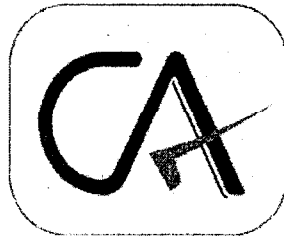


M/s TECHNO FORGE LIMITED
Under Corporate Insolvency Resolution Process
("CIRP")

**ADDRESS: Plot no.1021/1022, GIDC , Ankleshwar,
Bharuch , Gujarat-393002**

-:BALANCE SHEET AND PROFIT & LOSS:-
FINANCIAL YEAR 2021-2022



UDIN :-

Auditors:

For Mahesh A Mehta & Co

Chartered Accountant

(Registration No. 105871W)

Proprietor, Membership No.: 037887

Ankleshwar 393002

Mob:-9879118767, email:-camam1953@gmail.com

INDEPENDENT AUDITORS' REPORT

To

The Members of
M/s Techno Forge Ltd
Under Corporate Insolvency Resolution Process ("CIRP")

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of M/s Techno Forge Ltd, which comprise the balance sheet as at March 31, 2022, and the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the **Companies Act, 2013** ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its profit (or Loss)* and cash flows for the year ended on that date.

Basis for opinion

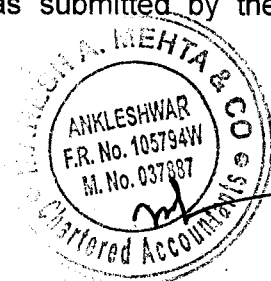
We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the 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.

Material Uncertainty Related to Going Concern

The Company's net worth is negative and the borrowings from banks and financial institutions have been classified by the lenders as non-performing assets since from 2014.

Further Hon'ble NCLT, AHMEDABAD Bench vide order no C.P. (I.B) No. 264/7/NCLT/AHM /2018, dated 02/07/2020 initiation of Corporate Insolvency Process ("CIRP") and has appointed CA Bhavi Shreyans Shah having Registration No, IBBI/IPA-001/IP-IP-P00915/217-18/11521 as an "Interim Resolution Professional" (IRP). On 02/07/2020, Powers of Board of Directors are vested with Resolution professional as per NCLT order and provision of the Insolvency and Bankruptcy Code, 2016. The Resolution Plan as per IBC was submitted by the



erstwhile management being MSME and eligible under IBC, However, the same has been rejected by the members of CoC. Further, the the member of the CoC approve the liquidation of the corporate debtor in accordance with the section 33 of the code, 2016. Accordingly, the Application has been filed for liquidation by the RP and the same is still pending. The Resolution Applicant has also filled an IA with revised financial offer against the rejection of the Resolution Plan submitted in resolution process of the corporate debtor, which is also pending with AA.

The above factors cast a significant uncertainty on the Company's ability to continue as a going concern. Pending the resolution of the above uncertainties, the Company has prepared the aforesaid statement on a going concern basis.

Key audit matters

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as the Company has been delisted due to non compliances..

Information other than the financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

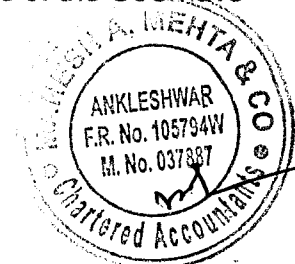
Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

Management's and Resolution Professional's responsibility for the financial statements

Pursuant to order dated 02-07-2020 of the Hon'ble National Company Law Tribunal - Ahmedabad Bench at Ahmedabad ("NCLT Order"), Corporate Insolvency Resolution Process ("CIR Process") has been initiated for the Company in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016, ("the Code") and related rules and regulations issued there under with effect from 02-07-2020 (Commencement Date of Corporate Insolvency Resolution Process). CA Bhavi Shreyans Shah (IP Registration No: IBBI/IPA-001/IP-00915/2017-18/11521) was appointed as Interim Resolution Professional ("IRP"). The members of the CoC have



in their first meeting dated 04-08-2020 continued CA Bhavi Shreyans Shah as Resolution Professional ("RP") in accordance with section 22 of the Code.

The Company's board of directors/ Resolution Professional / Management are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Company's Board of Directors/ Resolution Professional/ 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.

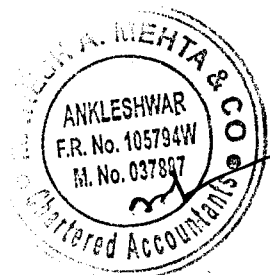
The Management / RP are also responsible for overseeing the Company's Financial reporting process.

Auditor's responsibilities for the audit of the financial statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



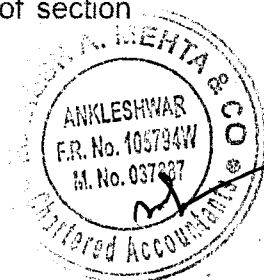
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

The provisions of the **Companies (Auditor's Report) Order, 2016** ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 is not applicable to the Company since.



As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

(c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;

(d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the **Companies (Accounts) Rules, 2014**;

(e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2021 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 B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

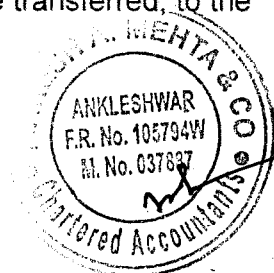
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

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

a. The Company has disclosed the impact of pending litigations on its financial position in its financial statements list attached to the financial statements;

b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and

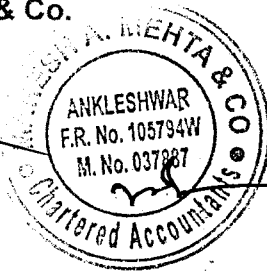
c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company



List of Litigation		
Sr. No.	Claimant	Claim Amount.
1	BANK OF INDIA Vadodara MID Corporate Branch, Bank Of India Building, 2nd Floor, Raopura, Vadodara-390001	294459663/-
2	Bajaj Finance Ltd, 4th Floor, Bajaj Finserv Corporate Office, off Pune Ahmednagar Road, Viman Nagar, PUNE - 411 014.	2312727/-
3	Standarad Precision Bellows 2/12, G.I.D.C. Estate, Gorva, Vadodara - 390 016	76160/-
4	High Profile Engineers 16, 4th Floor, Building No.A/3, S.No.29/2 +30/2/21 Part, Potnis Parisar, Karve Nagar Pune - 411 052.	88595/-
5	Pavan Hansraj Jain Kirti Metal Corporation Ankleshwar.	87000/-
6	Wikus-Niran Saws 4, Radha, Teli Galli, Andheri (Easte) Mumbai-400059	335386/-
7	C R Supplier Vadodara.	1389073/-
8	Customs,Excise & Service Tax Appellate Tribunal.	311000/-
9	Central Government Industrial Tribunal cum Labour Court	1320356/-
10	BHAILAL KALA KACHELA	120000/-
11	SATYVAN R. KUSHWAHA Boiler Attendance.	470917/-
12	S.E. Investment Ltd.	Loan Amount and Interest Amount fully Paid and the disputed amount (Rs.2.00 Per Thousand as Damages charges) Rs. 18,00,000.00

For, Mahesh A. Mehta & Co.
Chartered Accountants

[Mahesh A. Mehta]
Proprietor
M.NO.037887
F.R.NO.105794W



UDIN : (21037887AAAARF9854)
Place: Ankleshwar
Date:02/09/2022

Annexure "A" to the Independent Auditor's Report*

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of M/s Techno Forge Ltd of even date)

1. In respect of the Company's fixed assets:

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The fixed assets of the Company were physically verified in full by the management during the year. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us, the records examined by us, we report that the Company does not hold any freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company.

2. The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable. According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.

3. According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.

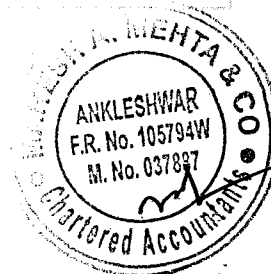
4. In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.

5. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and accordingly paragraph 3 (v) of the order is not applicable.

6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.

7. In respect of statutory dues:

- (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-



tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2020 for a period of more than six months from the date they became payable

- i. Self Assessment Tax for A.Y. 2011-12 of Rs.31.99 Lacs
- ii. Self Assessment Tax for A.Y. 2012-13 of Rs. 18.26 Lacs
- iii. Self Assessment Tax for A.Y. 2013-14 of Rs. 21.07 Lacs

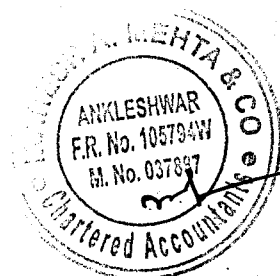
(b)

SR.NO	Name of Statutory	Nature of dues	Amount (Rs. in lakhs)	Period to which the amount relates	Forum where the dispute is pending
1	Income Tax Act, 1961	Income Tax	7.06	A.Y. 2007-08	Commissioner of Income Tax (Appeals)
2	Income Tax Act, 1961	Income Tax	22.31	A.Y. 2010-11	Commissioner of Income Tax (Appeals)
3	Income Tax Act, 1961	Income Tax	73.81*	A.Y.2011-12	Commissioner of Income Tax (Appeals)

* Including Self Assessment tax of Rs 31.99/- Lacs as above.

