.
- (ii) The assets are intended for sales or consumption.
- (iii) The assets / liability held for the purpose of trade or business
- (iv) The Assets / liability is expected to be realised/ settled within 12 months after reporting period.
- (v) The assets are cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after reporting date.
- (vi) In case of liability, the company does not have an unconditional right to deter settlement of the liability for at least 12 months after the reporting date.

All other assets or liabilities are classified as non-current. Deferred Assets and Deferred Liability are classified as current assets or liability respectively.

For the purpose of current / non-current classification of assets and liabilities, the company has ascertained its normal operating cycle as 12 months. This is based on nature of the business and the time between the acquisition of assets or inventories for processing and their realisation in cash or cash equivalents.



### 1.3 Summary of significant accounting policies

#### 1. Property, Plant and Equipment.

Freehold land is carried at cost. All other items of property, plant and equipment are stated at cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

#### Depreciation methods, estimated useful lives and residual value

Depreciation is provided using straight line method (SLM) as specified schedule II of the companies Act 2013. Depreciation on assets acquired / disposed-off during the year if any, is provided on pro-rata basis with reference to the date of addition / disposal. The estimated useful lives of assets are as under:

Class of assets	Useful Life
Building	30 Years
Plant & Machinery	20 Years
Electrification	10 Years
Furniture & Fixtures	10 Years
Office Equipment	5 Years
Vehicles	8 Years
Computers	3 Years
Computer Software	6 Years

The residual values are not more than 5% of the original cost of the asset. The assets residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

#### Capital work in process

Unallocated expenditures in Capital Work in Progress (CWIP) refer to costs incurred during the construction or development of an asset that are not yet assigned to a specific asset. Such expenditures may include overheads, related expenses, or preliminary project costs.

Unallocated expenditures in CWIP are treated as part of the cost of an asset until it is ready for intended use. Costs that cannot be directly attributed to specific assets are accumulated in CWIP and allocated when the assets are completed and become operational.

#### 2. Inventories

Inventories of Raw Materials and Stores and spares are stated at Cost. Work-in-Progress, Finished Goods and Stock-in-trade are stated 'at cost or net realisable value, whichever is lower'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost formulae used are 'First-in-First-out. 'Specific identification', as applicable. Due allowance is estimated and made for defective and obsolete items, wherever necessary.

#### 3. Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The company has only single business segment hence the detailed disclosure related to segment reporting is not required to be made.



#### 4. Borrowings

Borrowings are initially recognised at net of transaction costs incurred and measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the effective interest method.

Preference shares, which are mandatorily redeemable on a specific date are classified as liabilities. The dividend on these preference shares is recognised in Statement of Profit and Loss as finance costs.

#### 5. Borrowing costs

Borrowing cost directly attributable to the acquisition, construction of qualifying asset that necessarily takes a substantial period of time to get ready for its intended use, capitalised as part of cost of asset. The borrowing costs includes interest and transaction cost that a company incurs in connection with the borrowing of the funds. Other interest and borrowing costs are charged to Statement of Profit and Loss.

#### 6. Provisions and contingent liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

#### 7. Revenue recognition

The revenue from contract with customer is recognised upon transfer of control of promised product to the customer in an amount that reflect the consideration, which the company expect to receive in exchange of product. The revenue is measured based on the transaction price, which is the consideration, adjusted for discount and other incentives if any. The Amount of consideration to which the company expect to be entitled in exchange for transferring promised goods to a customer excluding amounts collected on behalf of third parties (Duties & Taxes on behalf of Government).

The specific recognition criteria from various steam of revenue are described as under:

(i) Sales of Goods:

Revenue from sales of the goods is recognised when the control of the goods has been passed to the customers as per terms of agreement and there is no continuing effective control or managerial involvement with goods.

(ii) Interest Income:

Interest income is accrued on a time basis, by reference to the principal outstanding amount and at the effective interest rate applicable, the future cash receipt through the expected life of the financial asset to that asset's carrying amount on initial recognition.

#### 8. Employee benefits

##### a) Defined Contribution Plans

Payments made to a defined contribution plan such as Provident Fund and Family Pension maintained with Regional Provident Fund Office are charged as an expense in the Statement of Profit and Loss as they fall due.



**b) Defined Benefit Plans**

**Gratuity Fund**

The company's liability towards gratuity to past employees is determined using the Projected Unit Credit Method which considers each period of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation. Past services are recognized on a straight-line basis over the average period until the amended benefits become vested. Actuarial gain and losses are recognized immediately in the Statement of Profit and Loss as income or expense. Obligation is measured at the present value of estimated future cash flows using a discounted rate that is determined by reference to market yields at the Balance Sheet date on Government Securities where the currency and terms of the Government Securities are consistent with the currency and estimated terms of the defined benefit obligations.

**Provident Fund**

Employees receive benefits from a provident fund, a defined contribution plan. The employee and employer each make monthly contributions to the plan equal to 12% of the covered employee's salary. The contribution is made to the Government's provident fund. However, during the year no such contribution has been made.

**9. Income tax**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are off set where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

**10. Foreign Currencies**

**Initial Recognition**

Foreign currency transactions are recorded in the reporting currency by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

**Conversion**

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value or other similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.





**Exchange difference**

Exchange differences arising on the settlement of monetary items or on reporting monetary items of Company at rates different from those at which they were initially recorded during the year, or reported in previous summary statements, are recognized as income or as expenses in the year in which they arise except those arising from investments in non-integral operations.

The Company determines the functional currency as Indian Rupee on the basis of primary economic environment in which the entity operates.



VMS TMT LIMITED (Formerly known as VMS TMT Private Limited)

Note No. : 2a

Particulars	Property, Plant and Equipments										Right of Use Assets		Intangible Assets		Grand Total	
	Land	Building	Plant and Machinery	Furniture & Fixtures	Vehicle	Office Equipments	Computers	Electrification	Borewell	Weight Bridge	Total	Right of Use Assets	Total	Accounting Software		Total
<b>1 Gross Block</b>																
Balance as at 1st April, 2023	193.28	2,035.87	5,128.82	23.72	91.07	8.53	10.29	586.60	3.57	6.58	8,088.32			1.50	1.50	8,089.82
Additions	48.70	-	121.88	0.17	18.81	3.44	0.86	-	-	-	193.87	39.23	39.23	-	-	233.10
Disposal of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange Difference on Opening	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2024	241.98	2,035.87	5,250.70	23.89	109.89	11.96	11.16	586.60	3.57	6.58	8,282.18	39.23	39.23	1.50	1.50	8,322.92
Additions	-	1,979.47	6,622.74	5.84	11.98	4.72	1.23	1,971.09	-	-	10,597.06	-	-	-	-	10,597.06
Disposal of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange Difference on Opening	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31st December, 2024	241.98	4,015.34	11,873.44	29.73	121.87	16.68	12.39	2,557.69	3.57	6.58	18,879.24	39.23	39.23	1.50	1.50	18,919.98
<b>2 Accumulated depreciation</b>																
Balance as at 1st April, 2023	-	108.91	340.12	3.29	8.16	0.87	4.52	80.72	3.39	2.50	552.49	1.09	1.09	0.46	0.46	554.03
On disposal of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	64.65	248.16	2.27	12.14	1.95	3.22	55.88	-	0.42	388.68	4.36	4.36	0.24	0.24	393.28
Exchange Difference on Depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange Difference on Opening	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31st March, 2024	-	173.56	588.27	5.57	20.30	2.82	7.74	136.60	3.39	2.92	941.17	5.45	5.45	0.69	0.69	947.31
On disposal of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Charge for the year	-	63.61	270.14	1.82	10.02	1.95	2.04	90.56	-	0.31	440.45	3.27	3.27	0.18	0.18	443.90
Exchange Difference on Depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Exchange Difference on Opening	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31st December, 2024	-	237.17	858.42	7.38	30.32	4.78	9.78	227.16	3.39	3.23	1,381.63	8.72	8.72	0.87	0.87	1,391.22
<b>3 Net Carrying Value</b>																
Balance as at 31st March, 2024	241.98	1,862.31	4,662.43	18.32	89.58	9.14	3.42	450.00	0.18	3.66	7,341.01	33.78	33.78	0.81	0.81	7,375.60
Balance as at 31st December, 2024	241.98	3,778.17	11,015.02	22.34	91.54	11.90	2.61	2,330.53	0.18	3.35	17,497.62	30.51	30.51	0.63	0.63	17,528.76



VMS TMT LIMITED (Formerly known as VMS TMT Private Limited)

Note No. : 2b

Particulars	As at	As at
	31st December, 2024	31st March, 2024
Balance at the beginning	5,168.42	361.35
Add : Additions	4,222.35	4,807.07
Less : Capitalised during the year	9,384.84	-
Balance at the end	5.93	5,168.42

Ageing of Capital Work-in-Progress

Ageing Schedule of capital work-in-progress as at 31st December, 2024

Particulars	Amount in CWIP for period of				
	Less than 1 Year	1-2 Years	2-3 years	More than 3 Years	Total
Project in progress	5.93	-	-	-	5.93

Ageing Schedule of capital work-in-progress as at 31st March 2024

Particulars	Amount in CWIP for period of				
	Less than 1 Year	1-2 Years	2-3 years	More than 3 Years	Total
Project in progress	4,807.07	361.35	-	-	5,168.42



Notes to Financial statements for the Period ended on 31st December 2024 & March 2024  
(All amounts are ₹ in Lacs unless otherwise stated)

Note: 3 Other Financial Assets - Non Current

Particulars	As at 31st December, 2024	As at 31st March, 2024
Security Deposits	45.29	39.76
Balance Held as Margin Money	481.63	464.52
Interest Receivable and Due	4.69	1.85
<b>Total</b>	<b>531.61</b>	<b>506.12</b>

# Balance Held as Margin Money of ₹ 481.63 Lacs under the head of Other financial assets (non-current) represented by deposit of ₹ 361.63 Lacs provided to HDFC Bank as Margin money for Bank Guarantee issued to UGVCL and as a Cash Collateral to secure credit facilities. Further, Deposit of ₹ 120.00 Lacs provided to ICICI Bank as cash collateral to secure credit facilities sanctioned to us on account of non-availability equivalent Collateral coverage.

# Balance Held as Margin Money of ₹ 464.52 Lacs under the head of Other financial assets (non-current) represented by deposit of ₹ 344.30 Lacs provided to HDFC Bank as Margin money for Bank Guarantee issued to UGVCL and as a Cash Collateral to secure credit facilities. Further, Deposit of ₹ 120.22 Lacs provided to ICICI Bank as cash collateral to secure credit facilities sanctioned to us on account of non-availability equivalent Collateral coverage.

Note: 4 Other Non - Current Assets

Particulars	As at 31st December, 2024	As at 31st March, 2024
Capital Advances	60.97	1,126.64
Preliminary Expenses	-	-
Prepaid Expenses	-	48.88
<b>Total</b>	<b>60.97</b>	<b>1,175.52</b>

Note: 5 Inventories (Valued at lower of Cost and Net Realisable Value)

Particulars	As at 31st December, 2024	As at 31st March, 2024
Raw Materials	1,159.42	139.06
Finished Goods	10,564.30	9,867.43
Stores and Spare parts	1,189.56	757.74
Purchase in stock - Traded Goods	22.46	10.47
Mill Scale /Waste / Scrap (valued at net realisable value)	152.29	117.95
Coal	103.70	48.96
<b>Total</b>	<b>13,191.73</b>	<b>10,936.62</b>

Note: 6 Trade Receivables

Particulars	As at 31st December, 2024	As at 31st March, 2024
Trade receivable considered good- Unsecured	3,358.56	1,572.78
<b>Total</b>	<b>3,358.56</b>	<b>1,572.78</b>
Less: Expected Credit Loss Allowance	(0.03)	-
<b>Total</b>	<b>3,358.53</b>	<b>1,572.78</b>

\*Trade Receivables are hypothecated as security against bank borrowings (Details given in Note no 13 - Borrowing)

6.1 Trade Receivables ageing Schedule for the period ended December 31, 2024

Particulars	Outstanding for following periods from due date of receipt					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
<b>As at 31st December, 2024</b>						
(i) Undisputed Trade receivables - considered good	2,697.49	660.94	0.13	-	-	3,358.56
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-
<b>Total</b>	<b>2,697.49</b>	<b>660.94</b>	<b>0.13</b>	<b>-</b>	<b>-</b>	<b>3,358.56</b>
Less: Allowance for Trade Receivables which have significant increase in Credit Risk	-	-	-	-	-	0.03
Less: Allowance for Expected Credit Loss Allowance	-	-	-	-	-	-
<b>Total</b>						<b>1,572.78</b>
<b>As at 31st March, 2024</b>						
(i) Undisputed Trade receivables - considered good	1,572.78	-	-	-	-	1,572.78
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-
<b>Total</b>	<b>1,572.78</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,572.78</b>
Less: Allowance for Trade Receivables which have significant increase in Credit Risk	-	-	-	-	-	-
Less: Allowance for Expected Credit Loss Allowance	-	-	-	-	-	-
<b>Total</b>						<b>1,572.78</b>

\* The credit terms offered to trade receivables differ among parties, typically ranging from 6 to 15 days.

6.2 Expected Credit Loss (ECL)

The company is engaged in supply of TMT Bars, where the company is generally receiving its sales proceeds from customers with in 6 months. However, the company has implemented an Expected Credit Loss (ECL) policy to create provisions for credit losses on overdue debtors. According to this policy, no provision is required to be made for debtors outstanding for less than 12 months. For Debtors having outstanding for more than 1 year but less than 2 years, the company has created provision for Expected Credit loss of Rs.0.03 Lacs @ 25.00% of Outstanding debtors for 1-2 years i.e 0.13 Lacs.



Notes to Financial statements for the Period ended on 31st December 2024 & March 2024  
(All amount are ₹ in Lacs unless otherwise stated)

Movement in impairment allowance - Trade Receivables

Reconciliation of Loss Allowance	Loss allowance
Impairment Loss allowance on 31st March, 2023	-
Expected credit loss (ECL) Recognized/ (Reversal)	-
Impairment loss allowance on 31st March, 2024	-
Expected credit loss (ECL) Recognized/ (Reversal)	(0.03)
Impairment Loss allowance on 31st December, 2024	(0.03)

Note: 7 Cash and Cash Equivalents

Particulars	As at	As at
	31st December, 2024	31st March, 2024
Balances with banks		
In current account	134.11	798.94
Cash In Hand	12.97	9.83
<b>Total</b>	<b>147.08</b>	<b>808.77</b>

\*Balance Held as Margin Money under the head of Other financial assets (non-current) represented by Fixed Deposit provided to HDFC Bank as Margin money for Bank Guarantee Issued to UGVCL.

Note: 7A Bank balance other than Cash and Cash Equivalents

Particulars	As at	As at
	31st December, 2024	31st March, 2024
Balance held as depository margin money having Maturity more than three months (Refer Note 1 Below)	786.66	-
<b>Total</b>	<b>786.66</b>	<b>-</b>

Note: 1 In Compliance with sanction letter and term sheet of Rupee term loan sanctioned by HDFC Bank Limited, Company has maintain Debt service reserve account in form of Fixed deposit having maturity of more than 3 months, which shall be rollover and will subsist till the tenure of loan.

Note: 8 Other Financial Assets - Current

Particulars	As at	As at
	31st December, 2024	31st March, 2024
Security Deposits	50.00	50.00
<b>Total</b>	<b>50.00</b>	<b>50.00</b>

Note: 9 Current Tax Asset

Particulars	As at	As at
	31st December, 2024	31st March, 2024
Advance Income Tax (Net)	79.91	87.67
Less: Provision for Income tax	(101.10)	(379.64)
<b>Total</b>	<b>(21.19)</b>	<b>(291.97)</b>
Current Tax Assets	-	-
Current Tax Liabilities	21.19	291.97

Note: 10 Other Current Assets

Particulars	As at	As at
	31st December, 2024	31st March, 2024
Advance to Suppliers	566.22	316.00
GST Receivables	889.70	472.80
Prepaid Expenses	581.30	36.22
Advance to Employees	1.28	4.15
<b>Total</b>	<b>2,038.50</b>	<b>829.16</b>

Note: 11 Equity Share Capital

Particulars	As at	As at
	31st December, 2024	31st March, 2024
<b>Authorised Share Capital (1)</b>		
5,10,00,000 Equity Shares of ₹ 10/- each	5,100.00	2,000.00
(2,00,00,000 - FY 2023-2024) Equity Shares of ₹ 10/- each	<b>5,100.00</b>	<b>2,000.00</b>
<b>Issued, Subscribed and Paid-up Share Capital (2)</b>		
3,46,31,210 (As at 31st March 2024 - 1,33,37,124 ) Equity Shares of ₹ 10/- each	3,463.12	1,333.71
<b>Total</b>	<b>3,463.12</b>	<b>1,333.71</b>

a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

Equity Shares

	As at 31st December, 2024		As at 31st March, 2024	
	No. Shares	Amount	No. Shares	Amount
At the beginning of the Year	1,33,37,124	1,333.71	1,26,12,886	1,261.29
Add: Issued During the Year	2,12,94,086	2,129.41	7,24,238	72.42
Outstanding at the end of the year	<b>3,46,31,210</b>	<b>3,463.12</b>	<b>1,33,37,124</b>	<b>1,333.71</b>



**b. Terms/rights attached to Equity Shares**

The Company has only one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company the holders of the equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the share holders.