8 According to the information and explanation given to us and records examined by us, the Company has defaulted in repayment of dues to banks financial institutions and government as detailed in Appendix – I to this report. The Company does not have any dues to debenture holders during the year.
Appendix – I

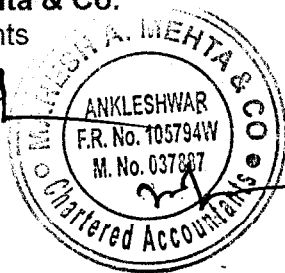
Based on our audit procedures and according to the information and explanations given to us by the management, we are of the opinion that the company has defaulted in repayment of dues to banks and financial Institutions. Unpaid overdue interest and installments to banks interest amount Rs.12,95,06,803/ installment amounts to Rs. 18,09,36,307/- and to financial institutions amounts to Rs.18,03,552/- as on 31st March, 2021 including devolved guarantee / letter of credit. The overdue relates to Financial Years 2012-13, 2013-14, 2014-15, 2015-16, 2016-2017 & 2017-2018, 2018-2019, 2019-2020



9.	The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and has not taken any term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.
10.	To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
11.	In our opinion and according to the information and explanations given to us, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act
12.	The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.
13.	According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14.	According to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the order is not applicable.
15.	According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.
16.	According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For, Mahesh A. Mehta & Co.
Chartered Accountants

[Mahesh A. Mehta]
Proprietor
M.NO.037887
F.R.NO.105794W



UDIN : (21037887AAAARF9854)

Place: Ankleshwar
Date:02/09/2022

Appendix – I

Details of default in payment of dues to banks, financial institutions and government

Name of the bank/ Financial Institution	Nature of default	Amount of default	Period of default	Present status
Bank Of India	Unpaid overdue interest and installments	Rs.12,95,06,803	From Years 2012-13 to 2019-20	unpaid
Bank Of India	installment amounts	Rs.18,09,36,307/-	From Years 2012-13 to 2019-20	unpaid
Bajaj Fin Investment	financial institutions	Rs. 18,03,552/-	From Years 2012-13 to 2019-20	unpaid
Total		Rs. 31,22,46,662/-		



Annexure "B" to the Independent Auditor's Report

(Referred to in paragraph 2 (f) under 'Report on other legal and regulatory requirements' section of our report to the Members of M/s Techno Forge Ltd of even date)

Report on the internal financial controls over financial reporting 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 M/s Techno Forge Ltd as at March 31, 2021, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's / Resolution Professional's responsibility for internal financial controls

The suspended board of directors of the Company / Resolution Professional / 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. 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, 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 internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the standards on auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

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



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

Meaning of internal financial controls over financial reporting

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 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (iii) 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 financial statements.

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 of 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 and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, 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, Mahesh A. Mehta & Co.
Chartered Accountants

[Mahesh A. Mehta]

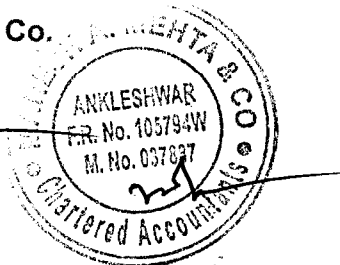
Proprietor

M.NO.037887

F.R.NO.105794W

UDIN : (21037887AAAARF9854)

Place: Ankleshwar Date : 02/09/2022



DIRECTORS' REPORT

To,
The Members,
Techno Forge Limited
Under Corporate Insolvency Resolution Process ("CIRP")

The Directors are pleased to present the Fortieth Annual Report and the Audited Accounts of the Company for the year ended on 31st March, 2022.

Pursuant to order dated 02.07.2020 of the Hon'ble National Company Law Tribunal - Ahmedabad Bench at Ahmedabad ("NCLT Order"), Corporate Insolvency Resolution Process ("CIR Process") has been initiated for the Company in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016, ("the Code") and related rules and regulations issued there under with effect from 02-07-2020 (Commencement Date of Corporate Insolvency Resolution Process). CA Bhavi Shreyans Shah (IP Registration No: IBBI/IPA-001/IP-00915/2017-18/11521) was appointed as Interim Resolution Professional ("IRP"). The members of the CoC have in their first meeting dated 04.08.2020 continued CA Bhavi Shreyans Shah as Resolution Professional ("RP") in accordance with section 22 of the Code.

As per Section 17 (1) of the Code,

(1) From the date of appointment of the interim resolution professional, -

(a) the management of the affairs of the corporate debtor shall vest in the interim resolution professional;

(b) the powers of the board of directors or the partners of the corporate debtor, as the case may be, shall stand suspended and be exercised by the interim resolution professional;

(c) the officers and managers of the corporate debtor shall report to the interim resolution professional and provide access to such documents and records of the corporate debtor as may be required by the interim resolution professional;

In view hereof, Annual General Meeting is being called and convened by the Order of RP.

The powers of Board of Directors of the Company stand suspended effective from the CIR Process commencement date and such powers along with the management of affairs of the Company are vested with the RP. In view hereof, Annual General Meeting is being called and convened by the Order of RP.

The RP has relied on the certifications, representations and statements made by the erstwhile management for such period and is signing the Financial Statements solely for the purpose of discharging the powers of the Board of directors which have been conferred upon her by virtue of section 17 of the Code

1. FINANCIAL RESULTS

[Rupees in Lacs]

Particulars	For the year ended 31.03.2022	For the year ended 31.03.2021
Total Income	2748.86	1723.45
Increase /(Decrease in stock)	(351.14)	32.81
Expenditure	2880.78	1589.26
Finance Charges	0.94	0.40
Gross Profit after interest but before depreciation and taxation	218.28	100.98
Depreciation	117.01	117.51

Profit before provisions and write offs	101.27	(16.53)
Tax Expenses		
Current Tax		
Deferred Tax	(19.92)	(141.28)
Profit after tax	121.19	124.75
Less: Short provision (Income Tax)		0
Profit (Loss) for the period	121.19	124.75
Profit carried to Balance Sheet	121.19	124.75

2. DIVIDEND

Since the corporate insolvency resolution process (CIRP) of the Company had been in operation from 02.07.2020 as per the Orders passed by Hon'ble National Company Law Tribunal, Ahmedabad Bench. Being the transition period the directors (Whose powers have since been suspended) does not recommend any dividend for the year 2019-20. The Directors do not recommend any dividend for this year due to inadequate cash resources.

3. OPERATIONS

During the year, the company has achieved sales turnover of Rs. 2718.42 Lacs as compared to previous year of Rs 1723.45 Lacs. Net profit after tax for the year under review amounted to Rs.101.27 Lacs as compared to profit in the previous year of Rs. 124.75 Lacs.

In current year, because of lockdown and on account of Covid-19 pandemic till date, the operations are affected. However, the company may have achieved the higher amount of Sales during the FY if the market was not so effected by Covid-19 pandemic, under the management of the Resolution Professional, her team and the support of the directors of the corporate debtor.

4. DIRECTORS AND NUMBER OF BOARD MEETING

At the ensuing Annual General Meeting, Mr. Arun Kapasi, Director of the Company shall retire by rotation and are being eligible offer themselves for re-appointment.

Shri Hemant V Chheda your Director of the Company has expired on dated 20.10.2019

The corporate insolvency resolution process (CIRP) of the Company had been in operation from 02.07.2020 as per the Order passed by Hon'ble National Company Law Tribunal, Ahmedabad Bench. During the period of CIRP, the powers of Board of Directors were suspended and the same were vesting with the Resolution Professional. During the period of CIRP, committee of creditors meeting were held and the same was attended by Resolution Professional and members of committee of creditors also by Suspended Board of Directors.

5. PUBLIC DEPOSITS

The Company has neither accepted nor renewed any Public Deposits during the year under review.

6. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Steel Industries under core sector and basic requirement for industrial and country development. Being capital intensive government public expenditure with private partnership is essential.

a) Industry Structure

Government has to increase IMPORT Duty on Imports of steel and Government projects to be execute immediately, so, Demand will be increase.

b) Corporate Governance

Being steel process industry is in transmission stage of adoption of international technology, so, cost effective and mass production will be key factor in process industries.

Our company has adopted corporate governance and corporate responsibilities such as no discrimination of cast/sex/religion/culture, conservation of energy, education, training for staff for handling disaster management, human face of economics etc.

c) Opportunities and Threats

The improvement in the world wide economy has fuelled greater demand for infrastructure developments which have, in turn, led to increase in the steel demand all over the world. India as a major steel producer offers an excellent business opportunity which is expected to continue for some more years to come.

The major threats that affect the performance of the steel industry are often attributed to low steel consumption, higher cost of various inputs, higher transportation cost, cheaper imports of finished products etc.

Your Company has, however, analyzed the trends in the steel industry and rapid development occurring in the world of steel. Strategies are constantly reworked to minimize the adverse implications.