**c. Details of Shareholders holding more than 5% shares in the Company**

	As at 31st December, 2024		As at 31st March, 2024	
	No. Shares	% holding in the class	No. Shares	% holding in the class
Equity Shares of ₹ 10 each fully paid				
Manojkumar Jain	1,02,81,250	29.69%	41,12,500	30.83%
Sangeeta Jain	25,46,275	7.35%	10,18,510	7.64%
Rishabh Sunil Singhi	1,20,14,760	34.69%	48,05,904	36.03%
Varun Jain	85,00,000	24.54%	34,00,000	25.49%
VMS Industries Limited				
	<u>3,33,42,285</u>	<u>96.28%</u>	<u>1,33,36,914</u>	<u>100.00%</u>

d. As per records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

**e. Details of Shareholding of Promoters**

Equity Shares of ₹ 10 each fully paid	No. of shares	% of total shares	% Change during the year
<b>As at 31st December, 2024</b>			
Manojkumar Jain	1,02,81,250	29.69%	-1.15%
Sangeeta Jain	25,46,275	7.35%	-0.28%
Rishabh Sunil Singhi	1,20,14,760	34.69%	-1.34%
Varun Jain	85,00,000	24.54%	-0.95%
<b>As at 31st March, 2024</b>			
Manojkumar Jain	41,12,500	30.83%	-1.77%
Sangeeta Jain	10,18,510	7.64%	-0.44%
Rishabh Sunil Singhi	48,05,904	36.03%	3.67%
Varun Jain	34,00,000	25.49%	-1.46%

**Note: 12 Other Equity**

Particulars	As at	As at
	31st December, 2024	31st March, 2024
<b>Retained Earnings (Refer Note (f) below)</b>		
Opening Balance	2,653.83	1,314.36
Add/Less: Profit / (Loss) for the Period / year after tax	1,111.89	1,339.47
Less: Bonus Share Issued	(914.09)	
<b>Total</b>	<u>2,851.63</u>	<u>2,653.83</u>
<b>Securities Premium</b>		
Opening Balance	653.93	516.33
Add/(Less): During the Period / year	1,088.13	137.61
Less: Bonus Issue during the period	(1,118.13)	
<b>Closing Balance</b>	<u>623.93</u>	<u>653.93</u>
<b>Other Comprehensive Income</b>		
Opening Balance	9.88	11.78
Add/(Less): During the Period / year	5.22	(1.90)
<b>Closing Balance</b>	<u>15.11</u>	<u>9.88</u>
<b>Total</b>	<u>3,490.67</u>	<u>3,317.45</u>

**Note:**

1. **Retained Earnings** Retained earnings (in the event of availability of profits) represents the amount that can be distributed by the company as dividends considering the requirements of the Companies' Act, 2013.

**Note: 13 Borrowings**

Particulars	As at	As at
	31st December, 2024	31st March, 2024
<b>Secured - At Amortised Cost</b>		
From Bank		
Ruppee Term Loan	8,694.00	6,883.92
<b>Total</b>	<u>8,694.00</u>	<u>6,883.92</u>
Less: Unamortised Borrowing Cost	(14.78)	(15.70)
Less: Amount disclosed under the head "current borrowing" (Refer Note: 17)	(1,709.78)	(1,347.67)
<b>Total (a)</b>	<u>6,969.55</u>	<u>5,520.55</u>
<b>Unsecured - At Amortised Cost</b>		
From Other	4,492.76	2,483.21
Less: Current maturities (Refer Note: 17)	(333.33)	(344.02)
<b>Total (b)</b>	<u>4,159.43</u>	<u>2,139.19</u>
From Related Parties	1,724.94	2,793.44
<b>Total (a+b)</b>	<u>5,884.37</u>	<u>4,912.63</u>
<b>Total (a+b)</b>	<u>12,854.32</u>	<u>10,453.18</u>



T LIMITED (Formerly known as VMS IMI Private Limited)

Financial statements for the Period ended on 31st December 2024 & March 2024  
 not audit in case unless otherwise stated

Borrowings	Secured/Unsecured	Name of Banks / FII / NBFC	Terms of Security
			<p><b>Primary security</b></p> <ul style="list-style-type: none"> <li>• <b>Term Loan</b> - 1st part passu charge over hypothecation of existing as well as proposed plant and machinery &amp; all Movable Fixed Assets of the Company under multiple banking with HDFC Bank, ICICI Bank &amp; Axis Bank.</li> <li>• <b>Working Capital</b> - 1st part passu charge over stock and bank debts and all chargeable Current Assets of the Company under multiple banking with HDFC Bank, ICICI Bank &amp; Axis Bank.</li> <li>• <b>ECDS</b> - 2nd part passu charge over hypothecation of existing as well as proposed current assets, plant and machinery and fixed assets and immovable properties under multiple banking with HDFC and ICICI Bank.</li> </ul> <p><b>Collateral Security</b></p> <ol style="list-style-type: none"> <li>1. Rfd of Plot No. 45 (Old Plot No.72) Of Vitambang B/s Hotel White Rose Shamnagar B/s Eternal Honda Showroom Bhavnagar, Gujarat standing in the name of Eternal Automobiles</li> <li>2. Rfd of Plot No. 73 Of Vitambang B/s Vaidhikarma Circle, Shamnagar B/s Hotel White Rose Bhavnagar Gujarat standing in the name of Eternal Automobiles</li> <li>3. Rfd of Shop No. 305, block D, First Floor, Modhara Cross Road Jyoti Hubtown Nr Central Bus Depot Mehsana Gujarat, standing in the name of Purvima Singh</li> <li>4. Rfd of Shop No. 306, block D, First Floor, Modhara Cross Road Jyoti Hubtown Nr Central Bus Depot Mehsana Gujarat, standing in the name of Purvima Singh</li> <li>5. Rfd of Shop No. 311, 1st Floor, D block, Modhara Cross Road, Jyoti Hubtown, Nr. Mehsana Central Bus Depot, Mehsana, Gujarat, standing in the name of Rajshabh Singh</li> <li>6. Rfd of Shop No. 312, 1st Floor, D block, Modhara Cross Road, Jyoti Hubtown, Nr. Mehsana Central Bus Depot, Mehsana, Gujarat, standing in the name of Rajshabh Singh</li> <li>7. Rfd of Office No.608, 8th Floor, Sector Amal Road, Paldi Prmo, Opp Double Tree by Hilton, Ahmedabad standing in the name of Rajshabh Singh</li> <li>8. Rfd of Office No.609, 8th Floor, Sector Amal Road, Paldi Prmo, Opp Double Tree by Hilton, Ahmedabad standing in the name of Rajshabh Singh</li> <li>9. Rfd of Flat No. 303, 1st Floor, Seagrove Flat, Nr. Fulara Chok, Bhavnagar, Gujarat standing in the name of Mrs. Sangeeta Jain</li> <li>10. Rfd of Flat No. B/3A, First Floor, Eternal Honda Centre Point Complex, b/s Hotel White Rose, Bhavnagar, Gujarat standing in the name of Eternal Automobiles</li> <li>11. Rfd of Plot No. B/3A, lower ground floor, Eternal Honda Centre Point Complex, b/s Hotel White Rose, Bhavnagar, Gujarat standing in the name of Eternal Automobiles</li> <li>12. Rfd of Plot No. B/3A, upper ground floor, Eternal Honda Centre Point Complex, b/s Hotel White Rose, Bhavnagar, Gujarat standing in the name of Eternal Automobiles</li> <li>13. Rfd of Shop No. 107, 1st Floor, block D, Modhara Cross Road, Jyoti Hubtown, Nr. Mehsana Bus Depot, Mehsana, Gujarat standing in the name of Suresh Singh</li> <li>14. Rfd of Shop No. 308, 1st Floor, block D, Modhara Cross Road, Jyoti Hubtown, Nr. Mehsana Bus Depot, Mehsana, Gujarat standing in the name of Suresh Singh</li> <li>15. Rfd of Shop No. 314 &amp; 316, Nr. Harola GIDC, Bhata No. 750, Bhata, Ahmedabad standing in the name of company</li> <li>16. Survey no. 731/2, Vr. Bhayli, Tal. Bardi, Ahmedabad. Adm 5167 is not owned by Company</li> <li>17. Survey No. 235, Vr. Bhayli, Tal. Bardi, Ahmedabad. Adm 5167 is not owned by Company</li> <li>18. Survey No. 713, Vr. Bhayli, Tal. Bardi, Ahmedabad Adm 5205 is not owned by Company</li> </ol> <p>For the Collateral Property No. 16, 17, 18, all Banks has not created the Mortgage agreement as well as charge over the same is pending.</p> <p><b>Personal Guarantee of</b></p> <ol style="list-style-type: none"> <li>Mr. Manojkumar Jain</li> <li>Mrs. Sangeeta Jain</li> <li>Mr. Rajshabh Suresh Singh</li> <li>Mr. Varun Jain</li> <li>Mr. Suresh Suresh Singh</li> <li>Mrs. Purvima Singh</li> </ol> <p>• Corporate Guarantee of (except for ECDS Term loan) of Eternal Automobiles, a Partnership firm sanctioned by hypothecation on the vehicle purchased</p>
Rupay Term Loan - Vehicle Loans	Secured	HDFC Bank & ICICI Bank	
From others	Unsecured	Ratnafin Capital Pvt Ltd	<p>Personal Guarantee of</p> <ol style="list-style-type: none"> <li>Mr. Rajshabh Suresh Singh</li> <li>Mrs. Manojkumar Jain</li> <li>Mr. Varun Jain</li> </ol> <p>1. RACH Mandate and 6 undated cheques for the amount equivalent to sanctioned amount from Borrower in favor of respective Lender (i.e. 3 undated cheques in favor of Captive and 3 undated cheques in favor of Ratnafin)</p> <p>2. Personal Guarantee of</p> <ol style="list-style-type: none"> <li>Mr. Rajshabh Suresh Singh</li> <li>Mr. Manojkumar Jain</li> <li>Mr. Varun Jain</li> </ol> <p>3. 4 undated cheques for the amount equivalent to sanctioned amount from each Personal Guarantor in favor of respective Lender (i.e. 3 undated cheques in favor of Captive and 1 undated cheques in favor of Ratnafin)</p>
Other Corporate Loan	Unsecured		



T LIMITED (Formerly known as VMS TMT Private Limited)

Financial statements for the Period ended on 31st December 2024 & March 2024  
 All amount in Lacs unless otherwise stated.

Name of Bank	Aggregate working capital limits sanctioned (Rs. in Lacs)	Nature of current assets offered as securities	Quarter ended	Particulars	Amount disclosed as per quarterly returns/statements (Rs. in Lacs)	Amount as per books of account (Rs. in Lacs)	Difference (Rs. in Lacs)	Reasons for difference
HDFC Bank, ICICI Bank & SVE Bank	66.00	Part Passu charge on stocks and receivables	June 30, 2024	Stock	8,648.26	8,617.88	(329.58)	The increase in the Valuation of stock is primarily on account of allocation of expense to costing of finished goods.
				Debtors(1)	1,456.71	1,456.75	0.00	
				Creditors(2)	1,777.93	1,221.34	556.57	Rectification of error in books on account of auditing.
				Total	11,882.90	11,352.97	(529.93)	
HDFC Bank, ICICI Bank, Axis Bank & SVE Bank	74.00	Part Passu charge on stocks and receivables	September 30, 2024	Stock	10,646.11	10,702.19	56.08	The increase in the Valuation of stock is primarily on account of allocation of expense to costing of finished goods.
				Debtors(1)	88.18	88.27	0.09	Rectification of error in books on account of auditing.
				Creditors(2)	(896.88)	(903.86)	(699.08)	The Lower reporting of Creditors in the Stock statement is primarily on account of Rectifying of Fixed deposits amounting to Rs.50.00 Lacs provided for issuance of letter of credit as per the terms of Bonds and on account of audit, the advance of Rs.285.00 Lacs was settled with Loan taken from the party on account of Wrong Entry in the books.
				Total	14,146.52	14,186.52	40.00	

Name of Bank	Aggregate working capital limits sanctioned (Rs. in Lacs)	Nature of current assets offered as securities	Quarter ended	Particulars	Amount disclosed as per quarterly returns/statements (Rs. in Lacs)	Amount as per books of account (Rs. in Lacs)	Difference (Rs. in Lacs)	Reasons for difference
HDFC Bank, ICICI Bank, Axis Bank & SVE Bank	78.00	Part Passu charge on stocks and receivables	December 31, 2024	Stock	13,339.03	13,345.43	6.42	The minor increase in the Valuation of stock is primarily on account of allocation of expense to costing of finished goods.
				Debtors(1)	1,798.28	1,788.28	(10.00)	Rectification of error in books on account of auditing.
				Creditors(2)	2,827.58	2,546.06	(281.52)	The Lower reporting of Creditors in the Stock statement is primarily on account of Rectifying of Fixed deposits amounting to Rs.608.91 Lacs provided for issuance of letter of credit as per the Terms of Bonds.
				Total	17,964.89	17,679.77	(285.12)	

(1) Debtors have been reduced by the amount of credit balance in the debtors group i.e. by the advance received from debtors, and includes the balance of advance given to suppliers of goods.

(2) Creditors refers to creditors for goods/Retired Advances.





Notes to Financial statements for the Period ended on 31st December 2024 & March 2024  
(All amounts are ₹ in Lacs unless otherwise stated)

**Note: 14 Lease Liability**

Particulars	Non-Current		Current	
	As at 31st December, 2024	As at 31st March, 2024	As at 31st December, 2024	As at 31st March, 2024
Lease liabilities (Refer Note 41)	30.35	32.80	3.23	3.02
<b>Total</b>	<b>30.35</b>	<b>32.80</b>	<b>3.23</b>	<b>3.02</b>

**Note: 15 Provisions**

Particulars	Non-Current		Current	
	As at 31st December, 2024	As at 31st March, 2024	As at 31st December, 2024	As at 31st March, 2024
<b>Employee Defined Benefit Liabilities</b>				
Provision for Leave Encashment (Refer Note : 34)*			0.82	0.64
Provision for Gratuity (Refer Note : 34)**	30.59	23.97	1,042.86	145.24
Provision for Expenses				
<b>Total</b>	<b>30.59</b>	<b>23.97</b>	<b>1,043.67</b>	<b>145.89</b>

Note: \*The company has adopted policy for not allowing carry forwarding of Outstanding leaves as on the closure of financial year. Accordingly, the company has not made provision for leave encashment  
\*\* The company has made the provision of Gratuity. However, the same has not been funded

**Note: 16 Deferred Tax Asset (Net)**

Particular	As at 31st December, 2024	As at 31st March, 2024
	<b>Deferred tax liabilities</b>	
Opening Balance	(534.27)	(333.44)
Fixed Assets : Impact of tax depreciation and depreciation / amortisation charged in the financial reporting	(209.27)	(200.83)
<b>Gross deferred tax Liabilities</b>	<b>(743.54)</b>	<b>(534.27)</b>
<b>Deferred tax asset</b>		
Opening Balance	6.19	-
Effect of expenditure debited to profit & loss account in the current year, but allowable for tax purposes in the following years		
a. Effect of Provision for gratuity in the financial reporting period	1.71	6.19
b. Effect of Right of Use Assets	1.37	-
<b>Gross deferred tax Assets</b>	<b>9.27</b>	<b>6.19</b>
<b>Net deferred tax (Liabilities) / assets</b>	<b>(734.27)</b>	<b>(528.08)</b>

**(a) Movement in Deferred Tax Assets/(Liabilities) (Net) for the Period Ended 31st December, 2024**

Particulars	Opening Balance as at 1st April, 2024	Recognised in profit and loss	Recognised in OCI	Closing Balance as at 31st December, 2024
<b>Tax effect of items constituting deferred tax liabilities:</b>				
Difference between carrying amount and tax base of property, plant and equipment	(534.27)	(209.27)	-	(743.54)
<b>Total</b>	<b>(534.27)</b>	<b>(209.27)</b>		<b>(743.54)</b>
<b>Tax effect of items constituting deferred tax assets:</b>				
Difference arising on account of creation of provision for gratuity	6.19	1.71	-	7.90
Difference arising on account Right of Use Assets	-	1.37	-	1.37
<b>Total</b>	<b>6.19</b>	<b>3.08</b>		<b>9.27</b>
<b>Net Deferred Tax Asset/ (Liability)</b>	<b>(528.08)</b>	<b>(206.20)</b>		<b>(734.27)</b>

Particulars	Opening Balance as at 1st April, 2023	Recognised in profit and loss	Recognised in OCI	Closing Balance as at 31st March, 2024
<b>Tax effect of items constituting deferred tax liabilities:</b>				
Difference between carrying amount and tax base of property, plant and equipment	(333.44)	(200.83)	-	(534.27)
<b>Total</b>	<b>(333.44)</b>	<b>(200.83)</b>		<b>(534.27)</b>
<b>Tax effect of items constituting deferred tax assets:</b>				
Difference arising on account of creation of provision for gratuity	-	6.19	-	6.19
Difference arising on account Right of Use Assets	-	1.37	-	1.37
<b>Total</b>	<b>-</b>	<b>7.56</b>		<b>7.56</b>
<b>Net Deferred Tax Asset/ (Liability)</b>	<b>(333.44)</b>	<b>(194.64)</b>		<b>(528.08)</b>