Further due to COVID-19 epidemic, there is uncertainty in Industry, which is considered to be one of threats.

d) Outlook

It is expected that the Government would remain committed to development in infrastructure facilities, globalization and carrying out third generation economic reforms which would lead to rise in demand for steel and other related products. Consistent growth in global as well as Indian economy points out to a bright future for the steel and other related industries.

e) Risks and Concerns:

Your Company has taken a number of steps with a view to keep its position intact in the market. Your Company has been in constant touch with its valuable Customers and has been attempting to rope in new customers and widen its customer base which will all help the Company when it restarts its operations.

Your Company has also been in touch with major suppliers so that non-availability of any critical inputs on time does not pose any problem in future.

All the fixed and current assets have been insured on the basis of market value (indemnity) and as per expert opinion of an approved valuer, and security has been stepped up at plant premises to safeguard the properties of the Company.

For exports exchange rate risk is very closely monitored and with currencies such as US Dollar and Euro being volatile the company is also forward booking and making options against the exports. However, the total exports of the company are not more than 10% of entire sales.

f) Adequacy of Internal Control

The Company has an adequate internal controls system commensurate with its size and the nature of its business. The Audit Committee of the Board of Directors reviews the adequacy of internal controls.

g) Human Resource Development

Your Company continued to have cordial and harmonious relations with its employees.

h) Discussion on financial performance with respect to operational performance

During the year Company registered a turnover of Rs. **2748.85** Lacs as compared to previous year of Rs. **1723.45** Lacs.

7. AUDITORS

M/s. Mahesh A Mehta and Co, Chartered Accountants, Ankleshwar, is the auditors and have fixed their remuneration.

Management reply to auditor's observation to the Auditors Report:

Minor delay in payment of Excise Duty, Cess, Service Tax, Income Tax, Provident Fund, Employees' State Insurance, and Professional Tax etc will be taken care of in future. Default in repayment of dues to financial institutions was because of slowdown in the business & non recovery of funds from market.

8. Disclosure under the Companies Act, 2013

Information given below is pursuant to various disclosures requirements prescribed under the Companies Act, 2013 and the rules made there under, to the extent applicable to the Company.

a) conservation of energy, technology absorption, foreign exchange earnings and outgo

i. Conversion of Fuel

The Company has invested in press technology instead of hammer to make less pollution and up to par with international standard.

ii. Foreign Exchange Earning and outgo

Foreign Exchange expenditure:	Rs. <u>1,30,979/-</u>
Foreign Exchange earned:	Rs. <u>11,36,74,802/-</u>

b) Extract of Annual Return and other Disclosures:

The Extract of Annual Return in the Form no. MGT 9 as per section 134 (3)(a) of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014 and Rule 12 of the Companies (Management and Administration) Rules, 2014 is annexed to this report as Annexure I.

c) Particulars of Loans, Guarantees and Investments :

During the period under review, your Company has not directly or indirectly –

- i. Given any loan to any person or body corporate other than usual advances envisaged in a contract for supply of materials or equipments or jobs work , if any,
- ii. Given any guarantee or provided any security in connection with loan to anybody corporate or any person.
- iii. Acquired by way of subscription, purchase or otherwise, the securities of anybody corporate

d) Particulars of contracts or arrangements with related parties:

No agreement was entered with related parties by the Company during the current year. The Company presents all related party transactions before the Board specifying the nature, value, and terms and conditions of the transaction. Transaction with related parties are conducted in a transparent manner with the interest of the Company and Stakeholders as utmost priority

As all the related party transactions were entered by the Company in ordinary course of business and were in arm's length basis, a FORM AOC- 2 is attached to this report as Annexure II.

e) Material Changes and commitments, if any affecting the financial position of the company which have occurred between the end of the Financial year of the Company to which date the financial statements relate and the date of the Report:

There were no changes occurred between the financial year ended on 31.03.2022 and the date of the Report.

f) Adequacy of Internal Financial Controls

The Company has laid down adequate Internal Financial Controls with reference to Financial Statements, commensurate with its size and nature of business operations.

g) Secretarial Audit Report

Pursuant to provisions of section 204 of the Companies Act, 2013 and the Rules made there under, a Secretarial Audit Report given by CS Anisha Jhunjunwala, a company secretary in practice shall be annexed with the report. (Annexure II)

The Board of Directors shall provide explanations or comments on every qualification, reservation or adverse remark or disclaimer made by the company secretary in practice in the secretarial audit report.

h) Corporate Social Responsibility

The Company has not developed and implemented any Corporate Social responsibility initiatives as the said provisions are not applicable.

10. CORPORATE GOVERNANCE

A separate report on Corporate Governance as required under Regulation 34 of the SEBI (LODR) Regulations, 2015 is included in this Annual Report along with the certificate of M/s. Mahesh A Mehta & Co, Chartered Accountants, Ankleshwar, Statutory Auditors of the Company confirming its compliance with the conditions of Corporate Governance stipulated under the said Regulation.

11. DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the Section 134 (3) (c) of the Companies Act, 2013, the Directors state that:

- a. In the preparation of the annual accounts for the year the applicable Accounting Standards have been followed and there are no material departures.
- b. Accounting Policies have been consistently applied. The Directors have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2022 and the profit and loss of the Company for the accounting year ended on that date
- c. Proper and sufficient care for maintenance of adequate accounting records has been taken in accordance with the provision of the Act so as to safeguard the assets of the Company and to prevent and detect fraud and other irregularities;
- d. The annual accounts have been prepared on a going concern basis.

12. ACKNOWLEDGEMENT

Suspended Board of Director acknowledges the support received from all its Business Associates, Bankers, depositors, shareholders and other business constituents.

Suspended Board of Director also wish to record their appreciation of the contribution made by employees during this challenging year.

Regd. Office:
1022, GIDC Industrial Area,
Ankleshwar – 393 002.
Date: 02/09/2022

By Order of the Resolution Professional,
For Techno Forge Limited (IN CIRP)



Ashok M. Kapasi
Chairman
(Suspended Board of Director)
DIN: 00041185

TECHNO FORGE LIMITED
Under Corporate Insolvency Resolution Process ("CIRP")
Balance Sheet as at 31.03.2022

(Amount in Rs.)

Particulars	Note No.	Figures as at the end of current reporting period (31st March 2022)	Figures as at the end of previous reporting period (31st March 2021)
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share Capital	1	43,100,000	43,100,000
(b) Reserves & Surplus	2	-220,784,860	-232,904,168
(c) Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term Borrowings	3	33,552,528	33,552,528
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long term Liabilities	5	12,821,571	13,958,709
(d) Long-term Provisions	6	5,986,860	6,213,355
4 Current liabilities			
(a) Short-term Borrowings	7	139,883,525	139,883,525
(b) Trade Payables	8	16,946,437	17,223,465
(c) Other Current Liabilities	9	84,851,941	54,521,829
(d) Short-term Provisions	10	135,889,514	135,937,163
TOTAL		257,227,515	241,486,406
II. ASSETS			
Non-current assets			
1 (a) Fixed Assets			
(i) Tangible assets	11	107,293,678	117,180,914
(b) Non-current Investments	12	18,914	18,914
(c) Deferred tax assets (net)	4	37,805,652	35,813,339
(d) Long Term Loans and Advances	13	1,653,374	1,653,374
(e) Other Non-current assets		-	-
2 Current assets			
(a) Current Investments		-	-
(b) Inventories	14	72,442,232	27,630,277
(c) Trade Receivables	15	5,355,456	9,272,935
(d) Cash and Bank Balances	16	14,247,060	14,141,125
(e) Short-term Loans and Advances	17	13,431,151	5,775,528
(f) Other Current Assets		-	-
TOTAL		257,227,515	241,486,406

As per our Report of even date
For Mahesh A Mehta & Co
Chartered Accountants
Registration No. 105871W)
UDIN:-

By Order of the Resolution Professional
Techno Forge Limited (In CIRP)

Ashok M. Kapasi
Ashok M. Kapasi
Managing Director
DIN:-00041185

Arun M. Kapasi
Arun M. Kapasi
Whole Time Director
DIN:-00041242

Proprietor
Membership No.: 037887

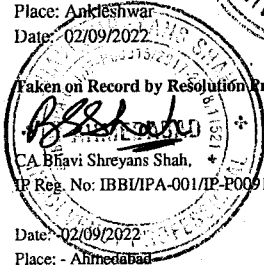
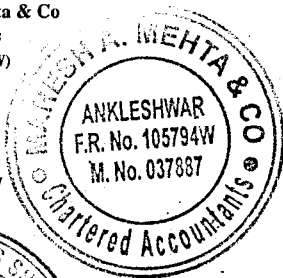
Place: Ankleshwar
Date: 02/09/2022

Place: - Ankleshwar
Date:02/09/2022

Taken on Record by Resolution Professional

CA Bhavi Shreyans Shah,
IP Reg. No: IBB/IPA-001/IP-P00915/2017-18/11521

Date: 02/09/2022
Place: - Ahmedabad



TECHNO FORGE LIMITED
Under Corporate Insolvency Resolution Process ("CIRP")

Statement of Profit & Loss for the year ended 31st March 2022

(Amount in Rs.)

Particulars	Note No.	For the year ended 31st March 2022	For the year ended 31st March 2021
I. Revenue from Operations	18	271,841,537	171,830,971
II. Other Income	19	3,044,036	514,072
III. Total Revenue (I + II)		274,885,573	172,345,043
IV. Expenses:			
Cost of Raw Material Consumed	20	196,777,277	104,183,965
Purchases of Stock-in-Trade		-	-
Changes in Inventories of Finished Goods, Work-in-Process and Stock-in-Trade	21	(35,114,517)	3,280,810
Employee Benefits Expenses	22	15,106,599	14,127,897
Other Expenses	25	76,193,965	40,614,627
Total expenses		252,963,324	162,207,299
V. Profit before exceptional and extraordinary items and tax (III-IV)		21,922,248	10,137,743
VI. Finance Cost	23	94,030	39,808
VII. Profit before extraordinary items and tax (V - VI)		21,828,219	10,097,935
VIII. Depreciation and Amortization Expenses	24	11,701,224	11,751,473
IX. Profit before tax (VII- VIII)		10,126,995	(1,653,538)
X Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		(1,992,313)	(14,128,341)
XI Profit (Loss) for the period from continuing operations (IX - X)		12,119,308	12,474,802
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
Less: Short Provision for Income Tax		-	-
XV Profit/(Loss) for the period (XI + XIV)		12,119,308	12,474,802
XVI Earnings per equity share:			
(1) Basic		2.81	2.89
(2) Diluted		2.70	2.78

As per our Report of even date
For Mahesh A Mehta & Co
Chartered Accountants
Registration No. 105871W)
UDIN:-

By Order of the Resolution Professional
Techno Forge Limited (In CIRP)

Ashok M. Kapasi

Ashok M. Kapasi
Managing Director
DIN:-00041185

Arun M. Kapasi
Whole Time Director
DIN:-00041242

Proprietor
Membership No.: 037887

Place: Ankleshwar
Date: 02/09/2022

Taken on Record by Resolution Professional

CA Bhavi Shreyans Shah,
IP Reg. No: IBBI/IPA-001/IP-000915/2017-18/11521

Date: 02/09/2022
Place: - Ahmedabad

Place: - Ankleshwar
Date: 02/09/2022

TECHNO FORGE LIMITED
Under Corporate Insolvency Resolution Process ("CIRP")

Notes for the year ending 31st March 2022

Note 1 Share Capital

Share Capital	For the year ended 31st March 2022		For the year ended 31st March 2021	
	Number	₹Rs	Number	₹
Authorised				
Equity Shares of ₹ 10/- each	8,000,000	80,000,000	8,000,000	80,000,000
Issued				
Equity Shares of ₹ 10/- each	4,310,000	43,100,000	4,310,000	43,100,000
Subscribed & fully Paid up				
Equity Shares of ₹ 10/- each Fully Paid up	4,310,000	43,100,000	4,310,000	43,100,000
Total	4,310,000	43,100,000	4,310,000	43,100,000

Note 1a Name of Shareholders holding more than 5% of total Share Capital

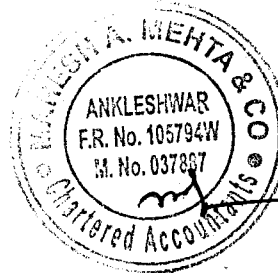
Particulars	For the year ended 31st March 2022		For the year ended 31st March 2021	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Mr. Ashok M. Kapasi	617,330	14.32%	617,330	14.32%
Mr. Arun M. Kapasi	500,005	11.60%	500,005	11.60%
Mr. Hemant V. Chheda	500,005	11.60%	500,005	11.60%

Note 1b (a) Rights, preferences and restrictions attached to share

Equity shares: The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of directors subject to the approval of the shareholders in the ensuing Annual general meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Note 1c The Reconciliation of the number of shares outstanding

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
	No. of Shares	No. of shares
Equity Shares at the beginning of the year	4,310,000	4,310,000
Add: Shares issued on Preferential basis	-	-
Equity Shares at the end of the year	4,310,000	4,310,000



TECHNO FORGE LIMITED
Under Corporate Insolvency Resolution Process ("CIRP")
Notes for the year ending 31st March 2022

Note 3 Long-term Borrowings

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
	₹	₹
Borrowing from Directors		
Mr. Ashok M. Kapasi	22,063,977	22,063,977
Mr. Arun M. Kapasi	10,408,551	10,408,551
Mr. Hemant V Chheda	1,080,000	1,080,000
(B)	33,552,528	33,552,528
Total	33,552,528	33,552,528

TECHNO FORGE LIMITED
Notes for the year ending 31st March 2020

Note 3a Term Loans from Bank of India

The Term loan is secured against -

1. Secured By Hypothication of Machinery, Stock & Book debts, Mortgage of Land & Building.
Out of the above.
2. Mortgage of 2 plots viz. 1021 & 1022 located at GIDC, Ankleshwar in the name of Company.
3. Equitable mortgage of Flat no. B/4, Nand Society, Vadodra.
4. Equitable mortgage of Quarters (4 Flats) located at GIDC Industrial Estate, Ankleshwar, Bharuch.



TECHNO FORGE LIMITED
Under Corporate Insolvency Resolution Process ("CIRP")
Notes for the year ending 31st March 2022

Note 3 Long-term Borrowings

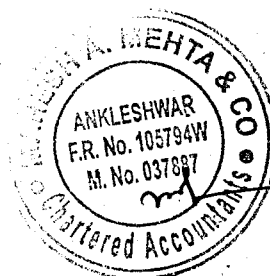
Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
	₹	₹
Borrowing from Directors		
Mr. Ashok M. Kapasi	22,063,977	22,063,977
Mr. Arun M. Kapasi	10,408,551	10,408,551
Mr. Hemant V Chheda	1,080,000	1,080,000
(B)	33,552,528	33,552,528
Total	33,552,528	33,552,528

TECHNO FORGE LIMITED
Notes for the year ending 31st March 2020

Note 3a Term Loans from Bank of India

The Term loan is secured against -

1. Secured By Hypothication of Machinery, Stock & Book debts, Mortgage of Land & Building.
Out of the above.
2. Mortgage of 2 plots viz. 1021 & 1022 located at GIDC, Ankleshwar in the name of Company.
3. Equitable mortgage of Flat no. B/4, Nand Society, Vadodra.
4. Equitable mortgage of Quarters (4 Flats) located at GIDC Industrial Estate, Ankleshwar, Bharuch.



TECHNO FORGE LIMITED
Under Corporate Insolvency Resolution Process ("CIRP")
Notes for the year ending 31st March 2022

Note 5 Other Long term Liabilities

Particulars	As at 31st March 2022	As at 31 March 2021
	₹	₹
Payable For Capital Goods	266,113	266,113
Payable for Expenses	8,352,115	9,489,253
Trade Payable	4,203,343	4,203,343
Total	12,821,571	13,958,709

Note 6 Long-term Provisions

Particulars	As at 31st March 2022	As at 31 March 2021
	₹	₹
Provision for Income Tax	5,986,860	6,213,355
Total	5,986,860	6,213,355

Provision for Tax	Current Year	Previous Year
Provision for Tax		
Provision for Taxation (AY 2007-2008)	-	-
Provision for Taxation (AY 2010-2011)	1,930,000	1,930,000
Provision for Taxation (AY 2011-2012)	3,500,000	3,500,000
Provision for Taxation (AY 2012-2013)	3,200,000	3,200,000
Provision for Taxation (AY 2013-2014)	2,500,000	2,500,000
Provision for Taxation (AY 2014-2015)	-	-
Provision for Taxation (AY 2015-2016)	-	-
Sub Total	11,130,000	11,130,000
Less: Advance Taxes Paid		
Advance Tax A.Y. 2010-2011	1,959,921	1,959,921
T.D.S. (A.Y. 2010-2011)	68,693	68,693
Advance Tax A.Y. 2011-2012	960,000	960,000
T.D.S. (A.Y. 2011-2012)	21,883	21,883
T.D.S. (A-Y 2008-09)	132,331	132,331
T.C.S. (A - Y. 2011-2012)	72,122	72,122
T.C.S. 1.120%	17,500	17,500
T.C.S. (A - Y. 2012-2013)	184,127	184,127
T.C.S. (A - Y. 2013-2014)	11,232	11,232
T.D.S. (A.Y. 2012-2013)	98,602	98,602
T.D.S. (A.Y. 2013-2014)	135,615	135,615
T.D.S. (A.Y. 2014-2015)	332,518	332,518
T.D.S. (A.Y. 2015-2016)	210,619	210,619
T.D.S. (A.Y. 2016-2017)	114,491	114,491
T.D.S. (A.Y. 2017-2018)	83,166	83,166
T.D.S. (A.Y. 2018-2019)	60,516	60,516
T.D.S. (A.Y. 2019-2020)	173,407	173,407
T.D.S. (A.Y. 2020-2021)	114,239	114,239
T.D.S. (A.Y. 2021-2022)	120,312	120,312
T.D.S. (A.Y. 2022-2023)	134,246	-
T.D.S. (A.Y. 2022-2023) 94q	60,092	-
TCS On Purchase AY 21_22	45,352	45,352
TCS On Purchase AY 22_23	32,157	-
Sub Total	5,143,140	4,916,645
Total	5,986,860	6,213,355