**Note: 17 Current Financial Liabilities - Borrowings**

Particular	As at 31st December, 2024	As at 31st March, 2024
	<b>Secured Borrowings - At amortised Cost</b>	
Current maturities of long-term borrowings (Refer Note no. 13)	1,709.78	1,347.67
Cash Credit From Banks	7,325.97	7,093.18
<b>Total (A)</b>	<b>9,035.75</b>	<b>8,440.85</b>
<b>Unsecured Borrowings</b>		
Current maturities of long-term borrowings (Refer Note no. 13)	333.33	344.02
From Others	895.76	547.95
<b>Total (B)</b>	<b>1,229.09</b>	<b>891.97</b>
<b>Total (A+B)</b>	<b>10,264.84</b>	<b>9,332.82</b>

**Note: 18 Trade Payables**

Particular	As at 31st December, 2024	As at 31st March, 2024
	<b>Trade Payables</b>	
Total outstanding dues of creditor micro enterprise and small enterprise	463.09	237.55
Total outstanding dues of creditor other than micro enterprise and small enterprise	4,385.05	976.88
<b>Total</b>	<b>4,848.14</b>	<b>1,214.43</b>



Notes to Financial statements for the Period ended on 31st December 2024 & March 2024

(All amounts are in Lacs unless otherwise stated)

Disclosure as per MSME Act 2006

Particulars

As at	As at
31st December, 2024	31st March, 2024
463.09	237.55

- (a) the principal amount remaining unpaid to any supplier at the end of each accounting year  
 (b) interest due on principal amount remaining unpaid to any supplier at the end of each accounting year  
 (c) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year  
 (d) the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;  
 (e) the amount of interest accrued and remaining unpaid at the end of each accounting year; and  
 (f) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006

Note ii: Trade Payables ageing schedule for the year ended at

Particulars	Outstanding for					Total
	Not Due	<1 year	1-2 years	2-3 years	>3 years	
31st December, 2024						
(a) MSME	-	463.09	-	-	-	463.09
(b) Others	-	4,385.05	-	-	-	4,385.05
(c) Disputed dues - MSME	-	-	-	-	-	-
(d) Disputed dues - Others	-	-	-	-	-	-
Total	-	4,848.14	-	-	-	4,848.14
31st March, 2024						
(a) MSME	-	237.55	-	-	-	237.55
(b) Others	-	976.88	-	-	-	976.88
(c) Disputed dues - MSME	-	-	-	-	-	-
(d) Disputed dues - Others	-	-	-	-	-	-
Total	-	1,214.43	-	-	-	1,214.43

Note : 19 Other Financial Liabilities - Current

Particular	As at	As at
	31st December, 2024	31st March, 2024
Interest accrued but not due on borrowings	39.85	20.44
Payable for Property, Plant and Equipment	214.64	892.82
Total	254.48	913.27

Note : 20 Other Current Liabilities

Particular	As at	As at
	31st December, 2024	31st March, 2024
Statutory Liabilities	62.48	109.21
Salary Payable	60.28	36.50
Advance from Customer	676.77	686.52
Payable for CSR	22.42	-
Total	821.96	832.23



Notes to Financial statements for the Period ended on 31st December 2024 & March 2024  
(All amounts are ₹ in Lacs unless otherwise stated)

## Note : 21 Revenue From Operations

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
Revenue from Contract with customers		
Sale of Good		
- Domestic Sales	55,414.94	87,264.31
- Export Sales - SEZ	85.72	31.46
<b>Total</b>	<b>55,500.66</b>	<b>87,295.77</b>

## Note : 22 Other Income

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
Interest income From Bank	36.90	17.61
Interest income from others	-	3.47
<b>Total</b>	<b>36.90</b>	<b>21.09</b>

## Note : 23 Cost of Materials Consumed

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
Opening Stock	139.06	470.74
Raw Material Purchase	40,699.17	74,741.80
Less: Closing Stock	(1,159.42)	(139.06)
<b>Total</b>	<b>39,678.81</b>	<b>75,073.48</b>

## Note : 24 Purchase of Stock-in-Trade

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
Purchase of Trading goods	7,859.74	2,200.87
<b>Total</b>	<b>7,859.74</b>	<b>2,200.87</b>

## Note : 25 Change in Inventories

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
Opening Inventories		
Purchase in stock - Traded Goods	10.47	288.17
Finished Goods	9,867.43	8,359.17
Mill Scale /Waste / Scrap (valued at net realisable value)	117.95	136.54
	9,995.86	9,583.87
Less: Closing Inventories		
Purchase in stock - Traded Goods	(72.46)	(10.47)
Finished Goods	(10,564.30)	(9,867.43)
Mill Scale /Waste / Scrap (valued at net realisable value)	(152.79)	(117.95)
	(10,789.55)	(9,995.86)
<b>Total</b>	<b>(743.19)</b>	<b>(411.99)</b>

## Note : 26 Employee Benefits Expenses

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
Salaries, Wages and Bonus	814.62	923.10
Contribution to Provident and Other Funds	2.86	3.48
Gratuity Expenses	12.03	34.49
Staff welfare expenses	53.51	63.10
<b>Total</b>	<b>883.02</b>	<b>1,074.17</b>

## Note : 27 Finance Costs

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
(a) Interest Expenses on :		
Interest Expenses on Bank Loan	869.76	994.85
Interest Expenses on Unsecured Loan	544.83	796.92
Interest on Lease Obligation	2.35	4.24
Interest Expenses on Trade Credits & Others	1.21	-
	1,418.15	1,796.01
(b) Other borrowing costs :		
Processing Fees	16.31	23.23
	16.31	23.23
<b>Total</b>	<b>1,434.46</b>	<b>1,819.23</b>

## Note : 28 Depreciation and Amortisation Expenses

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
Depreciation on PPE	440.45	388.68
Amortisation on ROU	3.27	5.45
Amortisation on Intangible Assets	0.18	0.24
<b>Total</b>	<b>443.90</b>	<b>394.37</b>



Notes to Financial statements for the Period ended on 31st December 2024 & March 2024  
(All amounts are in ₹ in Lacs unless otherwise stated)

## Note - 29 Other Expenses

Particular	For the period ended 31st December, 2024	For the year ended 31st March, 2024
<b>Manufacturing Expenses</b>		
Coal and Gas Consumption	685.45	1,183.20
Store and spares consumables	300.35	179.25
Repairs - Others	7.12	5.72
Repairs - Plant & Machinery	7.40	12.95
Factory Expenses	63.99	29.12
Oxygen and LPG Expenses	15.03	9.37
Repairs - Factory Shed & Building		3.05
Testing Expenses	1.04	1.46
Water Charges	2.77	0.23
Power and Fuel expenses	1,708.57	1,483.28
Insurance expenses - PM	3.59	4.59
<b>Administration, Selling and Distribution Expenses</b>		
Computer, Internet & Software Expenses	1.25	1.53
Bank Charges & Other banking Costs	29.41	28.26
Postage & Telegram/Communications	0.52	0.87
Fees & Subscription Expenses	4.69	5.16
Stationery & Printing	2.56	4.67
Conveyance Expenses	2.99	3.29
Traveling, Conveyance & Vehicle Expenses	5.94	4.75
Office Expenses	0.30	0.82
Legal & Professional Charges	37.73	31.96
Rates & Taxes	0.78	1.57
Rent	7.91	10.91
CSR Expense	22.42	10.45
Auditor's Remuneration		
a) Statutory Audit Fees	1.13	1.50
b) Tax Audit Fees		
Insurance Expenses	2.02	6.65
Kasat & Vatv Expenses	0.54	3.03
Expected Credit Loss Allowance	0.03	
<b>Selling &amp; Distribution Expenses</b>		
Advertisement Expenses		0.52
Commission On Sales	0.13	2.00
Miscellaneous expense	519.07	782.55
Freight & Cartage On Sales	1,009.66	1,502.20
Preliminary Expenses Written Off		0.75
Distribution Expense	1.05	34.26
Travelling Expenses	21.64	22.30
<b>Total</b>	<b>4,467.06</b>	<b>5,372.43</b>

For the period ended  
31st December, 2024

For the year ended  
31st March, 2024

## Note 1 - Payment to auditors -

Statutory Audit Fees

	1.13	1.50
<b>Total</b>	<b>1.13</b>	<b>1.50</b>

## Note - 30 Income Tax

Income Tax Expense :-

Current Tax:

In respect of Current year

136.93

379.64

Deferred Tax

In respect of Current year

206.20

194.63

**343.13**      **574.27**

The Income tax expense for the year can be reconciled to the accounting profit as follows :-