TECHNO FORGE LIMITED

Notes for the year ending 31st March 2022

Note 7 Short-term Borrowings

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
	₹	₹
Secured		
From Banks		
(i) Working Capital facilities from Bank of India	134,751,960	134,751,960
(ii) Working Capital facilities from Bank of India (Secured against Stocks and Book Debts)	5,131,565	5,131,565
Total	139,883,525	139,883,525

Note 8 Trade Payables

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
Trade Payable for Fixed Assets	-	-
Trade Payables for Raw Material	8,602,087	13,469,225
Trade Payables to Others	8,344,350	3,754,240
Total	16,946,437	17,223,465

Note 9 Other Current Liabilities

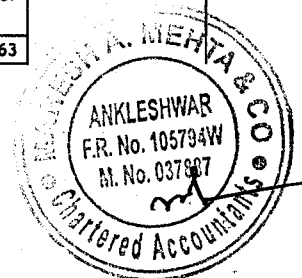
Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
a. Current Maturities of Long-term Debts		
Secured		
From Bank of India		
1. Term Loan (251665410000011)	21,943,691	21,943,691
2. Term Loan (251665410000024)	19,109,092	19,109,092
Unsecured		
From Bajaj Finance Limited	1,803,552	1,803,552
b. Other Payables		
-Statutory Provisions	330,452	226,578
-Advance from Customers	33,570,155	5,843,917
-Application Money CIRP	8,095,000	5,595,000
Total	84,851,941	54,521,829

TECHNO FORGE LIMITED

Notes for the year ending 31st March 2022

Note 10 Short-term Provisions

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
(a) Provision for employee benefits		
Salary & Reimbursements	2,465,730	2,267,985
PF Payable	64,883	59,797
Gratuity	2,292,025	2,292,025
Bonus Payable	456,549	456,549
Contribution to ESIC	283,062	278,407
LWF PAYABLE	612	
(b) Others		
Provision for Expenses	208,000	208,000
Professional Tax Payable	421,500	421,160
Provision for Interest	129,506,803	129,506,803
GST payable	132,909	446,437
GST payable	57,441	
Total	135,889,514	135,937,163



TECHNO FORGE LIMITED
Notes for the year ending 31st March 2022

Note 12 Non-current Investments

Particulars	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
Investments in Equity Instruments		
Shares of Bombay Mercantile Co. Op. Bank Ltd. (333 Shares Purchased at Rs. 33. Face Value Rs. 30 Market Value 350)	10,910	10,910
Shares of Jankalyan Co. Op. Bank Ltd. (10 Shares Purchased at Rs. 550. Face Value Rs. 10 Market Value 500)	5,504	5,504
KCCB 100 nos shares @25	2,500	2,500
Total	18,914	18,914

Note 13 Long Term Loans and Advances

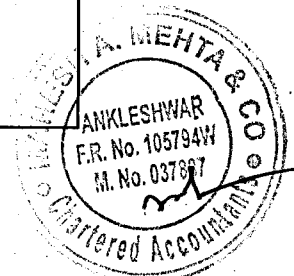
Particulars	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
Security Deposits (Unsecured, considered good)	1,653,374	1,653,374
Total	1,653,374	1,653,374

Note 14 Inventories

Particulars	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
Raw material	26,067,115	16,369,677
Work in Progress & Finished Stock (As certified by the Management)	46,375,117	11,260,600
Total	72,442,232	27,630,277

Note 15 Trade Receivables

Particulars	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
Trade receivables outstanding for a period less than six months from the date they are due for payment (Unsecured, considered good)	1,029,923	4,449,382
Trade receivables outstanding for a period exceeding six months from the date they are due for payment (Unsecured, Considered good)	4,325,533	4,823,553
Total	5,355,456	9,272,935



Note 11 Fixed Assets

Particulars	RATE(%)	Opening Balance As on 01.04.2021	Addition during the year	Deduction during the year	Closing Balance as on 31st March 2022	Depreciation as on 01.04.2021	Depreciation on disposals	Depreciation During the Year	Depreciation up To 31.03.2022	Closing Balance As on 31.03.2022	Closing Balance As on 31.03.2021
Land	0.00%	3,780,000	-	-	3,780,000	-	-	-	-	3,780,000	3,780,000
Factory Building	3.34%	34,088,513	1,163,639	-	35,252,152	14,329,075	-	1,161,096	15,490,170	19,761,982	19,759,438
Plant & machinery	4.75%	208,075,941	573,416	-	208,649,357	126,813,061	-	9,893,565	136,706,626	71,942,731	81,262,880
Captive Power Plant	5.28%	14,818,297	-	-	14,818,297	8,633,642	-	-	8,633,642	6,184,655	6,184,655
Weighing Scale	4.75%	19,944	-	-	19,944	19,944	-	-	19,944	0	0
Furniture & Fixture	6.33%	2,091,225	16,600	-	2,107,825	1,996,561	-	94,768	2,091,329	16,496	94,664
Office Equipment	6.33%	1,642,260	-	-	1,642,260	1,642,260	-	0	1,642,260	0	0
Electric Installation	4.75%	9,313,634	-	-	9,313,634	4,204,000	-	442,398	4,646,397	4,667,237	5,109,634
Vehicles	9.50%	1,019,228	-	-	1,019,228	1,019,228	-	-	1,019,228	-	-
Employees Quarters	1.63%	401,196	-	-	401,196	80,602	-	6,539	87,142	314,054	320,594
Testing & Lab Equipment	4.75%	1,873,451	-	-	1,873,451	1,280,044	-	88,989	1,369,033	504,418	593,407
Computer & Software	16.21%	717,849	60,331	-	778,180	684,613	-	6,975	691,589	86,591	33,236
Printer	6.33%	108,864	-	-	108,864	66,458	-	6,892	73,350	35,514	42,406
Total		277,950,402	1,813,986	-	279,764,388	160,769,488	-	11,701,222	172,470,710	107,293,678	117,180,915
Previous Year		277,805,285	145,117	-	277,950,402	149,018,016	-	11,751,472	160,769,488	117,180,914	128,787,269



TECHNO FORGE LIMITED
Notes for the year ending 31st March 2022

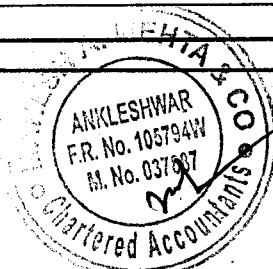
Note 16 Cash and Bank Balances

Cash and Bank Balances	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
1. Cash and Cash Equivalents		
a. Balances with banks		
in Current Accounts	6,126,285	14,113,469
b. Cash on hand		
Cash on hand	25,775	27,656
2. Other Bank Balances		
Fixed Deposits against receipt of RP application Mpnay against CIRP	8,095,000	-
(above FD are under deposit money received against RP)		
Total	14,247,060	14,141,125

Note 17 Short-term Loans and Advances

Short-term loans and advances	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
Others Loans and Advances		
(Unsecured and Considered Good)		
Advances to others	12,918,506	5,136,395
Advances for Expenditures	179,450	181,428
Advances to Supplier for Raw Material	83,165	457,705
Advances to Supplier for Captal Goods	250,029	-
Total (a + b)	13,431,151	5,775,528

LOANS & ADVANCES	CURRENT YEAR	PREVIOUS YEAR
Excise Duty & Edu Cess Receivable	171,012	171,012
VAT receivable 2014-2015	1,500,000	1,500,000
VAT receivable 2017-2018	1,150,000	1,150,000
GST Balance	3738143	231,146
IGST Receivable on export sales	4,507,378	340,354
TDS Reimbursement	95,676	95,676
Draw back receivable 2019-20	60,540	130,459
Draw back receivable	558,227	558,227
Draw back receivable 2018-19	143,502	143,502
Draw back receivable 2020-21	-	235,762
Draw back receivable 2021-22	411,546	
Prepaid Insurance	84,775	69,800
Deposit Against Excise Assessment for SCSTAT AHMED	-	-
Excise Duty For cegat Matter deposit	73,965	73,965
Interest Receivable From DGVCL	78,161	90,910
Ranjeet Padhiar	10,000	10,000
Mangal Keshavbhai Vaghela	20,000	20,000
DGVCL	47,124	47,124
Prepaid Expnces	222,958	222,958
Ramesh Ch.Sahoo	20,000	20,000
Pramod D Mahajan	2,500	2,500
Jashvant Bhai N Vyas	23,000	23,000
TOTAL	12,918,506	5,136,395



TECHNO FORGE LIMITED
Notes for the year ending 31st March 2022

Note 18 Revenue from Operations

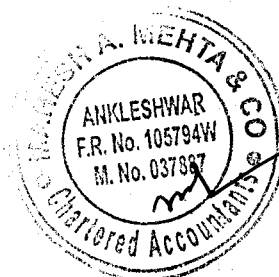
Particulars	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
Sale of products		
-Domestic Sales	149,536,028	143,381,218
-Export Sales	113,259,719	17,928,086
-Sales to SEZ	2,393,216	3,311,008
Income from Job Work	5,805,384	6,781,431
Other operating revenues (Note 18a)	847,191	429,228
	-	-
Total	271,841,537	171,830,971