	For the period ended 31st December, 2024	For the year ended 31st March, 2024
Accounting profit / (loss) before tax	1,455.02	1,894.27
- From Continuing Operations	1,513.77	1,894.27
- From Discontinued Operations	(58.75)	
Income tax using the company's domestic tax rate @ 25.17%	366.20	476.75
Tax Effect of :		
i) Permanent Disallowances	5.64	2.63
ii) Expense not allowed as deduction for tax purposes	117.13	103.76
iii) Additional allowable for tax purposes	(387.88)	(208.13)
iv) Income tax in respect to previous year	35.84	(0.01)
v) Deferred Tax for the reporting period	206.20	194.63
<b>Total Tax Expense for the year</b>	<b>343.13</b>	<b>569.63</b>
<b>Tax Provision:</b>		
Current tax for the year	136.93	379.64
Income tax in respect to previous year		
Deferred Tax (Including adjustments for earlier years)	206.20	194.63
<b>Total Tax Expense for the year</b>	<b>343.13</b>	<b>574.27</b>



**DISCLOSURE TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED ON 31ST DECEMBER, 2024:**

**31. Contingent Liabilities and Capital Commitments**

**A. The details of contingent liabilities outstanding as on the date of Balance Sheet:**

*(Rs. In Lacs)*

Particulars	For the year ended DECEMBER 31, 2024	For the year ended MARCH 31, 2024
GST Claim against the company	64.68	53.37

**B. The details of Capital Commitments as on the date of Balance sheet:**

*(Rs. In Lacs)*

Particulars	For the year ended DECEMBER 31, 2024	For the year ended MARCH 31, 2024
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	-	1,897.97

**32. Related Party Disclosures:**

List of related parties with whom transaction have taken place during the year along with nature and volume of transactions.

*(Rs. In Lacs)*

**A. Related Party Transactions as on 31<sup>st</sup> December, 2024.**

Particulars	Name of related parties & Relation	Nature of Transaction	For the year ended DECEMBER 31, 2024	For the year ended MARCH 31, 2024
<b>Key Managerial Personnel</b>	Mr. Manojkumar Jain, Director	Remuneration	72.00	76.80
	Mr. Risabh Sunil Singhi, Director	Shares Allotted	-	210.03
		Remuneration	36.00	43.20
	Mr. Varun Manojkumar Jain, Director	Remuneration	64.00	-
	Mr. Vikram Patel, CFO	Remuneration	6.65	8.53
	Mr. Vijay Boliya , CS	Remuneration	5.03	-
<b>Relative of Key Managerial Personnel/Entities in which Directors or relative are interested</b>	Nishchay Consultancy	Service Charges	-	-
	VMS Industries Limited	Loan Taken	9230.00	11,306.00
		Loan Repaid	10298.49	11,855.20
		Interest Paid	82.32	238.24
		Rent Paid	4.95	6.15
	Vms Autolink Pvt Ltd	Loan Taken	100.00	-
		Loan Repaid	60.00	-
		Interest Paid	1.45	-
	Nidheeshwaramm Ship Recyclers LLP	Sales	9.14	-
Purchase		13.42	-	



(Rs. In Lacs)

**B. Related Party Outstanding balances 31<sup>st</sup> December,2024.**

Particulars	Name of related parties & Relation	As on DECEMBER 31, 2024	For the year ended MARCH 31, 2024
Key Managerial Personnel	Mr. Manojkumar Jain, Director	5.55	-
	Mr. Risabh Sunil Singhi, Director	3.02	-
	Mr. Varun Manojkumar Jain, Director	5.55	-
	Mr. Vikram Patel, CFO	0.66	-
	Mr. Vijay Boliya , CS	0.70	-
Relative of Key Managerial Personnel/Entities in which Directors or relative are interested	VMS Industries Limited	1724.94	2,579.02
	Vms Autolink Pvt Ltd	40.00	-

**33. Earnings Per Share:**

(Rs. In lacs except Number of Equity Shares)

**A. EPS from Continuing Operations**

**Earnings Per Share without considering the Bonus Effect**

Particulars	31 <sup>ST</sup> December,2024	2023-24
Profit Available to Equity Share Holders (A)	1170.64	1,327.69
Number of Equity Share at the beginning	1,33,37,124	1,26,12,886
Shares allotted during the year	2,12,94,086	7,24,238
Total Number of Equity Shares outstanding	3,46,31,210	1,33,37,124
Total Weighted Average Equity Shares outstanding at the end of the year (B)	3,42,60,702	1,32,71,824
Basic Earnings Per Share (A/B) (In Rs.)	3.42	10.00
Diluted Earnings Per share (In Rs.)	3.42	10.00

**Earning Per Share After considering the Bonus Effect**

Particulars	31 <sup>ST</sup> December,2024	2023-24
Profit Available to Equity Share Holders (A)	1170.64	1,327.69
Number of Equity Share at the beginning	3,36,59,310	3,29,35,072
Shares allotted during the year	9,71,900	7,24,238
Total Number of Equity Shares outstanding	3,46,31,210	3,36,59,310
Total Weighted Average Equity Shares outstanding at the end of the year (B)	3,42,60,702	3,35,95,989
Basic Earnings Per Share (A/B) (In Rs.)	3.42	3.95
Diluted Earnings Per share (In Rs.)	3.42	3.95



**B. EPS From Discontinued Operations**  
**Earnings Per Share without considering the Bonus Effect**

Particulars	31 <sup>ST</sup> December,2024	2023-24
Profit Available to Equity Share Holders (A)	(58.75)	-
Number of Equity Share at the beginning	1,33,37,124	-
Shares allotted during the year	2,12,94,086	-
Total Number of Equity Shares outstanding	3,46,31,210	-
Total Weighted Average Equity Shares outstanding at the end of the year (B)	3,42,60,702	-
Basic Earnings Per Share (A/B) (In Rs.)	(0.17)	-
Diluted Earnings Per share (In Rs.)	(0.17)	-

**Earnings Per Share After considering the Bonus Effect**

Particulars	31 <sup>ST</sup> December,2024	2023-24
Profit Available to Equity Share Holders (A)	(58.75)	-
Number of Equity Share at the beginning	3,36,59,310	-
Shares allotted during the year	9,71,900	-
Total Number of Equity Shares outstanding	3,46,31,210	-
Total Weighted Average Equity Shares outstanding at the end of the year (B)	3,42,60,702	-
Basic Earnings Per Share (A/B) (In Rs.)	(0.17)	-
Diluted Earnings Per share (In Rs.)	(0.17)	-

**C. EPS From Continuing and Discontinued Operations**  
**Earnings Per Share without considering the Bonus Effect**

Particulars	31 <sup>ST</sup> December,2024	2023-24
Profit Available to Equity Share Holders (A)	1,111.89	1,327.69
Number of Equity Share at the beginning	1,33,37,124	1,26,12,886
Shares allotted during the year	2,12,94,086	7,24,238
Total Number of Equity Shares outstanding	3,46,31,210	1,33,37,124
Total Weighted Average Equity Shares outstanding at the end of the year (B)	3,42,60,702	1,32,73,803
Basic Earnings Per Share (A/B) (In Rs.)	3.25	10.00
Diluted Earnings Per share (In Rs.)	3.25	10.00

**Earnings Per Share After considering the Bonus Effect**

Particulars	31 <sup>ST</sup> December,2024	2023-24
Profit Available to Equity Share Holders (A)	1,111.89	1,327.69
Number of Equity Share at the beginning	3,36,59,310	3,29,35,072
Shares allotted during the year	9,71,900	7,24,238
Total Number of Equity Shares outstanding	3,46,31,210	3,36,59,310



Total Weighted Average Equity Shares outstanding at the end of the year (B)	3,42,60,702	3,35,95,989
Basic Earnings Per Share (A/B) (In Rs.)	3.25	3.95
Diluted Earnings Per share (In Rs.)	3.25	3.95

#### 34. Employee Benefits:

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days' salary (last drawn salary) for each completed year of service.

The following tables summarize the components of net benefit expense recognized in the Statement of Profit and Loss and the funded status and amounts recognized in the balance sheet for the respective plans.

##### A. Expense recognised for Defined Contribution Plan

(Rs. In Lacs)

Particulars	For the year ended DECEMBER 31, 2024	For the year ended MARCH 31, 2024
PF Contribution of Employer	2.86	3.48

##### B. Expense recognised for Defined Benefit Plan

The Details of significant employee benefits are as follows:

(Rs. In lacs)

Particulars	For the year ended DECEMBER 31, 2024		For the year ended MARCH 31, 2024	
	Gratuity	Compensated Absences	Gratuity	Compensated Absences
Obligation:				
Balance as at beginning of the year	24.61	-	18.86	-
Current service cost	10.76	-	14.29	-
Interest cost	1.26	-	1.34	-
Benefits paid	-	-	-	-
Transfers	-	-	-	-
Re-measurements	(5.22)	-	(9.88)	-
<b>Present Value of obligation</b>	<b>31.41</b>	<b>-</b>	<b>24.61</b>	<b>-</b>
Current Portion	0.82	-	0.64	-
Non-Current Portion	30.59	-	23.97	-

##### Amount Recognized in Other Comprehensive Income:

(Rs. In lacs)

Particulars	31 <sup>ST</sup> December, 2024	2023-2024
Experience Losses/(Gains)	-	1.06
Losses from change in demographic assumptions	(6.34)	(10.94)
(Gains )/Losses from change in financial Assumptions	1.11	-
<b>Re-measurements of defined benefit plans</b>	<b>(5.22)</b>	<b>(9.88)</b>





**Sensitive Analysis:**

Effects of Key Assumptions on Defined Benefit Obligations	Amount in Lacs
Discount Rate – 1 Percent Increase	27.30
Discount Rate – 1 Percent Decrease	36.56
Salary Escalation Rate - 1 percent increase	36.50
Salary Escalation Rate - 1 percent decrease	27.27
Withdrawal Rate - 1 percent increase	31.34
Withdrawal Rate - 1 percent Decrease	31.49

**35. Lease Liability**

(Rs. In lacs)

Particulars	31 <sup>ST</sup> December, 2024	2023-2024
Non- Current Lease Liability	30.35	32.80
Current Lease Liability	3.23	3.02
<b>Total</b>	<b>33.58</b>	<b>35.82</b>

The Company's leased assets primarily consist lease of land.

**Lease Liability Reconciliation:**

(Rs. In lacs)

Particulars	Opening Balance	Addition	Finance cost	Net Payment	Closing Balance
Land	35.82	-	2.35	4.59	33.58

**36. Accounting Ratios**

Sr no	Ratio Name	Numerator	Denominator	31 <sup>ST</sup> December, 2024	F.Y 23-24
1	Current Ratio	Current Asset	Current Liability	1.13	1.34
2	Debt-Equity Ratio	Total Outside Liability	Shareholders Fund	3.32	5.24
3	Debt-Service Coverage Ratio	Earnings Available for Debt Service	Total Debt Service	1.21	1.14
4	Return On Equity Ratio	Net Profit After Tax	Equity Shareholders Fund	20.17%	17.46%
5	Inventory Turnover Ratio	Cost Of Goods Sold	Average Inventory	6.67	11.82
6	Trade Receivable Turnover Ratio	Credit Sale	Average Accounts Receivable	30.01	43.20
7	Trade Payables Turnover Ratio	Credit Purchase	Average Accounts Payables	23.34	53.40
8	Net Capital Turnover Ratio	Sales	Working Capital	39.17	26.59
9	Net Profit Ratio	Net Profit	Sales	2.11%	0.49%
10	Return On Capital Employed	Earnings Before Interest and Tax	Capital Employed	10.43%	9.51%
11	Return On Investment	Income from Investments	Investments	N.A	N.A



37. Company has not entered in to transactions or amount due / from Companies which Struck-Off either under section 248 of the Act or under section 560 of Companies Act, 1956.
38. The provisions of Section 135 of the Companies Act, 2013 with regard to corporate social responsibility is as under:

Particulars	Amount in Lacs
Amount required to be spent by the company	22.42
Amount of expenditure incurred	-
Shortfall at the end of the year	-
Total of previous year shortfall	-
Nature of CSR activities	-
Details of related party transactions	-
Details of movement in the provision during the year	-

39. No undisclosed Income is voluntarily disclosed under any scheme identified by Income tax authorities under any tax assessments years under provision of the Income Tax Act.
40. The Company has neither traded nor invested in crypto currency during the financial year.
41. No Proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988).
42. The Company do not have charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
43. The Company is not declared as willful defaulter by any bank or Financial Institution or other lender during the financial year.
44. **Utilization of Borrowed funds and Share Premium**
- During the year, 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 persons or entities, 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.
  - During the year, no funds have been received by the Company from any persons or entities, 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. The confirmations of all the balances outstanding as on the reporting date with all the customers, suppliers, unsecured borrowings, deposits and loans and advances are subject to confirmation with books of the counter parties.
45. The Company did not have any long-term contracts, including derivatives contract for which there were any material foreseeable losses.



#### 46. Capital management

The Company's objective when managing capital is to:

- Safeguard its ability to continue as going concern so that the company is able to provide maximize return to stakeholders and benefits for other stakeholders.
- Maintain an optimal capital structure to reduce the cost of capital.

The company board of directors reviews the capital structure on a regular basis. As part of this review, the board considers cost of capital, risk associated with each class of capital requirements and maintenance of adequate liquidity.

The Net Gearing Ratio at end of the reporting period was as follows: (Rs. In Lacs)

	31 <sup>ST</sup> December, 2024	As At 31.03.2024
Gross Debt	23,119.16	19,786.00
Cash and Marketable Securities	(933.73)	(808.77)
Net Debt (A)	22,185.43	18,977.23
Total Equity (As per Balance Sheet) (B)	6,953.79	4,753.53
Total Equity and Debt (C = A +B)	29,139.22	23,746.46
Net Gearing (A/C)	0.76	0.80

#### 47. Financial Instruments – Disclosure

Financial assets and financial liabilities are recognized when Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in the Statement of Profit and Loss.

##### Disclosures

This section gives an overview of the significance of financial instruments for the company and provides additional information on balance sheet item that contain financial instruments. The details of significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognized in respect of each class of financial asset, financial liability and equity instrument are disclosed in notes.

##### (i) Fair value measurements

This note provide information about how the company determines fair value of various financial assets. Management considers that the carrying amounts of financial assets and financial liabilities recognized in the financial statements approximates their fair values.

##### Categories of Financial Instruments

(Rs. In lacs)

Particulars	Current Year	Previous Year
Financial Assets (Measured at Amortized Cost)		
- Trade & Other Receivable	3,358.53	1,572.78
- Cash & Cash Equivalents	147.08	808.77
- Other Bank Balances	786.66	-
- Loans	-	-
- Other Financial Assets	581.61	466.37
- Investments	-	-
Total	4,873.88	2,847.92



(Rs. In lacs)

Particulars	Current Year	Previous Year
Financial Liabilities (Measured at Amortized Cost)		
- Borrowings	23,119.16	19,786.00
- Lease Liability	33.58	35.82
- Trade Payable	4,848.14	1,214.43
- Other Financial Liabilities	254.48	913.26
<b>Total</b>	<b>28,255.37</b>	<b>21,949.51</b>

The carrying amount of current financial assets and liabilities as at the end of each year presented approximate the fair value because of their short-term nature. The trade receivables, trade payables, borrowings, capital creditors and cash and cash equivalents are considered to be the same as their fair values, due to their short-term nature.

**(ii) Fair value hierarchy**

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1: Inputs are quoted prices in active markets for identical assets or liabilities.

Level 2: Inputs are other than quoted price included within level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Inputs are not based on observable market data. Fair values are determined in whole or in part using a valuation model based on the assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

**48. Financial Risk Management Framework**

The company's principal financial liabilities, comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the company's operations. The company's principal financial assets include trade and other receivables, receivables from government authorities, security deposits and cash and cash equivalents that derive directly from its operations. The company also holds investments. The corporate treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the company through internal risk reports which analyse exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The company does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes. The Corporate Treasury function reports quarterly to the Board of Directors of the company for monitoring risks and reviewing policies implemented to mitigate risk exposures.

**Market Risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: currency risk and interest rate risk. Financial instruments affected by market risk includes loan and borrowings. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. All such transactions are carried out within the guidelines set by the Board of Directors and Risk



Management Committee. There have been no significant changes to the company's exposure to market risk or the methods in which they are managed or measured.

#### **Foreign Currency Risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency).

As on 31.12.2024, the company do not have any amount outstanding denominated in foreign currency, i.e. Payable to Creditors and Receivables from Customers.

#### **Price Risk**

The Company's has no exposure to any price related asset or liabilities as on ended of current period and previous period.

#### **Credit Risk**

Credit risk is managed on a company basis. For banks and financial institutions, only high rated banks/institutions are accepted. For other financial assets, the company assesses and manages credit risk based on internal credit rating system. The finance function consists of a separate team who assess and maintain an internal credit rating system. Internal credit rating is performed on a company basis for each class of financial instruments with different characteristics.

The company is making no provision on Trade Receivables based on Expected Credit Loss Model (ECL).

#### **Interest Rate Risk**

The Company's main interest rate risk arises from long-term borrowings with variable rates, which expose the Company to cash flow interest rate risk. The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates. The Company manages its cash flow interest rate risk by converting higher rate interest loan to lower rate interest loan.