Note 18a Other Operating Income

Particulars	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
freight on delivery	328,164	20,080
cutting charges	2,702	1,366
Packing & Forwarding Charges	234,930	226,921
Testing Fees	281,395	179,261
Plastic scrap	-	1,600
Total	847,191	429,228

Note 19 Other Income

Particulars	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
Interest Income	166,449	104,293
Foreign Exchange Gain	1,035,773	153,603
Other non-operating Income (draw back)	1,841,439	246,645
Rate Difference		9,244
Dividend income	375	287
Total	3,044,036	514,072



TECHNO FORGE LIMITED
Notes for the year ending 31st March 2022

Note 20 Cost of Raw Material Consumed

Particulars	For the year ended 31st March 2022	For the year ended 31 March 2021
	₹	₹
Opening Stock of Raw Material	16,369,677	2,871,245
Add:		
Purchase of Raw Material	206,474,715	117,682,397
Less:		
Closing Stock of Raw Material	26,067,115	16,369,677
Total	196,777,277	104,183,965

Note 21 Changes in Inventories of Finished Goods, Work-in-Process and Stock-in-Trade

Particulars	For the year ended 31st March 2022	For the year ended 31 March 2021
	₹	₹
Closing Stock		
-Work-in-process	43,904,723	9,788,541
-Store & Spares	2,470,394	1,472,059
(A)	46,375,117	11,260,600
Less: Opening Stock		
-Work-in-process	9,788,541	13,197,285
-Store & Spares	1,472,059	1,344,125
(B)	11,260,600	14,541,410
Total	(35,114,517)	3,280,810

Note 22 Employee Benefits Expenses

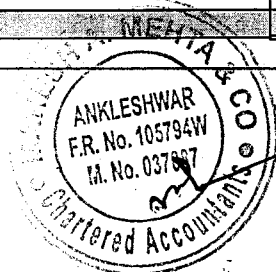
Particulars	For the year ended 31st March 2022	For the year ended 31 March 2021
	₹	₹
(a) Salaries and incentives	11,192,435	10,047,018
(b) ITI Trainee Fee	207,604	256,631
(c) Bonus	1,000,863	855,553
(d) Contributions to -		
(i) Provident fund	373,223	370,666
(ii) ESIC	231,670	208,951
(iii) Labour Welfare Fund	804	816
(e) Gratuity	-	228,262
(f) Director Remuneration	960,000	1,020,000
(g) Staff welfare expenses	-	-
(h) Executive Salary	1,140,000	1,140,000
Total	15,106,599	14,127,897

Note 23 Finance Cost

Particulars	For the year ended 31st March 2022	For the year ended 31 March 2021
	₹	₹
Bank charges	94,030	39,808
Total	94,030	39,808

Note 24 Depreciation and Amortisation expenses

Particulars	For the year ended 31st March 2022	For the year ended 31 March 2021
	₹	₹
Depreciation and Amortisation expenses (See Note 11)	11,701,222	11,751,472
Less: Transfer from revaluation reserve	-	-
Total	11,701,222	11,751,472



TECHNO FORGE LIMITED
Notes for the year ending 31st March 2022

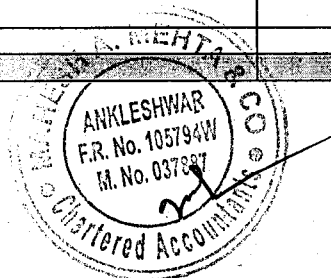
Note 25 Other Expenses

Particulars	For the year ended	For the year ended
	31st March 2022	31st March 2021
	₹	₹
(i) Manufacturing Expenses		
Electricity Expenses	3,748,067	3,326,975
drilling charges	-	247,310
Forging Charges	21,973,813	7,377,893
Machining charges	3,892,759	2,938,870
Normalizing charges/Solution annealing Charges/heat treatment	560,145	443,970
Oil & Lubricants	19,004,946	11,420,174
Repairs & Maintenance	2,558,561	2,126,003
Stores & Spares	2,532,522	1,929,499
Testing Charges	1,047,791	751,034
Water Charges	131,200	132,186
Weighting Charges	54,020	33,515
Sub Total (i)	55,503,825	30,727,428

(ii) Office & Administrative Expenditure		
Audit Fee	265,000	181,000
Conveyance Expences	36,837	30,746
Certification Expences	25,024	8,170
Electric Expences	228,790	202,910
General Office expences	764,687	597,354
CIRP Expences	2,987,020	2,841,199
Inspection charges	113,000	144,250
Insurance Charges	88,841	77,933
IBR EXPENCES	23,500	
Legal & Professional Fees	132,200	104,700
Notified Area Tax		414,756
Interest on Notified tax		446,315
Interest on TDS Late filling	6,911	1,259
Security Charges	369,548	462,602
Postage & Telegram	76,090	32,361
Printing & Stationery	175,711	80,352
Rent	146,000	73,000
Telephone & Call Charges	40,004	40,467
Travelling Expences	1,035,092	666,682
Sub Total (ii)	6,514,255	6,406,056

(iii) Selling & Distribution Expenditure		
Clearing & Forwarding Charges	1,634,185	334,912
COMMISSION CHARGES	2,130,369	
Discount & Rate Difference		794
Swift charges	208,954	60,404
Custom Duty on Import	103,969	148,552
Freight inward	3,769,495	1,919,632
Freight outward	1,573,654	236,440
GST on GTA OUTWARD FREIGHT	76,290	13,951
LATE DELIVERY CHARGES	165,613	
MARINE INSURANCE FOR EXPORT	19,750	
OCEAN FREIGHT FOR EXPORT	535,038	
Packing Expenses	3,958,568	766,457
EXCISE DUTY PAID IN SVBRL		
Sub Total (iii)	14,175,885.25	3,481,143
Grand Total (i+ii+iii)	76,193,965	40,614,627

(iv) Disallowances expences		
INCOME TAX OFFICE TDS BHARUCH DEMAND U/S 234E		
INTEREST ON LATE PAYMENT	-	446,315
LATE PAYMENT INTEREST ON PF	-	-
TDS INTEREST FOR LATE PAYMENT	6,911	1,259
TOTAL	6,911	447,574



TECHNO FORGE LIMITED
Under Corporate Insolvency Resolution Process ("CIRP")

Cash Flow Statement for the year ended 31st March 2022

Particulars	For the year ended 31st March 2022	For the year ended 31st March 2021
CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit / (Loss) before extraordinary items and Tax	10,126,995	(1,653,538)
Adjustments for non cash expenses and Item shown separately:		
Depreciation and Amotisation Expenses	11,701,222	11,751,472
Loss on Sale of Fixed Assets	-	-
Transferred from Revaluation Reserve	-	-
Interest Income	(166,449)	(104,293)
Interest Expense	94,030	39,808
Trade receivables Written off	-	-
Operating Profit before Working Capital Changes	(A) 21,755,798	10,033,449
Adjusted for (increase) / decrease in operating assets		
Trade Receivables	3,917,479	(3,645,112)
Inventories	(44,811,955)	(10,217,622)
Short Term Loans & Advances	(7,655,623)	155,925
Long Term Loans & Advances	-	0
Adjusted for increase / (decrease) in operating liabilities		
Trade Payables & Other Liabilities	30,053,084	13,809,613
Short Term Provisions	(47,649)	1,204,065
Other Long Term Liabilities	(1,363,633)	2,821,416
	(B) (19,908,298)	4,128,285
Cash Generated from Operations (A+B) =	(C) 1,847,500	14,161,734
Extra-ordinary items & write off	(D) -	-
Net Cash from Operating Activities (C - D) =	(E) 1,847,500	14,161,734
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	(1,813,986)	145,117
Sale on Fixed Asset	-	-
Interest Income	166,449	10,423
Net Cash from Investing Activities	(F) (1,647,537)	(140,963)
CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from Share Application money	-	-
Long Term Borrowing – Secured	-	-
Long Term Borrowing – Unsecured	-	-
Long Term Borrowing – Loan From Director	-	(1,452,707)
Short Term Borrowing – Cash Credits	0	-
Interest Expense	(94,030)	(39,808)
Net Cash from Financing Activities	(G) (94,030)	(1,492,515)
Net Increase in Cash & Cash Equivalents	105,934	12,628,394
Cash & Cash Equivalents at beginning of the period	14,141,125	1,512,730
Cash & Cash Equivalents at end of the period	14,247,059	14,141,124

As per our Report of even date

Chartered Accountants
Registration No. 105871W
UDIN:

Proprietor
Membership No.: 037887

Date: 02/09/2022

Taken on Record by Resolution Professional

CA Bhavi Shreyans Shah,
IP Reg. No. IBB/IFA-001/IP-00915/2017-18/11521

Date: 02/09/2022
Place: - Ahmedabad

Techno Forge Limited (In CIRP)

Ashok M. Kapasi

Ashok M. Kapasi
Managing Director
DIN:-00041185

Arun M. Kapasi
Whole Time Director
DIN:-00041242

Date: 02/09/2022

TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

1. Basis of Preparation of Financial Statements

- a. The financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis.
- b. The financial statements of the company have been prepared in accordance with generally accepted accounting principle in India (Indian GAAP). The financial statements have been prepared to comply in all material aspects with the accounting standards specified under Section 133 the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention unless otherwise specified. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year unless otherwise specified.
- c. All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – noncurrent classification of assets and liabilities except as in the opinion of management, the term loans obtained from below mentioned bank/Financial institutions are in last stage of settlement and therefore are considered as current and shown under other current liabilities,

A. Bajaj Finance Ltd	Rs. 18,03,552.00
Total	Rs. 18,03,552.00

- d. In the opinion of the Management, the Current Assets, Loans & Advances approximately are of the value stated if realized in the ordinary course of business.

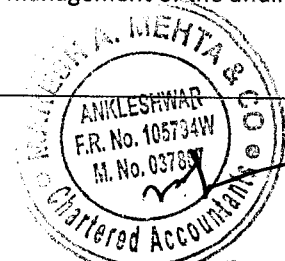
2. Use of Estimates

The preparation of financial statements requires management to make judgments, estimates and assumptions, that affect the application of accounting policies and the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods affected.

NPA Classification - Bank Default:

In the Month of July 2014 the loan account of Techno Forge Ltd. was classified as a Non-Performing Asset (NPA) by the lending bank and interest on outstanding amount was not levied both on Term loan and the overdraft account. The company has not made any provision for either interest nor Penal interest or likely concessions to be given by the bank at the time of restructuring. The Hon'ble Ahmedabad Bench of NCLT, in C.P. (I.B) No. 264/NCLT/AHM/2018 have admitted as on 2nd July, 2020, the initiation of Corporate Insolvency Resolution Process (CIRP) against the Corporate Debtor, Techno Forge Limited. By the same order, they have appointed CA Bhavi Shreyans Shah as Interim Resolution Professional (IRP). The members of the CoC have in their first meeting dated 04.08.2020 continued CA Bhavi Shreyans Shah as Resolution Professional ("RP") in accordance with section 22 of the Code.

In view of the above the powers of the Board of Directors suspended and the management of the affairs of the corporate debtor shall vest with the IRP/RP.



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

3. Revenue Recognition

The Company recognizes revenue when the amount of revenue can be reliably measured and it is probable that the collectability of the related receivables is reasonably assured. The amount recognized as income is exclusive of Excise Duty, VAT, GST and net of trade discounts. Materials returned/rejected are accounted as purchases in the year of return/rejection.

a. Sales

- i. Domestic sales are recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, on dispatch from the point of sale, consequent to property in goods being transferred.
- ii. Export sales are recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, on the basis of dates of Bill of Lading.

b. Export incentives

Export benefits available under the Export Import policy of the Government of India are accounted for in the year of export, to the extent measurable.

c. Interest income

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate.

d. Job Work

Income from job charges billed at the time of when the goods are delivered to the customer.

e. Government Subsidy

The amount of Capital and Revenue subsidy is recognized when it can be reliably measured and it is probable that the collectability of the related receivables is reasonably assured.

f. Insurance Claims

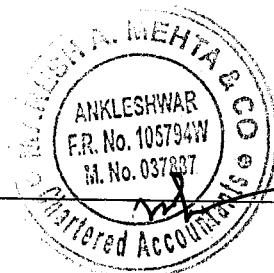
Insurance claims are recognized as and when they are received from the Insurance Companies.

4. Fixed Assets & Depreciation:

a. Fixed Assets – Tangibles

Fixed Assets are stated at cost of acquisition net of recoverable taxes and includes amount added on revaluation, less accumulated depreciation and impairment loss, if any.

b. Depreciation



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Depreciation on tangible assets has been provided on Straight Line method (SLM) at the rates specified in schedule XIV of the Companies Act, 1956. Depreciation on additions of assets during the year is provided on pro-rata basis.

5. Investments:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. Long-term investments are carried at cost. However, provision for diminution in value of investments is made to recognize a decline other than temporary in the value of investment.

Current investments are carried in the financial statement at lower of cost of acquisition and fair value determined on an individual investment basis.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

6. INVENTORIES

Inventory consists of Raw material, Work in Progress and Finished Goods.

a. Cost

Cost of Inventories comprise of cost of Purchase, cost of conversion other cost including manufacturing overheads incurred in bringing them to their respective present location & condition. Cost of Raw Materials, Stores & spares are determined at cost.

Work- in- Progress are valued at cost of purchase, cost of conversion and other cost including manufacturing overheads incurred in bringing them to their respective present location and conditions.

7. Retirement Benefits:

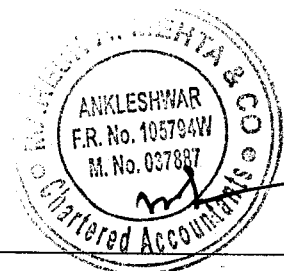
Expenses & liabilities in respect of employee benefits are recorded in accordance with the Revised Accounting Standard (AS)-15 –Employee Benefits (revised 2005) –

a. Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is charged to the Statement of profit and loss in the period in which such services are rendered.

b. Post-employment benefits

Defined contribution plan:



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

The Company's contribution paid / payable under the recognized provident fund scheme and the employees' state insurance contribution are recognized as an expense in the Statement of profit and loss during the period in which the employee renders the related service.

Defined benefit plan:

Post Employee Benefit and other long term Employee Benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. Provision has been made for liability in respect of gratuity to employees based on the actuarial valuation carried out in the previous year.

c. *Other long-term employee benefits*

The company has not provided any leave encashment / salary to the employees as the employees fully utilizes their leaves during the year.

8. Taxes On Income

a. *Current Tax*

Provision for current tax is recognized in accordance with the provisions of the Income-tax Act, 1961 and is made based on the tax liability after taking credit for tax allowances and exemptions.

b. *Minimum Alternative Tax Credit*

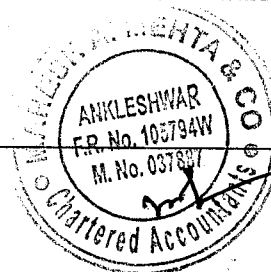
Minimum Alternative Tax ('MAT') credit is recognized only to the extent there is convincing evidence that the Company will pay normal income tax in excess of MAT during the specified period. MAT credit entitlement is reviewed as at each Balance sheet date and written down to the extent there is no longer convincing evidence that the Company will pay normal income tax during the specified period.

c. *Deferred Taxation*

Deferred Tax is recognized, subject to the consideration of prudence and virtual certainty for deferred tax assets, on timing difference between taxable income and accounting income that originate in one year and are capable of reversal income and more subsequent years. Deferred Tax assets and liabilities are measured using the tax rate and tax laws that have been enacted or substantially enacted by the balance sheet date.

Deferred Tax Assets includes unabsorbed tax depreciation/carried forward losses, which is recognized to the extent it can be realized against the reversal of Deferred tax liability on account of depreciation. In the current year no addition to Deferred Tax Assets is being made as there is no reasonable certainty in earning taxable profit.

<i>Particulars</i>	<i>For the year ended 31st March 2022</i>	<i>For the year ended 31st March 2021</i>
Opening Balance	35813339	21684998
Add: Deferred Tax Liability Due to		
i. Depreciation	(13833881)	(17361123)
Less: Deferred Tax Assets Due to		
i. Gratuity	=	70533



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2022

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Profit after Taxation as per statement of Profit & Loss	1,21,19,309	1,24,74,802
Weighted average no. of Equity Shares outstanding	43,10,000	43,10,000
Basic Earnings per share (Face Value Rs. 10)	(2.81)	(2.89)

c. Diluted EPS

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Profit after Taxation as per statement of Profit & Loss	1,21,19,309	124,74,802
Weighted average no. of Equity Shares outstanding	43,10,000	43,10,000
Diluted Earnings per share (Face Value Rs. 10)	(2.70)	(2.79)

13. Related Party Disclosures

a. Key Management Personnel

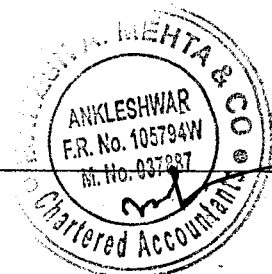
Name	Designation
Shri Ashok M. Kapasi	Managing Director
Shri Arun M. Kapasi	Whole Time Director
Shri Hemant V. Chheda (demise) on 20/10/2019	Director

b. Enterprises over which Key Management Personnel have control/Substantial Interest/Significant Influence –

Nature of Relation	Name of Director	Enterprise Name
As a Director	Shri Hemant V. Chheda (demise)	Kehem Land & Properties Pvt. Ltd. Indo US Services Ltd.

c. Related Parties of Key Managerial Personnel as per AS "18" Related Party Disclosures issued by ICAI:-

Name	Related party	Relation Ship	Designation
Ashok M. Kapasi			Director
	Smt. Nita Kapasi	Spouse	-
	Vikram Kapasi	Son	Chief Finance Officer
	Smt. Minal V Kapasi	Son's Wife	-
	Ms. Purvi Kapasi	Daughter	-
	Arun M. Kapasi	Brother	Whole time Director



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

ii. Loss on Income tax	25834239	29938896
iii. Unabsorbed Depreciation	25805294	23165032
iv. Interest on cc And Term Loan	0	0
Total Deferred Tax Liability / (Asset)	37805652	35813339

9. Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use.