The Company has exposure toward floating interest rate borrowing Rs 23,009.50 Lacs for the period ended 31st December 2024 Rs 19,718.05 Lacs for the year 2023-2024.

#### **Interest Rate Sensitivity**

If interest rates had been 50 basis point higher/lower and all variable were held constant, the Company's profit for the year ended December 31, 2024 March 31, 2024 would be decrease/ increase by Rs 115.05 Lacs Rs 98.59 Lacs respectively. The is mainly attribution to interest rates on variable rate borrowings.

#### **Liquidity risk**

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time, or at a reasonable price. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company generates cash flows from operations to meet its financial obligations, maintains adequate liquid assets in the form of cash & cash equivalents and has undrawn short term line of credits from banks to ensure necessary liquidity. The Company closely monitors its liquidity position and deploys a robust cash management system. During the year, the Company has been regular in repayment of principal and interest on borrowings on or before due dates. The Company did not have defaults of principal and interest as on reporting date. The Company requires funds both for short-term operational needs as well as for long-term investment programmes mainly



in growth projects. The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

(Rs. in Lacs)

Particulars	Less than 1 year	1-3 Years	3-5 Years	Above 5 Years	Total
<b>Period ended December 31, 2024</b>					
<b>Current Borrowings</b>					
Secured	7,325.97	-	-	-	7,325.97
Unsecured	895.76	-	-	-	895.76
<b>Total Current Borrowings (A)</b>	<b>8,221.73</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,221.73</b>
<b>Non-current Borrowings</b>					
Secured	1,709.78	1,901.56	4,394.78	687.89	8,694.00
Unsecured	333.33	5,848.73	35.65	-	6,217.71
<b>Total Non-current Borrowings (B)</b>	<b>2,043.11</b>	<b>7,750.28</b>	<b>4,430.43</b>	<b>687.89</b>	<b>14,911.71</b>
<b>Total</b>	<b>10,264.84</b>	<b>7,750.28</b>	<b>4,430.43</b>	<b>687.89</b>	<b>23,133.44</b>
<b>Add: Interest accrued but not due on borrowings</b>	<b>39.85</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>23,133.44</b>

**Note:** The amount of unamortized processing charges has not been deducted from the non-current borrowings.

Particulars	Less than 1 year	1-3 Years	3-5 Years	Above 5 Years	Total
<b>Year Ended MARCH 31,2024</b>					
<b>Current Borrowings</b>					
Secured	7,093.18	-	-	-	7,093.18
Unsecured	547.95	-	-	-	547.95
<b>Total Current Borrowings (A)</b>	<b>7,641.13</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,641.13</b>
<b>Non-current Borrowings</b>					
Secured	1,347.90	1,403.38	4,036.08	96.56	6,883.92
Unsecured	344.02	4,654.85	277.78	-	5,276.65
<b>Total Non-current Borrowings (B)</b>	<b>1,691.92</b>	<b>6,058.23</b>	<b>4,313.85</b>	<b>96.56</b>	<b>12,160.57</b>
<b>Total</b>	<b>9,333.05</b>	<b>6,058.23</b>	<b>4,313.85</b>	<b>96.56</b>	<b>19,801.70</b>
<b>Add: Interest accrued but not due on borrowings</b>	<b>20.44</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 49. Discontinued Operations:

##### Accounting Policy

Non-Current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such asset (or disposal group) and its sale is highly probable. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.



Non-Current assets and disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell except for those assets that are specifically exempt under relevant Ind AS. Once the assets are classified as "Held for sale", those are not subjected to depreciation till disposal.

An impairment loss is recognised for any initial or subsequent write-down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset (or disposal group) is recognised at the date of derecognition.

Non-current assets classified as held for sale and the assets of a disposal group classified as held for sale are presented separately from the other assets in the Statement of Assets and Liabilities.

### Discontinued Operations

A discontinued operation is a component of an entity that either has been disposed off or is classified as held for sale and that represents a separate line of business or geographical area of operations, is part of a single coordinated plan to dispose of such a line of business or area of operations, or is a subsidiary acquired exclusively with a view to resale. The results of discontinued operations are presented separately in the Statement of Profit and Loss.

#### i) Disposal of Pipe Division

##### (1) Description:

The Company had taken a manufacturing facility at Survey No. 107/8/9, Sihor Ghanghali Road, Ghanghali, Sihor, Bhavnagar - 364240, Gujarat, India for manufacturing of MS Pipes on lease vide lease agreement dated June 04, 2024 for an initial term of five years commencing from July 01, 2024.

The company has decided to discontinue the operations of its Pipe Division due to its inability to achieve the expected revenue and profit margin targets, resulting in losses from the division. Accordingly, the Company has ceased operations at the said facility with effect from December 1, 2024. Furthermore, pursuant to the notice of termination dated December 1, 2024, the lease agreement for the facility shall stand terminated with effect from February 28, 2025.

##### (2) Financial Performance:

Particulars	As at 31st December, 2024
<b>Income</b>	
Revenue From Operation	40.09
<b>Total Income</b>	<b>40.09</b>
<b>Expenses</b>	
Cost Of Raw Material Consumed	186.47
Changes In Inventories	(150.59)
Employee Benefit Expense	20.46
Other Expenses	42.50
<b>Total Expenses</b>	<b>98.84</b>
<b>Profit/(Loss) from Discontinued operations before tax</b>	<b>(58.75)</b>
Income tax expense of discontinued operations	-
<b>Profit/(Loss) from Discontinued operations</b>	<b>(58.75)</b>



(3) Cash Flow Information:

Particulars	As at 31st December, 2024
Profit/(Loss) from Discontinued operations before tax	(58.75)
Add / (Less) - Adjustments	-
<b>Operating profit before working capital changes</b>	<b>(58.75)</b>
<b>Changes in Working Capital:</b>	
<b>(Increase) / Decrease in Assets:</b>	
Trade Receivables	(18.47)
Other financial assets	(2.47)
Other Current Assets	(0.40)
Inventories	(153.72)
<b>Increase / (Decrease) in Liabilities:</b>	
Trade Payables	0.67
Other liabilities	12.82
<b>Cash generated/(used) from operations</b>	<b>(161.57)</b>
<b>Income taxes paid (Net of Refund)</b>	<b>-</b>
Net cash inflow from operating activities	(220.31)
Net cash inflow/ (outflow) from investing activities	-
Net cash inflow/ (outflow) from financing activities	-
<b>Net increase/(decrease) in cash generated from discontinued operations</b>	<b>(220.31)</b>

(4) Assets and liabilities of disposal group classified as held for sale:

The following assets and liabilities were reclassified as held for sale in relation to the discontinued operations as at March 31, 2024:

Particulars	As at 31st December, 2024
<b>Assets classified as held for sale</b>	
Other Current Assets	0.40
Inventories	
- Raw Material	3.13
- Finished Goods	150.59
Trade Receivables	18.47
ST Loans and Advances	2.47
<b>Total of assets of disposal group held for sale</b>	<b>175.05</b>
<b>Liabilities directly associated with assets classified as held for sale</b>	
Other Current Liabilities	0.67
Trade Payables	12.82
<b>Total of liabilities of disposal group as held for sale</b>	<b>13.49</b>
<b>Net assets of disposal group held for sale</b>	<b>161.57</b>





**Notes:**

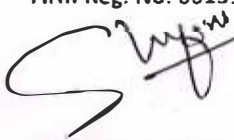

- a) The entire amount is attributable to equity holders of the Group.
- b) The net assets (assets less liabilities) forming part of the disposal group are measured at lower of fair value less cost of disposal and its carrying amount. The Group has estimated the fair value less cost of disposal approximates to the carrying amount of these net assets held for sale.

**50. Segment Reporting**

In line with Ind AS 108 operating segments and basis of the review of operations being done by the senior management, the operations of the group falls under civil construction business which is considered to be the only reportable segment by the management. The Company is principally engaged in a single business segment viz., "Steel TMT Bar Manufacture" which is also the major revenue generating product.

51. Previous year figures have been regrouped, whenever necessary to confirm to current year classification.

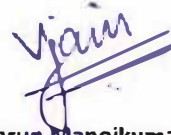
For and on behalf of  
M/s. SURESH CHANDRA & ASSOCIATES  
Chartered Accountants  
Firm Reg. No. 001359W

CA. Shyamsunder Nanwal  
Partner  
M. No. 128896

Place: Ahmedabad  
Date: 14.02.2025  
UDIN: 25128896B MIAJI 1671

For and on behalf of  
VMS TMT Limited  
(Formerly known as VMS TMT Private Limited)



Varun Manojkumar Jain  
Managing Director  
DIN : 03502561

  
Vikram Patel  
Chief Financial Officer

Place: Ahmedabad  
Date: 14.02.2025





Rishabh Singhi  
Whole Time Director  
DIN : 09342922

  
Vijay Boliya  
Company Secretary