All other borrowing costs are charged to Profit and Loss account.

10. Segment Reporting

Based on guiding principles given in the Accounting standard on 'Segment Reporting' (AS-17), the primary business segment of the Company is manufacturing of Ingots, Flanges, Forging, etc. As the company operates in a single primary business segment, no segment information thereof is given.

11. Comparatives

Comparative financial information is presented in accordance with the "Corresponding Figure" financial reporting framework set out in "Standard of Auditing 710" on Comparatives. Accordingly, amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements, and are to be read in relation to the amounts and other disclosures relating to the current year.

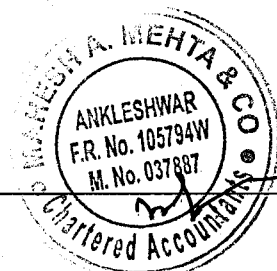
12. Earning Per Share (EPS)

EPS is calculated by dividing the profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year. Numbers used for calculating basic & diluted earnings per equity shares are as stated below:

a. Calculation of Weighted Average No. of Equity Shares

<i>Particulars</i>	<i>For the year ended 31st March, 2022</i>	<i>For the year ended 31st March, 2021</i>
Number of Equity Shares	43,10,000	43,10,000
Total Weighted Average No. of Equity Shares (Basic)	43,10,000	43,10,000
Add : Dilution Effect on account of Share Application Money pending allotment * Time Effect	-	-
Total Weighted Average No. of Equity Shares (Diluted)	43,10,000	43,10,000

b. Basic EPS



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26:- SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Profit after Taxation as per statement of Profit & Loss	1,21,19,309	1,24,74,802
Weighted average no. of Equity Shares outstanding	43,10,000	43,10,000
Basic Earnings per share (Face Value Rs. 10)	(2.81)	(2.89)

c. Diluted EPS

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Profit after Taxation as per statement of Profit & Loss	1,21,19,309	124,74,802
Weighted average no. of Equity Shares outstanding	43,10,000	43,10,000
Diluted Earnings per share (Face Value Rs. 10)	(2.70)	(2.79)

13. Related Party Disclosures

a. Key Management Personnel

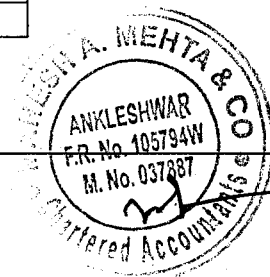
Name	Designation
Shri Ashok M. Kapasi	Managing Director
Shri Arun M. Kapasi	Whole Time Director
Shri Hemant V. Chheda (demise) on 20/10/2019	Director

b. Enterprises over which Key Management Personnel have control/Substantial Interest/Significant Influence –

Nature of Relation	Name of Director	Enterprise Name
As a Director	✓ Hemant V. Chheda (demise)	Kehem Land & Properties Pvt. Ltd. Indo US Services Ltd.

c. Related Parties of Key Managerial Personnel as per AS "18" Related Party Disclosures issued by ICAI: -

Name	Related party	Relation Ship	Designation
Ashok M. Kapasi			Director
	Smt. Nita Kapasi	Spouse	-
	Vikram Kapasi	Son	Chief Finance Officer
	Smt. Minal V Kapasi	Son's Wife	-
	Ms. Purvi Kapasi	Daughter	-
	Arun M. Kapasi	Brother	Whole time Director



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Arun Kapasi	M.	Mrs. Pratibha Parekh	Sister	-
		Mr. Vinod Parekh	Sister's Husband	-
				Director
		Neema Kapasi	Spouse	-
		Akshay Kapasi	Son	Technical Engineer
		Arpita Kapasi	Daughter	-
		Ashok M. Kapasi	Brother	Managing Director
		Nita Ashok Kapasi	Brothers Wife	-
		Pratibha Parekh	Sister	-
Hemant Chheda	V.	Shri Samir H. Chheda	Son	-
		Shri Mahendra V. Chheda	Brother	-
		Smt. Sushila M. Chheda	Brothers Wife	-
		Smt. Kumud H. Rambhia	Sister	-
		Shri Harakhchand Rambhia	Sister's Husband	-
		Indo US Services Ltd.	Company	Director
		Kehem Land & Properties Pvt. Ltd.	Company	Director

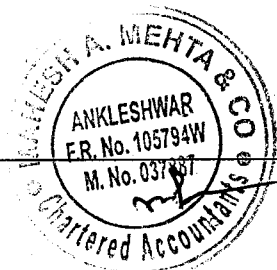
d. Transactions with Related Parties For The Year Ended 31 March 2022 are As Follows: -

Rs. In Lakhs

	Key Managerial Personnel		Control Enterprises of the key Personnel		Relative of Key Managerial Personnel		Total	
	31 st March 2022	31 st March 2021	31 st March 2022	31 st March 2021	31 st March 2022	31 st March 2021	31 st March 2022	31 st March 2021
Payments/ Expenses								
Loan Taken	-	0.80	-	-	-	-		.80
Interest Paid	-	-	-	-	-	-		
Repayment of Loans	-	15.33	-	-	-	-		15.33
Remuneration Paid	9.40	9.40	-	-	12.00	9.40		9.40
Share Application Money Received	-	-	-	-	-	-		-

14. Auditor's Remuneration

It is included Net of Service Tax as per P&L under Other Expenses – Office & Administrative Expenditure – Audit Fees as follows:



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Audit Fees	90,000	85,000
Tax Audit Fees	10,000	5,000
Quarterly Review & Certification	0	0
Corporate Governance Certification	0	0
TOTAL	100,000	90,000

15. Foreign currency translation

Foreign currency transactions and balances

a. 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.

b. Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured 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.

c. Exchange differences

The Company accounts for exchange differences arising on translation/settlement of foreign currency monetary items as below:

a. Exchange differences arising on long-term foreign currency monetary items related to acquisition of a fixed asset are capitalized and depreciated over the remaining useful life of the asset.

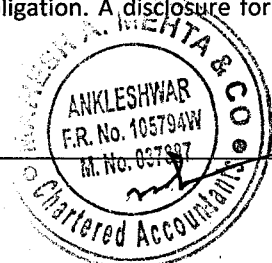
b. All other exchange differences are recognized as income or as expenses in the period in which they arise.

d. Details Foreign Currency Transactions

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Earnings in Foreign Currency Export of Goods on FOB Basis	Rs. 11,36,74,802/-	Rs. 179,37,330/-
Value of Import on CIF Basis	Rs. 1,30,979/-	Rs. 2,19,275/-
Expenditure in Foreign Currency	NIL	NIL

16. Provisions & Contingent Liabilities

A provision is made when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a



TECHNO FORGE LIMITED (IN CIRP)

NOTE 26 - SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each Balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

Contingent Liabilities for the year end are as: -

(Rs In Lakhs)

Particulars	For the year ended 31st March, 2022	For the year ended 31st March, 2021
Contingent Liabilities for Letter of Credit issued by bank and outstanding	-	-
Contingent Liabilities for Letter of Guarantee	-	-
Other Contingent Liability (Income Tax Notices)	103.18	103.18
Total	-	-

17. The Company has not received any intimation from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amounts unpaid as at the yearend together with interest paid/payable as required under the said Act have not been given.

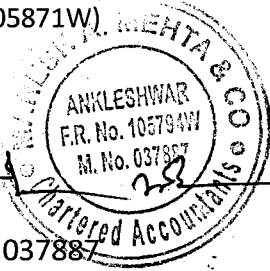
18. Figures of the previous year are regrouped and rearranged wherever necessary to make them comparable with current year figures.

For Mahesh A Mehta & Co

Chartered Accountants

(Registration No. 105871W)

UDIN:-



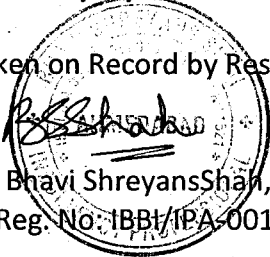
Proprietor

Membership No.: 037887

Place: Ankleshwar

Date: 02/09/2022

Taken on Record by Resolution Professional



CA Bhavi Shreyans Shah,

IP Reg. No. IBBT/PA-001/IP-P00915/2017-18/11521

Date: 02/09/2022

Place: - Ahmedabad

For & on behalf of suspended Board of Directors
Techno Forge Limited (In CIRP)

Ashok M. Kapasi, Arun M. Kapasi

Ashok M. Kapasi
Managing Director
DIN:-00041185

Arun M. Kapasi
Whole Time
Director
DIN:-00041242

Place: - Ankleshwar
Date: 02-09-2022